

# 25th ANNUAL REPORT

2007 - 2008

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**SIBAR**  
**AUTOPARTS LIMITED**

**BOARD OF DIRECTORS**

Sri P. Veerananarayana

Vice Chairman and  
Managing Director

Sri P. Madhuprathap

Technical Director

Sri K. Subbaiah

Director

Sri K. Eshwaraiah

Nominee Director (APIDC)

**REGISTERED OFFICE**D4&D5, Industrial Estate  
Renigunta Road,  
Tirupati-517506**FACTORY**D4, D5, D11 & Shed No.3 Industrial  
Estate  
Renigunta Road  
Tirupati-517506**AUDITORS**Pinnamaneni & Co.,  
Chartered Accountants  
3, 4<sup>th</sup> Ground Ram's VSR Aparts  
Opp. VPS Siddharth Public School  
Vijayawada-520010.**FINANCIAL INSTITUTIONS / BANKS**Industrial Development Bank of India,  
Chennai  
Central Bank of India, GS Mada St.  
Tirupati**LISTING**

The Stock Exchange, Mumbai

**REGISTRAR FOR DEMAT**Bigshare Services Pvt. Ltd  
E-2, Ansa Industrial Estate,  
Sakivihar Road, Saki Naka,  
Andheri(E),  
Mumbai-400072**25<sup>th</sup> ANNUAL GENERAL MEETING**Date : Friday 19<sup>th</sup> September, 2008

Time : 3:30 pm

Venue : Registered Office  
D4 & D5, Industrial Estate  
Renigunta Road  
TIRUPATI-517506**CONTENTS****Page No.**

Notice	02-03
Directors Report	04-06
Auditor's Report	07-09
Balance Sheet	10
Profit & Loss A/c	11
Schedules to the A/cs.	12-22
Cashflow Statement	23
Balance Sheet Abstract	24

**NOTICE TO SHAREHOLDERS :**

NOTICE is hereby given that the 25<sup>th</sup> Annual General Meeting of the Company will be held at its Registered Office : D4 & D5, Industrial Estate, Renigunta Road, Tirupati-517506 (AP) at 3.30 P.M on Friday, 29th September, 2008 to transact the following business :

**ORDINARY BUSINESS :**

1. To receive, consider and adopt the audited Balance sheet as at 31<sup>st</sup> March' 2008 and the Profit and Loss Account for the year ended on that date and the Report of the Directors and Auditors thereon.

2. To appoint a Director in place of Mr. K. Subbaiah who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Auditors and fix their remuneration.

By order of the Board of Directors.

(P.VEERANARAYANA)  
VICE CHAIRMAN &  
MANAGING DIRECTOR

Place : Tirupati

Date : 31-7-2008.

**NOTES :**

- 1) A member entitled to attend and vote is entitled to appoint a Proxy to attend and vote instead of himself and the Proxy need not be a Member. A form of proxy is enclosed.
- 2) The Register of Members and Transfer Books of the Company will remain closed from 15<sup>th</sup> September 2008 to 19<sup>th</sup> September 2008 (both days inclusive).
- 3) The instrument appointing a proxy should however be deposited at the Registered Office of the Company not less than forty eight hours before the commencement of the Meeting.
- 4) Shareholders are requested to notify change in address if any, immediately to the Company's Registered Office.
- 5) Shareholders are requested to bring their copies of Annual Reports to the Meeting. Copies of the Annual Report will not be available for distribution to shareholders at the Meeting hall.
- 6) Shareholders attending the Meeting are requested to complete the enclosed attendance slip and deliver the same at the entrance of the Meeting hall.
- 7) Shareholders intending to require information about accounts to be explained in the meeting are requested to inform the company at least 7-days in advance of the Annual General Meeting.
- 8) Members are requested to note that herein after all shares related transactions i.e., transfer, transmission, transposition, nomination, change of name etc., are being handled by the company itself since the services of Sibar Financial Services Private Limited have been terminated w.e.f. 1<sup>st</sup> October, 2006.

## DIRECTORS' REPORT

Your Directors have the pleasure to present the 25<sup>th</sup> Annual Report together with the Auditor's Report thereon for the year ended 31<sup>st</sup> March'2008.

### 1. FINANCIAL RESULTS :

The brief financial results of the company for the year ended 31<sup>st</sup> March 2008 are given hereunder

	(Rs.in Lacs)	
	2007-08	2006-07
Total sales	752.63	332.63
Profit after dep&Int	(61.67)	(91.32)
Other Income	3.35	1.76
Provision for Tax	—	—
Profit After Tax	(58.62)	(89.56)
Prior Period Adjustment	(8.36)	(9.42)
Balance c/f to Balance Sheet	(66.98)	(98.98)

### 2. OPERATIONS :

During the year under review, the turnover of your company has increased to Rs.752.63 lakhs from Rs.332.63 lakhs thereby registering a growth of 44% over the previous year. The directors are hopeful of better results in the coming years.

### 3. DIVIDEND :

The Board has not recommended Dividend for the year 2007-08 due to losses.

### 4. DISCLOSURES :

Disclosures in terms of Companies (particulars of Employees) Rules, 1975 and companies (disclosure of particulars in the report of the Board of Directors) Rules, 1988 in respect of conservation of energy, technology, absorption, out of foreign exchange and foreign exchange earned are attached and forms part of the Report.

### 5. DIRECTORS :

Mr.K. Subbaiah, Director retires by rotation at the ensuing Annual General Meeting and being eligible offers himself for reappointment.

Mr. K. Eswaraiah has been nominated as Nominee Director by APIDC in place of Mr.P.Harichandra Raju and the company has accepted the appointment.

**6. DIRECTORS RESPONSIBILITY STATEMENT**

In compliance with the Provisions of Section 217(2AA) of the Companies Act, 1956 your directors hereby confirm that

i) In preparing the Annual Accounts applicable accounting Standards have been followed

ii) Accounting Policies were adopted and applied consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of the affairs of the Company as at 31.3.2008 and of the loss of the Company for the year ended on that date.

iii) Proper and sufficient care for the maintenance of adequate records in accordance with the provisions of the Act for safe guarding the assets of the Company and for preventive / detecting fraud and irregularities have been taken.

iv) The Annual Accounts have been prepared on a going concern basis

**7. CORPORATE GOVERNANCE**

As the networth of the company is less than Rs.25 crores, Corporate Governance Clause is not applicable to the Company.

**8. AUDITORS :**

The Company's Auditors, M/s. Pinnamaneni & Co., Chartered Accountants, Vijayawada, retire at the ensuing Annual General Meeting and are eligible for re-appointment.

**9. ACKNOWLEDGEMENTS :**

Your Directors wish to express their gratitude to Financial Institutions, Banks, for the whole hearted-co-operation and assistance extended to the Company.

Your Directors also wish to thank the employees of the Company for their dedicated services and valuable contribution to the growth of the Company.

Your Directors sincerely thank the members for the confidence reposed by them in the company and look forward to their valuable support for the future plans of the company.

For and on behalf of the Board.

**P.VEERANARAYANA,**  
**P.MADHUPRATHAP**  
 Directors

PLACE : Tirupati

Date : 31-07-2008

## ANNEXURE TO THE DIRECTORS' REPORT

### A. CONSERVATION OF ENERGY :

As in the past, the Company has been continuing its efforts to improve methods of energy conservation and utilization

### B. TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION :

The latest technology is being adopted for improving productivity and product quality and reducing consumption of inputs.

### C. FOREIGN EXCHANGE EARNINGS AND OUTGO :

	2007-08 (Rs.in Lacs)	2006-07 (Rs. in Lacs)
A) Value of Exports(F.O.B.Value)	- Nil -	- Nil -

**D.** Particulars of employees pursuant to Section 217(2A) of the Companies Act, 1956 read with the companies (particulars of Employees) rules, 1975 and forming part of the Directors Report for the year ended 31<sup>st</sup> March 2008.

During the year under report, none of the employee of your company were in receipt of remuneration in excess of the limits prescribed for disclosure as per Section 217(2A) of the Companies Act, 1956 read with the Companies (particulars of Employees) Rules, 1975 as amended.



## AUDITORS' REPORT

To

**The Members of SIBAR AUTOPARTS LTD.,  
Tirupati**

1. We have audited the attached Balance Sheet of Sibar Autoparts Ltd., as at 31<sup>st</sup> March 2008 and also annexed Profit and Loss Account and also Cash Flow Statement of the Company for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with Auditing Standards Generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies(Auditors Report) Order 2003 issued by the Central Government of India in terms of section 227 (4A) of the companies act 1956, we annex hereto a statement on the matters specified in paragraphs 4 & 5 of the said order.
4. Further to our comments in the annexure referred to above, We report that
  - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - b) In our opinion, proper books of accounts as required by law have been kept by the company so far as appears from the examination of the books of account.

- c) The balance sheet and Profit and Loss account and cash flow statement dealt with by this report are in agreement with the books of Account.
  - d) In our opinion, the Balance Sheet and the Profit and Loss Account and cash flow statement dealt with by this Report comply with the Accounting Standards referred to in Sub-Section 3(C) of Section 211 of the Companies Act, 1956.
  - e) On the basis of written representations received from the Directors as on 31.3.2008 and taken on record by the Board of Directors, we report that the none of the Directors is disqualified as on 31.3.2008 from being appointed as a Director in terms of Section 274 (1) (g) of the Companies Act, 1956.
  - f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounts Principles generally accepted Principles in India.
  - a) In the case of Balances sheet of the state of affairs of the company as 31<sup>st</sup> March 2008.
  - b) In the case of Profit and Loss Account of the loss for the year ended on that date.
- AND
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

For **PINNAMANENI & CO.,**  
CHARTERED ACCOUNTANTS

(P.V.V.SATYANARAYANA)  
PARTNER

Place : Tirupati

Date : 31-07-2008