

Siddheswari Garments Limited



ANNUAL REPORT
2006 - 2007



Siddheswari Garments Limited

DIRECTOR :

MR. ABHISHEK PODDAR

MR. SANJAY KUMAR SHAH

MR. UMA NATH SINGH

BANKERS :

BANK OF MAHARASHTRA

ABN AMRO BANK

PUNJAB NATIONAL BANK

AUDITORS :

M/S. AGARWAL MEMANI & CO.

CHARTERED ACCOUNTANTS

REGISTERED OFFICE :

9, INDIA EXCHANGE PLACE

3RD FLOOR, KOLKATA - 700 001

PHONE : 2210-7112 / 7234

FAX : 2220-3185

REGISTRAR & SHARE TRANSFER AGENTS :

S. K. COMPUTERS

34/1A, SUDHIR CHATTERJEE STREET

KOLKATA - 700 006

PHONE : 2219-4815 / 6979



Siddheswari Garments Limited

NOTICE

NOTICE is hereby given that the Thirteenth Annual General Meeting of the Members of SIDDHESWARI GARMENTS LTD. will be held at the Registered office of the Company at 9, India Exchange Place, 3rd Floor, Kolkata - 700 001 on Saturday, the 29th September, 2007 at 10.00 A.M. to transact the following business :-

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March, 2007 and the Profit and Loss Account for the year ended on that date along with the Report of the Directors and Auditors thereon.
2. To appoint a Director in place of Sri Abhishek Poddar who retires at this meeting by rotation and being eligible offers himself for reappointment.
3. To appoint Auditors of the Company and to fix their remuneration.

SPECIAL BUSINESS

4. To consider and if thought fit to pass, with or without modification the following resolution as an ordinary Resolution :

"Resolved that Shri Uma Nath Singh, be and is hereby appointed as a director of the Company whose period in office shall be subject to retirement by rotation."

Dated : 29th August, 2007

Regd. Office :
9, India Exchange Place (3rd Floor)
Kolkata - 700 001

By order of the Board
For Siddheswari Garments Ltd.

Sanjay Shah
Director



Siddheswari Garments Limited

NOTES :-

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING, IS ALSO ENTITLED TO APPOINT A PROXY/PROXIES TO ATTEND AND VOTE IN HIS/HER STEAD AND THAT A PROXY NEED NOT BE A MEMBER. THE INSTRUMENT APPOINTING A PROXY(IES), IN ORDER TO BE EFFECTIVE, SHOULD REACH THE REGISTERED OFFICE OF THE COMPANY AT LEAST 48 HOURS BEFORE THE MEETING.
2. The Register of Members and the Share Transfer Books of the Company shall remain closed from Saturday, the 22th September, 2007 to Saturday, the 29th September, 2007, both days inclusive.
3. Members are requested to bring their own copy of the Annual Report to the meeting.
4. Members having multiple folio's in the identical order of names or Joint Accounts, are requested to intimate the Company the folio numbers of such accounts and forward the respective Share Certificates to the Registered Office of the Company for necessary consolidation of holdings under a single folio and return the certificates after due endorsement.
5. Details of Directors seeking appointment/reappointment in terms of Clause 49 of the Listing Agreement.

Name	Date of Birth	Date of Appointment	Qualification Experience	Directorship in other Public Company	Common Membership in other Public Co.
Abhishek Poddar	16.06.78	29.09.99	B. Com, MBA	NIL	NIL

Experience : Mr. Abhishek Poddar is a professional having a wide experience in Finance and Accounts over a period of 5 years.

Uma Nath Singh	28.06.68	28.09.06	B. Com	NIL	NIL
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Experience : Mr. Uma Nath Singh is a professional having a wide experience in Finance and Accounts over a period of 10 years.



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DIRECTORS' REPORT

TO THE MEMBERS

Your Directors take pleasure in presenting the Thirteenth Annual Report and Audited Financial Results of the Company for the year ended on 31st March, 2007.

FINANCIAL RESULTS

	(Rs. in Lacs)	
	For the year ended 31.03.2007	Previous year ended 31.03.2006
Net Sales	24.97	30.61
Other Income	38.18	26.24
Total :	63.15	56.85
Less : Expenditure	44.45	56.64
Gross Profit / (Loss)	18.70	6.21
Less : Depreciation	0.09	2.59
Less : Interest	—	0.38
Profit / (Loss) before Tax	18.61	3.24
Less : Provision for Taxation	7.44	1.75
Less : Provision for FBT	0.04	0.03
Add : Provision for Deferred Tax	2.87	0.86
Net Profit / (Loss) (PAT)	13.99	2.32
Balance brought forward	26.38	24.06
Balance transferred to Balance Sheet	40.18	26.38

PERFORMANCE

The Company having closed down its Manufacturing unit consequent to prolong labour unrest has carried on stop Gap Investment activities in secured fund with a view to protect the investors fund and also to capitalise the opportunities now opened up with bouyant securities market. The Company is in the process of examining alternate avenues of ventures and in the mean time has earned a net profit after tax of Rs. 13.99 lacs.

AUDITORS REPORT

The Report of the Auditors is self explanatory and does not require any further elaboration.

AUDITORS

Agarwal Memani & Co. Chartered Accountants, the auditors of the Company retire at the conclusion of the forthcoming Annual general meeting and your directors recommed their re-appointment.

DIVIDEND

There being no sufficient surplus, the Directors refrain from recommending any dividend for the year under review.

DIRECTORS RESPONSIBILITY STATEMENT

In compliance of the Sec. 217 (2AA) of the Companies Act 1956, your Directors confirm that :

- (i) in the preparation of the Annual Accounts, the Accounting Standards laid down by ICAI, have been strictly followed;
- (ii) the directors have selected such accounting policies and adopted them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit & loss of the company for that period;
- (iii) proper and sufficient care has been taken for the maintenance of adequate records in accordance



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with provisions of the Companies Act 1956, for safeguarding the assets of the company and detecting fraud and other irregularities;

(iv) the annual accounts have been prepared on the 'on-going' concern basis.

CORPORATE GOVERNANCE

A separate report is annexed to this report as Annexure - 'A'.

DIRECTORS

Shri Abhishek Poddar Director of the Company retires by rotation at the ensuing Annual General meeting and he is eligible for re-appointment.

Shri Abhishek Poddar S/o. Shri Sushil Kr Poddar aged about 28 years is a commerce graduate and is engaged in the Company Management and he has more than 5 years of extensive experience in Management and Finance. Shri Poddar actively participates in the business administration of the Company and his re-appointment as a Director of the Company will be beneficial in the interest of the Company.

Shri Uma Nath Singh who was appointed as an additional Director during the year retires at the conclusion of the forth coming AGM, mean time, company has received a notice u/s 257 of the companies act 1956. From a member intending to propose necessary resolution for appointment of Shri Singh as a rotational director. Shri Singh is aged 38 years is a commerce graduate and having wide experience in business administration and is actively associated with the administration of this company for the last five years. His appointment will be beneficial in the interest of the company.

Shri Kamal kumar Gupta, director of the company has since resigned from the office of the directorship during the year due to his other preoccupation. The board post records its sincere appreciation of the services and guidance rendered by Shri Gupta during the tenure of his office.

PARTICULARS OF EMPLOYEES

There being no employee, employed during the year, drawing remuneration in excess of the prescribed ceiling, the provisions of section 217(2A) of the Companies Act, 1956 is not applicable in connection with this company.

CONSERVATION OF ENERGY, ETC.

The production activities having remained suspended for the full year. The information required U/s. 271 (1) (e) of the Act are Not attracted.

Earning and outgo of the foreign exchange during the year was NIL.

DELISTMENT

The Shares of the Company stand delisted from the Stock Exchange at Delhi pursuant to the resolution passed by the members in the Annual General Meeting held in 2002 in terms of SEBI guidelines for Voluntary Delisting.

ACKNOWLEDGMENTS

Your Directors wish to place on records, their sincere appreciation of the Valuable co-operation and support received from the Financial Institutions, Banks, Government Departments and Agencies both at the Central and State levels. The Directors would like to express thanks to the sincere services of Workers, Staff and Executives of the Company.

Dated : 29th August, 2007

For and On behalf of the Board

Regd. Office :
9, India Exchange Place (3rd Floor)
Kolkata - 700 001

Sanjay Kr. Shah
Director



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CORPORATE GOVERNANCE

Corporate Governance essentially deals with how the Company is administered and the manner in which the Board of Director discharge its mission and responsibilities to ensure good management with accompanying accountability and transparency in the best interest of the shareholders and the investing public.

The report on Corporate Governance is divided into six parts :

1. Board of Director its Composition and functions.
2. Committees of Directors.
3. General Body Meetings.
4. Disclousers.
5. Means of communications and
6. Shareholders information.

1. BOARD OF DIRECTORS

- a) The Board of Director is comprised of 2 (two) Independent Non. Executive Director having no business or other relationship with the company that could hinder their independent judgement and one executive Director. The company having no business activities for the last couple of year, the paid up capital of the company being less than the prescribed limit under section 269 of the Companies Act, 1956, appointment of managing or manager is not mandatory in case of the Company. The day to day management of the Company is overviewed by the Board of Directors.

The particulars of Directors are as under :-

<u>Name of Director</u>	<u>Category</u>	<u>No. of other Directors</u>	<u>No. of Committee Membership</u>
Mr. Abhishek Poddar	Non-Executive, Independent	1	3
Mr. Sanjay Kr. Shah	Executive Director	-	3
Mr. Uma Nath Singh	Non-Executive, Independent	-	2

- b) Board Procedure :

The function, responsibilities and accountability of the Board of Directors are clearly defined in addition to its primary role of monitoring and supervision of the Company Corporate activities. The general functions of the Board includes, inter alia.

- i) To direct and guide activities towards attaining Corporate Goals as above.
- ii) Approving appointments, monitoring Industrial relations, laying broad policy decisions, and management of Human Resources.
- iii) Formulation of Strategic business plans and monitoring implimentation thereof and to review the same continuously.
- iv) Reiewing and approving financial plans and budgets.
- v) Discuss, review and decide Expansions, modernisation and other new projects.



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- vi) Review financial statement and last flow inventories on a periodic and also on a continuous basis.

C) Board Meetings :

Attendance of Director in such meetings are given hereunder :

<u>Name of Director</u>	<u>No. of Board Meeting Attended</u>	<u>No. of Committee Meeting Attended</u>	<u>Attendance at the last A. G. M.</u>
1. Mr. Abhishek Poddar	5	9	Yes
2. Mr. Sanjay Shah	5	9	Yes
3. Mr. Kamal Kr. Gupta	3	5	Yes
4. Mr. Uma Nath Singh	2	3	—

There is an well Laid procedure to sent detailed agenda papers to the directors along with the notice of the meetings sufficiently in advance with a view to enable the directors to discuss freely and effectively all the items of business transacted at such meetings, various discussion emerging from such agenda are duly implemented to streamline the systems and procedure followed by the company.

2. BOARD COMMITTEES

There are 3 (Three) permanent committees.

a) Audit Committee :

The Audit Committee is comprised of all Directors, namely Mr. Abhishek Poddar, Mr. Sanjay Shah, Mr. Uma Nath Singh, Mr. Abhishek Poddar professional MBA has enough exposures and expertise in Accounting procedures, Act, as the Chairman of the Audit Committee. The Committee reviews the annual and periodic financial statements. Overviews the companies financial reporting processed, reviews the adequacy of internal control systems and internal audit functions, discusses with the internal and statutory auditors, recommends steps for ensuring the implementations of the suggestions / recommended by the internal/statutory auditors to regularize the internal control and financial reporting.

b) Share Transfer Committee :

The Company has a share transfer cum investor grievance committee comprising of Mr. Sanjay Shah and Mr. Uma Nath Singh as its members. The Committee meets at regular intervals depending upon the volume of transfer / transmission of shares and duplicate issue of share certificates.

c) Shareholders / Investors Grievance Committee :

The Committee consists two members, viz. Sri Uma Nath Singh and Sri Sanjay Shah.

The Committee looks into the redressal of Shareholders & Investors Complaints relating to transfer of shares, non receipt of Balance Sheet etc. There is no grievances pending at the end of the year.



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d) Remuneration of Director :

Expecting Sanjay Kumar Shah all the Director of the Company are non executive and are drawing no remuneration as Director. The directors have not drawn any sitting fees during the year. Accordingly the constitution of any remuneration committee did not arise.

3. GENERAL BODY MEETINGS

The details of General Meetings held last 3 years.

<u>Year</u>	<u>Details of Meetings</u>	<u>Venue</u>	<u>Date</u>	<u>Time</u>
2005-2006	12th A G M	9, India Exchange Place, Kol-1	26.09.2006	10.00 A.M.
2004-2005	11th A G M	— Do —	30.09.2005	10.00 A.M.
2003-2004	10th A G M	— Do —	29.09.2004	10.00 A.M.

4. DISCLOSURES

There were no materially significant related party transactions of the company during the year with its Directors or the Management or relatives or subsidiaries that might have potential conflict with the interest of the company at large.

No strictures or penalties have been imposed on the company by any regulatory authority for non-compliance of any Law.

5. MEANS OF COMMUNICATIONS

The un-audited Financial Results and other notices are published in the Local Newspapers, Financial Express (English) & Kalantar Kagoj (Vernacular) and no individual communication are sent to the Shareholders except the notices converging the General Body Meetings and the Annual Reports & Accounts, which are sent to all shareholders and others concerned by pre-paid post under Certificate of Posting and in the manner prescribed under the Companies Act, 1956 and other statutory regulations.

6. SHAREHOLDERS INFORMATIONS

a) Annual General Meeting

Date & Time :- Saturday, the 29th September, 2007 at 10 A.M.

Venue :- 9, India Exchange Place, Kolkata - 700 001.

b) Financial Calendar

The Financial of the Company is April to March, every year and the un-audited quarterly results are declared in the month following the respective quarter.

c) Date of Book Closure

From Saturday the 22nd September, 2007 to Saturday, the 29th September, 2007 both days inclusive.