

SINDU VALLEY TECHNOLOGIES LTD

ANNUAL REPORT

2002-2003



DIRECTORS' REPORT

Your Directors hereby present their Annual Report on the working of the Company together with the audited statement of accounts for the year ended 31st March, 2003.

FINANCIAL RESULTS

	31.03.03	31.03.02
Profit/(Loss) before Depreciation & Tax	6,368	(25,576)
Less: Depreciation	4,944	4,944
Profit/(Loss) before Tax	1,424	(30,520)
Less: Provision for Tax	--	--
Provision for Deferred Tax	(28,021)	(41,969)
Profit/(Loss) after Tax	(26,997)	(72,489)

DIVIDEND

Your Directors have not recommended any dividend.

YEAR UNDER RETROSPECT

Income for the year under review was lower compared to previous year. The Company earned an income of Rs.1,00,800/- from I.T. activities, a reduction of 45% compared to previous year. The total income for the year was Rs. 1,33,628/- as against Rs.2,12,166/- for the last year. The Company recorded a pre-tax profit of Rs.1,424/- . After providing for deferred tax liability of Rs.28,021/- there remains a loss of Rs.26,597/-.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 217(2AA) of the Companies Act, 1956, and in respect of the annual accounts for the period under review, the directors hereby confirm that:-

- In the preparation of the annual accounts, the applicable accounting standards have been followed alongwith proper explanation relating to material departures;
- The Directors had selected such accounting policies and applied them consistently and made judgement 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 or loss of the Company for that period;
- The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act,1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- The annual accounts have been prepared on a going concern basis.

LISTING:

The Equity Capital of the Company is listed on The Stock Exchange, Mumbai. The Company has paid listing fees upto the period 2002-2003.

CONSERVATION OF ENERGY, ETC.

Since the Company was not engaged in any manufacturing activity during the year under review, information as required under Section 217(1)(e) of the Companies Act, 1956 read with the relevant rules made thereunder are not furnished. The Company has not earned nor spent any foreign exchange during the year.

DIRECTORS

Mr. R. Kamaraj would be retiring by rotation in the forthcoming Annual General Meeting. However, he has not intimated the Company his decision of seeking reappointment.

EMPLOYEES

None of the employees of the Company was in receipt of a remuneration exceeding the limit prescribed under Section 217(2A) of the Companies Act, 1956 read with the relevant rules made thereunder.

AUDITORS

Bhandari Pradeep & Co., Chartered Accountants, auditors of the Company, shall retire at the forthcoming Annual General Meeting. Members are requested to appoint auditors and fix their remuneration.

For & on behalf of the Board


(U.C. SHUKLA)
CHAIRMAN

Date: 30/06/2003
Place: MUMBAI

To the Members of SINDU VALLEY TECHNOLOGIES LTD.

We have audited the attached Balance Sheet of SINDU VALLEY TECHNOLOGIES LTD. as at 31st March, 2003 and also the Profit and Loss Account 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.

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 misstatement. 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.

As required by the Manufacturing and Other Companies (Auditor's Report) Order, 1988 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.

Further to our comments in the Annexure referred to above, we report that:

- i. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
- ii. In our opinion, proper books of account as required by law have been kept by the company so far as appears from our examination of those books.
- iii. The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account.
- iv. In our opinion, the Balance Sheet and Profit and Loss Account dealt with by this report comply with the accounting standards referred to sub-section (3C) of section 211 of the Companies Act, 1956;
- v. On the basis of written representations received from the directors, as on 31st March, 2003, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2003 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- vi. 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 accounting principles generally accepted in India:
 - a. In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2003 ;and
 - b. In the case of the Profit & Loss Account, of the profit for the year ended on that date.
 - c. In the cash of Cash Flow Statement, of the cash flows for the year ended on that date.

For Bhandari Pradeep & Co
Chartered Accountants

Pradeep Bhandari
(Pradeep Bhandari)
Proprietor.

Place:- MUMBAI
Date :-30.06.2003

