

SINDHU VALLEY TECHNOLOGIES LTD.

ANNUAL REPORT

2003-2004



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 2004.

FINANCIAL RESULTS

	(Amount Rs.)	
	31.03.04	31.03.03
Profit/(Loss) before Depreciation & Tax	1,577	6,368
Less: Depreciation	4,944	4,944
Profit /(Loss) before Tax	(3,367)	1,424
Less: Provision for Tax	--	--
Provision for Deferred Tax	145	(28,021)
Profit/(Loss) after Tax	(3,222)	(26,021)

DIVIDEND

Your Directors have not recommended any dividend.

YEAR UNDER RETROSPECT

For the year under review, the Company has earned marginally higher income from its I.T. activities compared to previous year. However, due to higher expenses on account of personnel, there remains a deficit of Rs.3,367/- as against a pre-tax profit of Rs.1,424/- in the last year. The total income for the year was Rs.1,40,290/- as against Rs.1,33,628/- for the previous year.

DIRECTORS' RESPONSIBILITY STATEMENT:

Directors hereby confirm that: -

- a) In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b) The Directors had selected such accounting policies and applied them consistently and made judgment 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;
- c) 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;
- d) 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 2003-2004

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 there under are not furnished. The Company has not earned nor spent any foreign exchange during the year.

DIRECTORATE

Mr. R. Kamraj ceased to be Director since retired by rotation and not reappointed in the last Annual General Meeting.

To comply with the requirement of the Companies Act, 1956 Mr. U.C. Shukla shall retire by rotation at the forthcoming Annual General Meeting and being eligible, offers himself for 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 there under.

AUDITORS

Bhandari Pradeep & Co., Chartered Accountants, auditors of the Company, shall retire at the forthcoming Annual General Meeting. They have conveyed their decision of not seeking further appointment. The Company has received a letter from Paras Jain & Company, Chartered Accountants, confirming that their appointment as Statutory Auditors of the Company, if made, will be within the provisions of the Companies Act, 1956.

Members are requested to appoint auditors and fix their remuneration.

For & on behalf of the Board


(U.C. SHUKLA)
CHAIRMAN

Date: 28/07/2003

Place: MUMBAI

AUDITORS' REPORT

To The Members of M/s SINDU VALLEY TECHNOLOGIES.LTD

We have audited the attached Balance sheet of SINDU VALLEY TECHNOLOGIES.LTD. as at 31st March 2004 and also the Profit & 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 statement. 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 companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub section (4A) of section 227 of Companies Act, 1956, we give in the Annexure, a Statement on the matter specified in paragraphs 4 & 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 purpose of our audit;
- (ii) In our opinion, the company has kept proper books of accounts as required by law so far as appears from our examination of those books.
- (iii) The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of account and returns.
- (iv) In our opinion, the Balance Sheet and Profit & Loss Account dealt with by this report comply with the accounting standards referred to in 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 2004, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March 2004 from being appointed as a director in term 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, 2004 and
 - (b) in the case of the Profit and Loss Account, of the loss of the Company for the year ended on that date.
 - (c) In the case 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: -28.07.2004