

**ANNUAL REPORT  
2003-2004**



**SIRHIND STEEL LIMITED**

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# SIRHIND STEEL LIMITED

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**Board of Directors**

Ravi Malhotra  
Chairman & Managing Director

M. L. Sharma  
Executive Director

Amal Dhru

Rajika Malhotra

**Auditors**

M/s. Manubhai G. Patel & Co.

**Bankers**

State Bank of India

UTI Bank Ltd.

**Regd. Office**

7th Floor, Shalin,  
Ashram Road,  
Ahmedabad - 380 009.

**Works**

Malhotra Road,  
Odhav,  
Ahmedabad - 382 415

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## **SIRHIND STEEL LIMITED**

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### **NOTICE**

Notice is hereby given that the Twenty Seventh Annual General Meeting of the Members of SIRHIND STEEL LIMITED will be held on Monday the 27th September, 2004 at 10.00 A.M. at the Registered Office of the Company, 7th Floor, Shalin, Ashram Road, Ahmedabad 380 009 to transact the following business: -

#### **ORDINARY BUSINESS**

- 1 To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2004 and Profit & Loss Account for the Year ended on that date together with Directors' and Auditors' Report thereon.
- 2 To appoint a Director in place of Mr. Amal Dhru , who retires by rotation and being eligible, offer himself for re-appointment.
- 3 To appoint Auditors' and to fix their remuneration.

By order of the Board  
**For, SIRHIND STEEL LIMITED**

Place : Ahmedabad  
Date : June 29, 2004

**Ravi Malhotra**  
Chairman & Managing Director

#### **NOTES**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF. PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY AT ITS REGISTERED OFFICE NOT LATER THAN FORTY EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. Member/proxy should bring the attendance slip sent herewith duly filled in for attending the meeting.
3. Members intending to require information with regard to Accounts are requested to write to the Company at least ten days in advance of the meeting date to enable the management to keep the information ready.
4. Register of Members and Share Transfer Book will remain closed from 20.09.2004 to 27.09.2004 (Both days inclusive).



## DIRECTORS' REPORT

To  
The Members

Your Directors are pleased to present the 27th Annual Report and the Audited Accounts for the Year ended 31st March, 2004.

(Rs. in Lacs)

	Year ended 31.3.2004	Year ended 31.3.2003
<b>Financial Results</b>		
Profit before Depreciation	116.84	158.99
Depreciation	16.41	12.33
Profit before Tax	100.43	146.66
Provision for Tax	19.23	55.17
Profit after Tax	81.20	91.49
Prior Year tax Adjustments	0.38	---
Balance of Profit	80.82	91.49
Balance brought forward	91.49	78.80
Balance available for appropriation	172.31	170.29
<b>Appropriations</b>		
Transfer to General Reserve	91.00	78.80
Balance carried to Balance Sheet	81.31	91.49
	172.31	170.29

## Operations

The sales income during the year was higher by 27.1% at Rs. 3677.15 lacs as compared to Rs. 2893.47 lacs in the previous year. The profit before depreciation is Rs. 116.84 lacs after writing off bad debts amount of Rs. 166.79 lacs. The upswing in the market during the year had a positive impact on our bottom line. The efforts of the last few years to strengthen the internal efficiencies helped maintain costs and yield better results.

## Dividend

With a view to conserve resources, the Directors do not recommend any dividend for the year.

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## **SIRHIND STEEL LIMITED**

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### **Director's Responsibility Statement**

Pursuant to section 217 (2AA) of the Companies Act, 1956 the Directors to the best of their knowledge and belief confirm that:

- (i) in the preparation of the annual accounts the applicable accounting standards have been followed by the company.
- (ii) appropriate accounting policies have been selected and applied consistently and such judgements and estimates have been made 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 year.
- (iii) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provision of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities and
- (iv) the annual accounts have been prepared on a going concern basis.

### **Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and outgo**

Information pursuant to Section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 is annexed and forms part of this Report.

### **Particulars of Employees**

There were no employees who were in receipt of remuneration in excess of the amount prescribed in terms of Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 as amended.

### **Directors**

Mr Amal Dhru retire by rotation and being eligible offer himself for re-appointment.

### **Fixed Deposits**

The Company has not accepted any fixed deposits from the Public.

### **Auditors**

The Auditors M/s Manubhai G Patel & Co. retire and are eligible for re-appointment. Your Directors recommend for their re-appointment as Auditors for the ensuing year until conclusion of the next Annual General Meeting.

For and on behalf of the Board

Place : Ahmedabad  
Date : June 29, 2004

**RAVI MALHOTRA**  
Chairman & Managing Director



### Annexure to Director's Report

Disclosure of particulars with respect to Conservation of Energy, Technology Absorption Foreign Exchanges Earning and Outgo as required under Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 for the Year ended on 31st March, 2004

#### A. Conservation of Energy :

(a) Energy Conservation Measures taken:

All possible care is taken to reduce consumption of Electricity and fuel.

(b) Additional investment in proposals if any, being implemented for reduction of Consumption of energy:

No additional investment is envisaged.

(c) Impact of above measures:

As a result of care taken consumption of electricity and fuel is maintained at reasonable level.

(d) The particulars with respect to Conservation of energy as per Form A is as under:

#### FORM - A

	Year ended 31.3.2004	Year ended 31.3.2003	
<b>(A) Power &amp; Fuel Consumption</b>			
<b>1. Electricity</b>			
(a) Purchased			
Units	1701660	1669647	
Total Amount (Rs. In lacs)	104.39	100.00	
Average Rate/Unit Rs.	6.13	5.99	
(b) Own Generation	—	—	
<b>2. Coal</b>			
Quantity (MT)	54	—	
Total Amount (Rs. in Lacs)	1.65	—	
Average Rate (Rs./MT)	3056	—	
<b>3. Furnace Oil</b>			
Quantity (K. Ltrs)	828	847	
Total Amount (Rs. in Lacs)	94.34	98.75	
Average Rate (Rs./K.Ltrs)	11394	11659	
<b>(B) Consumption per Unit of Production</b>			
	Standards (if any)		
Electricity (Units/MT)	—	99.7	99
Furnace Oil (Ltrs./MT)	—	48.5	50

#### B Technology Absorption :

#### FORM - B

The company has no matters to be reported under this form on R & D, technology absorption, adaptation and innovation.

#### C Foreign Exchange Earnings and Outgo :

NIL