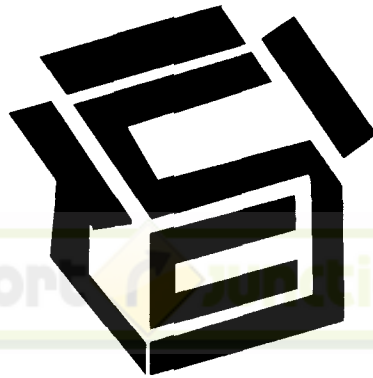


# **SOLID CONTAINERS LIMITED**



**ANNUAL  
REPORT  
2004 - 2005**

## **SOLID CONTAINERS LIMITED**

### **BOARD OF DIRECTORS :**

Shri Ashok Kumar Goel

Shri Motisingh Chauhan (resigned with effect from 30.11.2004)

Shri R. Chandrasekhar

### **REGISTERED OFFICE :**

2006, Fossberry Road,  
Near ICI Ltd., Reay Road (E),  
Mumbai-400 033.

### **WORKS :**

Vadavali, P.O. Mohone,  
Dist. : Thane-421 102.

### **AUDITORS :**

M/s. MGB & Co.  
Chartered Accountants

### **BANKERS :**

Canara Bank  
Dr. A. B. Road, Worli,  
Mumbai-400 018.

### **REGISTRAR & SHARE TRANSFER AGENTS :**

M/s. Sharepro Services  
Satam Estate, 3rd Floor,  
Above Bank of Baroda,  
Cardinal Gracius Road, Chakala,  
Andheri (E), Mumbai-400 099.  
Tel. : 022-2821 5168, 2820 2108

## SOLID CONTAINERS LIMITED

### NOTICE

NOTICE is hereby given that the fortieth Annual General Meeting of SOLID CONTAINERS LIMITED will be held at 2006, Fossberry Road, Near ICI Ltd., Reay Road, Mumbai-400 033 the Registered Office of the company on Friday, 30th September, 2005 at 4.00 P.M. to transact the following business :

#### ORDINARY BUSINESS :

1. To receive, consider and adopt the audited Profit & Loss Account for the year ended on 31st March 2005 and Balance Sheet as on that date, and the reports of the Directors and the Auditors thereon.
2. To consider, and if thought fit, to pass, with or without modification, the following resolution as a special resolution:

**"RESOLVED** that pursuant to the provisions of section 224A of the Companies Act, 1956, M/s MGB & CO., Chartered Accountants, Mumbai be and are hereby appointed as auditors of the company to hold office from the conclusion of this meeting until conclusion of the next Annual General Meeting and Board of Directors be and is hereby authorised to fix their remuneration."

**BY ORDER OF THE BOARD  
FOR SOLID CONTAINERS LIMITED**

Place : Mumbai.

Date : 29th August, 2005

**ASHOK KUMAR GOEL**  
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 AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY FORM IN ORDER TO BE EFFECTIVE MUST BE DEPOSITED WITH THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. Shareholders seeking any information with regard to accounts are requested to write to the Company at an early date so as to enable the management to keep the information ready
3. Shareholders are requested to kindly bring their copies of Annual Report to the Meeting.

**Annual Report 2004-2005****DIRECTORS' REPORT**

To,

**THE MEMBERS,**

Your Directors have pleasure in presenting the fortieth Annual Report of the Company together with the Audited Accounts for the year ended 31st March, 2005.

**FINANCIAL RESULTS :**

(Rs. in Lacs)

	Year ended 31.03.2005	Year ended 31.03.2004
Sales	0	0
Loss before Depreciation & Extra-ordinary Items	76	203
Depreciation	88	88
Extra-ordinary Items	0	0
Loss for the year	164	291

**DIVIDEND :**

Your Directors regret their inability to recommend dividend in view of loss incurred during the year.

**OPERATIONS REVIEW :**

There has been no change in the status of the Company's operations. The operations continued to be suspended and unviable. There have been no positive development which warrant the company to commence its operations.

**NOTE ON BIFR & IMPAIRMENT OF ASSETS**

The Company had made a reference to the Board for Industrial and Financial Reconstruction (BIFR) since it had become a sick industrial company as per the provisions of the Sick Industrial Companies (Special Provisions) Act, 1985. However, the application was rejected on the ground that the Company cannot be considered to be an industrial undertaking under the SICA.

Consequently, the auditors have in their report expressed their inability to qualify the company as a "going concern".

Also, the Auditors have pointed out non-compliance of AS-10 "Accounting for Fixed Assets" and AS-28 "Impairment of Assets"

The above mentioned non-compliances with the Accounting Standard primarily arises from the fact, that the companies operations are suspended and consequently, the Auditors have to qualify the company as a going concern. As and when, the operations can commence, your Board will be in a position to ensure the compliances of the mentioned Accounting Standards. The members would then be accordingly informed.

**SHIFTING OF REGISTERED OFFICE**

As already informed to you in the 2003 – 2004 Balance Sheet, the Registered Office of the company has been shifted to Reay Road. We have received a compensation of Rs. 18,00,000/- from M/s. Tiecicon Pvt. Ltd. for surrendering the premises and have accounted under other income.

**SALE OF MACHINERY**

Since the machinery is lying idle for more than six years and there is no improvement in the market condition, the management has decided to dispose off the machinery when they are in good condition. Accordingly, Paper Plant Machine Unit No.1 was sold for a consideration of Rs. 87,00,000/- (all inclusive) to Fairdeal Steel Industries.

**SOLID CONTAINERS LIMITED****DIRECTORS:**

Shri Motisingh Chauhan has resigned from the Board with effect from 30.11.2004. The Board places on record its appreciation of the valuable advice and guidance given by him during the tenure of his Directorship with the Company.

The vacancy caused by Shri Motisingh Chauhan is proposed to filled up shortly.

**AUDITORS:**

M/s. MGB & Co., Chartered Accountants, retires and being eligible, offers themselves for reappointment as Auditors. The reappointment shall be in accordance of Section 224A of the Companies Act, 1956.

**AUDITORS' REPORT:**

The qualification and observations made by the Auditors in their report are self-explanatory.

**PARTICULARS OF EMPLOYEES:**

None of the Employees was in receipt of remuneration in excess of the limit specified under Section 217 (2A) of the Companies Act, 1956, and Companies (Particulars of Employees ) Rules, 1975.

**DIRECTOR'S RESPONSIBILITY STATEMENT:**

Pursuant to Section 217 (2AA) of the Companies Act, 1956 as amended by the Companies (Amendment) Act, 2000, Director's confirm that:

- 1) In the preparation of the annual accounts, the applicable accounting standards have been followed.
- 2) Appropriate Accounting Policies have been selected and applied consistently and have 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 as at 31st March, 2005.
- 3) Proper and sufficient care has been taken 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.
- 4) The annual accounts have been prepared on a going concern basis.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS/OUTGO:**

In accordance with the requirement of Section 217(1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 were not applicable since there was no operation during the year.

**ACKNOWLEDGEMENTS:**

The Board of Directors expresses their gratitude to Shareholders of the Company for their continuous support.

**BY ORDER OF THE BOARD  
FOR SOLID CONTAINERS LIMITED**

Place : Mumbai.

Date : 29th August, 2005

**ASHOK KUMAR GOEL  
DIRECTOR**

**Annual Report 2004-2005****AUDITOR'S REPORT**

To,  
The Members of **SOLID CONTAINERS LIMITED**

1. We have audited the attached balance sheet of SOLID CONTAINERS LIMITED as at 31st March 2005, and Profit and Loss Account of the company for the year ended on that date annexed thereto and the cash flow statement for the year ended on that date. 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 from 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.
3. As required by the Companies (Auditors' Report) Order, 2003 as amended by the Companies (Auditors Report) (Amendment) Order 2004 (the 'Order') issued by the Central Government of India in terms of Section 227(4A) of the Companies Act, 1956 ("the Act"), and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we annex hereto a statement on the matters specified in paragraph 4 and 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 purposes 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 our examination of the books.
  - c) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account.
  - d) In our opinion, the balance sheet and profit and loss account and cash flow statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 to the extent applicable to the Company *except Non Compliance of AS -10 for "Accounting for Fixed Assets" and AS 28 for "Impairment of Assets" as stated in this report.*
  - e) On the basis of written representations received from the Directors, and taken on record by the Board of Directors, we report that, none of the directors is disqualified as on 31st March 2005 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956