

SOWBHAGYA EXPORTS LIMITED

SEVENTH ANNUAL REPORT

2001-2002



**Regd.Off: 3-375, Lakshmipuram,
NELLORE - 524 002.**

SOWBHAGYA EXPORTS LIMITED

NELLORE

DIRECTORS

Sri. D.Surendranath Reddy
Sri. J.Jayaram Reddy
Smt.K.Sowjanyaamma

Managing Director
Director
Director

BANKERS

State Bank of Hyderabad
Nellore

Corporation Bank
Nellore

Bank of Baroda
Hyderabad

AUDITORS

M/s. A.M.REDDY & Co.
Chartered Accountants
Hyderabad.

REGISTERED OFFICE

3-375, Lakshmipuram,
Nellore - 524 002.

SOWBHAGYA EXPORTS LIMITED

C O N T E N T S

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DIRECTOR'S REPORT

To
The Members of **SOWBHAGYA EXPORTS LIMITED**,
Nellore .

We have pleasure in presenting the **SEVENTH** Annual Report and the Audited Statement of Accounts for the Financial Year ended 31-03-2002.

OPERATIONS:

During the year, under review your company had earned total income of Rs.16.65 lakhs and incurred a net loss of Rs.7.97 lakhs after providing for Depreciation of Rs.11.70 lakhs as against an income of Rs.35.55 lakhs and Profit of Rs.0.15 lakhs in the previous year. Your Directors are confident to achieve better financial results in the coming years.

DIVIDEND

Due to losses your Directors could not recommend Dividend on the capital.

DIRECTORS:

Smt..K. Sowjanyaamma who retires by rotation and being eligible offers herself for reappointment.

AUDITORS:

M/S. A.M.Reddy & Co, Chartered Accountants, Hyderabad, retire at the conclusion of this Annual General Meeting and are eligible for re-appointment.

FIXED DEPOSITS:

The Company has not accepted any deposit and as such there are no outstanding deposits in terms of the Companies (Acceptance of Deposits) Rules 1975 on the date of the Balance Sheet

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NOTICE TO THE SHARE HOLDERS

Notice is hereby given that the 7th ANNUAL GENERAL MEETING of M/s. SOWBHAGYA EXPORTS LIMITED will be held at the Registered Office at 3-375, Lakshmipuram, NELLORE- 524 002. on Monday the 30th Day of September, 2002 at 11.00 A.M. to transact the following business.

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2002 and Profit & Loss account for the year ended on that date together with the Reports of the Directors and the Auditors thereon.
2. To appoint a Director in place of Sri K. Sowjanyaamma who retires by rotation and being eligible offers her self for reappointment.
3. To appoint Auditors and to fix their remuneration.

**by order of the Board
For Sowbhagya Exports Limited**

Place: Nellore
Date : 02.09.2002

**(D.Surendranath Reddy)
Managing Director**

NOTES:

1. A member entitled to attend and vote at the above meeting is entitled to appoint one or more proxies to attend and vote instead of himself and such proxy need not be a member. The proxies to be valid should be lodged at the Registered Office of the Company not later than 48 hours before the commencement of the meeting.
2. The members are requested to intimate any change in their address quoting their registered folio.
3. Members / Proxies should bring the Attendance slip duly filled in for attending the meeting.
4. Shareholders seeking any information with regard to accounts are requested to write to the company at the earliest to keep the information ready.
5. Shareholders are requested to bring their copy of Annual Report to the meeting.

PARTICULARS OF EMPLOYEES:

In pursuance of the provisions of Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, the Directors are to report that no employee was in receipt of remuneration of Rs.24,00,000/- or more per annum or Rs. 2,00,000/- per month where employed for a part of the year.

ADDITIONAL INFORMATION AS REQUIRED U/S 217 (1) (E) OF THE COMPANIES ACT, 1956.**a) Conservation of Energy:**

Company's operation require electrical energy for its use for power supply to computer systems and lighting which are not energy intensive. However, adequate measures have been taken to reduce energy consumption, wherever possible. As energy cost forms a small part of total costs, the impact on costs is not material.

b) (i) Technology Absorption: The company has not imported any technology.

(ii) Research & Development (R&D) : No research and development has been carried out.

c) Foreign Exchange Earnings & Outgo: - NIL -**DIRECTORS RESPONSIBILITY STATEMENT**

The Directors report that

- a) applicable accounting standards had been followed in preparation of accounts under report.
- b) reasonable and prudent accounting policies had been selected and applied which gives a true and fair view of the state of affairs of the company and of the Profit and Loss Account of the Company for the year under report.
- c) proper and sufficient care had been taken for the maintaining of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company.
- d) accounts are prepared on a going concern basis.

CORPORATE GOVERNANCE

Pursuant to Clause 49 of the Listing Agreement your company is committed to achieve the best standards of Corporate Governance. To achieve this, your company is striving to adopt best practices in corporate governance. Your company is taking necessary steps to implements and