

Annual Report

1999-2000



Surya Foods & Industries Limited

BOARD OF DIRECTORS : AMARENDRA DASH, *Chairman & Managing Director*
RAMAKANTA RATH
H.S.SANDHU
G.MOHAN KUMAR(MPEDA NOMINEE)
RAJENDRA PATRO
M.LAXMINARAYANA

COMPANY SECRETARY : D.S.MISHRA

AUDITORS : M/s BHADRA & CO.
CHARTERED ACCOUNTANTS
BHUBANESWAR.

BANKER : STATE BANK OF INDIA

REGISTERED OFFICE : A-68, SAHID NAGAR,
BHUBANESWAR - 751 007

REGISTRAR AND SHARE TRANSFER AGENT : M/s OCTAL DATAMATICS PVT. LTD.
71, B.R.B. BASU ROAD,
C-444, BAGREE MARKET
CALCUTTA - 700 001

DIRECTORS' REPORT**SURYO FOODS & INDUSTRIES LIMITED***To The Members*

Your Directors are presenting the 11th Annual Report together with the Audited Accounts of the Company for the year ended 31st March, 2000.

FINANCIAL RESULTS

	1999-2000	(Rupees in lacs) 1998-99
a) Sales - Export	122.69	708.58
Others	1.06	156.87
	123.74	865.45
b) Other Income	83.80	56.83
c) Profit before interest and Depreciation	36.57	284.33
d) Interest	180.03	263.20
e) Cash Surplus (c-d)	(143.46)	21.13
f) Depreciation	130.27	115.86
g) Profit/(Loss) before Tax	(273.73)	(94.73)
h) Provision for Tax		
i) Profit/(Loss) after Tax	(273.73)	(94.73)
j) Transaction relating to earlier years	1.60	0.99
k) Balance Profit/(Loss) from prior year	(1036.70)	(940.98)
l) Profit/(Loss) available for appropriation	(1311.93)	(1036.70)
m) Proposed Dividend		
n) Transfer to General Reserve		
o) Surplus in Profit & Loss Account	(1311.93)	(1036.70)

DIVIDEND

Your Directors do not recommend any dividend for the year.

REVIEW OF OPERATIONS

The concept of backward integration i.e. hatchery - aquaculture - processing has become a great risk and the company is taking necessary steps to minimize the risk factor and put all efforts to rehabilitate and revive the Company.

The Company has suffered this year too due to failure of aquaculture. Due to repeated failure of the aquaculture, the Company has stopped stocking and the aquaculture unit is presently not operational. The Company is planning to let-out the ponds to earn some revenue.

The hatchery at Gopalpur has been let-out w.e.f. 01.11.99.

Since the Company is not able to utilise the production capacities, the processing unit has also been let-out to generate revenue.

The Company is planning to come back to its core business i.e. procurement, processing and export.

SURYO FOODS & INDUSTRIES LIMITED

Since the networth of the Company is fully eroded the company has become a sick company as per clause (o) of the sub-section, (1) of Section (3) of the Sick Industrial Companies (Special Provisions) Act, 1985.

BIFR in its hearing on 26th July, 2000 has declared the Company "Sick" U/s 3(1)(o) of the Sick Industrial Companies (Special Provision) Act, 1985.

The Industrial Development Bank of India has been appointed as the operating agency.

Meanwhile, the Industrial Development Bank of India has filed an application with the Debts Recovery Tribunal, West Bengal for recovery of its loan.

DIRECTORS

Sri H.S. Sandhu retires by rotation at this Annual General Meeting and being eligible offers himself for re-appointment.

Sri Ramanath Pani Director has expired on 28th October, 1999.

Sri Ajaya Kumar Dash has resigned from the Board of Directors w.e.f. 29th October, 1999.

Sri S.C. Saha, Nominee of Industrial Development Bank of India has been withdrawn from the Board w.e.f. 22nd March, 2000.

Sri Dipanker Charterjee has resigned from the Board of Directors w.e.f. 31st July, 2000.

AUDITORS

M/s BHADRA & CO., Chartered Accountants retire at the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment.

INFORMATION PURSUANT TO SEC. 217(1) (b) AND 217(2A) OF THE COMPANIES ACT, 1956.

1.
 - a) With respect to the conservation of energy, all the plant & machinery are new and efficient consuming less power.
 - b) With respect to the technology absorption, there is no technology absorption by the Company during the year.
 - c) Foreign Exchange earning and outgo.
 - i) The Company is trying to concentrate in its core business i.e. procurement, processing and export, and which would help to substantially increase the exports of the Company.
 - ii) During the period under review the foreign exchange earning was Rs. 118.43 lacs and there was no foreign exchange outgo.
2. None of the employees, employed throughout the financial year, is in receipt of remuneration for that year, which in aggregate, is Rs. 6,00,000/- or more and employed part of the financial year, is in receipt of remuneration for any part of that year, at a rate of Rs. 50,000/- or more per month.

ACKNOWLEDGEMENT

The Directors acknowledge with sincere appreciation the assistance and co-operation extended by the bankers, the financial institutions, MPEDA, the buyers and suppliers, and various agencies of the Central Government and State Government. The Directors wish to place on record their appreciation to the employees of the Company at all levels for their sincere efforts and contribution.

FOR AND ON BEHALF OF THE BOARD

Bhubaneswar
21st August, 2000

AMARENDRA DASH
Managing Director

AUDITORS' REPORT

SURYO FOODS & INDUSTRIES LIMITED

To The Members of SURYO FOODS & INDUSTRIES LIMITED

We have audited the attached Balance Sheet of SURYO FOODS & INDUSTRIES LIMITED as at 31st March, 2000 and the Profit & Loss Account for the year ended on that date annexed thereto and report that :

1. As required by the Manufacturing and other Companies (Auditors' Report) Order, 1988, issued by the Company Law Board in terms of Sec. 227(4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 & 5 of the said order.
2. Further to our comments in the Annexure referred to in Paragraph 1 above, we state that :
 - a) 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.
 - b) In our opinion proper books of accounts as required by law have been kept by the Company so far as it appears from our examination of such books.
 - c) The Balance Sheet and the Profit & Loss Account referred to in this report are in agreement with the books of accounts.
 - d) In our opinion, the profit and loss account and Balance Sheet comply with the mandatory Accounting Standard referred to in section 211 (3C) of the Companies Act, 1956.
 - e) In our opinion and to the best of our information and according to the explanations given to us, the said Balance Sheet and the Profit & Loss Account read together with the notes thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view :
 - (i) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2000 and
 - (ii) In the case of the Profit & Loss Account, of the "Loss" of the Company for the year ended on that date.

For BHADRA & CO.
CHARTERED ACCOUNTANTS

Bhubaneswar
21st August, 2000

R.S.RAM, F.C.A.
PARTNER