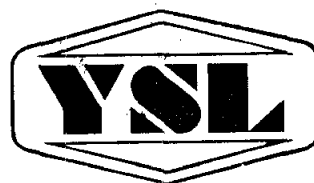


**47<sup>th</sup>**  
**ANNUAL REPORT**  
**2000 - 2001**

Report  junction.com



**THE YAMUNA SYNDICATE LIMITED**

## **THE YAMUNA SYNDICATE LIMITED**

Regd. Office : YAMUNA NAGAR - 135 001 (HARYANA)

### **BOARD OF DIRECTORS :**

1. **Mr. Ranjit Puri**  
CHAIRMAN
2. **Mr. Aditya Puri**  
MANAGING DIRECTOR
3. **Mr. Dina Nath**  
DIRECTOR
4. **Mr. Man Mohan Singh**  
DIRECTOR
5. **Lt. Gen. (Retd.) L.N. Budhraj**  
DIRECTOR
6. **Mr. Vinod K. Nagpal**  
DIRECTOR
7. **Mr. K.K.Vij**  
DIRECTOR
8. **Mr. Romesh Malhan**  
DIRECTOR
9. **Mr. Madan Agarwal**  
DIRECTOR
10. **Mr. D.D.Sharma**  
DIRECTOR

### **COMPANY SECRETARY**

**Mr. Apoorva Kumar**

### **AUDITORS**

**M/s. K.C. Malhotra & Co.**  
**Chartered Accountants**  
**New Delhi.**

### **BANKERS**

**Punjab National Bank**

## THE YAMUNA SYNDICATE LIMITED

## DIRECTORS' REPORT

To Members :

The Directors hereby present their 47th Annual Report together with the audited accounts for the year ended 31st March, 2001 :-

### 1. FINANCIAL RESULTS :

The Financial results are as under :

(Amount in Rs.)

Net Profit for the year		44,83,756
Less : Provision for taxation		18,00,000
Net Profit after tax		26,83,756
Less :		
- Transfer to General Reserve	2,68,000	
- Proposed Dividend @ 10 %	21,16,480	
- Tax on Dividend	2,15,881	26,00,361
Balance carried forward to Profit & Loss A/c.		83,395

### 2. DIVIDEND :

The Directors are pleased to recommend dividend @10 %.

### 3. OPERATIONS :

The profits have been higher on account of better margins and control on expenses. This was despite lower sales because of depressed market conditions specially in Tractors. Your Company started business of trading of Batteries and Tyres during the year.

The tractor market is likely to remain depressed during the current year. We are making efforts to control costs.

### 4. DIRECTORS :

Mr. Madan Agarwal resigned as Director. The Directors record their appreciation of the valuable services rendered by him during his tenure as Director of the Company.

Mr. Vinod K. Nagpal, Mr. Manmohan Singh and Mr. D.D. Sharma, Directors of the Company will retire by rotation at the forthcoming Annual General Meeting and being eligible offer themselves for re-appointment.

### 5. AUDITORS :

M/s. K.C. Malhotra & Company, Chartered Accountants, New Delhi, Auditors of the Company, will retire at the conclusion of the forthcoming Annual General Meeting and are eligible for re-appointment.

### 6. PARTICULARS OF DISCLOSURES UNDER SECTION 217 (1) (e) OF THE COMPANIES ACT, 1956 :

The particulars relating to conservation of energy and technology absorption are not applicable since the Company is mainly engaged in trading activity.

There is no foreign exchange earnings and outgo.

**7. PARTICULARS OF EMPLOYEES :**

The Company has not paid any remuneration attracting the provision of Companies (Particulars of Employees) Rules, 1975 read with Section 217 (2A) of the Companies Act, 1956 and hence no information is required to be appended in this regard.

**8. FIXED DEPOSITS :**

As on 31.03.2001, 19 (Nineteen) Fixed Deposit Receipts amounting to Rs.2,53,500/- matured and remained unclaimed during the year under report.

**9. DIRECTORS' RESPONSIBILITY STATEMENT :**

The Directors state :

- i) that in the preparation of the annual accounts for the year ended March 31, 2001, the applicable accounting standards had been followed alongwith proper explanation relating to material departures ;
- ii) that the Directors had selected such accounting policies and applied them consistently and made judgements 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 ;
- iii) that the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities ;
- iv) that the Directors had prepared the annual accounts on a going concern basis.

**10. ACKNOWLEDGEMENTS :**

The Directors place on record their appreciation for the valuable services rendered by Mr. Aditya Puri, Managing Director. They also appreciate the hard work and loyal services of the staff and workmen during the year under report.

By Order of the Board

Dated : 31.05.2001  
Place : NOIDA (U.P.)

(RANJIT PURI)  
Chairman

## REPORT OF THE AUDITORS TO THE MEMBERS

We have audited the attached Balance Sheet of The Yamuna Syndicate Limited, Yamuna Nagar as at 31st March, 2001 and the Profit and Loss Account for the year ended on that date annexed thereto in which are incorporated the accounts of the branches not visited by us but checked by us which are in agreement with the Books of Accounts.

As required by Manufacturing and Other Companies (Auditor's Report) Order, 1988 issued by the Company Law Board in terms of Section 227 (4A) of the Companies Act, 1956 and on the basis of such check of the books and records of the Company as we considered appropriate and the information and explanations given to us during the course of our audit, we report that in our opinion :

1. The Company has maintained proper records to show full particulars including quantitative details and situation of Fixed Assets. The Management has certified that it has conducted a physical verification of the fixed assets during the year and no serious discrepancies have been noticed on such verification.
2. None of the Fixed Assets have been revalued during the year.
3. Physical verification has been conducted by the Management during the year in respect of stock of goods, major items of stores and spares excluding stores in transit. In our opinion, the frequency of verification is reasonable.
4. The procedure of physical verification of stocks followed by the Management is reasonable and adequate in relation to the size of the Company and the nature of its business.
5. The discrepancies noticed on physical verification of stocks as compared to books and records, which in our opinion, were not material, have been properly dealt within the books of accounts.
6. In our opinion, the valuation of the stocks is fair and proper in accordance with the normally accepted accounting principles and is on the same basis as in the preceding year.
7. The Company has not taken any loans secured or unsecured, from companies or firms as listed in the Register maintained under Section 301 of the Companies Act, 1956 or from the companies under the same management as defined under Sub-section (1-B) of Section

370 of the Companies Act, 1956. In respect of loans taken from other parties as listed in the Register maintained under Section 301 of the Companies Act, 1956, we are of the opinion that the rate of interest, terms and conditions of such loans are not prima facie prejudicial to the interest of the Company. In terms of Sub-section (6) of Section 370 of the Companies Act, 1956, provisions of Section 370 are not applicable to a company on and after 31st October, 1998.

8. The Company has not granted any loans, secured or unsecured, to companies, firms or to other parties listed in the Register maintained under Section 301 or to the Companies under the same management as defined under Sub-section (1-B) of Section 370 of the Companies Act, 1956. In terms of Sub-section (6) of Section 370 of the Companies Act, 1956, provisions of Section 370 are not applicable to a company on and after 31st October, 1998.
9. Loans or advances in the nature of loans have been given to employees & other parties in the ordinary course, who are (barring some advances to employees and parties including amount due from ex-employees in respect of which reasonable steps are being taken for recovery/settlement of their accounts) repaying the principal amounts as stipulated and also are regular in payment of interest wherever applicable.
10. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchases of stores, materials including components, plant and machinery, equipments and other assets, and for sale of goods.
11. In our opinion and according to the information and explanations given to us, the transactions of (there being no purchase of goods and materials) sale of goods materials and services, made in pursuance of contracts or arrangements entered in the Register maintained under Section 301 of the Companies Act, 1956 and aggregating during the year to Rs. 50,000/- or more in respect of each party, have been made at prices which are reasonable having regard to prevailing market prices for such goods, materials or services or the prices at which transactions for similar goods, materials or services have been made with other parties.
12. As explained to us, unserviceable or damaged stores, materials or goods have been determined by the Company and properly dealt within the books of accounts.
13. In our opinion and according to the information and explanations given to us, the Company has complied with provisions of Section 58A of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 with regard to the deposits accepted from the public.

**THE YAMUNA SYNDICATE LIMITED**

14. In our opinion, reasonable records have been maintained by the Company for the sale and disposal of realisable scraps. As explained, the Company does not have any by-product.
15. In our opinion, the Company has an Internal Audit System commensurate with its size and nature of the Company's business.
16. Maintenance of cost records has not been prescribed to the Company by the Central Government under Section 209 (1) (d) of the Companies Act, 1956.
17. According to the records of the Company, Provident Fund and Employees' State Insurance dues have been regularly deposited during the year with the appropriate authorities.
18. According to the information and explanations given to us, there are no undisputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, Custom Duty and Excise Duty as at 31st March, 2001, which are outstanding for a period of more than six months from the date they became payable.
19. In our opinion and according to the information and explanations given to us, no personal expenses of employees or Directors have been charged to revenue accounts other than those payable under contractual obligations or in accordance with generally accepted business practice.
20. The Company is not a sick industrial company within the meaning of clause (o) of Sub-section (1) of Section 3 of the Sick Industrial Companies (Special Provisions) Act, 1985.
21. In respect of services rendered by the Company, the Company has a reasonable system of recording receipts, issues and consumption of material and stores, commensurate with the size and nature of the services. These services are rendered by various units under direct supervision and control of unit heads. Considering the nature of the services rendered, in our opinion, there is a system of reasonable allocation of the stores and labour to the related services and the system of internal control is commensurate with the size and nature of the services rendered by the Company.
22. As regards the company's trading activities, in our opinion, damaged goods have been determined by the Company and which were not significant, have been properly dealt within the books of accounts.

Further to our comments above, 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. In our opinion,

proper books of accounts have been kept by the Company, as required by law so far as appears from examination of the books. In our opinion, the Balance Sheet and the Profit and Loss Account comply with the requirements of the mandatory accounting standards referred to in Section 211 (3C) of the Companies Act, 1956. None of the directors is disqualified from being appointed as director under Clause (g) of Sub-section (1) of Section 274 of the Companies Act, 1956. In our opinion and to the best of our information and according to the explanations given to us, the said accounts together with the notes thereon and documents annexed thereto, give the information required by the Companies Act, 1956 in the manner so required and the Balance Sheet gives a true and fair view of the state of the Company's affairs as at 31st March, 2001 and the Profit and Loss Account gives a true and fair view of the profit for the year ended on that date.

**For K.C. MALHOTRA & CO.**  
Chartered Accountants

PLACE : NEW DELHI  
DATED : 31.05.2001

**Ramesh Malhotra**  
Partner





## THE YAMUNA SYNDICATE LIMITED

**Balance Sheet as at 31st March, 2001**

Schedule Reference		Figures in Rupees			
		31.03.2001		31.03.2000	
<b><u>Source of Funds :</u></b>					
Shareholders Funds :					
Share Capital	(A)	2,11,64,800		2,11,64,800	
Reserves and Surplus	(B)	<u>5,34,24,234</u>	7,45,89,034	<u>5,30,75,864</u>	7,42,40,664
Loan Funds	(C)		<u>3,41,72,478</u>		<u>4,09,70,479</u>
			<u>10,87,61,512</u>		<u>11,52,11,143</u>
<b><u>Application of Funds :</u></b>					
Fixed Assets	(D)		42,02,300		45,80,996
Investments (at cost)	(E)		4,20,38,799		4,20,38,799
Current Assets, Loans and Advances :					
Current Assets :					
Interest Accrued			-	6,969	
Stores and Stocks	(F)	4,36,35,828		4,30,58,484	
Sundry Debtors	(G)	3,50,96,655		3,39,90,328	
Cash and Bank Balances	(H)	65,56,888		64,52,098	
Loans and Advances	(I)	<u>78,81,679</u>		<u>1,13,71,187</u>	
		9,31,71,050		9,48,79,066	
Less : Current Liabilities and Provisions	(J)	<u>3,06,50,637</u>		<u>2,62,87,718</u>	
Net Current Assets			6,25,20,413		6,85,91,348
			<u>10,87,61,512</u>		<u>11,52,11,143</u>
Notes on Accounts	(K)				

**Apoorva Kumar**  
Company Secretary

**H.R. Vij**  
General Manager (Finance)

**Mahesh Gupta**  
Chief Executive

**Aditya Puri**  
Managing Director

**K. K. Vij**  
Director

In terms of our report attached  
**For K.C.Malhotra & Co.**  
Chartered Accountants

NEW DELHI  
Dated : 31.05.2001

**Ramesh Malhotra**  
Partner