

M/S DUROFLEX ENGINEERING LIMITED
 Regd. Office: A-2 Basement, Arcadia, Nariman Point,
 Mumbai: 400 021.

DIRECTORS REPORT

To the Members of
 M/S DUROFLEX ENGINEERING LIMITED
 Mumbai.

Dear Sir,

(1) Your Directors are pleased to submit their Annual Report together with the audited statements of accounts for the year ending 31st March 2000.

2) OPERATIONAL WORKING RESULTS:

| | Year ending 31.03.2000 (Rs.) | Year ending 31.03.1999 (Rs.) |
|---|------------------------------------|------------------------------------|
| Gross Receipts | 48000.00 | 48000.00 |
| Gross Profit | (-) 53662.00 | 4821.00 |
| Provision for Taxation. | -- | 1700.00 |
| Net Profit/Loss | (-) 53662.00 | 3121.00 |
| Profit/loss Brought) Forward from previous) Year.) | 1766642.00 | 1763521.00 |
| Profit Carried to) Balance Sheet) | 1712980.00 | 1766642.00 |

(3) DIVIDEND

With a view of losses, the Directors do not recommend any dividend for the year under review.

(4) CURRENT YEAR

Yours Directors hopeful for satisfactory working of the current year activities.

(5) AUDITORS

You are requested to appoint Auditors and fix their remuneration. The retiring auditors M/S N. D. Kapur & Co. Chartered Accountants are eligible for re-appointment and have offered themselves accordingly.

For & On behalf of the Board of Directors

Shree S. V. Puralkar

Mumbai
 Dated: 13th September, 2000

SHREE S. V. PURALKAR
 DIRECTOR

N. D. KAPUR & CO.

Chartered Accountants

65 Sonawala Building, 2nd Floor,
Appollo Street, Mumbai 400 023.

Tel. : 2663267

To
The Members
DUROFLEX ENGINEERING LIMITED
Mumbai

AUDITORS REPORT .

We have Audited Balance Sheet of DUROFLEX ENGINEERING LTD. as at 31st March 2000 and the Profit & Loss Account for the year ended on that date annexed here to and report that :

1) As required by the manufacturing and other Compaines (Auditors Report) Order, 1988 issued by the company Law board in term of Section 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 informations and explanations which to the best of our knowledge and belief were necessary for the purposes of Audit.
- B) In our Opinion proper books of account 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 and Loss Account dealt with in this report are in agreement with the books of account of the company.
- D) In our opinion the Balance Sheet and Profit & Loss Account dealt with by this report are in compliance with Accounting Standards referred to in Section 211(3C) of the Companies Act 1956 in so far as they are applicable to the Company.
- E) In our Opinion and to the best of our information and according the explanation given to us except Note No.II (a), (c) (d) & (e) regarding recoverability of loans and provision of interest of notes to account the said accounts give the information required by company Act 1956 in the manner so required and give a true and fair view :
 - i) In so far as it relates to the Balance Sheet of the state of affairs of the company as at 31st March 2000
 - ii) In so far as it relates to the Profit & Loss Account of the Loss of the company for the year ended on that date.

PLACE : MUMBAI

Dated : 12th Sept 2000

For N.D. KAPUR & COMPANY
Chartered Accountants


S.K. AGRAWAL
(PARTNER)