

Victory Iron Works Ltd.

Annual Report & Accounts 2003-2004

REPORT JUNCTION.COM

P-26, Benaras Road, Howrah

VICTORY IRON WORKD LTD.

(Registered under the Companies Act, 1913
on 25th October, 1949)

Board of Directors :

SATISH KUMAR JHUNJHUNWALA
SURESH AGARWAL
PARTHA SARATHI CHAKRABORTY

Registered Office:

P-26, BENARAS ROAD, SALKIA
HOWRAH – 711 106



Bankers:

CANARA BANK
25 PRINCEP STREET
KOLKATA – 700 072

THE SOUTH INDIAN BANK LIMITED
36, GANESH CHANDRA AVENUE
KOLKATA MAIN BRANCH
KOLKATA – 700 013

Auditors:

A. M. PAUL & COMPANY, KOLKATA

VICTORY IRON WORKS LIMITED

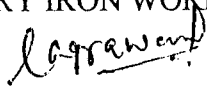
NOTICE

Notice is hereby given that the Annual General Meeting of Shareholders of VICTORY IRON WORKS LIMITED will be held at the Registered Office of the Company, P-26, Beneras Road, Salkia, Howrah – 711 106 on Friday, the 29th April, 2004 at 1 P.M. to transact the following business:-

1. To consider and adopt the Audited Accounts for the year ended 31st March 2004 and Balance Sheet of the Company as on date together with report of the Directors and Auditors.
2. To seek consent of the Shareholders for making reference to BIFR as required under sub section (1) of Section 15 of the Sick Industrial Companies (special provisions) Act, 1985.
3. To appoint Director in place of Shri Parth Sarathi Chakraborty who retires by rotation and being eligible offer himself for re-election
4. To appoint Auditors and fix their remuneration.
5. To transact any other business that may be brought forward before the meeting.

Registered Office
P-26, Beneras Road
Salkia, Howrah – 711 106
Dated: 5th April 2004

By order of the Board
For VICTORY IRON WORKS LTD.


Suresh Agarwal
Director

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- Note:
- (1) A member entitled to attend and vote is also entitled to appoint a proxy to attend and vote himself and proxy need not be a member of the Company. Proxies, in order to be effective, must be received by the Company not less than 48 hours before the meeting.
 - (2) The Register of members and Share Transfer Register of the Company will remain closed from 20th April to 29th April (both days inclusive)

DIRECTORS' REPORT

To
The Shareholders :

Your Directors have pleasure in presenting the Annual Report together with Audited Statements of Accounts for the year ended 31st March 2004 alongwith Auditors Report thereon.

FINANCIAL RESULTS

		CURRENT YEAR Rs.	PREVIOUS YEAR Rs.
Profit/Loss before Depreciation	(-)	5739582	(-) 11869967
Less : Depreciation		2434128	3061681
Net Profit/Loss before Taxation	(-)	8173710	(-) 14931648
Less : Provision for Taxation		-	-
Net Profit/Loss after Taxation	(-)	8173710	(-) 14931648
Add : Profit b/d from last year	(-)	16916365	197544
	(-)	25090075	(-) 16907089

Appropriation :-

Capital expenditure w/off		5307	5307
Prior period adjustment		56119	3969
Balance of Profit & Loss Carried to	(-)	25151501	(-) 16916365
Balance Sheet			

PERFORMANCE :

Your Company achieved a turnover of Rs. 204.41 Lacs against Rs. 711.51 Lacs in the previous year. Lower sales were attributed due to lower production and sales of C.I. And D.I. Castings. A loss of RS.57.40 Lacs before depreciation has been recorded due to decrease in Production / Sales

FUTURE PROSPECTS :

Company has planned to give special attention on restarting production and sales of value added Ductile Iron Castings.

Reference to BIFR

The Directors formed an opinion that the Company has become a Sick Industrial Company as per the Sick Industrial Companies (special provisions) Act 1985 and therefore reference be made to the Hon'ble Board for Industrial and Financial Reconstruction as required under section 15 (1)) of the Sick Industrial Companies (special provisions) Act 1985 to seek determination of measures which would be adopted.

AUDITORS :

The Company's Auditors M/s. A.M. Paul & Co., Chartered Accountants who retire at the conclusion of this Annual General Meeting and being eligible, offer themselves for reappointment.

PARTICULARS OF THE EMPLOYEES :

Section 217(2A) of the Companies Act,1956 is not applicable as no payment has been made beyond the prescribed limit.

VICTORY IRON WORKS LIMITED

DIRECTORS :

Sri Partha Sarathi Chakraborty who retires by rotation has been re-elected as Director of the Company and confirmation has been taken in the Annual General Meeting of the Company held on 29th April 2004.

ENERGY CONSERVATION TECHNOLOGY ABSORPTION etc. :

Particulars pursuant to the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988 are given in the Annexure forming part of this report.

The Board of Directors of the Company Confirm

- i) That in the preparation of the annual accounts, the applicable accounting standards have been followed and there has been no material departure.
- ii) That the directors have selected such accounting policies and applied them consistently and made judgement 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 have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Company Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- iv) That the directors have prepared the annual accounts on a going concern basis.

The company is consistently following the system of accounting on actual payment basis for gratuity.

ACKNOWLEDGEMENTS :

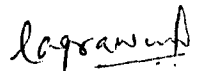
The Board of Directors records its appreciation for the co-operation and assistance extended by Canara Bank & The South Indian Bank Ltd, West Bengal Financial Corporation & various Govt. Authorities. It also records its satisfaction and appreciation for the cooperation and dedicated work put in by its officers, staff & employees.

Dated : 5th. April, 2004
P-26, Benaras Road,
Salkia, Howrah

For & on behalf of the Board


Partha Sarathi Chakraborty

Suresh Agarwal
(Directors)



ANNEXURE TO DIRECTORS REPORT

A. Conservation of Energy Power & Fuel Consumption	2003-2004 Rs.	2002-2003 Rs.
1. Electricity		
a) Purchased		
Unit (Kwh)	67003	214561
Total Amount (Rs.)	470477	1346149
Rate / Unit (Rs.)	7.02	6.27
b) Own Generation		
Unit (Kwh)	20369	21512
Unit / Litre Diesel Oil	4.1309	4.009
Cost / Unit (Rs.)	5.43	5.18
2. Coke / Coal		
Quantity (M/T)	214.075	1802.085
Total Amount (Rs.)	639149	6293680
Average Rate per MT (Rs.)	2986	3492
a) Consumption per unit		
Production (M/T)	687.86	2936
Electricity Units / MT.	97	73
Coke / Coal (MT)	0.311	0.307
b) Technology Absorption		
Since no foreign technology has been involved or employed the disclosure does not arise.	—	—
c) Foreign exchange / Outgo (Rs.)	—	—

A.M. Paul & Co.
Chartered Accountants

7A, Kiran Shankar Roy Road,
Kolkata - 700 001
Phone : 2248-3076

AUDITORS REPORT
TO THE MEMBER OF
M/S VICTORY IRON WORKS LTD.

We have audited the attached Balance Sheet of M/s. Victory Iron Works Limited as at 31st March 2004 and also the Profit and Loss Account for the year ended on that date annexe thereto.

These financial statements are the responsibility of the Companies Management. Our responsibility is to express an opinion on these financial statements based on our Audit.

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 of material misstatement. An Audit includes examining, on the test basis, evidence supporting the amounts and the disclosures in the financial statements. An Audit also includes assessing the accounting principal used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides reasonable basis for our opinion.

As required by the manufacturing and other companies (Auditors Report) order, 2003 published in the Gazette of India Extraordinary Part II, Section 3, Sub-section - I issued by Ministry of Finance, Department of Company Affairs. We enclose in the Annexure a statement of the matters specified in paragraphs 4 to 5 of the said order.

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 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 the 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 & Loss Account and Balance Sheet referred to in this report complies with the accounting standards referred to in Sub-section 3C of Section 211 of the Companies Act 1956.
- e) On the basis of written representation received from Directors and taken on record by the Board of Directors, we report that none of the Directors are disqualified as on 31.03.2004 from being appointed as Directors in terms of Clause (g) of sub-section 1 of Section 274 of the Companies Act 1956.

