

ANNUAL REPORT 1999 - 2000



Report  Junction.com

VIJAY GROWTH FINANCIAL SERVICES LIMITED

13th Annual Report 1999 - 2000

Annual General Meeting
on Friday, 29th September, 2000 at
Jubilee Hills, International Centre,
Road No. 14, Jubilee Hills,
Hyderabad - 500 033.

CONTENTS

1. Board of Directors	1
2. Notice	2
3. Directors' Report	4
4. Auditors' Report	6
5. Balance Sheet	8
6. Profit & Loss Account	9
7. Schedules	10
8. Balance Sheet Abstract	18
9. Cash Flow Statement	19
10. Shareholders Information	20

Shareholders are advised that the Company has discontinued the practice of distribution of gifts to the shareholders at the Annual General Meeting.

VIJAY GROWTH FINANCIAL SERVICES LIMITED



BOARD OF DIRECTORS

Mr. D.B. Reddy	Managing Director
Mr. P.V. Bhide, I.A.S.	APIDC Nominee Director
Mr. Sarath Naru	Director
Mr. M.S. Rama Krishna	Director
Mr. D.S. Sandeep	Director

**GENERAL MANAGER (FIN.) &
COMPANY SECRETARY**

Mr. K. Rajamohan Setty

REGISTERED OFFICE

302, Classic Court,
Erramanzil Colony,
Somajiguda,
Hyderabad - 500 082.
Phone: 040-3321984/988, 3325884/885, Fax: 3322028

**SHARE REGISTRARS
(Depository Transfer Agents)**

M/s. Sathguru Management Consultants Pvt. Limited
Plot No. 15, Hindi Nagar,
Punjagutta,
Hyderabad- 500 034.
Phone: 040-3354042, 3356507, 3350586

AUDITORS

M/s. A.M. Reddy & Co.,
Chartered Accountants,
10-5-6/B, "My Home Plaza",
103, II Floor,
Masab Tank
Hyderabad- 500 028.
Phone: 040-3316426, 3316912

BANKERS

HDFC Bank Limited
ICICI Bank Limited

VIJAY GROWTH FINANCIAL SERVICES LIMITED



NOTICE

Notice is hereby given that the **Thirteenth Annual General Meeting** of the members of the Company will be held on Friday the 29th September, 2000 at 11.00 a.m. at Jubilee Hills International Centre, Road No. 14, Jubilee Hills, Hyderabad- 500 033, to transact the following business:

ORDINARY BUSINESS :

1. To receive, consider and adopt the Balance Sheet at 31st March, 2000 and Profit and Loss Account for the year ended as on that date and the Reports of the Directors and the Auditors thereon.
2. To appoint a Director in place of Mr. Sarath Naru, who retires by rotation and being eligible, offers himself for reappointment.
3. To appoint Auditors and to fix their remuneration.

SPECIAL BUSINESS :

4. To consider and if thought fit, to pass with or without modification, the following Resolution as an **Ordinary Resolution**:

"RESOLVED THAT Mr. D.S. Sandeep, be and is hereby appointed as Director of the Company, liable to retire by rotation.

Report  junction.com

By Order of the Board

Registered Office:

302, Classic Court,
Erramanzil Colony,
HYDERABAD- 500 082.

Hyderabad, 28th August, 2000

K. Rajamohan Setty
G.M. (Fin.) & Co. Secy.

VIJAY GROWTH FINANCIAL SERVICES LIMITED**NOTES:**

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. Proxies in order to be effective, should be lodged at the Company's Registered Office atleast 48 hours before the commencement of the meeting.
3. The Register of Members and Share Transfer Books of the Company will remain closed from 25th September, 2000 to 29th September, 2000 (both days inclusive).
4. Members seeking any information with regard to accounts are requested to write to the Company immediately so as to enable the management to keep the information ready.
5. Members are once again requested to note that with effect from 29th January, 2001, the Company's shares are placed under Compulsory Electronic Trading List for all class of Investors.
6. The relative Explanatory Statement pursuant to Section 173 of the Companies Act, 1956, in regard to the business as set out in Item No. 4 above is annexed hereto.

EXPLANATORY STATEMENT UNDER SECTION 173(2) OF THE COMPANIES ACT, 1956.

Item No. 4: During the year Mr. D.S. Sandeep, was appointed by the Board of Directors as an Additional Director of the Company at its meeting held on 29th January, 2000 with effect from 29th January, 2000, pursuant to section 260 of the Companies Act, 1956, Mr. D.S. Sandeep will hold office as Additional Director up to the date of the ensuing Annual General Meeting. The Company has received a notice in writing from a member proposing the candidature of Mr. D.S. Sandeep for the office of Director of the Company under the provisions of Section 257 of the Companies Act, 1956.

Mr. D.S. Sandeep is an Engineer by profession and has exposure to business. Keeping in view his exposure to business environment and acumen Board decided to appoint him as an additional Director of the Company during the year. During the period, his services are found to be beneficial to the Company and hence your Directors recommend the appointment of Mr. D.S. Sandeep as a Director of the Company, whose term of office is retirement by rotation.

None of the Directors of the Company is interested or concerned except Mr. D.B. Reddy in the said resolution.

By Order of the Board

Registered Office:

302, Classic Court,
Erramanzil Colony,
HYDERABAD- 500 082.

Hyderabad, 28th August, 2000

K. Rajamohan Setty
G.M. (Fin.) & Co. Secy.

VIJAY GROWTH FINANCIAL SERVICES LIMITED**DIRECTORS' REPORT**

To
The Members

Your Directors have pleasure in placing before you their Thirteenth Annual Report and Accounts for the year ended 31st March, 2000.

FINANCIAL HIGHLIGHTS

(Rs. In Lakhs)

Particulars	1999-2000	1998-99
Total Income	224.89	233.68
Total Expenditure	60.08	68.43
Profit before Interest and Depreciation	164.81	165.25
Interest	46.82	38.61
Depreciation	20.69	36.18
Profit after Interest and Depreciation	97.30	90.46
Provision for Taxation	8.32	—
Net Profit	88.98	90.46

REVIEW OF OPERATIONS

During the year under review the operations of your Company are satisfactory. This is second successive year in which your Company is able to announce encouraging results. As seen in the highlights, your Company earned a Net Profit after tax amounting to Rs. 88.98 lakh as against Rs. 90.46 lakh recorded during the last corresponding year. As a result of the improved performance the Net Worth of your Company has gone up to Rs. 297.56 lakh from Rs. 204.12 lakh. Accordingly the Book Value per share has improved to Rs. 5.95 from Rs. 4.08. In the given situation, henceforth your Directors are confident of announcing better results year after year.

FUTURE PROSPECTS

As you are aware that, your Company is engaged in the Stock Market and Investment Banking activities, the future for the same is bright. Unlike in the past, the political situation in the country is stable, expected good monsoons in the year, the inflation is under control, the expected Gross Domestic Product (GDP) is around 6% and contribution of Industrial Production to the GDP is positive. Foreign Exchange inflows will grow due to the good performance of Information Technology (I.T) Companies. I.T. sector expected to do well. In the international arena Indian I.T. professionals are proved to be the best and due to the fact the European and other countries are inviting the Indian I.T. professionals. In the given background the Stock Markets are expected to do well, accordingly your company shall also do better.

FIXED DEPOSITS

The Company do not have any outstanding deposits. Whatever deposits were there in the past were repaid to the depositors in full. Further Company has decided not to accept any deposits from the Public.

RBI PRUDENTIAL NORMS

Though your Company stopped Leasing, Hire-purchase and Bill Discounting activities, your Company continue to follow the norms prescribed for recognition of Income, asset classification and provisioning for the past transactions. Accordingly during the year only realized incomes are taken into account while preparing the financial statements. Further your Company made a provision for doubtful debts to the extent of Rs. 2.27 lakh.