

Sixth Annual Report 1996-97

MD	✓				EC	✓
CS	✓				DPY	✓
RO	✓				DIV	✓
TRA	NA				AC	✓
AGM	✓	✓			SHI	✓
YE	✓	✓	✓			



SURI CAPITAL & LEASING LIMITED



SURI CAPITAL & LEASING LTD.

BOARD OF DIRECTORS

Lt. Gen. P. R. Puri
PVSM (Retd.)

Chairman

Maj. Gen. A. L. Suri
AVSM (Retd.)

Managing Director

R. K. Pandey

Sonya Suri

Executive Director

Indra Suri

COMPANY SECRETARY

S. R. Sharma

BANKERS

Oriental Bank of Commerce
E- Block, Connaught Place
New Delhi-110 001

Dena Bank
M-36, Connaught Circus
New Delhi-110 001

Punjab & Sind Bank
46, Janpath
New Delhi-110 001

AUDITORS

M/s. S. N. Waha! & Co.
Chartered Accountants
C-39, Panchsheel Enclave
New Delhi-110 017

REGISTERED OFFICE

C-485, Defence Colony
New Delhi-110 024

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SURI CAPITAL & LEASING LTD.**NOTICE**

Notice is hereby given that the Sixth Annual General Meeting of the Members of SURI CAPITAL & LEASING LTD. will be held on Friday, the 29th August, 1997 at 9.30 A.M. at CSKM Campus, Satbari, Mehrauli, New Delhi-110 030 to transact the following business :

ORDINARY BUSINESS

1. To consider and adopt the Profit & Loss Account for the period ended 31st March, 1997, the Balance Sheet as at that date and the Directors and Auditors Reports thereon.
2. To declare Dividend for the period.
3. To appoint a Director in place of Lt. Gen. P. R. Puri, PVSM (Retd.) who retires by rotation and being eligible, offers himself for re-appointment.
4. To re-appoint M/s S. N. Wahal & Co., Chartered Accountants, New Delhi, as Auditors of the Company for the year 1997-98 who vacates this office on the conclusion of this Meeting. They have expressed their willingness to be re-appointed as Auditors of the Company from the conclusion of this Meeting to the conclusion of the next Annual General Meeting at a mutually agreed remuneration. They have also confirmed that their appointment, if made, would be within the limits laid down under Section 224 (1B) of the Companies Act, 1956. The following resolution may be moved with or without modification as an Ordinary Resolution :

"RESOLVED THAT pursuant to provision of Section 224 of the Companies Act, 1956, M/s S. N. Wahal & Co., New Delhi be and are hereby appointed as Auditors of the Company to hold office from the conclusion of this Annual General Meeting upto the conclusion of next Annual General Meeting at the remuneration to be decided mutually."

NOTES

- a) A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY OR PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER.
- b) The form of Proxy is separately annexed. To be effective, the proxy forms duly completed in all respects must be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.
- c) The Dividend, if declared at the Meeting, will be made payable on and after 29th August, 1997 to those Members whose names are on the Register of Members on 29th August, 1997.
- d) The Register of Members and the Share Transfer Books of the Company will remain closed from Thursday, 21st August, 1997 to Friday, 29th August, 1997 (both days inclusive).
- e) Members are requested to notify immediately any change in their address to the Registered Office at C-485, Defence Colony, New Delhi-110 024.
- f) Members intending to seek any information on the Annual Accounts at the Meeting are requested to inform the Company well in advance.
- g) Members/Proxies are requested to fill up and sign the Attendance Slip for attending the Meeting.
- h) As a measure of economy, copies of Annual Report will not be distributed at the Annual General Meeting. Members are therefore requested to bring their copies of the Annual Report to the Meeting.
- i) Members are requested to affix their signature at the space provided on the attendance sheet annexed to the proxy form and handover the slip at the entrance to the place of the Meeting.

By order of the Board

Place : New Delhi
Date : 25th June, 1997

S. R. Sharma
Company Secretary



SURI CAPITAL & LEASING LTD.

DIRECTORS' REPORT

Your Directors have pleasure in presenting the SIXTH Annual Report of your Company together with the Audited Accounts for the period of 12 months ending 31st March, 1997.

1. FINANCIAL RESULTS

The Financial performance of the Company for the year under review is summarised as under :

	Year Ended 31.03.1997 (12 Months)	Year Ended 31.03.1996 (15 Months)
Total Income	193.98	295.38
Gross Profit	69.37	175.09
Depreciation	43.58	33.32
Profit Before Tax	25.79	141.77
Provision for Tax	2.18	Nil
Net Profit After Tax	23.60	141.77
Income Tax Refund	0.05	Nil
Balance Brought Forward from Previous Year	98.49	90.08
Amount Available for Appropriation	122.14	231.85
Proposed Dividend (%)	5	18

2. BUSINESS AND OPERATIONS OF THE COMPANY

The Indian Economy during the year 1996-97 has seen the aftermath of the slowing down policies of the last two years of the Congress Government. The effect of the two Budgets presented by Honourable Mr. P. Chidambaram, Finance Minister, has still to filter down to grass root level. As a result, there was a drastic reduction in the business of Leasing & Hire Purchase with Clients who could be relied upon to meet their repayment commitments. Good Companies were being wooed by Banks and FIs who could afford to lend at rates of interest which were much lower than could be offered by NBFCs. Hence, the quantum of business that could be achieved and the final profits of the Company showed a downward trend.

We had so far concentrated only on Corporate Clients. Whereas this would remain our major target area we are now proposing to enter into the field of car financing. The basic policy towards investments would, however, remain conservative.

We have been able to increase our Bank limits from Rs.75 Lacs to Rs.150 Lacs.

3. DIVIDEND

As a consequence of the lower profit declared, your Directors are constrained to recommend a tax free dividend of 5% of the Paid-up Share Capital.

4. CERTIFICATION & INSPECTION BY R.B.I.

- A) Your Company has been issued a special certificate by the RBI on dated 07 Nov'96 till 30th June'97 as per NBFC's (Reserve Bank Directions, 1977) thereby permitting the Company as :
 - i) Raise any amount of Deposit as provided in Clause 'C' of second proviso to Paragraph 5(2) (A) (I).
 - ii) Pay any rate of interest on deposits as provided for in Paragraph 10A (2) and
 - iii) Maintain not less than 12.5% of the deposit liabilities in specified assets as per second proviso to Paragraph 12 (iii) (A).
- B) To renew the above certificate after 30th June'97, your Company is also applying to the RBI.
- C) The RBI carried its first Inspection of your Company from 28th February to 04th March'96 and it was noted with satisfaction that the observations made by the RBI were minor. The second Annual Inspection of your Company was also carried out by the RBI from 06th March to 11th March, 1997. It appears that this year too the observations made by them were of a routine and minor nature. However, their report is still awaited.



SURI CAPITAL & LEASING LTD.

5. DIRECTORS

Mr. O. P. Gupta, Director & Mr. S. Gopalan, Director, resigned effective from 14th April, 1997 and 22nd March, 1997 respectively on account of their personal reasons.

The Board accepted their resignations with great appreciation for their contributions and wish them well in their endeavours.

Lt. Gen. P. R. Puri, PVSM (Retd.), Director of the Company retires by rotation at the ensuing Annual General Meeting of the Company and being eligible offers himself for re-appointment.

6. AUDITORS

M/s. S. N. Wahal & Co., Chartered Accountants, Auditors of the Company, retire at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment.

7. PARTICULARS OF EMPLOYEES

Information, as required under Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, forms part of this report. However, as per the provisions of Section 219 (1) (b) (IV) of the Companies Act, 1956, the report is being sent excluding the statement of particular of Employees, as this provision is not applicable to any of its employees.

8. STATUTORY INFORMATION

The Company's (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 require the disclosure of particulars regarding Conservation of Energy in the Form-A and Technology Absorption in Form-B prescribed by the Rules. Since the Company is not a manufacturing Company, the requirements of Form-A and Form-B are not applicable. The Company has had no earning in Foreign Currency.

9. ACKNOWLEDGEMENTS

Your Directors wish to acknowledge their gratitude to Business Associates, Clinets, Bankers, Employees, Shareholders and others for the co-operation extended to the Company and look forward to the same in future.

For and on behalf of the Board of Directors

Place : New Delhi

Dated : 25th June, 1997

Lt. Gen. P. R. Puri, PVSM (Retd.)

Chairman