

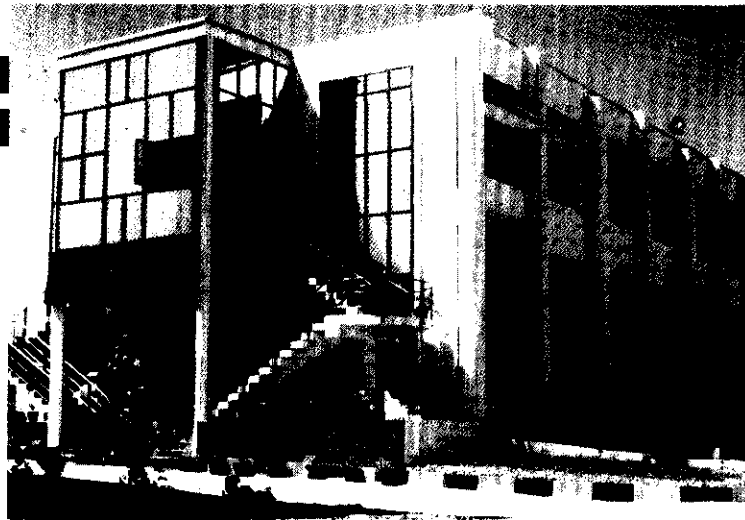
**WENDT (INDIA) LIMITED**  
**18TH ANNUAL REPORT**  
**1999 - 2000**

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**WENDT**





Hermann Ständer Block

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Directors of Wendt Group on their visit to Wendt India



**WENDT (INDIA) LIMITED****BOARD OF DIRECTORS**

M.V. MURUGAPPAN (*Chairman*)  
M.V. WAGLE  
H. STAENDER (*Alternate: D. Hallen*)  
M.M. MURUGAPPAN  
KIRAN A. SHETH

**SECRETARY**

S. VISWANATHAN

**BANKERS**

STATE BANK OF INDIA

**AUDITORS**

FRASER & ROSS

**REGISTERED OFFICE**

4th Floor, Devatha Plaza, Residency Road,  
Bangalore-560 025.

**FACTORY**

Plot 69/70,  
SIPCOT Industrial Estate,  
Hosur-635 126.



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Regd. Office: 4th Floor, Devatha Plaza, Residency Road, Bangalore 560 025.

#### NOTICE TO THE MEMBERS

NOTICE is hereby given that the Eighteenth Annual General Meeting of the Members of **Wendt (India) Limited**, Bangalore, will be held on Friday, the **28th July, 2000 at 4.30 P.M. at Hotel Windsor Manor Sheraton & Towers, 25, Sankey Road, Bangalore 560 052** to transact the following business:

#### ORDINARY BUSINESS

1. To receive, consider and adopt the Directors' Report, Audited Profit and Loss Account for the financial year ended 31st March 2000 and the Balance Sheet as at that date and the Auditors' Report thereon.
2. To declare dividend.
3. To elect a Director in place of Mr. M.V. Wagle who retires by rotation and being eligible, offers himself for re-election.
4. To appoint Auditors and fix their remuneration.

By Order of the Board  
for WENDT (INDIA) LIMITED

Chennai  
24th May 2000

M V MURUGAPPAN  
Chairman

#### NOTES:

1. The Register of Members and Share Transfer Books of the Company will remain closed from Wednesday, the 19th July, 2000 to Friday, the 28th July, 2000 (both days inclusive).
2. **A Member entitled to attend and vote is entitled to appoint a Proxy to attend and vote on a poll instead of himself and such proxy need not be a member of the Company.** Proxies, in order to be valid, must be received by the Company not less than 48 hours before the Meeting.
3. Final Dividend, when declared, will be paid to those members whose names appear on the Register of Members as on 28th July, 2000.
4. Members are requested to bring their copy of the Annual Report with them to the Annual General Meeting.
5. Members/proxies should bring the Attendance Slip duly filled in for attending the meeting.
6. Shareholders desiring any information on the accounts are requested to write to the Company at least one week before the meeting date.
7. Members are requested to notify immediately any change of address, quoting folio numbers, to the Registered Office of the Company.



8. Consequent upon amendment to Section 205 A of the Companies Act 1956 and introduction of Section 205C by the Companies (Amendment) Act 1999, **the amount of dividend remaining unclaimed for a period of seven years** shall be transferred to the Investor Education and Protection Fund.

Members who have not encashed the dividend warrants for the financial year

ended 31st March, 1996, and/or any subsequent dividend payments are requested to make their claim to the Company.

9. Those members who have not yet availed of the nomination facility are requested to send the nomination form duly filled in. Blank **Nomination** forms are available with the Company and will be sent on request.

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## REPORT OF THE DIRECTORS

Your Directors have pleasure in presenting the Eighteenth Annual Report together with the Audited Accounts of the Company for the financial year ended 31st March 2000.

### FINANCIAL RESULTS

	Rs. in lacs
Sales*	1770.46
Other Income	69.14
Profit before tax	423.29
Provision for tax	115.00
Profit after tax	308.29
Earning per share	Rs. 30.83

\* Including machining charges

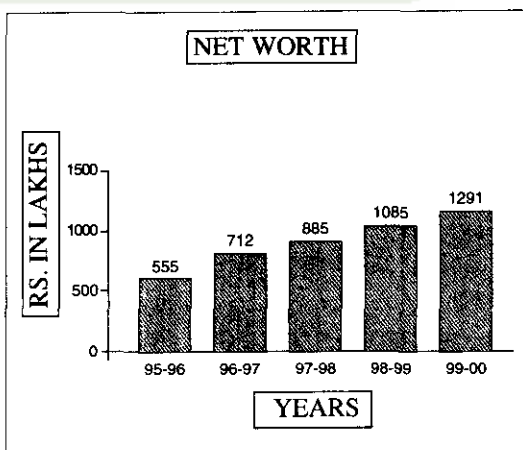
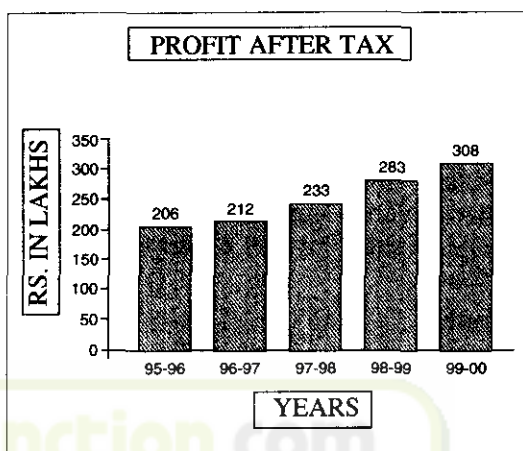
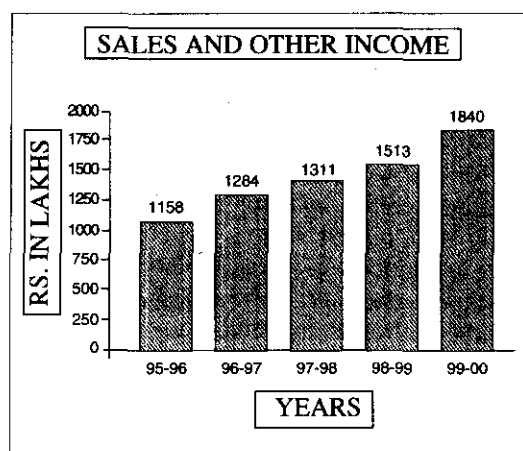
### Appropriations:

	Rs. in lacs
Profit after Tax	308.29
Add : Balance brought forward from previous year	114.75
Total available for appropriations	423.04

### Recommended Appropriations

Transfer to General Reserve	200.00
Dividend on Equity Shares	
a) (i) Interim Dividend @75% (Paid)	75.00
(ii) Dividend Tax	8.25
b) (i) Final Dividend @15%(Proposed)	15.00
(ii) Dividend Tax	3.30
Balance carried forward	121.49
	<u>423.04</u>

Sales and Other Income for the year increased to Rs. 1839.60 lacs from Rs.1511.90 lacs, registering a growth of 22% over the previous year. Exports increased by 7% to Rs. 260.75 lacs from Rs. 243.93 lacs. The profit before tax increased by 10% from Rs. 383.16 lacs to Rs. 423.29 lacs after meeting large developmental expenditures on new products. The Indian Economy has shown signs of revival from the general recession of the previous two years and your Company is confident in achieving continuous growth in the coming years.





## OPERATIONS

Your Company has introduced a new product to the Indian market for the first time Cobalt-Free Diamond Scaifes. India processes over 80% of the world's rough diamonds and the diamond scaifes will not only enhance the quality and output of this industry but also serve to reduce the incidence of lung cancer among the diamond polishing community on account of cobalt inhalation.

Your Company has launched a new Edgestar range of diamond sharpeners for sale through supermarkets and Exhibitions. The initial response has been very encouraging. The Company's products for Granito Tile Industry is now accepted as a bench mark in India, and the Company is actively pursuing for export of these products to Malaysia and West Asia.

During the year your Company was recertified under ISO 9001 by RWTUV, Germany. Your Company is progressing on its TQM journey towards achieving business excellence.

## DIVIDEND

Your Directors had recommended an Interim Dividend in March 2000 at Rs. 7.50 per Equity Share of Rs.10/- each and the same has been already paid. This year being the new millennium year, your directors are pleased to recommend a special Final Dividend of Rs. 1.50 per Equity share making the total dividend for the year as Rs.9.00 per share.

## DIRECTORS

Mr M.V. Wagle Director, retires by rotation at the forthcoming Annual General Meeting and being eligible offers himself for re-election.

## DISCLOSURE OF STATUTORY PARTICULARS

Information required under Section 217(1)(e) of the Companies Act 1956, and Section 217(2A) of the Companies Act 1956 are

given in Annexures 'A' and 'B' respectively and form part of this Report.

## AUDITORS REPORT

The clarification given in Note No. A.1 of Notes on Accounts and referred to in para 2(e) of Auditors' Report is self-explanatory.

## AUDITORS

M/s. Fraser & Ross, Statutory Auditors of the Company, retire at the conclusion of the Eighteenth Annual General Meeting and are eligible for re-appointment.

## HUMAN RESOURCE MANAGEMENT

Industrial relations during the year were cordial and quite satisfactory. The employees and the management worked with mutual understanding to achieve better results in various areas. As a part of the HRD function, training continued to be a focus area. The Company achieved training of 7 mandays per employee during the year.

Your Directors appreciate the dedicated efforts of the Employees at all levels which contributed to the Company's growth during the year.

**YEAR 2000 ISSUE :** The Company had successfully planned for and managed the Y2K transition. There was no disruption to Company's work or information systems.

## ACKNOWLEDGEMENTS

The Directors record their appreciation for the support, co-operation and guidance extended by M/s. Wendt GmbH, Germany, the Company's Foreign Collaborators and its associates and subsidiaries. The Board also thank the Government Departments, SIPCOT, Banks, Shareholders, Customers and Suppliers for their continued support and co-operation.

On behalf of the Board

Chennai  
24th May 2000

M V MURUGAPPAN  
Chairman