

MD	<input checked="" type="checkbox"/>		BKC	<input checked="" type="checkbox"/>
CS	<input checked="" type="checkbox"/>		DPY	<input checked="" type="checkbox"/>
RO	<input checked="" type="checkbox"/>		DIV	<input checked="" type="checkbox"/>
TRA	<input checked="" type="checkbox"/>		AC	<input checked="" type="checkbox"/>
ACM	<input checked="" type="checkbox"/>		SHI	<input checked="" type="checkbox"/>
YE	<input checked="" type="checkbox"/>			<input checked="" type="checkbox"/>

# Fourth Annual Report 1996 -97

Certified to be true Copy

MV COTSPIN LTD.

*Umar U...*  
*Director*



**MV COTSPIN**  
*Limited*

*Board of Directors*

M. C. Agarwala – *Chairman*  
S. S. Kothari  
R. C. Bhaiya  
Arvind Kumar  
Smt. Vasanthi A. Pai  
Santosh Kumar Jain  
Sudipto Sen – *Nominee of RIICO*  
Smt. Baljinder Kaur Mandal – *Nominee of IDBI*  
Vivek Agarwal – *Managing Director*



*Auditors*

**P. K. AJITSARIA & CO.**

*Chartered Accountants*

*Bankers*

State Bank of Bikaner & Jaipur

Global Trust Bank Ltd..

*Registered Office*

32, Chowringhee Road  
Om Tower, 14th Floor  
Calcutta 700 071

*Registrars & Share Transfer Agents*

**ABS CONSULTANTS PVT. LTD.**

Stephen House, 6th Floor  
4, B. B. D. Bag (East)  
Calcutta 700 001

*Works*

Plot No. 14 B, Neemrana Industrial Area  
Dist : Alwar  
Rajasthan

***Annual Report***  
***1996 – 97***



## NOTICE

NOTICE is hereby given that the Fourth Annual General Meeting of the Company will be held on Friday the 19th September, 1997 at Gyan Manoh Education Society, 11 Pretoria Street, Calcutta-700 071 at 10.00 A.M. to transact the following business;

### ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 1997 and Profit & Loss Account for the year ended on that date and report of Directors and Auditors thereon.
2. To appoint a Director in place of Shri M.C. Agarwala who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Shri R.C. Bhaiya who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint Auditors and to fix their remuneration.

### SPECIAL BUSINESS

5. To consider and if thought fit, to pass with or without modification the following resolution as an ordinary resolution.

"RESOLVED THAT in accordance with the provisions of Schedule XIII, Section 198, 309 and other applicable provisions, if any of the Companies Act, 1956 the company hereby approves the increase in the remuneration payable to Mr. Vivek Agarwal, Managing Director of the Company with effect from 01.04.97 for the residual tenure of his office as set out in the Explanatory Statement annexed to this resolution."

Dated : June 27, 1997

By order of the Board  
For MV Cotspin Limited

Registered Office :  
32 Chowringhee Road  
"OM TOWER" 14th Floor  
Calcutta- 700 071

Vivek Agarwal  
Managing Director

gents

### Notes :

1. A Member entitled to attend and vote is entitled to appoint a Proxy, to attend and vote instead of himself and the proxy need not be a Member.
2. Proxy in order to be effective must be received by the Company at the Registered Office of the Company at not later than 48 hours before the commencement of the Meeting.
3. The Explanatory Statement pursuant to section 173(2) of the Companies Act, 1956 in respect of the Special business in annexed hereto.
4. The Register of members and share transfer books of the Company will remain closed from 12.09.97 to 19.09.97 (both days inclusive).
5. Members are requested to notify any change of address to the Company's Share Transfer Agent M/s ABS Consultants Pvt. Ltd., Stephen House, R.No.99, 6th Floor, 4, B.B.D. Bag(East), Calcutta -700 001.



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

**ITEM NO : 5**

The Board of Directors at their meeting held on 27.08.96 had approved the remuneration payable to Managing Director w.e.f. 01.04.96 which was subsequently approved by the Members at the Annual General Meeting held on 29.09.96. The Members simultaneously authorised and empowered the Board of Directors to increase/decrease, alter or vary the remuneration payable to the Managing Director as mutually agreed.

Therefore, in terms of said power and authority as conferred by the Members of the Company, the Board of Directors at their meeting held on 27.06.97 has considered and approved the increase in the remuneration payable to Mr. Vivek Agarwal, Managing Director of the Company with effect from 01.04.97 as set out here under :

**REMUNERATION**

- 1) Salary : Rs. 25000/- Per Month
- 2) Commission : 1% of the net profit of the company computed in the manner referred to in section 198 of the Companies Act, 1956.

The other terms and conditions of the remuneration as approved by the Members at AGM held on 26.09.96 remain unchanged.

The Explanatory Statement together with the notice should be treated as an abstract of the terms of Agreement and Memorandum of interest under section 302 of the Companies Act, 1956.

The Directors recommend the resolution for the approval of the Members.

None of the Directors except Shri Vivek Agarwal and Shri M.C. Agarwala as his relative are interested in this resolution.

Date : June 27, 1997

By order of the Board  
For MV Cotspin Limited

Registered Office :  
32, Chowringhee Road,  
OM TOWER  
Calcutta - 700 071

Vivek Agarwal  
Managing Director



## DIRECTORS' REPORT

To  
The Members,

Your Directors have pleasure in presenting the 4th Annual Report together with the Audited Statement of Accounts for the year ended 31st March, 1997.

## FINANCIAL HIGHLIGHTS

The working results of the Company for the year under review are as under :

(Rs. in Lacs)

	<u>31st March, 1997</u>	<u>31st March, 1996</u>
Turnover & other income	1744.55	52.15
Operating Profit	267.91	0.03
Less : Interest	(126.19)	(7.39)
Gross Profit	141.72	(7.36)
Less : Depreciation	(110.09)	(4.68)
Provision for taxation	(3.48)	-
Net Profit/(Loss)	28.15	(12.04)

The figures for previous year are not comparable with current year as it represents the figure for one month's operation only.

### Current year Operations

This is the first full year of operations of the Company and during this year the unit has achieved an overall capacity utilisation of 82.2% and recorded a turnover of Rs. 1740.39 lacs including total exports of Rs. 477.06 lacs. The Company has earned an operating profit of Rs. 267.91 lacs during the year under review. The Directors of the Company are confident that in the coming year the profitability shall improve with better capacity utilisation and commissioning of additional spinning capacity from the second half of the year 1997-98.

### Expansion

The Company has undertaken an expansion programme to increase the capacity of plant from 480 rotors to 720 rotors per annum to produce an additional 1377 MT per annum of 7's single count yarn. With this expansion the Company will derive the benefit of lower production cost which will directly affect the profitability of the Company. It is expected that production under expansion will commence from October, 1997.

### Overview of the Industry

During the years, the input prices have remained fairly stable due to substantial increase in cotton crop output. It is expected that this trend should continue in view of favourable monsoons predicted in future. Yarn exports are also encouraging from India. Overall future outlook appears to be promising for this industry.



**Profitability projects vis a vis achieved**

The information required to be stated in terms of clause 43 of the listing agreement is given hereunder :

	(Rs. in Lacs)	
	Projections for the year ended <u>31st March, 1997</u>	Actual for the year ended <u>31st March, 1997</u>
Net Sales	- 1787	1740.39
Profit/(Loss) after tax	- 131	28.15

**Public Deposits**

The Company has not accepted any deposit from the Public during the year under review.

**Directors**

Shri M.C. Agarwala and Shri R.C. Bhaiya Directors of the Company retire by rotation at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment.

Smt. Baljinder Kaur Mandal has been inducted in the Board as Nominee Director of Industrial Development Bank of India.

**Auditors and Auditors Report**

M/S. P.K. Ajitsaria & Co., Chartered Accountants, Calcutta the present auditors of the Company retire at the conclusion of the ensuing Annual General Meeting and being eligible offer themselves for re-appointment. The observation made in the Auditor's Report read with notes of accounts are self explanatory.

**Particulars of Employees**

There are no Employees of the Category provided under Section 217 (2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules 1975.

**Conservation of Energy, Technology absorption and Foreign Exchange earnings and outgo**

The information in accordance with the provisions of Section 217(i)(e) of the Companies Act 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 is given in the Annexure to the Report and form an integral part thereof.

**Acknowledgement**

The Directors would like to place on record their grateful appreciation and thanks to IDBI, State Bank of Bikaner & Jaipur, Global Trust Bank Ltd. for all the timely help and encouragement they have extended to the Company.

The Directors also wish to place on record their deep sense of appreciation for the confidence reposed in the company by the Shareholders and of the devoted services rendered by the officers, employees and workers of the Company for its success.

For and on behalf of the Board of Directors

M.C. Agarwala  
Chairman

Place: Calcutta

Dated : June 27, 1997



**ANNEXURE TO THE DIRECTORS' REPORT**

**A. DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY :**

The Company is making all round efforts for the Conservation of energy, which will reduce consumption of energy in per unit of production. However, no specific investment is contemplated for reduction of Consumption of energy.

Form No. A  
(See Rule 2)

(Amount in Rs.)

	Current Year 1996-97	Previous Year 1995-96
<b>i) Power and Fuel Consumption</b>		
1. Electricity		
a. Purchased	Nil	Nil
b. Own generation		
Through Diesel Generator		
Unit (KWH)	3020828	148800
Units/Ltr. of diesel oil	3.65	3.54
Cost/Unit (Rs.)	2.37	1.92
2. Coal (Specify quality and where used)	Nil	Nil
3. Furnace Oil	Nil	Nil
4. Others/Internal generation (Please give details)	Nil	Nil
<b>ii) Consumption per unit of Production</b>		
Products (with Details)		
Cotton Yarn                      Kgs.	2263640	83999
Average Count	7	7
Electricity                      Unit/Kg.	1.33	1.77
Furnace Oil	Nil	Nil
Coal (Specify Quality)	Nil	Nil
Others(Specify)	Nil	Nil



**B. DISCLOSURE OF PARTICULARS WITH RESPECT TO TECHNOLOGY ABSORPTION**

Form No. B  
(See Rule 2)

**A) Research and Development (R&D)**

During the year under review no significant research work has been undertaken by the Company.

**Benefits Derived**

Not Applicable.

**B) Technology absorption, adaptation and innovation**

**Effort**

The Company has installed the latest state-of-art imported Plant & Machinery at its unit to produce a superior quality product.

**Benefits**

Consequent to installation of latest plant & machinery, the Company produced good quality of cotton yarn which is well accepted in the premium segment both in domestic as well as in international market.

**C) Foreign Exchange Earnings and Outgo**

(Amount in Rs.)

	Current Year 1996-97	Previous Year 1995-96
1. Foreign Exchange earned		
Export of Cotton Yarn (F.O.B.)	38,661,314	Nil
2. Expenditure in foreign Currency		
Capital Goods (C.I.F. Value)	5,711,656	62,619,097
Spare Parts (C.I.F. Value)	1,587,545	Nil
Travelling Expenses	59,389	35,580
Export Commission	792,987	Nil

For and behalf of the Board of Directors

M.C. Agarwala  
Chairman

Place : Calcutta  
Dated : June 27, 1997





**AUDITOR'S REPORT**

To,  
The Members,  
**MV COTSPIN LTD.**

We have Audited the attached Balance Sheet of *MV COTSPIN LIMITED* as at 31st March, 1997 and the Profit & Loss Account for the year ended on that date and report as follows :

As required by the Manufacturing and Other Companies (Auditor's Report) Order, 1988, issued by the Company Law Board in terms of Section 227 (4A) of the Companies Act, 1956 we enclose in the annexure a Statement on the matters in specified in paragraphs 4 & 5 of the said order, to the extent applicable to the Company.

Further to our comments in the Annexure referred to in Paragraph 1 above :

- (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 of the Company.
- (c) The Balance Sheet and Profit & Loss Account dealt within the report are in agreement with the books of accounts of the Company.
- (d) In our opinion and to the best of our information and according to the explanations given to us the said accounts subject to note no. A (8) regarding treatment of certain items on cash basis read together with the other notes as appearing in Schedule "S" thereon give the information required by the Companies Act, 1956 in the manner so required and also give a true and fair view :
  - i) In the case of the Balance Sheet, of the state of affairs of the Company as on 31st March 1997.
  - ii) In the case of Profit & Loss Account, of the Profit of the Company for the year ended on that date.

For P. K. AJITSARIA & CO.  
Chartered Accountants

(Pawan Kr. Ajitsaria)  
Proprietor

Place : Calcutta  
Date : June 27, 1997.



(Referred to in Paragraph 1 of our report of even date on the accounts of *MV COTSPIN LIMITED*)

1. The Company has maintained reasonable records to show full particulars, including quantitative details and location of fixed assets which have been physically verified by the Management at reasonable interval & no material discrepancies were noticed on such verification as compared to the book records.
2. None of the fixed assets has been revalued during the year.
3. According to the explanations and information given to us, the procedure of physical verification of stock followed by Management are reasonable and adequate in relation to the size of the company and the nature of its business.
4. No material discrepancies were noticed on such verification between the physical stocks and the books records.
5. On the basis of the examination of books and records, we are of the opinion that valuation of stocks is fair and proper and is in accordance with the generally accepted accounting principles.
6. The Company has not granted any loan to or taken any loan (secured or unsecured) from companies, firms or other parties listed in the register required to be maintained under section 301 of the Companies Act 1956, or from companies under the same management as defined under section 370 (IB) of the Companies Act 1956, the rate of interest and other terms and conditions of which are prejudicial to the interest of company.
7. In respect of the loans and advances in the nature of loans given by the company, where stipulations have been made, the parties are generally repaying the principal amounts as stipulated and have also been regular in the payment of interest where applicable.
8. The Company has not accepted any deposits from the public within the meaning of Section 58A of the Companies Act, 1956.
9. According to the information and explanations given to us, and the records examined by us, no undisputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, Customs Duty and Excise Duty were outstanding as at the end of the year for a period of more than six months from the date they became payable.
10. There are adequate internal control procedure commensurate with the size of the company and the nature of its business for the purchase of raw materials, plant and machineries, equipments, stores and sale of goods and services.
11. The Company is in process of establishing an internal audit system.
12. According to the information and explanations given to us and the records of the Company examined by us, no personal expenses have been charged to the Profit & Loss Account other than those payable under contractual obligations or in accordance with generally accepted business practice.



13. There are no transactions of purchase and sale of products made in pursuance of contracts or arrangements entered in the Register required to be maintained under section 301 and aggregating during the year to Rs. 50,000/- or more in respect of each party.
14. As explained to us the Company has a regular procedure for the determining of unserviceable or damaged stores and raw materials and finished goods on the basis of technical evaluation and adequate amounts have been written off on such stocks in the accounts.
15. The Company is maintaining reasonable records for the sale and disposable of realisable scraps/ cotton waste.
16. As explained to us the provisions of the Employees Provident Fund Act and ESI Act have not become applicable to the Company during the year under Report.
17. We have broadly reviewed the books of accounts maintained by the company pursuant to the rules by the Central Government for the maintenance of cost records under section 209(i)(d) of the Companies Act, 1956 in regard to the production of cotton yarn and we are of the opinion that prima facie the prescribed records have been maintained. We have not however made a detailed examination of the records.
18. The Company is not a sick industrial company within the meaning of Clause (O) of sub-section (1) of section 3 of the Sick Industrial Companies (Special Provisions) Act, 1985.
19. Other provisions of the said order, in our opinion are not applicable to the Company for the year under Report.

For P. K. AJITSARIA & CO.  
Chartered Accountants

(Pawan Kr. Ajitsaria)  
Proprietor

Place : Calcutta  
Date : June 27, 1997.



# MV COTSPIN Limited

## BALANCE SHEET AS AT 31st MARCH, 1997

(Amount in Rupees)			
	Sch.No.	As at 31st March, 1997	As at 31st March, 1996
<b>SOURCES OF FUNDS :</b>			
<b>1. SHAREHOLDERS FUND</b>			
(a) Share Capital	"A"	52135000.00	51585750.00
(b) Reserve & Surplus	"B"	1610662.06	(1204105.82)
	Total (1)	53745662.06	50381644.18
<b>2. LOAN FUNDS</b>			
(a) Secured Loans	"C"	117793177.66	65056658.08
(b) Unsecured Loans	"D"	9969739.36	7110630.66
	Total (2)	127762917.02	72167288.74
	<b>TOTAL (1+2)</b>	<b>181508579.08</b>	<b>122548932.92</b>
<b>APPLICATION OF FUNDS</b>			
<b>1. FIXED ASSETS</b>			
(a) Gross Block	"E"	123557750.66	117708897.92
(b) Less : Depreciation		11477382.66	468197.92
(c) Net Block		112080368.00	117240700.00
(d) Capital Work in Progress		13433145.68	-
<b>2. INVESTMENTS</b>			
	"F"	20000.00	20000.00
<b>3. CURRENT ASSETS LOANS &amp; ADVANCES</b>			
(a) Inventories		14858526.63	2888072.00
(b) Sundry Debtors		33666904.22	3423106.80
(c) Cash & Bank Balances		4385023.48	32,14450.56
(d) Other Current Assets		1264593.00	700093.00
(e) Loans & Advances		8897573.70	2916645.04
		63072621.03	13142367.40
Less : Current Liabilities & Provisions			
(a) Liabilities	"H"	9759383.63	11240190.48
(b) Provisions		348000.00	-
		52965237.40	1902176.92
<b>NET CURRENT ASSETS</b>			
<b>4. MISCELLANEOUS EXPENDITURE</b>			
( to the extent not writtenoff or adjusted)	"I"	3009828.00	3386056.00
		181508579.08	122548932.92

Significant Accounting policies : As per Schedule "S"

Schedules referred to hereinabove form an integral part of Balance Sheet.

This is the Balance Sheet referred to in our report of even date.

Place : Calcutta  
Date : June 27, 1997.

For P. K. AJITSARIA & CO.  
Chartered Accountants

(P. K. Ajitsaria)  
Proprietor

M. C. Agarwala  
Chairman

Vivek Agarwal  
Managing Director

S. S. Kothari  
Director



# MV COTSPIN

limited

## PROFIT & LOSS A/C FOR THE YEAR ENDED 31st MARCH, 1997

(Amount in Rupees)

INCOME	Sch. No	For the year ended	For the year ended
		31st March, 1997	31st March, 1996
Sales	"J"	174039006.00	5193231.80
Other Income	"K"	411791.65	21946.00
Increase/(Decrease) in Stock	"L"	5337953.00	1008394.00
<b>TOTAL</b>		<b>179788750.65</b>	<b>6223571.80</b>
<b>EXPENDITURE</b>			
Raw Materials Consumed	"M"	119841280.28	4582832.09
Excise Duty		6742580.00	144039.00
Manufacturing Expenses	"N"	11753885.48	566947.80
Payment to & Provisions for Employees	"O"	3159785.26	173447.80
Administrative Expenses	"P"	4933833.61	184289.74
Selling & Distribution Expenses	"Q"	6190524.72	156963.24
Financial Expenses	"R"	12618680.68	774732.16
Depreciation		11009184.74	468197.92
Preliminary & Share Issue Exps w/off		376228.00	376227.87
<b>TOTAL</b>		<b>176625982.77</b>	<b>7427677.62</b>
Profit/(Loss) Before Taxation		3162767.88	(1204105.82)
Provision for Taxation		(348000.00)	-
Profit/(Loss) After Taxation		2814767.88	(1204105.82)
Balance brought from Last Year		(1204105.82)	-
Balance Carried to Balance Sheet		1610662.06	(1204105.82)

Significant Accounting Policies  
& Notes to the Accounts

"S"

The Schedules referred to hereinabove form  
an integral part of the Profit & Loss A/c

This is Profit & Loss Account as referred to in our Report of even date

For P. K. AJITSARIA & CO.  
Chartered Accountants

M. C. Agarwala  
Chairman

Place : Calcutta  
Date : June 27, 1997.

(P. K. Ajitsaria)  
Proprietor

Vivek Agarwal  
Managing Director  
S. S. Kothari  
Director



# MV COTSPIN *limited*

SCHEDULES "A" TO "S" ANNEXED TO AND FORMING PART OF ACCOUNTS  
FOR THE YEAR ENDED 31st MARCH, 1997

(Amount in Rupees)

	As at 31st March, 1997	As at 31st March, 1996
<b>SCHEDULE "A"</b>		
<b>SHARE CAPITAL</b>		
Authorised :		
8500000 Equity Shares of Rs. 10/- each (Previous year 7000000 Equity Shares of Rs 10/- each)	<u>85000000.00</u>	<u>70000000.00</u>
ISSUED SUBSCRIBED & PAID UP :		
6310000 Equity Shares of Rs 10/- each	<u>63100000.00</u>	<u>63100000.00</u>
Less : Allotment Money unpaid	<u>10965000.00</u>	<u>11514250.00</u>
	<u>52135000.00</u>	<u>51585750.00</u>
<b>SCHEDULE "B"</b>		
<b>RESERVES &amp; SURPLUS</b>		
Profit & Loss Account (As per annexed A/c)	<u>1610662.06</u>	<u>(1204105.82)</u>
	<u>1610662.06</u>	<u>(1204105.82)</u>
<b>SCHEDULE "C"</b>		
<b>SECURED LOANS</b>		
(a) From Financial Institutions		
Foreign Currency Loan	47787276.00	45294934.00
Rupees Term Loan	22155172.00	13195272.00
(b) From Banks		
Cash Credit	13346674.19	5857731.08
Export Packing Credit	10000000.00	-
Foreign Bills Purchase	22740661.00	-
Car Finance	342521.06	-
(c) From Others	<u>1420873.41</u>	<u>708721.00</u>
[ Refer Note B ( 1 ) ]	<u>117793177.66</u>	<u>65056658.08</u>

**SCHEDULE "E" FIXED ASSETS**

(Amount in Rupees)

PARTICULARS	GROSS BLOCK		DEPRECIATION			NET BLOCK		
	As on 01.04.96	Addition/(Deduction)	As on 31.03.97	Upto 31.03.96	For the year	Total	As on 31.03.97	As on 31.03.96
Land (Leasehold)	1623841.00	-	1623841.00	16402.00	16402.00	32804.00	1591037.00	1607439.00
Factory Building	18138633.00	-	18138633.00	51384.00	605830.00	657214.00	17481419.00	18087249.00
Tubewell	173917.00	-	173917.00	2835.00	2835.00	5670.00	168247.00	171082.00
Plant & Machinery	95702599.36	4913912.29 *	100616511.65	385560.36	10147795.29	10533355.65	90083156.00	95317039.00
Electrical Installations	1686477.96	-	1686477.96	6803.96	170278.00	177081.96	1509396.00	1679674.00
Motor Vehicles	-	471313.00	471313.00	-	18646.00	18646.00	452667.00	-
Office Equipments & Air Conditioners	97712.00	213011.00	310723.00	3164.00	13157.00	16321.00	294402.00	94548.00
Computer & Accessories	61000.00	85100.00	146100.00	840.00	16296.00	17136.00	128964.00	60160.00
Furniture & Fittings	224717.60	165516.45	390234.05	1208.60	17945.45	19154.05	371080.00	223509.00
<b>Total</b>	<b>117708897.92</b>	<b>5848852.74</b>	<b>123557750.66</b>	<b>468197.92</b>	<b>11009184.74</b>	<b>11477382.66</b>	<b>112080368.00</b>	<b>117240700.00</b>
Previous year		117708897.92	117708897.92		468197.92	468197.92	117240700.00	-

\* Includes Rs 34,42,018/- on account of exchange rate difference.



# MV COTSPIN *limited*

(Amount in Rupees)

	As at 31st March, 1997	As at 31st March, 1996
<b>SCHEDULE "D"</b>		
<b>UNSECURED LOANS</b>		
From Body Corporates	7115669.00	6772460.66
Sales Tax Department	1803917.36	-
From Directors	1050153.00	338170.00
	<u>9969739.36</u>	<u>7110630.66</u>
<b>SCHEDULE "F"</b>		
<b>INVESTMENTS</b>		
In Government Securities		
National Savings Certificate (Pledged with Sales Tax Authorities)	20000.00	20000.00
	<u>20000.00</u>	<u>20000.00</u>
<b>SCHEDULE "G"</b>		
<b>CURRENT ASSETS LOANS &amp; ADVANCES</b>		
<b>(A) INVENTORIES</b>		
(As taken Valued & Certified by Management)		
(a) Raw Materials	4092020.00	465501.00
(b) Finished Goods	6821014.00	2023268.00
(c) Work in Process	540207.00	-
(d) Stores & Spares	3081297.41	344218.00
(e) Packing Materials	323988.22	55085.00
	<u>14858526.63</u>	<u>2888072.00</u>
[Refer Note no B(2)]		
<b>(B) SUNDRY DEBTORS</b>		
(Secured Considered Good)		
Not exceeding six months	25234546.00	-
(Unsecured Considered Good)		
Not exceeding six months	8383363.22	3423106.80
Exceeding six months	48995.00	-
	<u>33666904.22</u>	<u>3423106.80</u>





(Amount in Rupees)

	As at 31st March, 1997	As at 31st March, 1996
<b>(C) CASH &amp; BANK BALANCES</b>		
(a) Cash on Hand (as certified by Management)	992573.49	737932.56
(b) Balance with Scheduled Bank		
In Current Account	522449.99	36707.00
In Fixed Deposit Accounts	2870000.00	2439811.00
	<hr/>	<hr/>
	4385023.48	3214450.56
	<hr/>	<hr/>
<b>(D) OTHER CURRENT ASSETS</b>		
Security & Other Deposits	1264593.00	700093.00
	<hr/>	<hr/>
	1264593.00	700093.00
	<hr/>	<hr/>
<b>(E) LOANS &amp; ADVANCES</b>		
(a) Loans (Unsecured Considered good)	111481.00	144000.00
(b) Advances Recoverable in cash or in kind or for value to be received	7468728.70	1937553.04
(c) Interest on FDR accrued but not due	171464.00	139915.00
(d) Balance with Excise Authorities	15342.00	695177.00
(e) Prepaid Expenses	487595.00	-
(f) Insurance Claim Receivable	642963.00	-
	<hr/>	<hr/>
	8897573.70	2916645.04
	<hr/>	<hr/>

**SCHEDULE "H"**

**(a) CURRENT LIABILITIES**

Sundry Creditors	7906106.88	9755005.07
Other liabilities	780162.75	516397.00
Interest Accrued but not due	1073114.00	872759.00
Bank Overdraft (Excess Cheques drawn)	-	96029.41
	<hr/>	<hr/>
	9759383.63	11240190.48
	<hr/>	<hr/>

**(b) PROVISIONS**

Provision for Income Tax	348000.00	-
	<hr/>	<hr/>
	348000.00	-
	<hr/>	<hr/>



	(Amount in Rupees)	
	As at <u>31st March, 1997</u>	As at <u>31st March, 1996</u>
<b>SCHEDULE "I"</b>		
<b>MISCELLANEOUS EXPENDITURE</b> (To the extent not written off or adjusted)		
Preliminary Expenses	31965.00	35960.00
Share Issue Expenses	2977863.00	3350096.00
	<u>3009828.00</u>	<u>3386056.00</u>
<b>SCHEDULE "J"</b>		
<b>SALES</b>		
Cotton Yarn Sales	171683862.00	5147377.87
Waste Sales	2292944.60	45853.93
Misc. Sales	62199.40	-
	<u>174039006.00</u>	<u>5193231.80</u>
<b>SCHEDULE "K"</b>		
<b>OTHER INCOME</b>		
Dividend	-	2280.00
Exchange Rate Difference	78379.00	-
Miscellaneous Income	11159.00	-
Interest on Fixed Deposits & Others	322253.65	19666.00
	<u>411791.65</u>	<u>21946.00</u>
<b>SCHEDULE "L"</b>		
<b>INCREASE/ (DECREASE) IN STOCK</b>		
a) <i>Closing Stock</i>		
Finished Goods	6821014.00	2023268.00
Work in Process	540207.00	-
	<u>7361221.00</u>	<u>2023268.00</u>
Total (a)	<u>7361221.00</u>	<u>2023268.00</u>
b) <i>Opening Stock</i>		
Finished Goods	2023268.00	1014874.00
Work in Process	-	-
	<u>2023268.00</u>	<u>1014874.00</u>
Total (b)	<u>2023268.00</u>	<u>1014874.00</u>
Total (a-b)	<u>5337953.00</u>	<u>1008394.00</u>



(Amount in Rupees)

	For the year ended 31st March, 1997	For the year ended 31st March, 1996
<b>SCHEDULE "M"</b>		
<b>RAW MATERIALS CONSUMED</b>		
Opening Stock	465501.00	-
Add : Purchases	124059505.28	5048333.09
	<hr/>	<hr/>
	124525006.28	5048333.09
Less : Closing Stock	3651187.00	465501.00
Less : Cotton Damaged by Fire	1032539.00	-
	<hr/>	<hr/>
Consumed	119841280.28	4582832.09
	<hr/> <hr/>	<hr/> <hr/>
<b>SCHEDULE "N"</b>		
<b>MANUFACTURING EXPENSES</b>		
Power & Fuel	6162006.50	285677.00
Packing Material Consumed	4028178.34	199801.00
Stores / Spares consumed	1452100.62	80474.80
Testing Charges	111600.02	995.00
	<hr/>	<hr/>
	11753885.48	566947.80
	<hr/> <hr/>	<hr/> <hr/>
<b>SCHEDULE "O"</b>		
<b>PAYMENT TO &amp; PROVISION FOR EMPLOYEES</b>		
Salary, Wages & Allowances	2643219.38	135655.00
Managing Director's Salary	180000.00	-
Staff Welfare Expenses	187888.88	16342.80
Rent of Staff Quarters	148677.00	21450.00
	<hr/>	<hr/>
	3159785.26	173447.80
	<hr/> <hr/>	<hr/> <hr/>



(Amount in Rupees)

**SCHEDULE "P"**

**ADMINISTRATION EXPENSES**

	For the year ended 31st March, 1997	For the year ended 31st March, 1996
Accounting Charges	19500.00	-
Advertisement	28997.71	-
Books & Periodicals	10872.40	750.00
Car Running & Maintenance	223098.22	30656.90
Conveyance	266613.05	12732.50
Charity & Donation	33702.00	-
Directors' Sitting Fees	1500.00	-
Electricity Charges	92173.20	5134.20
Filing Fees	49220.00	130.00
General Expenses	130266.70	5955.00
Inspection Charges	77185.00	-
Insurance	391330.04	42916.00
Lease Rent	73440.00	6120.00
Legal Expenses	3655.00	-
Listing Fees	31250.00	-
Postage & Telegram	174675.50	5070.00
Printing & Stationery	252832.33	7977.94
Professional Charges	171591.00	750.00
Rent	450600.00	11000.00
Rates & Taxes	48960.60	-
Rebate & Discount	1219.00	-
Repairs & Maintenance		
- Buildings	252052.22	-
- Plant & Machinery	109719.78	-
- Others	235148.06	4500.00
Subscription	61270.00	-
Telephone & Telex	1009505.86	35597.20
Travelling	539347.84	-
Vehicle Hire Charges	169108.10	-
Auditors' Remuneration		
As Audit Fees	20000.00	12000.00
As Tax Audit Fees	5000.00	3000.00
	<u>4933833.61</u>	<u>184289.74</u>



(Amount in Rupees)

<b>SCHEDULE "Q"</b>	<b>For the year ended 31st March, 1997</b>	<b>For the year ended 31st March, 1996</b>
<b>SELLING &amp; DISTRIBUTION EXPENSES</b>		
Business Promotion Expenses	225808.75	4006.45
Brokerage & Commission	2554829.13	48878.00
Travelling Expenses	143015.00	-
Clearing & Forwarding	232531.04	-
Carriage Outward	3008005.80	-
Insurance	26335.00	-
Sales Tax	-	101562.01
T. C. Cess	-	2516.78
	<u>6190524.72</u>	<u>156963.24</u>

**SCHEDULE "R"**

<b>FINANCIAL EXPENSES</b>		
Interest	11914714.34	739647.66
Bank Charges	698266.34	35084.50
Documentation Charges	5700.00	-
	<u>12618680.68</u>	<u>774732.16</u>



**SCHEDULE - 'S'**

**SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS.**

**A. SIGNIFICANT ACCOUNTING POLICIES**

**1. Basis of Accounting**

The Accounts of the Company are prepared under historical cost convention using accrual basis of accounting and on presumption of Going Concern concept. Accounting policies not referred to otherwise are consistent with generally accepted accounting principles.

**2. Fixed Assets**

Fixed Assets are stated at cost of acquisition inclusive of duties (except for those assets on which modvat has been availed the figures have been stated at net of excise duty), taxes, incidental expenses, erection/commissioning expenses, and other related expenses.

**3. Depreciation**

Depreciation on Fixed Assets have been charged as per Straight Line Method at the rates specified in Schedule XIV to the Companies Act., 1956 on prorata basis and includes amount written off for leasehold land over the period of lease. Exchange difference added to the cost of assets is depreciated equally over the balance useful life of the assets.

**4. Foreign Currency Transactions**

- (a) Foreign currency transactions are recorded on the basis of exchange rates prevailing on the date of their occurrence.
- (b) Foreign Currency Assets and liabilities (other than those covered by forward contracts) as on the Balance Sheet date are revalued in the accounts on the basis of exchange rates prevailing at the close of the year and exchange difference arising therefrom, is adjusted to the cost of fixed assets.

**5. Sales**

Sales includes excise duty. Sales including export have been accounted for on the basis of invoicing.

The Company has changed the accounting policy relating to sales. Last year, sales was inclusive of excise duty, sales tax, T.C. cess etc, this year it includes only excise duty. However this has no effect over net profit/loss of the company and the amount involved therein is not material.

**6. Miscellaneous Expenditure**

Miscellaneous Expenditure have been written off over a period of ten years in equal instalments.

**7. Inventories**

Inventories have been valued as under :

- |                       |    |   |
|-----------------------|----|---|
| (a) Raw Materials     | .. | At Cost                                   |
| (b) Finished Goods    | .. | At Cost or Market Price whichever is less |
| (c) Work in progress  | .. | At estimated cost                         |
| (d) Consumables       | .. | At Cost                                   |
| (e) Packing Materials | .. | At Cost                                   |
| (f) Damaged Cotton    | .. | At estimated realisable value             |

**8. Service charges on Leasehold Land and payment made towards Hank Yarn obligation are accounted for on cash basis.**



**B. NOTES ON ACCOUNTS**

**1. Secured Loans**

(a) Term loan from Financial Institutions are secured by First charge/ mortgage of all the immovable properties & movable properties (save and except book debts) both present and future subject to prior charge in favour of Bankers by way of security for borrowings for working capital.

The mortgage & charges referred to herein above shall rank paripassu with the Mortgage & Charges created in favour of IDBI for its foreign currency loan and is guaranteed by Promoter Directors.

(b) **Capacity and Production**

	Installed Capacity ----- Qty.(Rotors) -----	Licensed Capacity ----- Qty.(Rotors) -----	Actual Production ----- Qty.(M.T.) -----
1. Cotton Yarn	480 (480)	N.A. N.A.	2263.640 (98.007)
2. Cotton Waste	— (—)	— (—)	309.551 (15.616)

**Note :**

1. No licence is required for manufacturing above products, hence requirement as to licensed capacity is not applicable.

**C. OPENING STOCK, SALES & CLOSING STOCK OF GOODS MANUFACTURED**

	Opening Stock		Sales		Closing Stock	
	Qty.(M.T)	Amount (Rs.)	Qty.(M.T)	Amount (Rs.)	Qty.(M.T)	Amount (Rs.)
1. Cotton Yarn	29.570 (—)	1940566 (—)	2193.400 (68.437)	171683862 (5147378)	99.810 (29.570)	6662331 (1940566)
2. Cotton Waste	11.815 (—)	82702 (—)	298.697 (3.002)	2292945 (45854)	22.669 (11.815)	158683 (82702)

**D. EARNING / EXPENDITURE IN FOREIGN CURRENCY :**

a) Earning	F.O.B. value	Previous Year
Export of cotton yarn	Rs. 38661314.00	Nil
b) Expenditure	Amount (Rs)	Previous Year
Capital Goods (C.I.F. Value)	5711656.00	62619097.00
Spare Parts (C.I.F. Value)	1587545.00	—
Travelling Expenses	59389.00	35580.00
Export Commission	792987.00	—

c) Working Capital Loans from Banks are secured by way of first charge on stock, book debts and all other Current Assets and second charge on Fixed Assets and personal guarantee of Promoter Directors.



# MV COTSPIN Limited

- d) Loan from others are secured by hypothecation of Machinery Equipments/Vehicles.
2. Stock of Raw Materials include Rs. 440833/- (Previous year nil) worths of cotton affected by fire.
3. Balance with Scheduled Bank in Current Account includes - Nil (Previous year Rs. 18610/- lying in Allotment Money Account). Fixed Deposits are under Bank lien.
4. Investment purchases and sales during the year - Nil (Previous year 28500 Equity Shares of T&I Global Ltd. face value of Rs. 10/- per share Cost Rs. 570000/-).
5. Instalments of Term Loan Due within one year are Rs. 24,00,000/- (Previous year Rs. 18,00,000/-).
6. Estimated amount of Contract remaining to be executed on Capital Account and not provided for Rs. 120.31 Lacs (Previous Year - Rs. Nil)
7. Contingent Liabilities not provided for :

	Amount(Rs)	Previous Year (Rs)
Bank Guarantees	15558039	1398435
Letter of Credit	11131441	750000
Cheques Discount	(--)	1259811

8. Future commitments of Lease rentals amounts to Rs. 1,16,280/- (Previous year Rs. 1,89,720/-).
9. Provision for taxation has been made on the basis of Minimum Alternate Tax.
10. Additional information pursuant to the provisions of Para 3, 4C & 4D of Part II of Schedule VI to The Companies Act, 1956.

A. Raw Materials Consumed

Item	Unit	Qty.	Qty.	Amount (Rs.)	Amount (Rs.)
Raw Cotton	M.T.	2606.305	(107.134)	119841280/-	(4582832/-)

E. Value of Imported/Indigenous Raw Materials/Stores Consumed

Raw Materials	Amount (Rs.)	Amount (Rs.)	Percentage	Percentage
Imported	--	(--)	--	(--)
Indigenous	119841280	(4582832)	100%	(100%)
Stores & Spare Parts				
Imported	--	(--)	--	(--)
Indigenous	1452101	(23780)	100%	(100%)

11. Balance Sheet abstract and General business profile as required by Part IV of Schedule VI to the Companies Act, 1956 is annexed forming part of the Accounts.
12. The figures for previous year are not comparable as it represents figures for one month of operations only. Figures in brackets represents previous year's figures.
13. Previous year's figures have been regrouped, rearranged and recasted wherever considered necessary.

Place : Calcutta  
Dated : June 27, 1997

Signed for identification Schedule 'A' to 'S'  
FOR P.K. AJITSARIA & CO.  
Chartered Accountants

(P.K. Ajitsaria)  
Proprietor

M. C. Agarwala  
Chairman  
Vivek Agarwal  
Managing Director  
S. S. Kothari  
Director





ANNEXURE TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 1997  
BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

**I. Registration Details**

Registration No.      State Code    
Balance Sheet Date        
Date Month Year

**II. Capital Raised during the Year (Amount in Rs. Thousand)**

Public Issue	Right Issue
<input type="text" value="5"/> <input type="text" value="4"/> <input type="text" value="9"/> *	<input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>
Bonus Issue	Private Placement
<input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>	<input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>

\* Allotment money received during the year.

**III. Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousands)**

Total Assets	Total Liabilities
<input type="text" value="1"/> <input type="text" value="8"/> <input type="text" value="1"/> <input type="text" value="5"/> <input type="text" value="0"/> <input type="text" value="8"/> . <input type="text" value="5"/> <input type="text" value="8"/>	<input type="text" value="1"/> <input type="text" value="8"/> <input type="text" value="1"/> <input type="text" value="5"/> <input type="text" value="0"/> <input type="text" value="8"/> . <input type="text" value="5"/> <input type="text" value="8"/>
Sources of Funds	
Paid-Up Capital	Reserves & Surplus
<input type="text" value="5"/> <input type="text" value="2"/> <input type="text" value="1"/> <input type="text" value="3"/> <input type="text" value="5"/> . <input type="text" value="0"/> <input type="text" value="0"/>	<input type="text" value="1"/> <input type="text" value="6"/> <input type="text" value="1"/> <input type="text" value="0"/> . <input type="text" value="6"/> <input type="text" value="6"/>
Secured Loans	Unsecured Loans
<input type="text" value="1"/> <input type="text" value="1"/> <input type="text" value="7"/> <input type="text" value="7"/> <input type="text" value="9"/> <input type="text" value="3"/> . <input type="text" value="1"/> <input type="text" value="8"/>	<input type="text" value="9"/> <input type="text" value="9"/> <input type="text" value="6"/> <input type="text" value="9"/> . <input type="text" value="7"/> <input type="text" value="4"/>
Application of Funds	
Net Fixed Assets*	Investments
<input type="text" value="1"/> <input type="text" value="2"/> <input type="text" value="5"/> <input type="text" value="5"/> <input type="text" value="1"/> <input type="text" value="3"/> . <input type="text" value="5"/> <input type="text" value="1"/>	<input type="text" value="2"/> <input type="text" value="0"/> . <input type="text" value="0"/> <input type="text" value="0"/>
Net Current Assets	Misc. Expenditure
<input type="text" value="5"/> <input type="text" value="2"/> <input type="text" value="9"/> <input type="text" value="6"/> <input type="text" value="5"/> . <input type="text" value="2"/> <input type="text" value="4"/>	<input type="text" value="3"/> <input type="text" value="0"/> <input type="text" value="0"/> <input type="text" value="9"/> . <input type="text" value="8"/> <input type="text" value="3"/>
Accumulated Losses	
<input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>	

\*(Including Capital Work in Progress)

**IV. Performance of Company (Amount in Rs. Thousands)**

Turnover (include other income)	Total Expenditure
<input type="text" value="1"/> <input type="text" value="7"/> <input type="text" value="4"/> <input type="text" value="4"/> <input type="text" value="5"/> <input type="text" value="0"/> . <input type="text" value="8"/> <input type="text" value="0"/>	<input type="text" value="1"/> <input type="text" value="7"/> <input type="text" value="1"/> <input type="text" value="2"/> <input type="text" value="8"/> <input type="text" value="8"/> . <input type="text" value="0"/> <input type="text" value="3"/>
Profit / Loss Before Tax	Profit / Loss After tax
<input type="text" value="3"/> <input type="text" value="1"/> <input type="text" value="6"/> <input type="text" value="2"/> . <input type="text" value="7"/> <input type="text" value="7"/>	<input type="text" value="2"/> <input type="text" value="8"/> <input type="text" value="1"/> <input type="text" value="4"/> . <input type="text" value="7"/> <input type="text" value="7"/>
Earning Per Share in Rs.	Dividend rate %
<input type="text" value="0"/> . <input type="text" value="4"/> <input type="text" value="5"/>	<input type="text" value="N"/> <input type="text" value="I"/> <input type="text" value="L"/>

**V. Generic Name of Three Products/Services of the Company (As per Monetary Terms)**

Item Code No.	Product Description.
1. <input type="text" value="5"/> <input type="text" value="2"/> <input type="text" value="0"/> <input type="text" value="5"/> <input type="text" value="1"/> <input type="text" value="1"/> . <input type="text" value="0"/> <input type="text" value="1"/>	1. Cotton Yarn-Grey
2. <input type="text" value="5"/> <input type="text" value="2"/> <input type="text" value="0"/> <input type="text" value="2"/> <input type="text" value="9"/> <input type="text" value="9"/> . <input type="text" value="0"/> <input type="text" value="1"/>	2. Soft Waste



**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 1997**

	(Amount in Rupees)	
	For the year ended 31st March, 1997	For the year ended 31st March, 1996
<b>A. Cash Flow from Operating Activities</b>		
Net Profit/(Loss) before Tax and extraordinary items	3162768	(1204106)
<b>Adjustments for</b>		
Depreciation	11009185	468198
Preliminary & Share Issue expenses written off	376228	376228
<b>Income &amp; Expenses treated separately</b>		
Interest Income	(322254)	(19666)
Dividend Income	-	(2280)
Interest Payment	11914714	739648
Operating Profit/(Loss) before Working Capital change	26140641	358022
<b>Adjustments for</b>		
Inventories	(11970455)	(2888072)
Trade & other Receivables	(30243797)	(3423107)
Loans advances and other Current Assets	(6545429)	3012858
Current Liabilities Decreased	(1480807)	11163355
Net Cash generated from operations	(24099847)	8223056
Interest Paid	(11914714)	(739648)
Net cash from operating activities (A)	<u>(36014561)</u>	<u>7483408</u>
<b>B. Cash Flow from Investing Activities</b>		
Purchase of Fixed Assets (Including Capital Work in Progress & Pre-operative expenses)	(19281998)	(109232185)
Interest Income	322254	19666
Dividend Income	-	2280
Net Cash used in investing activities (B)	<u>(18959744)</u>	<u>(109210239)</u>



# MV COTSPIN *limited*

## C. Cash Flow from Financing Activities

Proceeds from issue of Share Capital (Including Share Application money)	549250	34373750
Proceeds from borrowings	55595628	72167289
Share Issue Expenses	-	(3722329)
	-----	=====
Net Cash used in financing activities (C)	56144878	102818710
	-----	=====
Net Increase in Cash and Cash equivalents (A+B+C)	1170573	1091879
	-----	-----
Cash & Cash equivalents		
Opening Cash and Bank Balances as at 31.03.1996 (31.03.1995)	(3214450)	(2122571)
Closing Cash and Bank Balances as at 31.03.1997 (31.03.1996)	4385023	3214450
	-----	=====
	1170573	1091879
	-----	=====

FOR P.K. AJITSARIA & CO.  
Chartered Accountants

M. C. Agarwala  
Chairman

Place : Calcutta  
Date : June 27, 1997

(P.K. Ajitsaria)  
Proprietor

Vivek Agarwal  
Managing Director  
S. S. Kothari  
Director

P. K. AJITSARIA & CO.  
Chartered Accountants  
115, College Street, Calcutta - 700 012

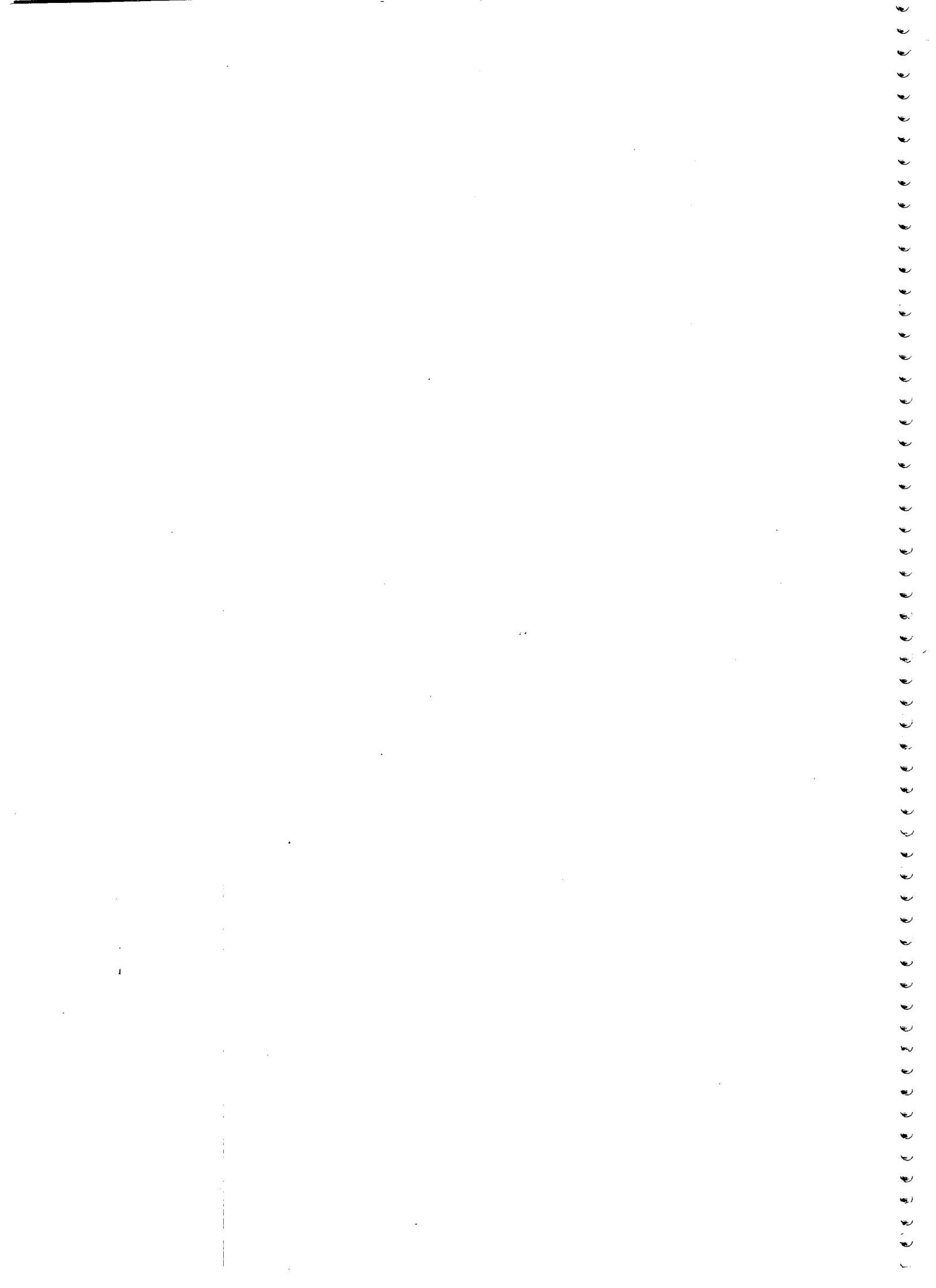
### AUDITOR'S CERTIFICATE

We have examined the Cash Flow Statement of *M/S MV COTSPIN LIMITED* for the year ended 31st March, 1997. The above statement has been prepared by the company in accordance the listing agreement with the Stock Exchange and is based on and in agreement with the listing agreement with the Stock Exchange and is based on and in agreement with the corresponding Profit and Loss Account and Balance sheet of the Company covered by our Report of even date to the Members of the Company.

FOR P.K. AJITSARIA & CO.,  
Chartered Accountants

Place : Calcutta  
Date : June 27, 1997

(Pawan Kr. Ajitsaria)  
Proprietor





# MV COTSPIN

*limited*

Regd. Office : 32, Chowringhee Road, 'Om Tower', 14th Floor, Calcutta - 700 071

## PROXY FORM ANNUAL GENERAL MEETING

Folio No. : ..... No. of Shares held .....

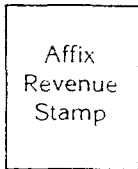
I/We ..... of .....  
..... in the district of .....

being a member/members of the above named Company, hereby appoint.....  
..... of .....

in the district ..... or failing him .....  
of ..... in the district of..... as my/our proxy to attend

and vote for me/us on my/our behalf at the 4th Annual General Meeting of the Company to be held on  
*Friday the 19th September, 1997 at 10 A.M.* and at any adjournment thereof.

Signed this ..... day of ..... 1997



Address .....

Signature .....

Note : The Proxy form duly completed must be deposited at the Registered Office of the Company not  
less than 48 hours before the time for holding the meeting.

A Proxy need not be a member.



# MV COTSPIN

*limited*

Regd. Office : 32, Chowringhee Road, 'Om Tower', 14th Floor, Calcutta - 700 071

## ATTENDANCE SLIP

I/We hereby record my/our presence at the *4th ANNUAL GENERAL MEETING* of the Company at *Gyan  
Manch Education Society, 11 Pretoria Street, Calcutta - 700 071 at 10 A.M. on Friday, the 19th September, 1997.*

.....  
Full Name of the Shareholder  
(In block letters)

.....  
Signature

Folio No. : .....

No. of Shares .....

.....  
Full Name of the Proxy  
(In block letters)

.....  
Signature

Note : Shareholders attending the Meeting in person or by proxy are requested to complete the  
attendance slip and hand it over at the entrance of the meeting hall.

UPC/Book Post

*If undelivered Please return to :*

**ABS Consultants Pvt. Ltd.,**

Unit II : - MV COTSPIN LIMITED  
Stephen House, R. No. 99, 6th Floor,  
4, B.B.D. Bag (East), Calcutta - 700 001.

Produced by : CALCUTTA MARKETING