

9th Annual Report
2001-2002



REVATI ORGANICS LIMITED

REVATI ORGANICS LIMITED

BOARD OF DIRECTORS :

GIRISH SHAH : *CHAIRMAN*
SHILPA SHAH : *DIRECTOR*
MANISH SHAH : *DIRECTOR*

REGISTRAR & TRANSFER AGENTS

R & D CONSULTANTS LIMITED

610, Dalamal Tower,
211, Nariman Point,
Mumbai - 400 021.

AUDITORS

M/S. A. M. TOPIWALA & Co.

CHARTERED ACCOUNTANTS

11 Bhagat Mansion, Gr. Floor.
Behind Laxmi Stores, Parsiwada,
Andheri (East), Mumbai 400 099.

CORPORATE & REGISTERED OFFICE :

45, Ganpati Bhavan,
M.G.Road,
Goregaon (West),
Mumbai - 400 062
Tel. : 874 8995, 874 9001

NOTICE

Notice is hereby given that the Ninth Annual General Meeting of the members of Revati Organics Limited will be held on Monday, 30th September 2002 at 11.00 a.m. at Keshav Gore Smarak Trust Hall, "Smriti", Aarey Road, Goregaon (West), Mumbai 400062 to transact the following business :

Ordinary Business :

1. To receive, consider and adopt the Balance Sheet as at 31st March, 2002 and the Profit and Loss Account for the year ended on that date and Reports of the Directors and Auditors thereon.
2. To appoint a director in place of Mr. Manish Shah who retires by rotation and, being eligible, offers herself for re-appointment.
3. To re-appoint M/s. A. M. Topiwala & Co., Chartered Accountants, the retiring Auditors of the Company, to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company at a remuneration to be decided by the Board of Directors in consultation with the Auditors.

By Order of the Board

Girish Shah
Chairman

Place : Mumbai

Dated: 28th August, 2002

Notes :

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY SHOULD HOWEVER BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.**
2. Members seeking any information with regard to accounts of the Company are requested to send their queries so as to reach the corporate office at least 10 days before the meeting, to enable the management to keep the information ready.
3. Members are requested to bring their copies of the Annual Reports to the meeting.
4. Members who are holding shares in identical names or joint names in the same order in more than one folio are requested to send to the Company the details of such folios together with the Share Certificates for consolidating their holding in one folio.

DIRECTORS REPORT

Dear members,

Your Directors have great pleasure in presenting the Annual Report of your Company and audited accounts for the year ended on 31st March, 2002.

Financial Performance

	(Rs)	
	Year ended on 31/03/2002	Year ended on 31/03/2001
Income from Operations	3,20,327	3,96,558
Expenditure	6,45,594	6,09,102
Profit before Taxation & Depreciation	(3,25,267)	(2,12,544)
Depreciation	9,323	11,451
Profit / (Loss) before tax	(3,34,590)	(2,23,995)
Provision for tax	Nil	Nil
Profit / (Loss) after tax	(3,34,590)	(2,23,995)
Profit / (Loss) brought forward from last year	(2,06,18,681)	(2,03,94,686)
Profit/(Loss) carried to Balance Sheet	(2,09,53,271)	(2,06,18,681)

Fixed Deposits

The Company has not accepted any deposits from the Public within the meaning of Section 58A of the Companies Act, 1956, in the period under review.

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings & Outgo

The Company has not done any manufacturing activity during the year under review and therefore, particulars regarding Conservation of Energy, Technology Absorption and Research & Development are not given. As far Foreign Exchange Earning & Outgo is concerned, the Company has neither earned nor used any foreign exchange during the period under review.

Directors

Mr. Manish Shah will retire by rotation and being eligible, has offered himself for re-appointment at the ensuing Annual General Meeting.

Auditors

M/s. A. M. Topiwala & Co., Chartered Accountants, retire at the ensuing Annual General Meeting and being eligible, offered themselves, for reappointment as the Auditors of the Company

Corporate Governance

Clause 49 of the Listing Agreement dealing with various Corporate Governance requirements is applicable to your company within financial year 2002-2003. Your Board has already taken steps in this regard and hope to comply with all requirements before 31st March, 2003.

Particulars of Employees

There is no employee covered pursuant to Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 as amended. Hence, no particulars are given.

Directors' Responsibility Statement

As required under Section 217(2AA) of the Companies Act, 1956, your Directors hereby confirm that -

- (i) in the preparation of these annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (ii) the accounting policies are consistently applied and reasonable and prudent judgements and estimates are made, so as to give a true and fair view of the state of affairs of the Company at the end of the financial year ended on 31st March, 2002 and of the loss of the Company for that year ;
- (iii) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of this Act, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities ;
- (iv) these annual accounts have been prepared on a "going concern" basis.

Future Outlook

Your Company was incorporated with the object of carrying on the business of chemicals and allied products. In the last Annual Report, we had explained that the intense competition, high input costs, sluggish market conditions in chemical industry and general recession in Indian economy has left very little scope in chemical business and that your Company will be diversifying into media business.

Accordingly, a Special Resolution was passed at the last Annual General Meeting of the Company held on 22nd September, 2001 for altering the Clause III of the Memorandum of Association of the Company by deleting existing clause 1 (in respect of chemical business) and substituting in its place new clauses 1 to 5 (in respect of media business). Another Special Resolution changing the name of the Company from 'Revati Organics Limited' to 'Cinevision India Limited' was also passed in the same meeting.

The Registrar of Companies, Maharashtra approved the alteration of the object clause vide his "Certificate of Registration of Special Resolution passed for Alteration of Objects" dated 13th November, 2001. However, the Registrar is yet to approve the change of name of the Company. The matter is being followed up with the Registrar. We will commence the media activity once the Registrar approves the change of name.

Acknowledgement

Your Directors wish to place on record their sincere appreciation for timely assistance, guidance and co-operation received from Financial Institutions, shareholders, bankers, the employees at all levels and from all others whose continued support has been a source of strength to the Company.

For and on behalf of the Board

(Girish Shah)
Chairman

Place : Mumbai
Dated : 28th August, 2002

AUDITORS' REPORT

To,
The Members of
REVATI ORGANICS LIMITED

We have audited the attached Balance Sheet of **M/S. REVATI ORGANICS LIMITED** as at 31st March, 2002 and the Profit & Loss account for the period ended on that date annexed thereto. These financial statements are the responsibility of the Company's 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 a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Manufacturing and Other Companies (Auditor's Report) Order, 1988 issued by the Company Law Board under section 227(4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matter specified in the said order.

Further to our comments in the Annexure referred to above, we report that:

- a) We have obtained all the information and explanation, 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 appears from our examination of the books.
- c) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of accounts of the Company.
- d) In our opinion the Profit & Loss Account and Balance Sheet comply with the Accounting Standards issued by the Institute of Chartered Accountants of India referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.
- e) On the basis of the written representations received from the directors as on 31st March, 2002 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2002, from being appointed as director in terms of section 274(1)(g) of the Companies Act, 1956.
- f) In our opinion and to the best of our information and according to the explanation given to us, the accounts subject to Notes No. 2a & 2b thereon, give the information required by the Companies Act, 1956, in the manner so required and gives a true and fair view
 - i) In the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2002 and
 - ii) In the case of Profit & Loss Account, of the loss incurred for the period ended as on that date.

For **A. M. Topiwala & Co.**
CHARTERED ACCOUNTANTS

Anil M. Topiwala
Proprietor

Place : Mumbai
Date: 28/08/2002

ANNEXURE TO THE AUDITOR'S REPORT

(REFERRED TO IN PARAGRAPH (1) OF OUR REPORT OF EVEN DATE)

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, and on the basis of such check as were considered appropriate and according to the information and explanation given to us, we report that :

- a. The Fixed Assets of the Company at Plot No. 1, Gat No. 506, Village Gonde Dumale, Taluka : Igatpuri, District Nasik namely Land, Building, Plant & Machinery and Electrical Installation were taken over by Maharashtra State Financial Corporation pursuant to their letter dated 18th November, 1998 in accordance

with the provisions of Section 29 of the State Financial Corporations Act, 1951 and as such the Company ceased to be the owner of the said assets. The Company however, has not written off these assets in the books of accounts during the year under audit. It is not possible to physically verify the fixed assets because it is taken over by the Maharashtra State Financial Corporation. (MSFC).

- b. None of the fixed assets have been revalued during the year.
- c. The stock in the form of shares are seized by the Income Tax Department, it is not possible to physically verify the stock by the management.
- d. In our opinion, valuation of stock is fair and proper in accordance with normally accepted accounting principles.
- e. The Company has taken unsecured loans during the year from parties, listed in the register maintained under section 301 of the Companies Act, 1956 and/or from companies under the same management as defined under Section 370(1B) of the Companies Act, 1956. The rate of interest and other terms and conditions are not prima facie prejudicial to the interest of the Company. In terms of Sub-section (6) of Section 370 of the Companies Act, 1956, provisions of the section are not applicable to a company on or after 31st October, 1998.
- f. The Company has not given unsecured loans during the year to parties listed in the register maintained under Section 301 and 370 (1B) of the Companies Act, 1956.
- g. In our opinion, and according to the information and explanation given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business.
- h. The Company has not entered into any contract or arrangement for providing any services to any party whose names are listed in the register maintained under Section 301 of the Companies Act, 1956 aggregating during the year to Rs. 50,000/- or more in respect of each party.
- i. The Company has a regular procedure for the determination of unserviceable or damaged stores, raw materials and finished goods. However, there is no unserviceable or damaged stores, raw materials and finished goods.
- j. The Company has not accepted fixed deposits from the Public and compliances with the directives issued by the Reserve Bank of India and the provision of section 58A of the Companies Act, 1956 and Rules framed thereunder, wherever applicable does not arise.
- k. The Company has maintained reasonable records for the sale and disposal of scrap and by products.
- l. In our opinion, the Company has an adequate internal audit system commensurate with its size and nature of its Business.
- m. The maintenance of cost records has not been prescribed by the Central Government under Section 209(1)(d) of the Companies Act, 1956.
- n. We have been informed that the Provident Fund provisions are not yet applicable to the Company and therefore regularly depositing the said fund amount to the appropriate Authorities during the year does not arise.
- o. According to the information and explanation given to us there are no undisputed amount payable in respect of Income Tax, Wealth Tax, Sales Tax, Custom Duty and Excise Duty as at 31st March, 2002, which are outstanding for a period of more than six months from the date they became payable.
- p. No personal expenses have been charged to the revenue account, other than those payable under obligations or in accordance with generally accepted business practice.
- q. The Company is not a sick industrial Company within the meaning of section 3(1)(O) of the Sick Industrial Companies (special provision) Act 1985 (1 of 1986).
- r. In respect of trading activities there was no damaged goods in the possession of the Company at the end of the year.

For **A. M. TOPIWALA & CO.**
CHARTERED ACCOUNTANTS

ANIL M. TOPIWALA
Proprietor

PLACE: MUMBAI
DATE: 28/08/2002

REVATI ORGANICS LIMITED

Balance Sheet as on 31st March, 2002

	Schedule	As on 31-03-2002 (Rs.)	As on 31-03-2001 (Rs.)
SOURCES OF FUND :			
Shareholder's Fund			
Share Capital	A	30,000,000	30,000,000
Reserves & Surplus	B	3,000,000	3,000,000
Borrowed Fund			
Secured Loans	C	11,282,695	11,099,207
Unsecured Loans	D	3,000,000	3,000,000
Total		<u>47,282,695</u>	<u>47,099,207</u>
APPLICATIONS OF FUND:			
Fixed Assets			
Gross Block	E	17,678,462	17,678,462
Less : Depreciation		11,821,504	11,812,181
Net Block		<u>5,856,958</u>	<u>5,866,281</u>
Capital work-in-progress		235,000	235,000
Investments	F	5,635,000	5,150,000
Current Assets, Loans & Advances	G	15,359,006	15,316,190
Less : Current Liabilities	H	1,097,020	597,290
Net Current assets		<u>14,261,986</u>	<u>14,718,900</u>
Miscellaneous Expenditure	I	340,480	510,345
(To the extent not written off or adjusted)			
Profit & Loss Account		20,953,271	20,618,681
TOTAL		<u>47,282,695</u>	<u>47,099,207</u>

NOTES FORMING PART OF ACCOUNTS

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Notes: Schedule A to I & notes on accounts thereon forming part of this Balance sheet

As per our report of even date

For & on behalf of the Board of Directors

For A. M. TOPIWALA & CO.
Chartered Accountants

A. M. TOPIWALA
Proprietor

MANISH SHAH
Director

GIRISH SHAH
Director

Place : Mumbai
Date : 28/08/2002

Place : Mumbai
Date : 28/08/2002

Profit and Loss Account for the year ended 31st March, 2002

	Schedule	Year ended 31-03-2002 (Rs.)	Year ended 31-03-2001 (Rs.)
INCOME :			
Other Income	J	191,692	266,953
Closing Stock		128,635	129,605
TOTAL		320,327	396,558
EXPENDITURE :			
Opening Stock		129,605	8,400
Purchases		-	124,800
Salary, Administrative & Other Expenses	K	332,501	264,339
Interest paid on term loan		183,488	211,563
Depreciation		9,323	11,451
TOTAL		654,917	620,553
Profit/(Loss) Before Tax		(334,590)	(223,995)
Profit/(Loss) brought forwards from last year		(20,618,681)	(20,394,686)
Profit/(Loss) carried to Balance Sheet		(20,953,271)	(20,618,681)

NOTES FORMING PART OF ACCOUNTS

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Notes: Schedule J & K & notes on accounts thereon forming part of this Profit & Loss Account

As per our report of even date

For & on behalf of the Board of Directors

For A. M. TOPIWALA & CO.
Chartered Accountants**A. M. TOPIWALA**
ProprietorPlace : Mumbai
Date : 28/08/2002**MANISH SHAH**
Director**GIRISH SHAH**
DirectorPlace : Mumbai
Date : 28/08/2002

REVATI ORGANICS LIMITED

Schedules forming part of accounts

	31-03-2002 (Rs.)	31-03-2001 (Rs.)
SCHEDULE - A		
SHARE CAPITAL		
Authorised Capital		
30,00,000 Equity Shares of Rs. 10/- each	30,000,000	30,000,000
Issued, Subscribed and Paid-up Capital		
30,00,000 Equity Shares of Rs.10/- each fully paid-up	30,000,000	30,000,000
SCHEDULE - B		
RESERVES & SURPLUS		
Capital Reserve	3,000,000	3,000,000
SCHEDULE - C		
SECURED LOANS		
SICOM Ltd.	906,367	722,879
Maharashtra State Financial Corp. Ltd.	10,376,328	10,376,328
(Security against mortgage of Land, Building, Plant & Machineries & Electrical installation and personal guarantee of Directors namely Shri Manish Shah and Shri Girish Shah) Note : Subject to note in the Notes forming part of Accounts	11,282,695	11,099,207
SCHEDULE - D		
UNSECURED LOAN		
From others	3,000,000	3,000,000
SCHEDULE - E		
FIXED ASSETS		

	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	As on 1-04-2001	Additions During the Year	Deductions During the Year	As on 31-03-2002	As on 1-04-2001	Provided for the Year	As on 31-03-2002	As on 31-03-2002	As on 1-04-2001
Building	5,633,729	—	—	5,633,729	1,881,812	—	1,881,812	3,751,917	3,751,917
Electrical Installation	1,114,319	—	—	1,114,319	757,898	—	757,898	356,421	356,421
Furniture & Fixture	81,810	—	—	81,810	37,742	4,407	42,149	39,661	44,068
Office Equipment	108,245	—	—	108,245	88,837	4,852	93,689	14,556	19,408
Plant & Machinery	9,399,714	—	—	9,399,714	9,044,700	—	9,044,700	355,014	355,014
Vehicle (Cycle)	1,450	—	—	1,450	1,192	64	1,256	194	258
Land & Site Dev.	1,339,195	—	—	1,339,195	—	—	—	1,339,195	1,339,195
TOTAL	17,678,462	—	—	17,678,462	11,812,181	9,323	11,821,504	5,856,958	5,866,281
PREVIOUS YEAR	17,678,462	—	—	17,678,462	11,800,730	11,451	11,812,181	5,866,281	

Note : Subject to note in the Notes forming part of Accounts

		31-03-2002 (Rs.)	31-03-2001 (Rs.)
SCHEDULE - F			
INVESTMENTS (Long term)			
	Qty.		
Non- trade, Unquoted Equity shares of Rs. 10/- each			
Revati Fiscal Services Ltd.	110000	1,100,000	1,100,000
Midastouch Dyes & Intermediaries Ltd.	405000	4,050,000	4,050,000
Shilpam Inorganics Ltd.	40500(0)	405,000	-
Revati Fincap Pvt. Ltd.	8000(0)	80,000	-
		5,635,000	5,150,000
SCHEDULE - G			
CURRENT ASSETS, LOANS & ADVANCES			
Cash & Bank balance			
- Cash in hand		1,090	10,537
- Balances with Schedule Banks on Current Account		17,329	17,367
Inventories		128,635	129,605
Sundry Debtors (Unsecured , considered good)			
- Less than six months		-	861,000
- More than six months		6,401,986	5,886,766
Advances Recoverable in cash or in kind or for value to be received		8,809,966	8,410,915
		15,359,006	15,316,190
SCHEDULE - H			
CURRENT LIABILITIES			
Sundry Creditors		597,020	597,020
Other liabilities		500,000	270
		1,097,020	597,290
SCHEDULE - I			
MISCELLANEOUS EXPENDITURE			
Preliminary Expenses		3,345	4,460
Public issue expenses		507,000	675,750
		510,345	680,210
Less : Written off		169,865	169,865
		340,480	510,345

REVATI ORGANICS LIMITED

	31-03-2002 (Rs.)	31-03-2001 (Rs.)
SCHEDULE - J		
OTHER INCOME		
Brokerage received	-	100.000
Dividend received	270	-
interest received	13,551	-
Miscellaneous income	177,871	-
Rent	-	24,000
Sundry balance written back	-	142,953
	191,692	266,953

SCHEDULE - K

SALARY, ADMINISTRATIVE & OTHER EXPENSES :

Employees Remuneration and benefits		
-Salary	37,210	30,000
-Staff Welfare Expenses	-	3,127
Advertisement Expenses	19,479	-
Audit Fees	1,050	1,050
Bank Charges	937	1,318
Consultancy Charges paid	19,100	12,000
Conveyance Expenses	3,410	8,243
Demat Charges	35	240
Fees, Rates & Taxes	13,622	-
Listing Fees	32,418	10,000
Office Expenses	10,015	2,684
Postage and Telegram Expenses	15,360	1,341
Preliminary and Issue Expenses written off	169,865	169,865
Printing & Stationary	10,000	12,678
Sundry Expenses	-	3,169
Telephone, Telex and Fax Expenses	-	2,341
Travelling Expenses	-	6,283
	332,501	264,339

SCHEDULE - I**SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS FOR THE PERIOD ENDED 31st MARCH, 2002.****1. SIGNIFICANT ACCOUNTING POLICIES:**

- a. The Accounts of the Company have been prepared under the historical cost convention in accordance with generally accepted accounting principles and the provisions of the Companies Act, 1956 and the applicable accounting standards issued by The Institute of Chartered Accountants of India.
- b. Fixed Assets are accounted at original cost less accumulated depreciation.
- c. Since there was no commercial production, no depreciation is provided on Building, Plant and Machinery, Electric Installation. On remaining assets, depreciation has been provided on Written Down Value Method as per Income Tax Act, 1961.
- d. Investments have been valued at cost and are physically verified by the management.
- e. The Current Assets, Loans and Advances are stated at the value, which will be raised in the ordinary course of the Company's business.
- f. Inventories have been valued at cost or market value which ever is lower.
- g. Preliminary Expenses are amortised over a period of ten years.
- h. Revenue/Income and Cost/Expenditure are generally accounted for on accrual basis as they are earned or incurred.
- i. Previous year figures are regrouped and rearranged wherever necessary.

2. NOTES ON ACCOUNTS

- a. The Fixed Assets of the Company at Plot No. 1, Gat No. 506, Village Gonde Dumale, Taluka : Igatpuri, District Nasik namely Land, Building, Plant & Machinery and Electrical Installation were taken over by Maharashtra State Financial Corporation pursuant to their letter dated 18th November, 1998 in accordance with the provisions of Section 29 of the State Financial Corporations Act, 1951 and as such the Company ceased to be the owner of the said assets. The Company however, has not written off these assets in the books of accounts during the year under audit amounting to Rs. 60,91,764/- comprising the following Assets :-

Building	37,51,917
Electrical Installation	3,56,421
Furniture & Fixture	39,661
Office Equipment	14,556
Plant & Machinery	3,55,014
Land & Site Development	13,39,195
Capital WIP	2,35,000
	60,91,764
	60,91,764

As against the above fixed assets, the secured loan from Maharashtra State Financial Corporation outstanding as on 31st March, 2002 as per Balance Sheet amount to Rs. 1,03,76,328/-. The amount payable to Maharashtra State Financial Corporation after adjusting the value of Fixed Assets namely land, Building, Plant & machinery, Electrical Installation, Furniture & Fixture and Office Equipment is not ascertainable in the absence of relevant data.

- b. The Company has invested money in Share application pending allotment amounting to Rs. 81,64,700/-; without any yield.
- c. Due to loss incurred during the year, there will not be any assessable income for the period and hence provision for the taxation is not provided for.
- d. There were no dues to Small Scale Industrial Units.
- e. There were no earnings in foreign currency or expenditure in foreign currency in respect of acquisition of fixed assets, stores or raw materials.
- f. During the year, there has been no employee entitled for a remuneration of Rs. 2,00,000/- or more per month or Rs. 24,00,000/- per annum.

REVATI ORGANICS LIMITED

g. Investments have been valued at cost and provision has not been made in the books for the depreciation in value of investments.

h. Provision and/or payment in respect of Auditor's remuneration for the current period and previous year is as follows :-

	2001-2002	2000-2001
Audit Fees	1,000	1,000
Service Tax	50	50

i. Additional information pursuant to the provisions of paras 3, 4C and 4D of part II of Schedule VI of the Companies Act, 1956. (As certified by the Directors)

A. Licensed Capacity	N. A.
B. Installed Capacity	
i) Aluminium Hydroxide Gel Paste and Powder	900 M. T.
ii) Almond Oil	100 M. T.
iii) Sodium Chloride	400 M. T.
iv) Sodium Sulphate	450 M. T.
C. Information in respect of shares traded by the Company	

	2001-2002		2000-2001	
	Qty. (in nos.)	Amount (in Rs.)	Qty. (in nos.)	Amount (in Rs.)
Opening Stock	35600	1,29,605	4400	8,400
Purchases	0	0	31200	1,24,800
Sales	0	0	0	0
Closing Stock	35600	1,28,635	35600	1,29,605

j. No provision for gratuity has been made since no employee has put in qualifying period of service.

k. The Company has not provided for electricity charges and interest received on MSEB Deposit.

l. Secured Loans are from:

	31-03-2002	31-03-2001
(a) SICOM Ltd. (Sanctioned Rs. 30.00 lacs against state Capital Subsidy)	4,95,200	4,95,200
Interest due	4,11,167	2,27,679
TOTAL	9,06,367	7,22,879
(b) Maharashtra State Financial Corp. (Sanctioned Rs.75 lacs against first charge on Land, Building, Plant and Machineries)	59,35,000	59,35,000
Interest due	44,41,328	44,41,328
TOTAL	1,03,76,328	1,03,76,328

The Maharashtra State Financial Corporation (MSFC) vide their letter dtd. 18th November, 1998, have taken over the possession of the entire mortgaged and hypothecated property of the Company at Plot No. 1, Gat No. 506, Village: Gonde Dumale, Tal: Igatpuri, Dist: Nasik, on 8th December, 1998. The amount payable to MSFC as on 31/03/2002 cannot be ascertained in the absence of relevant data.

m. Other information required under Schedule VI Part - II are either NIL or not applicable to the Company.

SIGNATURES TO SCHEDULE A TO L.

AS PER OUR REPORT OF EVEN DATE

For **A. M. TOPIWALA & CO.**
CHARTERED ACCOUNTANTS

A. M. TOPIWALA
Proprietor

Place : Mumbai
Date : 28/08/2002

FOR & ON BEHALF OF BOARD OF DIRECTORS

MANISH SHAH
Director

GIRISH SHAH
Director

Place : Mumbai
Date : 28/08/2002

Cash Flow Statement for the year ended 31st March, 2002

Particulars	As on 31-03-2002 (Rs.)	As on 31-03-2001 (Rs.)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before Tax	(334,590)	(223,995)
Adjustment for		
- Depreciation	9,323	11,451
- Preliminary and issue expenses written off	169,865	169,865
- Interest on term loan	183,488	211,563
Operating profit before working capital changes	28,086	168,884
Adjustment for		
(Increase)/decrease in Current assets		
- Trade and other receivable	345,780	8,042,707
- Inventories	970	(121,205)
- Loans & advances	(399,051)	(7,171,200)
Increase/(decrease) in Current liabilities		
- Trade payables	499,730	(931,746)
Net cash from operating activities (A)	475,515	(12,560)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of investments (B)	(485,000)	-
C. CASH FLOW FROM FINANCING ACTIVITIES (C)		
	-	-
NET INFLOW/(OUTFLOW) [A+B+C]	(9,485)	(12,560)
D. NET INCREASE IN CASH & CASH EQUIVALENTS		
Cash & cash equivalents opening balance	27,904	40,464
Cash & cash equivalents closing balance	18,419	27,904
	(9,485)	(12,560)

For & on behalf of the Board of Directors

MANISH SHAH
DirectorGIRISH SHAH
Director

AUDITOR'S REPORT

We have examined the above cash flow statement of Revati Organics Ltd. derived from the Audited financial statements for the year ended on 31st March, 2002 and found the same to be drawn in accordance therewith.

For A. M. TOPIWALA & CO.
Chartered Accountants

A. M. TOPIWALA
Proprietor

Place : Mumbai
Date : 28/08/2002

REVATI ORGANICS LIMITED

Balance Sheet Abstract and Company's General Business Profile

I. Registration Details

Registration No. 072194 State Code 11
 Balance Sheet Date 31-03-2002

II. Capital Raised during the year

Public Issue NIL Right Issue NIL
 Bonus Issue NIL Private Placement NIL

III. Position of Mobilisation and Deployment of Funds

Total Liabilities 47282695 Total Assets 47282695

Sources of Funds

Paid up Capital 30000000 Reserves & Surplus 30000000
 Secured Loan 11282695 Unsecured Loan 30000000

Application of Funds

Net Fixed Assets 6091958 Investments 5635000
 Net Current Assets 14261986 Misc. Expenditure 340480
 Accumulated Losses 20953271

IV. Performance of Company

Total Income 320327 Total Expenditure 654917
 Profit/(Loss) (-) 334590 Dividend NIL
 Earning per Share -

V. General Names of three principal Products/Service of the Company (As per Monetary terms)

Item Code no. -
 Product Description -

AS PER OUR REPORT OF EVEN DATE

For A. M. TOPIWALA & CO.
 CHARTERED ACCOUNTANTS

A. M. TOPIWALA
 Proprietor

Place : Mumbai
 Date : 28/08/2002

FOR & ON BEHALF OF BOARD OF DIRECTORS

MANISH SHAH
 Director

GIRISH SHAH
 Director

Place : Mumbai
 Date : 28/08/2002

REVATI ORGANICS LIMITED

Registered Office : Plot No. 45, Ganpati Bhavan, 1st Floor, M. G. Road, Goregoan (West), Mumbai - 400 062.

PROXY FORM

Reg. Folio No.

I/ We of

being a member/ members of Revati Organics Limited hereby appoint

of or falling him/ her

as my /our proxy to vote for me/us on my/our behalf at the Ninth Annual General Meeting of the Company to be held on Monday, 30th September, 2002 at 11.00 a.m. at Keshav Gore Smarak Trust Hall, "Smriti", Aarey Road, Goregoan (West), Mumbai - 400 062. and at any adjournment (s) thereof.

Signed this day of 2002 Signature

Re. 1 Revenue Stamp

Note : This form, in order to be effective, should be duly stamped, completed and signed and must be deposited at the Registered Office of the Company, not less than 48 hours before the meeting.

REVATI ORGANICS LIMITED

Registered Office : Plot No. 45, Ganpati Bhavan, 1st Floor, M. G. Road, Goregoan (West), Mumbai - 400 062.

ATTENDANCE SLIP

Ninth Annual General Meeting - 30th September, 2002

Regd. Folio No.....

Nos. of Shares held

I certify that I am a registered shareholder / proxy for the registered shareholder of the Company.

I hereby record my presence at the Ninth Annual General Meeting of the Company held on Monday, 30th September, 2002 at 11.00 a.m. at Keshav Gore Smarak Trust Hall, "Smriti", Aarey Road, Goregoan (West), Mumbai - 400 062..

.....
Member's /Proxy's Name in Block Letters

.....
Signature of Member/Proxy

Note : Please fill up the Attendance Slip and hand it over at the entrance of the meeting hall. Members are requested to bring their copies of the Annual Report at the meeting.

Book-Post

If undelivered please return to :

REVATI ORGANICS LIMITED
Plot No. 45, Ganpati Bhavan,
1st Floor, M. G. Road, Goregoan (West),
Mumbai - 400 062.

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