

Corporate Courier and Cargo Limited

17th

ANNUAL REPORT

2002 - 2003

BOARD OF DIRECTORS

Suresh V. Iyer
Arun Satam
P. Krishnakumar

Auditors

R. DEVARAJAN & CO.

Bankers

THE SYNDICATE BANK LIMITED

Registered Office :

484, Ground Floor, Parvati Vishram Sadan,
V.S. Marg, Prabhadevi, Mumbai - 400 025.

Registrar & Transfer Agents :

INTIME SPECTRUM REGISTRY PRIVATE LIMITED
260, Shanti Industrial Estate,
Sarojini Naidu Road, Mulund (W), Mumbai - 400 080.

NOTICE

NOTICE is hereby given that the Seventeenth Annual General Meeting of the Members of the Company will be held on Monday September 29, 2003 at 10.00 a.m. at 484, Ground Floor, Parvati Vishram Sadan, V.S. Marg, Prabhadevi, Mumbai-400 025. to transact the following business.

ORDINARY BUSINESS :

1. To receive, consider, approve and adopt the audited profit and loss account for the year ended 31st March 2003 and the balance sheet as on date along with the reports of the Directors and auditors thereon.
2. To appoint auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to authorise the Board of Directors to fix their remuneration.
3. To appoint P. Krishnakumar as a Director who retires by rotation and being eligible offers himself for reappointment.

NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE IN THE MEETINGS IS ALSO ENTITLED TO APPOINT A PERSON AS PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF, A blank form of proxy is enclosed herewith which, if used should be returned to the Company duly completed *not later than forty-eight hours before the commencement of the meeting.*
2. The Register of Members and Share Transfer books of the Company will be closed from Thursday September 25, 2003 to Friday September 26, 2003
3. Members are requested to notify change of address if any, to the Company or the Registrars and Transfer Agents M/s. Intime Spectrum, Registry Private Limited, 260, Shanti Industrial Estate, Sarojini Naidu Road, Mulund (W), Mumbai-400 080.
4. Shareholders desirous of any information as regards the accounts are requested to write the Company atleast seven days in advance to enable the Company to keep the information ready.

By order of the Board
For Corporate Courier and Cargo Limited

Registered Office :
484, Parvati Vishram Sadan, V.S. Marg,
Prabhadevi, Mumbai-400 025.

Place : Mumbai
Date 30th June 2003,

SURESH V. IYER
Director

DIRECTORS REPORT TO THE MEMBERS

The Directors hereby present the seventeenth Annual Report and audited accounts for the period ended 31st March 2003.

1. FINANCIAL HIGHLIGHTS

| | Previous Year (Rs. in Lacs.) | Current Year (Rs. in Lacs.) |
|--|---------------------------------|--------------------------------|
| Income | 15.47 | 16.80 |
| Expenditure | 23.35 | 21.62 |
| Profit / Loss before depreciation, | (7.88) | (4.82) |
| Interest & Provision for Tax | | |
| Less : Interest | 0.00 | 0.00 |
| Profit / Loss before depreciation, | (7.88) | (4.82) |
| Less depreciation, | (1.15) | (1.15) |
| Profit / Loss before taxation | (9.03) | (5.97) |
| Less : Taxation | 0.00 | 0.00 |
| Profit / Loss after taxation | (9.03) | (5.97) |
| Balance brought forward from previous year's | (832.06) | (826.07) |
| Profit / Loss available for appropriation | (866.95) | (832.06) |
| Balance carried to Balance sheet | (866.95) | (832.06) |

2. PERFORMANCE :

During the year under review the performance of the company has seen a reduction in the income as also a marginal increase in losses. The loss for the period under review was Rs.9.03 lacs as compared to Rs. 5.97 lacs for the last years. The Company as a policy decision continued to suspend direct business and also reduced the number of franchisees and was only collecting networking charges from the franchisees for the support and co-ordination extended to the various franchisees and also for the use of the brand name.

In order to increase the revenue levels the company have started dealing as commission agents for various goods and services.

The Company had invested a sum of Rs. 4.10 crores for acquisition of premises in the proposed commercial complex popularly known as the Bahar Theatre Complex at Vile Parle (E), Mumbai. The Company is pursuing the suit filed in the High Court for non compliance of the specific performance of the M.O.U.

3. Energy conservation, technology absorption and Foreign exchange outflow. The Company has not been engaged in activities entailing disclosure under Sectors 217 (1) of the companies act 1956.

4. DIRECTORS :

There was no change in the Board of Directors during the year under review.

5. DIRECTORS RESPONSIBILITY STATEMENT

As regards information required u/s 217(2AA) of the Companies Act, 1956, with respect to the Directors Responsibility Statement, it is hereby confirmed:

- a. That in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures.
- b. That the Directors had selected such accounting policies and applied them consistently and made in judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the Company for that period.
- c. That the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d. That the Directors had prepared the annual accounts on a going concern basis.

6. CORPORATE GOVERNANCE

The Securities and Exchange Board of India (SEBI) has prescribed a code for Listed Companies. Accordingly a new clause 49 on Corporate Governance is inserted in the Listing Agreement. Your Company is fully committed to meet the highest standards of good Corporate Governance.

The company strongly believes that good Corporate Governance is a pre-requisite for enhancing shareholders' long-term value. The Company's policies and practices are aimed at efficient conduct of business and effectively meeting its obligations to shareholders. The company has been consistently improving transparency and accountability to all its stakeholders.

BOARD OF DIRECTORS

| Composition and category of Directors | Sr. No. Category | Name of Director |
|--|-------------------------|-------------------------|
| 1 Promoter | Chairman | Suresh V. Iyer |
| 2 | Director | Arun Satam |
| 3 | Director | P. Krishnakumar |

Attendance of Directors at the Meeting of Board of Directors (BoD) held during financial year 2002-03 and the Annual General Meeting.

(AGM) held on 28th September 2002.

Six Board Meetings were held during the year. They were held on 29th June, 2002, 27th July, 30th August, 2002, 30th October, 2002, 31st January, 2003 and 29th March, 2003.

The record of attendance of Directors and Directorships of Public Limited Companies and Memberships of Board Committees:

| Name of Director | No. of Board Meetings Attended | Attendance at the AGM |
|-------------------------|---------------------------------------|------------------------------|
| Suresh. V. Iyer | 6 | Yes |
| Arun Satam | 6 | Yes |
| P. Krishnakumar | 6 | Yes |

COMMITTEES OF BOARD OF DIRECTORS

Audit Committee / Shareholders / Investors' Grievance Committee

SURESH V. IYER / ARUN STAM / P. KRISHNAKUMAR

ANNUAL GENERAL MEETINGS

Details of last three Annual General Meetings held:

| Year | Venue | Date |
|-------------|---|----------------|
| 1999 - 2000 | 484, P.V. Sadan, V.S. Marg., Prabhadevi, Mumbai-400 025. | 30 - 11 - 2000 |
| 2000 - 2001 | 484, P.V. Sadan, V.S. Marg., Prabhadevi, Mumbai-400 025. | 28 - 09 - 2001 |
| 2001 - 2002 | 484, P.V. Sadan, V.S. Marg., Prabhadevi, Mumbai-400 025. | 27 - 09 - 2002 |

DISCLOSURES

i. Disclosure of materially significant related party transactions i.e. transactions of the Company of material nature, with its Promoters, Directors or the Management, their subsidiaries relatives, etc. that may have potential conflict with the interest of the Company at large. None of the transactions with any of the related parties were in conflict with the interests of the Company.

ii. Details of non-compliance by the Company, penalties, strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets during the last three years.

The company has complied with the requirements of regulatory authorities on matters related to capital markets and no penalties/strictures have been imposed against the Company during the last three years.

7. AUDITORS

The Company's Auditors M/s. R. Devarajan & Co. retire at the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment.

8. EMPLOYEES

During the year under review were no Employees except for the Directors and hence the provisions of Section 217 (2A) are not attracted.

The Directors wish to place on record their wholehearted appreciation of the continued support extended by the shareholders, Bankers and the associates, which has been a source of strength.

By order of the Board
For Corporate Courier and Cargo Limited

Place : Mumbai
Date : 30th June, 2003

SURESH V. IYER
Director

AUDITORS' REPORT

TO THE MEMBERS OF CORPORATE COURIER AND CARGO LIMITED

We have audited the attached Balance Sheet of **CORPORATE COURIER AND CARGO LIMITED** as at March 31, 2003 and the relative Profit and Loss Account for the year ended on that date, both of which we have signed under reference to this report. These financial statements are the responsibility of the management of the Company. Our responsibility is to express an opinion on these financial statements based on our audit.

- 1 We have conducted our audit in accordance with auditing standards generally accepted in India. These 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.
- 2 As required by the Manufacturing and Other Companies (Auditor's Report) Order, 1988 issued by the Central Government of India in terms of section 227(4A) of The Companies Act, 1956 and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order, to the extent applicable.
- 3 Further to our comments in the Annexure referred to paragraph 1 above, we state that :
 - a we have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c the Balance Sheet and the Profit and Loss Account dealt with in this report are in agreement with the books of account.
 - d in our opinion, the Balance Sheet and Profit and Loss Account have complied with the Accounting Standards referred to in sub section (3C) of section 211 of the Companies Act, 1956 except to the extent referred to notes numbered 1a and 5 of Schedule 14.
 - e on the basis of written representations received from the directors as on March 31, 2003 and taken on record by the Board of Directors, we report that none of the directors are disqualified as on March 31, 2003 from being appointed as a director in terms of clause (g) of sub section (1) of section 274 of the Companies Act, 1956.

g Subject to -

- i Notes numbered 7 and 8 of Schedule 14 regarding non provisioning of finance charges payable on deferred payment facilities and interest payable on inter corporate deposits obtained by the company, amount unascertained, for the period ended March 31, 2003 and its consequent effect on the loss for the period.
- ii In the absence of confirmation of debts outstanding for a period exceeding six months as at March 31, 2003 and based on the available information, we are unable to comment on the recoverability of these amounts.

in our opinion, and to the best of our information and according to the explanations given to us, the said accounts together with the other notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view :

- i In the case of Balance Sheet of the state of affairs of the Company as at March 31, 2003 and
- ii in the case of Profit and Loss Account, of the loss for the year ended on that date.

For R. DEVARAJAN & CO
Chartered Accountants

S V SUBRAMANIAM
Partner

Mumbai
Dated : June 30, 2003

ANNEXURE TO THE AUDITORS' REPORT

(Referred to in paragraph (1) of our report of even date)

- 1 The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets. The fixed assets have been physically verified by the management at the year end, which, in our opinion and considering the size of assets and nature of its business, is reasonable and we have been informed that no material discrepancies were noticed on such verification.
- 2 None of the fixed assets have been revalued during the period.
- 3 The Company has not taken any loans, secured or unsecured, from companies, firms or other parties listed in the registers maintained under section 301 of the Companies Act, 1956 (1 of 1956) and/or from companies under the same management as defined under sub section (1B) of section 370 of the Companies Act, 1956 (1 of 1956) on terms and conditions which are prima facie prejudicial to the interests of the Company.
- 4 The Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the registers maintained under section 301 of the Companies Act, 1956 (1 of 1956) and/or to companies under the same management as defined under sub section (1B) of section 370 of the Companies Act, 1956 (1 of 1956) on terms and conditions which are prima facie prejudicial to the interests of the Company.
- 5 The Company has not given any loans or advances in the nature of loans to any party and hence the question of repayment of principal amount and regular payment of interest thereon does not arise.
- 6 In our opinion and according to the explanations given to us, there are adequate internal control procedures, commensurate with the size of the Company and the nature of its business, for the purchase of services, equipment and other assets and for the sale of services.
- 7 The Company has not entered into any transaction of purchase of goods or sale of goods and services in pursuance of contracts or arrangements entered in the registers maintained under section 301 of the Companies Act, 1956 (1 of 1956) aggregating during the year to Rs. 50000 or more in respect of each party.
- 8 We are informed that the Company has not accepted any deposit from public falling within the purview of section 58A of the Companies Act, 1956 and rules framed thereunder.
- 9 Although, the Company had no formal system of internal audit, the internal control and procedures followed by the Company, in our opinion, are adequate considering the size of the Company and nature of its business.
- 10 The Central Government has not prescribed maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 (1 of 1956), in respect of any of the services rendered by the Company.

- 11 We are informed that the provisions of the Provident Fund Act and the Employees' State Insurance Act do not apply to the Company.
- 12 There are no undisputed amounts payable in respect of wealth tax, sales tax, customs duty and excise duty, outstanding as at the last day of the year for a period of more than six months from the date they became payable.
- 13 During the course of our examination of the books of accounts carried out in accordance with the generally accepted auditing practices, we have not come across any personal expenses, which have been charged to Profit and Loss Account, nor have been informed of such cases by the management.
- 14 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 (1 of 1986).

For R DEVARAJAN & CO
Chartered Accountants

S V SUBRAMANIAM
Partner

Mumbai
Dated : June 30, 2003

CORPORATE COURIER AND CARGO LIMITED
BALANCE SHEET AS AT MARCH 31, 2003

| | | | | As at March 31, 2002 | |
|--|----------|--------------------|---------------------|----------------------|---------------------|
| | Schedule | Rupees | Rupees | Rupees | Rupees |
| SOURCES OF FUNDS | | | | | |
| Shareholders' funds | | | | | |
| Share capital | 1 | 59763500.00 | | 59763500.00 | |
| Reserves and surplus | 2 | <u>72899331.06</u> | | <u>72899331.06</u> | |
| | | | 132662831.06 | | 132662831.06 |
| Loan funds | | | | | |
| Secured | | 0.00 | | 0.00 | |
| Unsecured | 3 | 5373450.89 | | 6373450.89 | |
| | | <u>5373450.89</u> | | <u>6373450.89</u> | |
| Deferred payment facilities | 4 | | 2049975.00 | | 9153630.55 |
| Total | | | <u>140086256.95</u> | | <u>148189912.50</u> |
| APPLICATION OF FUNDS | | | | | |
| Fixed assets | | | | | |
| Gross block | 5 | 45781109.57 | | 45781109.57 | |
| Less : Depreciation | | <u>1304886.92</u> | | <u>1190114.78</u> | |
| Net block | | | 44476222.65 | | 44590994.79 |
| Investments | 6 | | 101220.00 | | 101220.00 |
| Current assets, loans and advances | | | | | |
| Sundry debtors | 7 | 1638299.79 | | 16877722.99 | |
| Cash and bank balances | 8 | 17634.55 | | 10707.55 | |
| Loans and advances | 9 | 32302042.79 | | 33942047.79 | |
| | | <u>33957977.13</u> | | <u>50830478.33</u> | |
| Less : Current liabilities and provisions | | | | | |
| Current liabilities | 10 | 25803221.06 | | 32078221.71 | |
| Provisions | | 0.00 | | 0.00 | |
| | | <u>25803221.06</u> | | <u>32078221.71</u> | |
| Net current assets | | | 8154756.07 | | 18752256.62 |
| Miscellaneous expenditure | 11 | | 659625.00 | | 1539125.00 |
| (to the extent not written off or adjusted) | | | | | |
| Profit and loss account | | | 86694433.23 | | 83206316.09 |
| Total | | | <u>140086256.95</u> | | <u>148189912.50</u> |
| Notes on accounts | 14 | | | | |
| As per our report attached of the Board | | | | | For and on behalf |

For R DEVARAJAN & CO
Chartered Accountants
S V SUBRAMANIAM
Partner

P KRISHNAKUMAR

SURESH V IYER

Mumbai
Dated : June 30, 2003

Directors
Mumbai
Dated : June 30, 2003

CORPORATE COURIER AND CARGO LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2003

| | Schedule | Rupees | Rupees | Rupees | Rupees |
|--------------------------------------|----------|------------------|---------------------|--------------------|---------------------|
| | | | | For the year ended | March 31, 2002 |
| INCOME | 12 | | 1548248.00 | | 1680163.88 |
| EXPENDITURE | | | | | |
| Administrative and other expenses | 13 | 2335593.00 | | 2162247.48 | |
| Depreciation | | <u>114772.14</u> | | <u>114772.14</u> | |
| | | | 2450365.14 | | 2277019.62 |
| PROFIT/(LOSS) FOR THE YEAR | | | -902117.14 | | -596855.74 |
| LESS : PROVISION FOR TAXATION | | | 0.00 | | 0.00 |
| PROFIT/(LOSS) AFTER TAXATION | | | -902117.14 | | -596855.74 |
| ADD : BALANCE BROUGHT FORWARD | | | | | |
| FROM PREVIOUS YEAR | | | -83206316.09 | | -82609460.35 |
| LESS : PRIOR YEAR ADJUSTMENTS | | | 2586000.00 | | 0.00 |
| BALANCE CARRIED OVER TO | | | | | |
| THE BALANCE SHEET | | | <u>-86694433.23</u> | | <u>-83206316.09</u> |
| Notes on accounts | 14 | | | | |

As per our report attached
For R DEVARAJAN & CO
Chartered Accountants

For and on behalf of the Board

P KRISHNAKUMAR

S V SUBRAMANIAM
Partner

SURESH V IYER
Directors

Mumbai
Dated : June 30, 2003

Mumbai
Dated : June 30, 2003

CORPORATE COURIER AND CARGO LIMITED
SCHEDULES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2003

| | Rupees | As at March 31, 2002 Rupees |
|---|--------------------|-----------------------------------|
| SCHEDULE 1 - SHARE CAPITAL | | |
| Authorised : | | |
| 10000000 equity shares of Rs 10 each | 100000000.00 | 100000000.00 |
| Issued, subscribed and paid up : | | |
| 5952700 equity shares of Rs 10 each, fully paid up | 59527000.00 | 59527000.00 |
| 47300 equity shares of Rs 10 each, Rs 5 paid up | 236500.00 | 236500.00 |
| 00.0 | <u>59763500.00</u> | <u>59763500.00</u> |
| SCHEDULE 2 - RESERVES AND SURPLUS | | |
| General reserve : | | |
| Per last balance sheet | 1608831.06 | 1608831.06 |
| Share premium account : | | |
| Per last balance sheet | 71290500.00 | 71290500.00 |
| | <u>72899331.06</u> | <u>72899331.06</u> |
| SCHEDULE 3 - UNSECURED LOANS | | |
| From a body corporate | <u>5373450.89</u> | <u>6373450.89</u> |
| SCHEDULE 4 - DEFERRED PAYMENT FACILITIES | | |
| Under hire purchase agreements | <u>2049975.00</u> | <u>9153630.55</u> |
| Note : The ownership of the assets will pass on to the Company on payment of the last instalment | | |

CORPORATE COURIER AND CARGO LIMITED

SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2003

SCHEDULE 5 - FIXED ASSETS

| Description | GROSS BLOCK | | | DEPRECIATION | | | NET BLOCK | |
|--------------------------|---------------------|---------------------------------|---------------------|--------------------|-------------------|--------------------|---------------------|---------------------|
| | As at 01.04.2002 | Additions during the year | As at 31.03.2003 | Upto 01.04.2002 | For the period | Upto 31.03.2003 | As at 31.03.2003 | As at 31.03.2002 |
| | Rupees | Rupees | Rupees | Rupees | Rupees | Rupees | Rupees | Rupees |
| Office equipments | 2416255.57 | 0.00 | 2416255.57 | 1190114.78 | 114772.14 | 1304886.92 | 1111368.65 | 1226140.79 |
| Capital work in progress | 43364854.00 | 0.00 | 43364854.00 | 0.00 | 0.00 | 0.00 | 43364854.00 | 43364854.00 |
| Previous year | 45781109.57 | 0.00 | 45781109.57 | 1190114.78 | 114772.14 | 1304886.92 | 44476222.65 | 44590994.79 |
| | 45781109.57 | 0.00 | 45781109.57 | 1075342.64 | 114772.14 | 1190114.78 | 44590994.79 | 44705766.93 |

CORPORATE COURIER AND CARGO LIMITED
SCHEDULES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2003

As at March 31, 2002

| | Rupees | Rupees |
|--|--------------------|--------------------|
| SCHEDULE 6 - INVESTMENTS | | |
| Long term, quoted and at cost | | |
| 5000 equity shares of Rs 10 each Pressman Leasing Limited (Market value - Rs 35000.00) | 50000.00 | 50000.00 |
| Long term, unquoted and at cost | | |
| 48 equity shares of Rs 25 each of The Bombay Mercantile Co-operative Bank Limited | 1220.00 | 1220.00 |
| 2500 equity shares of Rs 20 each of The South Indian Co-operative Bank Limited | 50000.00 | 50000.00 |
| | <u>101220.00</u> | <u>101220.00</u> |
| Aggregate market value of quoted investments | <u>35000.00</u> | <u>35000.00</u> |
| SCHEDULE 7 - SUNDRY DEBTORS | | |
| (Unsecured, considered good) | | |
| Debts outstanding for a period exceeding six months | 1638299.79 | 16877722.99 |
| Other debts | 0.00 | 0.00 |
| | <u>1638299.79</u> | <u>16877722.99</u> |
| SCHEDULE 8 - CASH AND BANK BALANCES | | |
| Cash in hand | 90.59 | 4690.59 |
| In current accounts with scheduled banks | 17543.96 | 6016.96 |
| | <u>17634.55</u> | <u>10707.55</u> |
| SCHEDULE 9 - LOANS AND ADVANCES | | |
| (Unsecured, considered good) | | |
| Advances recoverable in cash or in kind or for value to be received | 32302042.79 | 33942047.79 |
| | <u>32302042.79</u> | <u>33942047.79</u> |
| SCHEDULE 10 - CURRENT LIABILITIES | | |
| Sundry creditors | 25803221.06 | 32078221.71 |
| | <u>25803221.06</u> | <u>32078221.71</u> |
| SCHEDULE 11 - MISCELLANEOUS EXPENDITURE | | |
| Share issue expenses : | | |
| Per last balance sheet | 1539125.00 | 2418625.00 |
| Less : Written off during the year | 879500.00 | 879500.00 |
| | <u>659625.00</u> | <u>1539125.00</u> |

CORPORATE COURIER AND CARGO LIMITED
SCHEDULES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2003

| | Rupees | For the year ended March 31, 2002 Rupees |
|--|-------------------|--|
| SCHEDULE 12 - INCOME | | |
| Networking charges | 692200.00 | 393647.24 |
| Commission income | 850000.00 | 1102600.00 |
| Sundry balances written back | 0.00 | 176356.64 |
| Dividend received | 6048.00 | 7560.00 |
| | <u>1548248.00</u> | <u>1680163.88</u> |
| SCHEDULE 13 - ADMINISTRATIVE AND OTHER EXPENSES | | |
| Printing and stationery | 50000.00 | 110967.00 |
| Postage, telegram and telephones | 6096.00 | 9295.48 |
| Auditors' remuneration | 20000.00 | 25500.00 |
| Legal and professional charges | 1178100.00 | 410500.00 |
| Share issue expenses written off | 879500.00 | 879500.00 |
| Restrictive covenant payments | 0.00 | 695000.00 |
| General expenses | 201897.00 | 31485.00 |
| | <u>2335593.00</u> | <u>2162247.48</u> |

CORPORATE COURIER AND CARGO LIMITED
SCHEDULE 14 - NOTES FORMING PART OF ACCOUNTS
FOR THE YEAR ENDED MARCH 31, 2003

1) Significant accounting policies (to the extent applicable)

a Revenue recognition -

The Company recognises its revenue and expenses on accrual basis, except for finance charges payable on deferred payment facilities and interest payable on inter corporate deposits obtained.

b Fixed assets -

The fixed assets are stated at cost of acquisition. The cost includes freight, duties, taxes and related incidental expenses.

c Depreciation -

Depreciation is provided from the date the assets have been installed and put to use, on the original costs thereof, on straight line method at the rates and in the manner specified in Schedule XIV to the Companies Act, 1956.

d Retirement benefits :

The Company did not have any employees during the year ended March 31, 2003.

e Share issue expenses :

Expenses incurred on issue of shares to the public are amortized over a period of ten years.

f Taxation :

Income tax expenses comprises of current tax and deferred tax charge or credit. The deferred tax charge or credit is recognized using current tax rates. Where there are unabsorbed depreciation or carry forward losses, deferred tax assets are recognized only if there is virtual certainty of realization of such assets. Other deferred tax assets are recognized only to the extent there is reasonable certainty of realization in future. Deferred tax assets/liabilities are reviewed as at each Balance sheet date based on developments during the year and available case law, to reassess realization/liabilities.

2 Auditors' remuneration includes :

| | Rupees In lakhs | Previous year Rupees In lakhs |
|--------------------|-----------------|----------------------------------|
| For audit | 0.20 | 0.20 |
| For other services | 0.00 | 0.06 |
| | 0.20 | 0.26 |

3 Out of the issued and paid up capital of the Company,

- a 150000 equity shares of the face value of Rs 10 each have been issued as fully paid up bonus shares by utilisation of Rs 1500000 from the Profit and Loss Account during the year ended March 31, 1994
- b 1315550 equity shares of the face value of Rs 10 each have been issued as fully paid up bonus shares by utilisation of Rs 13155500 from the Profit and Loss Account during the year ended March 31, 1995
- c 1834450 equity shares of the face value of Rs 10 each have been issued as fully paid up bonus shares by utilisation of Rs 18344500 from the Revaluation Reserve during the year ended March 31, 1995

CORPORATE COURIER AND CARGO LIMITED
SCHEDULE 14 - NOTES FORMING PART OF ACCOUNTS
FOR THE YEAR ENDED MARCH 31, 2003

- 4 .Contingent liabilities :
Penalties/interest, if any, in respect of delayed/non payment of tax deducted at source, corporate taxes, service tax, provident fund and employees' state insurance dues - amounts unascertainable.
- 5 In respect of investments, no provision has been made in the accounts for the diminution in the value of investments of Rs 0.15 lakhs.
- 6 The Company has filed a suit in the Honourable High Court, Mumbai against Messrs Viral Enterprises for recovery of a sum of Rs 410 lakhs paid for acquisition of office premises. This amount is included under the head Capital Work in Progress.
- 7 In respect of deferred payment facilities obtained from various parties no provision has been made in respect of finance charges payable thereon for the year ended March 31, 2003. The quantum of such finance charges payable is unascertainable.
- 8 In respect of inter corporate deposits obtained by the Company no provision has been made in respect of interest payable thereon for the year ended March 31, 2003. The quantum of such interest payable is unascertainable.
- 9 Balances reflected under the heads sundry debtors and sundry creditors are subject to confirmation/ reconciliation.
- 10 Cash on hand, as at March 31, 2003, was physically verified by the Management and a certificate in respect of such verification has been duly furnished to the Auditors.
- 11 Balances of some of the bank accounts are subject to confirmation.
- 12 Advances recoverable in cash or in kind or for value to be received are subject to confirmation.
- 13 No provision for taxation has been made in the accounts in view of the loss for the year.
- 14 The Company has unabsorbed depreciation and carried forward losses available for set off under the Income Tax Act, 1961. However in view of present uncertainty regarding generation of sufficient future taxable income, the provision for deferred tax liability net of deferred tax assets at the year end including related credit for the year have not been recognized in these accounts on prudent basis.
- 15 As the Company's business activity falls within a single primary segment, the disclosure requirement of Accounting Standard 17 "Segment Reporting", issued by the Institute of Chartered Accountants of India, is not applicable.
- 16 Information required to be furnished pursuant to Part IV of Schedule VI to the Companies Act, 1956 is enclosed in Annexure A.

As per our report attached
For **R DEVARAJAN & CO**
Chartered Accountants

S V SUBRAMANIAM
Partner

Mumbai
Dated : June 30, 2003

For and behalf of the Board

P KRISHANKUMAR

SURESH V IYER
Directors
Mumbai

Dated : June 30, 2003

CORPORATE COURIER AND CARGO LIMITED
Balance Sheet Abstract and Company's General Business Profile
(As required by Part IV of Schedule VI to the Companies Act, 1956)

| | | |
|---|---|-------------------------|
| I Registration Details - | | |
| Registration No. | : | 40280 |
| State Code | : | 11 |
| Balance Sheet Date | : | 31.03.2003 |
| | | Amount (Rs in lakhs) |
| II Capital Raised during the Year - | | |
| Public Issue | : | 0.00 |
| Rights Issue | : | 0.00 |
| Bonus Issue | : | 0.00 |
| Private Placement | : | 0.00 |
| III Position of Mobilisation and Deployment of Funds - | | |
| Total Liabilities | : | 1400.86 |
| Total Assets | : | 1400.86 |
| Sources of Funds | | |
| Paid-up Capital | : | 597.64 |
| Reserves & Surplus | : | 728.99 |
| Secured Loans | : | 0.00 |
| Unsecured Loans | : | 53.73 |
| Deferred Payment Facilities | : | 20.50 |
| Application of Funds | | |
| Net Fixed Assets | : | 444.76 |
| Investments | : | 1.01 |
| Net Current Assets | : | 81.54 |
| Miscellaneous Expenditure | : | 6.60 |
| Accumulated Losses | : | 866.95 |
| IV Performance of Company - | | |
| Turnover | : | 15.47 |
| Total Expenditure | : | 24.50 |
| Profit Before Tax | : | -9.03 |
| Profit After Tax | : | -9.03 |
| Earning Per Share (in Rupees) | : | 0.00 |
| Dividend Rate (%) | : | 0.00 |
| V Generic Names of Three Principal Products/ Services of Company (as per monetary terms) - | | |
| Item Code No. (ITC Code) | : | - |
| Product Description | : | Courier service |

AUDITORS' CERTIFICATE

We have examined the attached cash flow statement of Corporate Courier Limited for the year ended March 31, 2003. The statement has been prepared by the Company in accordance with the requirements of clause 32 of the Listing Agreements with the stock exchanges and is based on and in agreement with the corresponding profit and loss account and balance sheet of the Company covered by our report dated June 30, 2003 to the members of the Company.

For R DEVARAJAN & CO

Chartered Accountants

S V SUBRAMANIAM

Partner

Mumbai

Dated : June 30, 2003

Corporate Courier and Cargo Limited

Registered Office : 484, Ground Floor, Parvati Vishram Sadan, V.S. Marg. Prabhadevi, Mumbai-400 025.

ATTENDANCE SLIP

PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT ENTRANCE OF THE VENUE: Joint Shareholders may obtain additional Attendance Slips on request

NAME AND ADDRESS OF THE SHAREHOLDER

Regd. Folio No.: _____

I hereby record my presence at the 17th Annual General Meeting of the Company to be held at 484, Ground Floor, Parvati Vishram Sadan, V. S. Marg. Prabhadevi, Mumbai-400 025. Monday 29th September, 2003 at 10.00 a.m.

SIGNATURE OF THE SHAREHOLDER OR THE PROXY ATTENDING THE MEETING

IF SHAREHOLDER PLEASE SIGN HERE

IF PROXY PLEASE SIGN HERE

NOTE :

The Copy of the Annual Report may please be brought to the meeting venue

Shareholder are Proxiesor requested to bring the attendance slip with them. Duplicate slips will not be issued at the venue.

----- (TEAR HEAR) -----

Corporate Courier and Cargo Limited

Registered Office : 484, Ground Floor, Parvati Vishram Sadan, V.S. Marg. Prabhadevi, Mumbai-400 025.

PROXY FORM

Regd Folio _____

I/We _____

of _____ being a Member / Members of the above my/our behalf at the 17th Annual General Meeting of the Company to be held at 484, Ground Floor, Parvati Vishram Sadan, V. S. Marg, Prabhadevi, Mumbai-400 025. on Monday 29th September. 2003 at 10.00 a.m

Sined _____

Date _____

NOTE:

This Proxy Form must reach the Companys Registered Office not less than 48 hours before the meeting i.e. latest by 27th Sep. 2003.