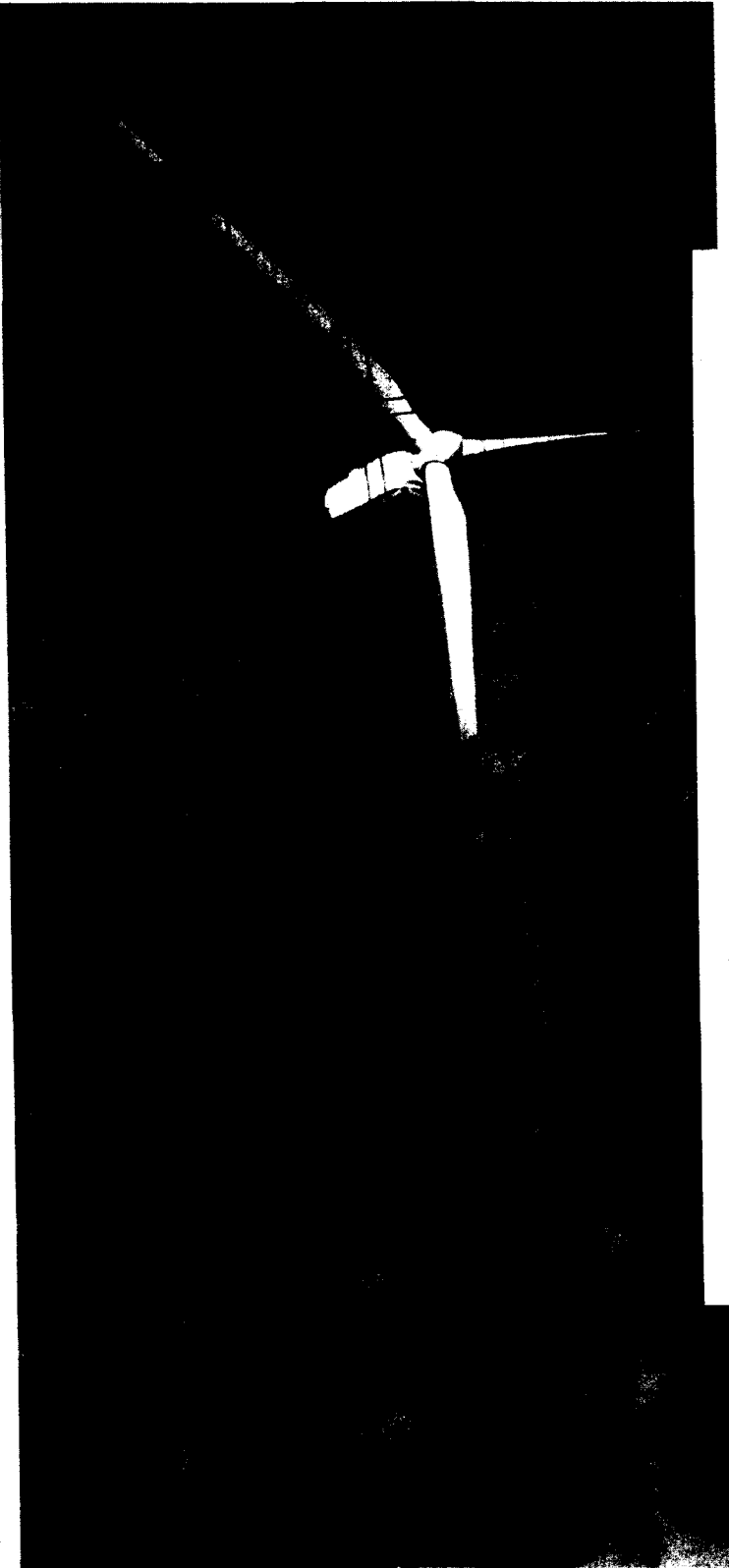



**'Source That Never Ends'**

***11th Annual Report***  
***(Year Ended 31st March, 2003)***



  
**SUN SOURCE**  
**(INDIA) LIMITED**

## BOARD OF DIRECTORS

No.	NAME	BACKGROUND	OTHER POSITIONS HELD
1.	Mr Rajnikant J. Patel Chairman (Upto 29/9/03 Only as Resigned)	Turnkey Project Engineer	Chairman cum Managing Director M/S Dantesh Consultants Pvt. Ltd, Ahmedabad.
2.	Mr Ashok K. Gajjar Vice Chairman	Manufacturing and Export of Veg Oil Mill Machineries	Managing Partner M/S Laxmi Vijaya Brass & Iron Works, Baroda
3.	Ms Nisha Patel Director (Upto 10/9/02 Only as Resigned)	Overseas Investor	Represents NRI Investor Group from USA.
4.	Mrs. P. K. Amin Director	Investor	---
5.	Mr. Pankaj M. Patel Additional Director (from 08/08/2003)	Business	---
6.	Mr. Hemesh J. Amin Additional Director (from 08/08/2003)	Business	---
7.	Mr. M. S. Dadhich Additional Director (from 20/08/2003)	Service	---

### REGD. OFFICE & FACTORY

One-Sonal Industrial Estate,  
(Khoda) Sanand - Viramgam Highway,  
Dist: Ahmedabad-382170 Gujarat,(INDIA)  
Phone : 91- 79- 3773203, 3773282

### AUDITORS

#### SHAH MERCHANT & ASSOCIATES

Chartered Accountants  
14/4 L Colony, Nr. Sahjanand College,  
Ambavadi, Ahmedabad 380015 Gujarat, India

### BANKERS

- (1) Vijaya Bank
- (2) State Bank of Saurashtra
- (3) State Bank of India
- (4) Oriental Bank of Commerce

## NOTICE

NOTICE is hereby given that the ELEVENTH ANNUAL GENERAL MEETING (AGM) of the Members of SUN SOURCE (INDIA) LIMITED will be held on Monday, September 29, 2003 at 10.00 A.M. at our Registered Office at One-Sonal Industrial Estate (Khoda), Sanand-Viramgam Highway, Dist : Ahmedabad - 382 170, Gujarat (India), to transact the following business;

### ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited Statement of Accounts together with Directors' Report and the Auditor's Report thereon for the year ended 31st MARCH, 2003.
2. To appoint a directors' in place of Mr .Pankaj M. Patel and Mr. Himesh J. Amin who retire as additional directors and being eligible, offer themselves for reappointment.
3. To appoint the Auditors of the Company, and fix their remuneration.

### REGD. OFFICE & FACTORY

1, Sonal Industrial Estate, Khoda,  
Sanand-Viramgam Highway,  
Dist: Ahmedabad 382 170  
Gujarat, (INDIA)

### ON BEHALF OF THE BOARD

R. J. PATEL  
CHAIRMAN

PLACE : KHODA, AHMEDABAD.

DATE : September 03, 2003

### NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES, IN ORDER TO BE EFFECTIVE, SHOULD BE DULY STAMPED, COMPLETED, SIGNED AND DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE TIME OF THE MEETING.
2. The Register of Members and Share Transfer Book of the Company will remain closed from September 26, 2003 to September 29, 2003 (Both Days Inclusive) for the purpose of this AGM.
3. Members are requested to advise the Company immediately of any change in their address.
4. As a measure of economy, members are requested to bring their copies of the Annual Report at the venue of the meeting.

### ON BEHALF OF THE BOARD

R. J. PATEL  
CHAIRMAN

PLACE : KHODA, AHMEDABAD.

DATE : September 03, 2003

## DIRECTORS' REPORT

To,  
Members of the Company,  
**FINANCIAL RESULTS**

The results during the year are as under :

KEY PERFORMANCE INDICATORS	2002-03	2001-02
Revenue		
Operating Profit		
Profit Before Tax		
Profit After Tax		
Dividend		
EPS		
Dividend Yield		

### **BADMER SOLAR PV PROJECT:**

Government of Rajasthan (GOR) has terminated the LOI and Power Purchase Agreement for 50 MW Badmer Solar PV Power Plant dated 26-02-1996 due to long delay in project implementation in absence of requisite project funding estimated at USD 150 million. The GOR consequently forfeited our Development Security of Rs. One crore including Bank Guarantee of Rs. 75 lacs vide their letter No. F.20(8)Energy/95/pt.I dated 29-03-2003.

GOR has however permitted our company to go ahead with smaller financially feasible capacity, say 3 to 5 MW Solar PV power plant with enhanced electricity rates under GOR new NES power policy dated 11-03-99, waiving security deposit for this. The company has got approval for 3 MW accordingly from GOR and now project funding is being sought, as joint venture and/or term loan. The company is hopeful for favorable outcome for this 3 MW capacity power plant at this stage.

### **DIVIDEND :**

To enable future shareholders' value on the basis of present investments, your directors recommended that no dividend be paid for the year ended 31ST MARCH, 2003.

### **DEMAT SERVICE:**

Members are availing of this service in large numbers.

### **DIRECTORS:**

Mr. Rajnikant J Patel, Chairman has resigned as Director and Chairman of the Board due to his preoccupation with personal overseas business. He is continuing only upto 29-09-2003 as requested and retiring on completion of 11 th AGM on 29-09-2003.

Mr. Ashok K. Gajjar, Vice-Chairman will take over as Chairman from 30-09-2003 in place of Mr. Rajnikant J. Patel.

THE BOARD OF DIRECTORS highly appreciate the dedicated services and leadership rendered by Mr. Rajnikant J. Patel as Director and Chairman of Company from the inception of the Company.

Ms. Nisha R. Patel, NRI, has resigned and retired as Director on the Board with effect from 10<sup>th</sup> September, 2002 as her shifting to USA. The Board of Directors highly appreciate the dedicated services rendered by Ms. Nisha Patel to the Company since the inception as a Director of the Company.

Mr. Pankaj M. Patel and Mr. Hemesh J. Amin, additional directors retire as per the articles of the company and being eligible both offer themselves for reappointment.

Mr. M. S. Dadhich, additional director (also Hon. Managing Director) retires as per the articles of the company, and does not offer himself for reappointment as Director (also as Hon. Managing Director) on the Board.

### **AUDITORS OBSERVATION :**

The observations of the Auditors in their report are explained in the notes to the accounts which are self explanatory.

### **DEPOSIT :**

The Company has not accepted any deposits from the public.

### **PARTICULARS OF EMPLOYEE :**

None of the employee drawing remuneration exceeding Rs.50,000/- per month or Rs.6,00,000/- per annum was employed.

### **AUDITORS :**

M/S SHAH MERCHANT & ASSOCIATES, Chartered Accountants, Ahmedabad, are retiring auditors at this AGM. The members may suitably decide regarding the appointment of Auditors.

### **ACKNOWLEDGEMENT:**

The Board of Directors wish to place on record their support, involvement, co-operation and assistance received from the Govt. of Rajasthan, Govt. of India, Bankers and Employees of the Company.

**ON BEHALF OF THE BOARD**

PLACE : KHODA, AHMEDABAD.  
DATE : September 03, 2003

R. J. PATEL  
CHAIRMAN

## AUDITOR'S REPORT

TO,  
THE SHAREHOLDERS,  
SUN SOURCE (INDIA) LIMITED.

1. We have audited the attached Balance Sheet of Sun Source (India) Limited as at 31<sup>st</sup> March, 2003 and also the Profit & Loss account for the year ended on that date annexed thereto and the cash flow statement for the year ended on that date. 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.
2. 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 the management, as well as evaluation the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. 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 annex hereto a statement on the matters specified in paragraph 4 & 5 of the said order.
4. Further to our comments in the annexure referred to in paragraph 1 above:
  2. (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 account as required by law have been kept by the company, so far as appears from our examination of these books.
  - (c) The Balance Sheet, Profit & Loss account and Cash Flow Statement dealt with by this report are in agreement with the books of account.
  - (d) In our opinion, the Profit & Loss account and Balance Sheet and cash flow statement comply with Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956

**Subject to the following:-**

- (i) AS-2 has not been adhered to as the Stock-in-trade has been valued at cost of purchase whereas its' market value has reduced. The reduction in value could not be ascertained.
- (ii) AS-6 Depreciation has not been provided at the rates prescribed in Schedule XIV of the Companies Act, 1956.
- (iii) AS-9 Provision for listing fees have not been made last few years. Since, there are changes in the fees charged by stock exchange, the amount could not be ascertained.
- (iv) AS-22 "Taxes on Income" has not been adhered to.
- (e) On the Basis of representation received from the Directors, none of the Directors are disqualified to act as directors of this company Under Section 274 (1)(g) of the Companies Act, 1956.
- (f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the notes to the accounts thereon and in particular following notes:
  - (I) A(2) regarding non-provision of depreciation as per rates prescribed in Schedule XIV of the Companies Act, 1956.
  - (II) A(3) regarding not writing off preliminary expenses at rate of 10%.
  - (III) A(6) regarding non-provision of Contingent liabilities.
  - (IV) B(3) regarding non-provision of listing fees.
  - (V) B(4) regarding valuation of stock at cost & not at market value which could be low & non-verification of stock.
  - (VI) B(6) regarding default in non-allotment of shares & non-adherence to listing agreements.
  - (VII) B(11) Non-provision & non calculation deferretax liability.
  - (i) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2003 and (ii) in the case of the profit and loss account, of the Profit for the year ended on that date. (iii) in case of cash flow statement, cash flows for the year ended on that date.

FOR, SHAH MERCHANT & ASSOCIATES  
Chartered Accountants

PLACE : AHMEDABAD  
DATE : September 03, 2003

(Ashok K. Shah)  
PARTNER

## ANNEXURE TO THE AUDITORS REPORT FOR 31<sup>ST</sup> MARCH, 2003

1. The Fixed Assets Register is not presented for our verification. Physical verification of Assets has not been undertaken in the management during the year as informed to us.
2. None of fixed assets have been revalued during the year.
3. The stock of hardware items & certain finished goods are lying in the factory premises under construction of the company as informed to us. No inventory of the stock is available & as informed to us, no physical verification of the stock is carried out by the management.
4. The procedures of physical verification of stocks followed by the management are not reasonable or adequate in relation to the size of the Company.
5. As no physical verification of stock has been undertaken & no stock Books are available, there is no question of dealing with discrepancies.
6. The valuation of stock is carried forward from previous year & re-assessment of the valuation has not been done. The stock is valued at purchase price.
7. The Company has granted loans, secured or unsecured to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956 and to companies under the same management within the meaning of section 370 (1B) of the Companies Act, 1956 and the interest on the same is not charged.
8. The Company has taken loans, secured or unsecured from companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956, and from companies under the same management within the meaning of section 370 (1B) of the Companies Act, 1956, where the rate of interest and other terms and conditions of such loans are not prima facie prejudicial to the interest of the Company.
9. (a) The Company has given interest free Loans to others & there is no stipulation for repayment of loans.  
The commercial operations of the company are closed. However, the internal control needs to be strengthened for the verification of Stock & Assets.
10. In our opinion and according to the information and explanations given to us, the Company has not entered into any transaction for purchase of goods and materials and sale of goods, materials and services made in pursuance of contracts or arrangements entered 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.
11. According to the information and explanation given to us the Company has no procedure for determination of unserviceable or damaged stores, raw materials and finished goods.
12. In our opinion and according to information and explanations given to us, the Company has not accepted deposits from the public under the provisions of Section 58-A of the Companies Act, 1956 and rules framed thereunder.
13. As there is no manufacturing activity there is no sale or disposal of by product or scrap, hence, question of keeping records for the same does not arise.
14. Company does not have internal audit system.
15. We are informed by the Company that the maintenance of the cost records has not been prescribed by the Central Government u/s. 209(1) (d) of the Companies Act, 1956 for any of the products of the Company.
16. The provisions of Provident Fund E.S.I. do not apply to the Company.
17. According to the information and explanations given to us, no undisputed amounts payable in respect of Income-tax, Wealth -tax, Sales-tax, Custom Duty and Excise Duty were outstanding as at 31<sup>st</sup> March, 2003 for a period of more than six months from the date they became payable.
19. According to the information and explanations given to us, no personal expenses of employees or directors have been charged to revenue account other than those payable under contractual obligations or in accordance with generally accepted business practice.
20. The Company is not a Sick Industrial undertaking as per provisions of Sick Industrial Companies' (Special Provisions) 1985.

FOR, SHAH MERCHANT & ASSOCIATES  
Chartered Accountants

PLACE : AHMEDABAD  
DATE : September 03, 2003

(Ashok K. Shah)  
PARTNER

**SUN SOURCE (INDIA) LIMITED**  
**BALANCE SHEET AS ON 31st MARCH, 2003**

		AS ON 31st March, 2003 Rs.	AS ON 31st March, 2002 Rs.
<b>1 SOURCES OF FUND :</b>			
<b>Shareholder' Fund :</b>			
<b>SOURCES OF FUNDS :</b>			
Shareholders Funds :			
Share Capital	1	11,45,56,550	11,45,56,550
Reserves & Surplus	2	3,54,92,176	3,54,45,818
<b>Loan Funds :</b>			
Secured Loans	3	18,45,433	27,35,546
Unsecured Loans	4	NIL	45,000
Total		<b>15,18,94,159</b>	<b>15,27,82,914</b>
<b>2. APPLICATION OF FUNDS</b>			
<b>Fixed Assets :</b>			
Gross Block	7	3,40,73,984	3,40,73,984
Less : Depreciation		17,65,578	16,24,445
Add : Pre.op. Exp.pending Allocation		<b>2,51,73,070</b>	<b>2,51,73,070</b>
Total		<b>5,74,81,476</b>	<b>5,76,22,609</b>
<b>Investments :</b>			
<b>A. Current Assets,</b>			
Loans and Advances:			
Current Assets	8		3,18,22,288
Loans & Advances			5,33,18,673
			<b>8,51,40,961</b>
<b>B. Less :</b>			
Current Liabilities & Provision			
	5		19,12,902
<b>Net Current Assets (A-B)</b>			
Miscellaneous Expenditure :	9	<b>8,24,80,437</b>	<b>8,32,28,059</b>
(To the extent not written off or adjusted)		<b>1,09,89,346</b>	<b>1,09,89,346</b>
Total		<b>15,18,94,159</b>	<b>15,27,82,914</b>

For, **SHAH MERCHANT & ASSOCIATES**  
Chartered Accountants

Ashok Shah  
Partner

R. J. Patel      Chairman  
A. K. Gajjar      Vice Chairman  
Mrs. P. K. Amin      Director

Place: Ahmedabad  
Date : September 03, 2003

**SUN SOURCE (INDIA) LIMITED**  
**PROFIT & LOSS A/C FOR THE YEAR ENDED 31.03.2003**

PARTICULARS	FOR THE YEAR ENDED 31.03.03 RS.	FOR THE YEAR ENDED 31.03.02 RS.
<b>INCOME</b>		
Sales	NIL	NIL
Other Income (Interest Income)	7,13,353	9,63,784
Total Rs.	<b>7,13,353</b>	<b>9,63,784</b>
<b>EXPENDITURES</b>		
Payment to Employee	53,705	2,09,295
Administrative & General Expenses	2,13,501	1,85,625
Financial Expenses	2,21,502	3,03,285
Audit Fees	10,800	15,750
Depreciation	1,41,133	1,66,996
Total Rs.	<b>6,40,641</b>	<b>8,80,951</b>
Profit Before Taxation	72,712	82,833
Less : Provision for Taxation	26,354	30,441
Profit after Taxation	46,358	52,392
Balance carried to Balance Sheet	<b>46,358</b>	<b>52,392</b>

For, **SHAH MERCHANT & ASSOCIATES**  
Chartered Accountants

**Ashok Shah**  
Partner

**R. J. Patel**      Chairman  
**A. K. Gajjar**    Vice Chairman  
**Mrs. P. K. Amin**   Director

**Place:** Ahmedabad  
**Date :** September 03, 2003



**SUN SOURCE (INDIA) LIMITED**  
**SCHEDULED OF BALANCE SHEET AS ON 31.03.2003**

	AS ON 31.3.03	
<b>SCHEDULE 1</b>		
SHARE CAPITAL		
AUTHORISED SHARE CAPITAL		
15000000 Equity Shares of Rs. 10/- each	15,00,00,000	15,00,00,000
ISSUED SHARE CAPITAL		
14400000 Equity Shares of Rs. 10/- each	14,40,00,000	14,40,00,000
SUBSCRIBED SHARE CAPITAL		
14391461 Equity Shares of Rs. 10/- each	14,39,14,610	14,39,14,610
PAID UP SHARE CAPITAL		
14391461 Equity Shares of Rs.10/- each	14,39,14,610	14,39,14,610
Calls in arrears	2,93,58,060	2,93,58,060
<b>TOTAL</b>	<b>11,45,56,550</b>	<b>11,45,56,550</b>
<b>SCHEDULE 2</b>		
RESERVES & SURPLUS		
1) Share Premium	4,79,57,305	4,79,57,305
Less : Calls in arrears	1,45,66,373	1,45,66,373
<b>TOTAL Rs. (1)</b>	<b>3,33,90,932</b>	<b>3,33,90,932</b>
2) GENERAL RESERVE		
Opening Balance	1,05,887	1,05,887
<b>TOTAL Rs. (2)</b>	<b>1,05,887</b>	<b>1,05,887</b>
3) PROFIT & LOSS ACCOUNT		
Opening Balance	19,48,999	18,96,607
Add : Profit of the Current year	45,392	52,392
<b>TOTAL Rs. (3)</b>	<b>19,94,391</b>	<b>19,48,999</b>
<b>TOTAL Rs. 1+2+3</b>	<b>3,54,91,210</b>	<b>3,54,45,818</b>
<b>SCHEDULE 3</b>		
SECURED LOANS		
Share Application Money (Refund)		14,76,852
Loans Against F.D.R.		12,58,694
<b>TOTAL Rs.</b>		<b>27,35,546</b>
<b>SCHEDULE 4</b>		
UNSECURED LOANS		
	NIL	NIL
<b>SCHEDULE 6</b>		
INVESTMENT (LONG TERM)		
N.S.C. (with sales tax department)	3,000	3,000
INCESTMENT IN SUBSIDIARY COMPANY		
9392 UNQUOTED SHARES OF RS. 100/- EACH	9,39,200	9,39,200
OF SUN SOURCE WIND PARKS DEV. LTD. 70 UNQUOTED		
SHARES OF RS. 10/- EACH OF SUN SOURCE ENERGY ESTATE LTD.	700	700
CURRENT LIABILITIES AND PROVISION		
CURRENT LIABILITIES	9,42,900	9,42,900
Sundry Creditors for Expenses	19,21,936	19,12,902

## SUN SOURCE (INDIA) LTD

### SCHEDULE 7

#### SCHEDULE OF FIXED ASSETS TO AND FORMING PART OF BALANCE SHEET AS ON 31.03.03

Sl. No.	Particulars	Cost As	Addition	Deduction	Cost as	As on	Provided	Deduction	Total	As on	As on
		on 31.3.02 Rs.	Rs.	Rs.	on 31.3.03 Rs.	31.3.02 Rs.	During the year Rs.	Rs.	Depre. As on 31.3.03	31.3.03 Rs.	31.3.02 Rs.
1.	Land & Land Development	5111665	NIL	NIL	5111665	NIL	NIL	NIL	NIL	5111665	4928543
2.	Lease Holdland	899250	NIL	NIL	899250	9083	NIL	NIL	9083	890167	890167
3.	Plant & Machines Under Installation	1865621	NIL	NIL	1865621	NIL	NIL	NIL	NIL	1865621	1865621
4.	Furniture & Fixtures 10% Office	634567	NIL	NIL	634567	285105	34946	NIL	320051	314516	349462
5.	Equipments 20%	51300	NIL	NIL	51300	37292	2801	NIL	40093	11207	14008
6.	Building Under Construction	22647862	NIL	NIL	22647862	NIL	NIL	NIL	NIL	22647862	22647862
7.	Vehicles 20%	1387994	NIL	NIL	1387394	1034886	70503	NIL	1105383	282011	352514
8.	Solar system	1038825	NIL	NIL	1038825	149412	NIL	NIL	149412	889413	889413
9.	Office Premises 10%	437500	NIL	NIL	437500	108673	32883	NIL	141556	295944	32887
Total Rs.		34073984	NIL	NIL	34073984	1624445	141133	NIL	1765578	32308406	32266417
PREVIOUS YEAR		33890862	NIL	NIL	33890862	1457449	166996	NIL	1624445	32266417	32610325

	As On 31.3.03	As On 31.3.02
<b>SCHEDULE 8</b>		
<b>CURRENT ASSETS</b>		
<b>LOANS &amp; ADVANCES</b>		
<b>(A) CURRENT ASSETS</b>	<b>1,83,93,552</b>	1,83,93,552
Stock in trade (At cost or market price which ever is lower as taken Valued and certified by the management)		
Sundry Debtors (Unsecured, Considered Good) For More than 6 months (Outstanding Rs. 16.23 lacs from Subsidiaries, previous year Rs. 16.23 lacs.	18,63,800	18,63,800
Cash & Bank Balances		
Balances with Scheduled Bank in current A/c	80,56,677	95,21,454
Cash On hand	25,09,222	20,43,481
	<b>1,05,65,899</b>	<b>1,15,64,935</b>
<b>(B) LOANS &amp; ADVANCES</b>		
(Unsecured, considered Good)		
Advances recovered in Cash or king or for value to be received	5,35,79,122	5,33,18,673
<b>TOTAL</b>	<b>5,35,79,122</b>	<b>5,33,18,673</b>
<b>SCHEDULE 9</b>		
<b>MISCELLANEOUS EXPENDITURE</b>		
(To the extent not written off or adjusted)	1,09,89,346	1,09,89,346

# SUN SOURCE (INDIA) LIMITED

## Notes forming Part of Accounts as on 31<sup>st</sup> March 2002.

### (A) SIGNIFICANT ACCOUNTING POLICIES:

- 1 The accounts are prepared on accrual Basis on historical cost convention, except otherwise stated. The Basis of accounts is a "Going Concern" Concept.
- 2 **Fixed Assets & Depreciation**  
Fixed Assets are valued at cost of acquisition/construction. Building construction is incomplete & plant & Machineries are not installed as yet. The Cost incurred till abandoning the construction & erection of plant has been capitalized and has been kept under the head "Building under Construction" and "Plant & Machineries under Installation". The said assets are not put to use. No Depreciation has been provided on the same.  
On rest of the Assets, depreciation has been provide on W.D.V. method at the rates applicable for claiming detection U/s. 32 of the Income Tax Act, 1961.
- 3 **Preliminary Expenses:**  
In view of no commercial operations, preliminary & Public issue expenses are not written off.
- 4 **Stock In Trade:**  
Stock-in-Trade of hardware & finished goods is valued at cost of purchase.
- 5 **Investments:**  
All Investments are considered Long Term & there no permanent diminution in their values is estimated. Hence, they are valued at cost of Acquisition.
- 6 **Contingent Liabilities:**
  - (a) The Estimated amount of contracts remaining to be executed could not be estimated as the Building Constructions & erection of Plant has been abandoned.  
No liability on that amount is expected to arise.
  - (b) Guarantees of Rs. 75 lacs & Deposit of Rs. 25 lacs with RSEB is refundable contingent on Company's Capability to install & commission 0.25 MW solar powered Electricity Plant. It's work has already been delayed beyond agreed period & hence, the said deposits are doubtful of realization.  
There is no additional liability for non-performance of the said contract is expected to arise.
  - (c) Gujarat Electricity Board has filed a suit against the company for recovery of electricity dues, penalty etc., for approx. Rs. 3 lacs for which no provision is made. The company expects that the same shall be scrapped as the demand is unreasonable. No provision is made for the same.
  - (d) Any liability that may arise due to non-allotment of shares to NRIs & non adherence to the listing agreements.  
The company does not have information chart dues outstanding to SSI Units.

### (B) OTHER NOTES:

- (1) Previous Year's figures have been regrouped wherever necessary.
- (2) The figures have been rounded off to nearest rupee.
- (3) Listing fees payable to different Stock Exchanges are outstanding for number of years. The stock exchanges have changed the rates of such fees. Provision for such outstanding is not made Amount unascertainable.
- (4) Stock-in-Trade & finished goods are lying in the premises. Once, due to flood, the stock records are destroyed. Physical verification of the same could not be undertaken. In absence of Technical Personnel, its' present value could not be determined & hence, they are valued at cost.
- (5) The Company has given performance Guarantee worth Rs. 75 lacs to RSEB by pledging its' Fixed Deposit of equal Amount, with Vijaya Bank. Rs. 25 lacs are given as deposit directly to RSEB. The contract of installing a Solar Power Station in Rajasthan has not been fulfilled by the company. No liability for non-fulfillment of the contract is expected except forfeiture of the Deposit of Rs. 25 lacs & invoking of guarantee of Rs. 75 lacs.
- (6) In absence of proper permission from R.B.I. & relevant information, shares have not been allotted to NRI's who applied in Public/Right issues.  
In view of non-operational nature of the activities of the Company & shortage of staff, provisions of listing Agreements are not adhered to by the Company. The shares of the Company have been suspended for Trading by the Stock Exchanges in view of these defaults.  
Company does not expect any monetary liability for the said defaults.
- (7) Commercial operations of the company are not there & hence full time Company Secretary as required is not appointed. However, Consulting company secretary does the work.
- (8) The information regarding outstanding dues of S.S.I. are not available with the company.



# SUN SOURCE (INDIA) LIMITED

## BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

(Amt. in Rs.)

<b>(I)</b>	<b>Registration Details :</b> Registration No. 17458 State Code : 04 Balance Sheet Date : 31:3:2002	
<b>(II)</b>	<b>Capital raised during the year</b>	
	Public Issue	Nil
	Right Issue	Nil
	Bonus Issue	Nil
	Private Placement	Nil
<b>(III)</b>	<b>Position of Mobilisation &amp; Deployment Funds</b>	
	Total Liabilities	15,18,94,159
	Total Assets	15,18,94,159
	<b>Sources of Fund:</b>	
	Paid-up Capital	11,45,56,550
	Rese. & Sur	3,54,92,176
	Secured Loans	18,45,433
	Unsecured Loans	Nil
	<b>Applications of Fund:</b>	
	Net Fixed Assets	5,74,81,476
	Investments	9,42,900
	Pre-operative Exps.	
	<b>Pending Allocation:</b>	
	Net Current Assets	8,24,80,437
	Misc. Ex	1,09,89,346
	Accumulated Profit	19,95,357
<b>(IV)</b>	<b>Performance of Company</b>	
	Turnover/Income	7,13,353
	Total Exps.	6,40,641
	Profit Before Tax	72,712
	Profit after Tax	46,358
	Earning per Share in Rs.	Nil
	Dividend Rate %	H.A.
<b>(V)</b>	<b>Generic Names of Three Principal products/services of the Company (as per monetary terms).</b> Item Code No.	
	<b>Product Description:</b>	
	1. Concentrating Solar Collectors (Photovoltaic)	
	2. Silicon Solar Cells & Modules.	
	3. Goods & parts for manufacture of Wind Operated Electricity Generators.	
	4. Concentrating Solar Collectors. (Thermal)	

## SUN SOURCE (INDIA) LTD.

### Cash Flow Statement for the Year ended 31-03-2003

(Rupees in Lacs)

	2001-2003 Rs.	
Net Profit As per P & L A/c.	0.464	0.524
<b>Add: Adjusted For</b>		
Depreication	1.411	1.670
Bank Guarantee Exp.	0.565	0.620
Bank Int. Exp.	1.630	2.360
Interest Income	-7.134	-9.638
	<u>-3.528</u>	-4.988
Operating Profit before working capital changes	<u>-3.064</u>	-4.464
<b>Adjustments</b>		
Increase in Current Assets	-2.439	-0.767
Decrease in Current Liabilities	-0.090	
	<u>-2.529</u>	-20.611
Cash Outflow from Operating Activities	<u>-5.593</u>	-24.308
<b>Cash Flow From Investing Activities</b>		
Purchase of Fixed Assets	Nil	-0.500
Int. Received	7.134	9.638
Investment in Fixed Assets	Nil	-1.831
Cash InFlow from investing Activities	<u>7.134</u>	7.307
<b>Cash Flow From Financing Activities</b>		
Secured & Unsecured Loans	9.351	26.455
Bank Guarantee Exp.	-0.565	-0.620
Bank Int. Exp.	-1.630	-2.360
Cash Inflow from Financing Activities	<u>7.156</u>	23.475
<b>Add: Opening Cash &amp; Cash Equivalents</b>		6.474
Closing Cash & Cash Equivalents	<u>115.649</u>	<u>109.175</u>
		115.649