

ASIAN FOOD PRODUCTS LIMITED

32ND ANNUAL REPORT

1999 - 2000

ASIAN FOOD PRODUCTS LIMITED

32ND Annual Report

1999-2000

Directors	:	Mr. Ashok Bimal Ghosh Mrs. Lily Ashok Ghosh Maj. Gen.N. K. Kandhari (Retd.) Mr. Krishna Kumar U.
Bankers	:	Union Bank of India Bank of India
Auditors	:	M/s Gupta Saharia & Co., Chartered Accountant
Factory & Registered Office	:	Plot No. C-17/18, Industrial Area 'C' Road M.I.D.C., Satpur Nashik, Maharashtra - 422 007

NOTICE

NOTICE is hereby given that Thirty Second Annual General Meeting of the members of **ASIAN FOOD PRODUCTS LIMITED** will be held at the Registered Office; Plot No. C-17/18, Industrial Area, 'C' Road, Satpur, Nashik, Maharashtra - 422 007 on Saturday, 30th September, 2000 at 11.00 a.m. to transact the following business :-

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Profit & Loss Account for the year ended 31st March, 2000 and the Balance Sheet as at that date and the Directors' Report and Auditors' Report thereon.
2. To appoint a Director in place of Mrs Lily A. Ghosh who retires by rotation and being eligible, offers herself for re-appointment.
3. To appoint Auditors and to fix their remuneration.

By Order of the Board
For **ASIAN FOOD PRODUCTS LIMITED**

ASHOK BIMAL GHOSH
Chairman

Place: Nashik
Date: September 01, 2000

NOTES

1. **A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES, IN ORDER TO BE EFFECTIVE, MUST BE RECEIVED AT THE REGISTERED OFFICE OF THE COMPANY, NOT LESS THAN 48 HOURS BEFORE THE MEETING.**
2. The Explanatory Statement relating to Special Business as mentioned in the notice as required by Section 173(2) of the Companies Act, 1956, is annexed hereto.
3. Members/Proxy should bring the Attendance Slip sent herewith duly filled in for attending the meeting.
4. The Register of Members and Share Transfer Register of the Company shall be closed from Thursday, 28th September, 2000 to Saturday, 30th September, 2000 (both days inclusive).

DIRECTORS' REPORT

Your Directors present their thirty second Annual report on the working of your company alongwith Audited Statement of Accounts for the year ended March 31, 2000.

2. OPERATIONS

During the year under review, your Company's total Income from Operations amounted to Rs. 134.26 as against the total expenditure of Rs. 133.54 lacs. Your Company incurred a net loss of Rs. 72,312/- during the year.

3. ACTIVITIES & OPERATIONS

The market scenario was very bad and production was also adversely affected.

4. DEPOSITS

During the year under review, your Company has not accepted/renewed any deposits within the meaning of Section 58A of the Companies Act, 1956 and the rules made thereunder.

5. AUDITORS

M/s Gupta Saharia & Co, Chartered Accountants, Auditors of the Company retire at the conclusion of the ensuing Annual General Meeting and being eligible, offer themselves for reappointment.

The Auditors' Report and notes to the accounts referred in the auditors' report are self-explanatory and, therefore, do not call for any further explanation as required under Section 217(3) of the Companies Act, 1956.

6. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

Considering the nature of the Company's business activities, there are no particulars as required under Section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of particulars in the report of Board of Directors) Rules, 1988 regarding conservation of energy, technology absorption and foreign exchange earnings and outgo.

7. PARTICULARS OF EMPLOYEES

You Company has no employees in receipt of remuneration at rates or amounts as specified under Section 217(2A) of the Companies Act, 1956 read with Companies (Particular of Employees) Rules, 1975.

8. ACKNOWLEDGEMENTS

Your Directors would like to express their grateful appreciation for the assistance and co-operation received from the Financial Institutions, Banks, Clients etc. Your Directors also wish to place on record their appreciation for the services rendered by the employees.

9. Y2K COMPLIANT

The company has taken appropriate steps to make its computer hardware & softwares year 2000 (Y2K)

For and on behalf of the Board

ASHOK BIMAL GHOSH
Chairman

Place : Nashik

Dated: September 01, 2000

We have audited the attached Balance Sheet of M/S. ASTAN FOOD PRODUCTS LTD. as at 31st March, 2000, and the Profit & Loss account of the company for the year ended on that date annexed hereto and report that:

As required by the Manufacturing and Other Companies (Auditor's Report) Order 1998 issued by the Company Law Board in terms of Section 227 (4A) of the Companies Act, 1956 we enclose in the Annexure a statement on the matters specified in paragraphs 4 & 5 of the said order.

Further to our comments in the measure referred to in 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 purpose of the audit.

b) In our opinion proper books of account as required by law have been kept by the company as far as appears from our examination of books of the company.

c) This report is subject to:

- i. Non provision of liabilities - note 7.3, 7.4, 8.4 of Schedule II
- ii. The accounts have been prepared on the concept of a "going concern"
- iii. Non confirmation of balance as detailed in note 4 of Schedule II particularly for advances received against orders.

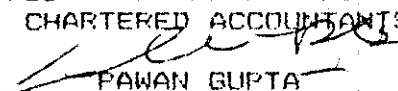
d) Revaluation of fixed asset as detailed in note 1.2 of Schedule II.

c) In our opinion, the Balance Sheet and Profit & Loss Account dealt with by this report are in compliance with the accounting standards referred to in Section 211 (3C) of the Companies Act, 1956 and are in agreement with the books of account.

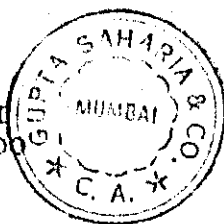
d) In our opinion, and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956 and in the manner so required and give a true and fair view:

- i) in the case of the Balance Sheet, of the state of affairs of the company as at 31st March, 2000,
- ii) In the case of Profit & Loss account, of the Profit for the year ended on that date.

AS PER OUR REPORT OF EVEN DATE
For GUPTA SAHARIA & CO
CHARTERED ACCOUNTANTS


PAWAN GUPTA
(Partner)

PLACE : MUMBAI
DATED : 1-9-2000



Office : 4, Atlanta, Evershine Nagar, Malad (W), Mumbai-400 064.
Phone : Off. : 844 32 99 / 844 33 01 RES. : 636 17 99
e-mail : saharis@bom7.vsnl.net.in

ANNEXURE-10 TO THE AUDITOR'S REPORT

(DEFERRED TO IN OUR REPORT OF EVEN DATE)

1. Fixed Assets record for the assets acquired after 1.4.1976 showing quantitative details and situation, have been compiled. Fixed Assets other than fitting, electrical fittings and electrical installation were physically verified by the management at the year end. In the absence of complete records for assets, discrepancies, if any, could not be ascertained refer Note 13(1) schedule 11. The frequency of verification of fixed assets is considered reasonable. Also refer Note 1.2 Schedule 11.
2. The stock of finished goods, stores & spares at Nashik has been verified by the management at year end at regular intervals during the year. There was no stock of raw material at year end. The procedure of physical verification adopted by the Company is adequate compared to nature and size of its business. Discrepancy in case of stock stores and spares could not be determined in the absence of stock records - refer note 3.2 schedule 11. There were no discrepancies noticed on verification of finished goods.
- 3.2 In our opinion, the basis of valuation of inventories is fair and proper in accordance with normally accepted accounting principles and is on the same basis as in the preceding year.
3. The company has no formal system of internal control for the purchase of stores, raw materials, components, plant and machinery equipment and other assets and for the sale of goods - refer Note 14 Schedule 11.
4. The company has:-
 1. generally been regular in depositing provident fund dues and Employees State Insurance dues with appropriate authorities.
 2. the company has retained its assets in the earlier year.
5. The Company has no :
 1. Stock of unserviceable or damaged finished goods raw materials and stores.
 2. Realisable by-products or realisable scrap. Hence, no records have been maintained for sale or disposal thereof.
6. The Company has not :
 1. entered into transaction for purchase of goods and materials and sale of goods, materials and services, in pursuance of contracts entered in the register maintained under section 301 of the Companies Act, 1956.
 2. been required to maintain cost records under section 209(1)(d) of the Companies Act, 1956.




3. given loans, secured or unsecured, to any companies, firm or other parties listed in the register maintained under section 501 of the Companies Act, 1956.
4. taken any deposits from public.
5. charged any period of deposit to revenue accounts other than those payable under contractual obligations or in accordance with generally accepted business practices.
6. There were no undeposited amounts payable in respect of Income tax, Sales tax, Wealth tax, Custom duty and Excise duty outstanding for the period exceeding 3 month as on 31st March, 2000.
7. The company is not a sick industrial unit within the meaning of clause (C) of sub-section (1) of Sec. 3 of the Sick Industrial Companies (Special Provisions) Act, 1985.

AS PER OUR REPORT OF EVEN DATE
For **GUPTA SAHARIA & CO.**
CHARTERED ACCOUNTANTS

PLACE : MUMBAI
DATED : 1-9-2000




PAWAN GUPTA
(Partner)

ASIAN FOOD PRODUCTS LIMITED

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2000

PARTICULARS	SCHEDULE	As On 31/03/2000	As On 31/03/1999
Income			
By Sales		12,769,965.00	13,564,377.00
By Miscellaneous Receipts		38,242.00	39,340.00
By Closing Stock of Finished Goods		618,315.00	747,095.00
		<u>13,426,522.00</u>	<u>14,350,812.00</u>
EXPENSES			
To Opening Stock		747,095.00	972,831.00
To Purchases		8,815,362.00	9,042,918.00
To Manufacturing, Administrative & Selling Exps.		1,233,953.00	1,302,722.00
To Depreciation	10	2,557,800.00	2,894,004.00
		<u>13,354,210.00</u>	<u>14,212,275.00</u>
Profit (Loss) for the year		72,312.00	138,537.00
Less /Add : Deficit B/I		4,794,325.00	4,932,862.00
		<u>4,722,013.00</u>	<u>4,794,325.00</u>

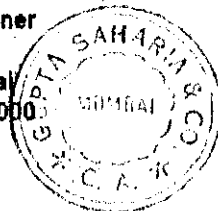
As per our report of even date

For GUPTA SAHARIA & CO.
Chartered Accountants



(PAWAN GUPTA)
Partner

Place : Mumbai
Dated : 1-9-2000



For ASIAN FOOD PRODUCTS LIMITED

Directors

ASIAN FOOD PRODUCTS LIMITED

BALANCE SHEET AS ON 31ST MARCH, 2000

<u>LIABILITIES</u>	<u>SCHEDULE</u>	<u>As On 31/03/2000</u>	<u>As On 31/03/1999</u>
Share Capital	1	15,832,500.00	15,832,500.00
Reserves & Surplus	2	14,574,218.00	14,646,530.00
Unsecured Loans	3	519,558.00	519,558.00
Current Liabilities & Provisions Provisions	4	1,671,355.00	1,852,870.00
		<u>32,597,629.00</u>	<u>32,851,458.00</u>
<u>ASSETS</u>			
Fixed Assets	6	20849869.00	23,407,669.00
Investments	7	1000.00	1,000.00
Current Assets	8	6650642.00	3,908,853.00
Loans & Advn.	9	5,098,118.00	5,535,934.00
		<u>32,597,629.00</u>	<u>32,851,458.00</u>

As per our report of even date

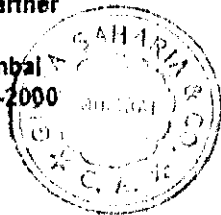
For GUPTA SAHARIA & CO.
Chartered Accountants


(PAWAN GUPTA)
Partner

For ASIAN FOOD PRODUCTS LIMITED

Directors

Place : Mumbai
Dated : 1-9-2000



SCHEDULE- 6

FIXED ASSETS

Description of Assets	Cost from Last Balance Sheet	Add during the Year	Sales during the Year	Balance at Cost	Dep. Upto Last Year	Dep. written at this Year	Total Dep.	Net Block at the end of the Year	Net Block at the end of Prev. Year.
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Land of Lease	193075	0.00	0.00	193075	82992	8504	89496	123579	130083
Land Dev.	2545800	0.00	0.00	2545800	383088	109127	472193	2073407	2182534
Building	20684849	0.00	0.00	20684849	7843816	842081	8485877	12100172	12841233
Plant & Mach.	12498877	0.00	0.00	12498877	4448010	1779723	6228833	6270244	8049987
Furniture, Fix & Equipment	410470	0.00	0.00	410470	206613	20385	226998	183487	203852
Total	38332871	0.00	0.00	38332871	12825187	2557800	15482987	20848889	23407869
Prev. Yr	27204521	9128350	0.00	36332871	10031193	2894004	12925197	23407869	17173323



SCHEDULES ATTACHED TO AND FORMING PART OF THE ACCOUNTS OF 31ST MARCH, 2000

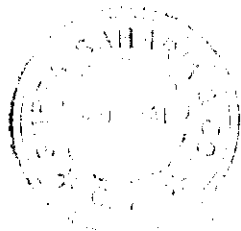
	<u>As On</u> <u>31/03/2000</u>	<u>As On</u> <u>31/03/1999</u>
SCHEDULE - 7		
Investments at Cost		
In National Saving Certificate	1,000.00	1,000.00
Total	<u>1,000.00</u>	<u>1,000.00</u>

SCHEDULE - 8

Current Assets		
Interest Accrued	700.00	700.00
Closing Stock	618,315.00	747,095.00
Finished Goods	NIL	NIL
Stores & Spares	NIL	NIL
Sundry Debtors		
Unsecured - Considered goods :		
Debt due for over six months	5,848,779.00	2,713,435.00
Other Debts		
Cash & Bank Balance		
Cash on hand	180,712.00	443,287.00
Balance with bank	2,138.00	2,338.00
Total	<u>6,650,642.00</u>	<u>3,906,853.00</u>

SCHEDULE - 9 :

Unsecured - Considered Goods :		
Deposit with :		
MIDC for water connection	32,788.00	32,788.00
M.S.E.B.	37,000.00	37,000.00
Others	13,750.00	13,750.00
Advances against capital goods/		
Materials	5,012,800.00	5,452,418.00
Total	<u>5,096,118.00</u>	<u>5,535,934.00</u>



SCHEDULES ATTACHED TO AND FORMING PART OF THE ACCOUNTS OF 31ST MARCH, 2000

	<u>As On</u> <u>31/03/2000</u>	<u>As On</u> <u>31/03/1999</u>
SCHEDULE - 10		
Manufacturing Administrative & Selling Expenses		
Salaries, Wages, Allowances & Bonus	40,260.00	27,900.00
Contribution to Employees State Insurance	0.00	855.00
Employees Provided Family Pension Fund	0.00	2,027.00
Employees Labour Welfare Fund	0.00	75.00
Deposit Link Insurance Scheme	0.00	0.00
Labour Charges	280,812.00	285,345.00
Staff Welfare	1,670.00	2,725.00
Gratuity Provision	0.00	0.00
Rates & Taxes	25,000.00	25,000.00
Licence & Inspection	2,600.00	2,850.00
Interest	0.00	0.00
Water Charges	0.00	185,692.00
Power & Fuel	0.00	184,649.00
Printing & Stationery	2,280.00	2,125.00
Postage, Telegram, Telephone & Telex	48,690.00	58,783.00
Profession Tax	0.00	0.00
Bank Charges	200.00	200.00
Books & Periodicals	1,823.00	1,728.00
Listing Fees	20,500.00	20,500.00
Travelling Conveyance	2,600.00	3,550.00
Motor Car Expenses	0.00	0.00
Machinery	12,780.00	3,888.00
General	9,660.00	14,380.00
Building	10,840.00	3,430.00
Audit Fees	10,000.00	10,000.00
Legal & Professional Charges	60,500.00	87,500.00
Miscellaneous Expenses	10,205.00	9,935.00
Advertisement	6,250.00	5,984.00
Entertainment Expenses	9,300.00	10,200.00
Plantation Expenses	2,216.00	4,413.00
Labour Expenses	6,840.00	6,731.00
Guest House Expenses	0.00	9119.00
Transport, Loading Water & Power Charges	688,947.00	310,138.00
Total	1,233,953.00	1,302,722.00



NOTES TO THE ACCOUNTS
SCHEDULE-11

1.1 Depreciation is charged on fixed assets in accordance with Schedule XIV of the Companies Act, 1956.

1.2 The Company has re-estimated its assets during the bases on the Valuation Report submitted by RMC Engineers vide their report dated 25/3/95 and credited the amount in Revaluation Reserve as detailed below:

Asset	Revalued Amount	Original Cost	Revaluation Reserve
Building	Rs.2,66,31,042	Rs.14,53,272	Rs.1,90,48,570

1.3 Inventory of tools is taken at year end and is valued by writing off one-third of the balance in tools accounts.

1.4 Following are accounted on cash basis owing to immateriality or uncertainty:

1. Legal Expense
2. Commission
3. Lease charges

1.5 Prepaid expenses are disclosed.

1.6 Other liabilities represent amounts due to the authorities for statutory payment and deductions.

1.7 Sales tax is paid on the basis of returns filed. No provision is made for liability, if any on assessment as the same cannot be ascertained.

2.0 In the opinion of the Board, the current assets, loan and advances are approximately for the value stated, if realised in the ordinary course of business. Provisions for all known liabilities except those mentioned in para 2.2, 8.4 and 8.5 here of is adequate and not in excess of amount considered necessary. No personal expenses have been charged to revenue account.

3.1 Inventory of stores at year end was physically verified by the Management.

3.2 Stock of stores and spares has been valued at the cost wherever details are available. In case of old stores and spares where cost and quantity tally is not available, the same have been valued at estimated cost or assigned normal value. The management has reviewed these inventories and same are considered usable.



of lease subject to completion of construction of factory building between 24th September 1973 falling which whole or part of the premises is liable to be forfeited. Pending completion of construction of factory building lease deed has not been executed. No provision has been made for forfeiture, if any that may arise.

8.5 Land held by Maharashtra Industrial Development Corporation has been expressly exempted from the provision of Urban Land Ceiling Regulation Act, 1976 but the persons in occupation of the Corporation land are not exempt from the provision of the said Act. The Company has filed a questionnaire with the Technical Adviser of the Corporation pursuant to Circular No.LC6-1974/5312/DCH/8906 dated 23rd April, 1976 issued by the Corporation on 12th August, 1976 to recommend the Company's case for exemption under section 20 of the said Act. Provisions have not been made for loss in case of any part of the land is acquired.

9. National Saving Certificate of the face value of Rs.1000/- has been lodged with the excise authorities against the Bond of Rs.1,00,000/-. This certificate has matured on 10.6.90 and the proceeds are awaited.

10. Estimated amount of contracts remaining to be executed on capital account net of advance not provided Rs.19,89,282/-.

11. No provision has been made for lates in view of loss and depreciation of the earlier years.

12. Fixed Asset records for assets acquired after 1.4.1975 showing quantitative details and situations has been compiled. Fixed Assets other than fixtures, electrical fittings and installations were verified at the year end. Discrepancy, if any could not be verified in the absence of complete fixed assets records.

13. Purchase of fixed assets, raw materials, stores and spares is controlled by a Director.

14. Previous years figures have been regrouped wherever necessary to make them comparable with those of the current year.

For GUPTA SAHARIA & CO.
Chartered Accountants

(Signature)

(PAMOH GUPTA)
Partner

For ASIAN FOOD PRODUCTS LIMITED

ASHOK BIMAL GHOSH LILY ASHOK
Chairman Director

Place: Mumbai U. KRISHNA KUMAR
Dated: 1-9-2019 Director



- 4.0 The Company does not call for confirmation of unsecured loans, debtors and creditors. The balance as of 31st March, 1976 have been scrutinised by the management and certified as correct and recoverable/payable.
- 5.0 Assessments under the sales tax laws have been completed upto 31st March 1976.
- 6.1 The company had taken a loan of Rs.5,00,000 from SICOH against the guarantee of an Insurance Company Rs.5,00,000 were paid by the Insurance Company to SICOH on 19th February 1978.
- 6.2 The company, its five ex-directors and one ex-share holder had issued a counter guarantee in favour of the Insurance company. The company has created a negative lien on the fixed assets.
- 6.3 The Insurance Company has filed two suits for recovery of Rs.5,19,554/-.
- 6.4 Provision for interest on the suit amount has been made as per the terms of the plaint.
- 7.1 Sundry Creditors include amounts due for more than three years Rs.2,937/-.
- 7.2 A Creditor has filed suit for recover of Rs.56,473/- which includes Rs.34,384/- for supplies and Rs.22,087/- for interest.
- 7.3 Since the company is disputing the claim for interest of Rs.22,087/- no provision has therefore been made.
- 7.4.1 The Company has during the earlier years, received notice from Employees State Insurance Authorities, the final notice of Rs.70,560/- which was received during the year ended 31st March, 1972.
- 7.4.2 The Company has paid Rs.47,283/- and has appealed for waiver of damage charged in the notice for Rs.23,307/- No provisions has therefore been made for damages.
- 8.1 Land admeasuring 47,206 square meters has been taken on lease of 95 years from the Baharsahia Industrial Development Corporation.
- 8.2 Possession of 33,720 square meters was taken in September 1968 and relevant lease deed executed in January 1968. Rs.41,600/- was paid on 3rd September 1981 concerning the rental lease to premium basis.
- 8.3 Out of the balance 13,486 square meters taken possession in May 1969, 1969 deed for plot 19 portion I admeasuring 17,100 square meters has been duly executed.
- 8.4 The possession of balance 17,140 square meters of Plot 19- portion II was given on 24th September 1981 under an agreement

