

**ASIAN FOOD  
PRODUCTS LIMITED**

**( THIRTY FIRST  
ANNUAL REPORT  
1 9 9 8 - 9 9 )**

## **ASIAN FOOD PRODUCTS LTD.**

### **31st Annual Report 1998 - 99**

**Directors** : **Mr. Ashok Bimal Ghosh**  
**Maj-Gen N. K. Kandhari (Retd.)**  
**Mrs. Lily A. Ghosh**  
**Mr. Krishna Kumar U.**

**Bankers** : **Union Bank of India**  
**Canara Bank**

**Auditors** : **M/s. Pawan Gupta & Associates**  
**C - 102, Guru Kripa Building**  
**Evershine Nagar**  
**Malad (West),**  
**Mumbai - 400 064.**

**Registered Office and Factory** : **Plot No : C - 17/18**  
**Industrial Area 'C' Road**  
**MIDC., Satpur**  
**Nashik - 422 007**  
**Maharashtra**

# ASIAN FOOD PRODUCTS LIMITED

## NOTICE

NOTICE is hereby given that the **THIRTY FIRST ANNUAL GENERAL MEETING** of the **ASIAN FOOD PRODUCTS LIMITED** will be held at the Registered Office; C - 17/18, Industrial Area, MIDC, Satpur Nashik 422 007 on Thursday, 30th September, 1999 at 11.00 a.m. to transact the following business :

### ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Profit and Loss Account for the year ended 31st March, 1999 and the Balance Sheet as at that date and the Directors' Report and Auditor's Report thereon.
2. To appoint a Director in the place of Mr. Krishna Kumar who retires by rotation and, being eligible, offers himself for re-appointment.
3. To appoint Auditors and to fix their remuneration.

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

Sd/-  
**ASHOK BIMAL GHOSH**  
CHAIRMAN

### NOTES

- i. **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.**
- ii. The instrument appointing a Proxy must be deposited with the Company at its Registered Office not less than 48 hours before the time for holding the meeting.
- iii. The Register of Members and the Share Transfer Books of the Company shall be closed from Friday, 13th August, 1999 to Friday, 20th August, 1999. (both days inclusive)
- iv. Members/ Proxies should bring the Attendance Slip sent herewith duly filled in for attending the Meeting.

By Order of the Board of Directors

Sd/-  
**ASHOK BIMAL GHOSH**  
CHAIRMAN

Nashik, May 31, 1999

Registered Office :  
C - 17/19, Industrial Area  
MIDC, Satpur  
Nasik - 411 002  
Maharashtra.

**DIRECTORS' REPORT**

To,  
The Members,

Your Directors have pleasure to present the Thirty First Annual Report of the Company together with the Audited Profit & Loss Account for the year ended March 31, 1999 and the Balance Sheet as at that date.

| 1. FINANCIAL RESULTS       | (Rs. in Lakhs)              |                             |
|----------------------------|-----------------------------|-----------------------------|
|                            | from 1.04.98<br>to 31.03.99 | from 1.04.97<br>to 31.03.98 |
| Income from Operations     | 143.51                      | 225.91                      |
| Less Expenditure           | 113.18                      | 183.02                      |
| Profit before Depreciation | 30.33                       | 42.89                       |
| Less - Depreciation        | 28.94                       | 17.34                       |
| Profit before tax          | 1.39                        | 25.55                       |
| Provision for tax          | -                           | -                           |
| Profit after tax           | 1.39                        | 25.55                       |

2. **ACTIVITIES & MARKET SCENARIO**

The cultivation of onions was adversely affected due to bad conditions. There were therefore lots of wastages of onion which has affected the profitability of the Company.

3. **DEPOSITS**

The Company do not accept any deposit from public/shareholders.

4. **DIRECTORS**

Mr. Krishna Kumar, Director of the Company, retires at the ensuing Annual General Meeting of the Company and being eligible offers himself for re-appointment.

5. **PERSONNEL**

Relations between the management & employees were cordial. Your Directors wish to place on record appreciation of the dedicated services rendered by all the staff members. There are no employees drawing more salary in excess of Limits of prescribed into Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975.

6. **AUDITORS**

- i. M/s. Pawan Gupta & Associates, Chartered Accountants, the present Auditors retire at this Annual General Meeting and being eligible offer themselves for re-appointment.
- ii. Comments made by the Auditors in their Report are self-explanatory and therefore do not call for any further explanation.

7. **CONSERVATION OF ENERGY, TECHNICAL ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO.**

The Company is not engaged in any manufacturing activity and therefore provisions of section 217(1)(e) of the Companies Act, 1956 are not applicable.

8. **ACKNOWLEDGEMENTS**

The Board wishes to place on record their gratitude for their continued co-operation, assistance and guidance extended by Banks, Clients, Stock Exchange Members and Associates.

For and on behalf of the Board

**ASHOK BIMAL GHOSH**  
CHAIRMAN

**U. KRISHNA KUMAR**  
DIRECTOR

Place : Nashik  
Dated : May 31, 1999.

**AUDITOR'S REPORT**

To,  
The Members of  
Asian Food Products Ltd.

We have audited the attached Balance Sheet of **ASIAN FOOD PRODUCTS LIMITED** as of 31st March, 1999 and the Profit and Loss Account of the Company for the year ended on that date and report that :

1. 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 the book.
2. The Balance Sheet and the Profit and Loss Account dealt with by this report are in agreement with the books of account.
3. We have obtained all the information and explanations which to the best of our knowledge and belief, were necessary for our audit.
4. This report is subject to :
  - i) Non provision of liabilities - refer note 7.3, 7.4, 8.4, schedule
  - 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 11 particularly for advances received against orders.
  - iv) Revaluation of fixed asset as detailed in note 1.2 of schedule 11.
5. In our opinion and to the best of our information and according to the explanation given to us, the accounts including schedule 1 to 11 read with notes thereon on particularly note 1.2 & 1.5 given the information required by the Companies Act, 1956 in the manner so required and subject to para 4 hereof give a true and fair view :
  1. In the case of Balance Sheet of the state of affairs of the Company as of 31st March, 1999 and
  2. In the case of Profit and Loss Account of the profit for the year ended on that date.
6. As required by the Manufacturing and other Companies (Auditor's Report) Order, 1988 issued by the Company Law Board in terms of Section 227 (4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 & 5 of the said order.

For **Pawan Gupta & Associates**  
*Chartered Accountants*

Place : Mumbai  
Dated : 31/5/99

**PAWAN GUPTA**  
*Proprietor*

**ANNEXURE TO THE AUDITOR'S REPORT**  
(REFERRED 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 fixture, electrical fittings and electrical installations 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.
- 2.2 In our opinion, the basis of valuation inventories is fair and proper in accordance with normally accepted accounting principles and is on the same basis as in the preceding year.
- 3.0 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.
- 4.0 The Company has :-
  1. generally been regular in depositing provident fund dues and Employees State Insurance dues with appropriate authorities.
  2. the Company has revalued its assets.
- 5.0 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.
- 6.0 The Company has not :
  1. entered into transaction in 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 on unsecured, from / to companies, firm or other parties listed in the register maintained under Section 301 of the Companies Act, 1956.
  4. taken any deposits from public.
  5. charged any personal expenses to revenue accounts other than those payable under contractual obligations or in accordance with generally accepted business practices.
  6. There were no undisputed amounts payable in respect of Income tax, Sales tax, Wealth tax, Custom duty and Excise duty outstanding for the period exceeding 6 months as on 31st March, 1999.

For Pawan Gupta & Associates  
Chartered Accountants

Place : Mumbai  
Dated : 31/5/99

**PAWAN GUPTA**  
Proprietor

**ASIAN FOOD PRODUCTS LIMITED****BALANCE SHEET AS ON 31ST MARCH, 1999**

|                                  | SCHEDULE | 1998-99               | 1997-98               |
|----------------------------------|----------|-----------------------|-----------------------|
| <b>LIABILITIES :</b>             |          |                       |                       |
| Share Capital                    | 1        | 1,58,32,500.00        | 1,58,32,500.00        |
| Reserve & Surplus                | 2        | 1,46,46,530.00        | 1,45,07,993.00        |
| Unsecured Loans                  | 3        | 5,19,556.00           | 5,19,556.00           |
| Current Liabilities & Provisions | 4        | 18,52,870.00          | 19,81,644.00          |
| <b>TOTAL</b>                     |          | <b>3,28,51,456.00</b> | <b>3,28,41,693.00</b> |
| <b>ASSETS :</b>                  |          |                       |                       |
| Fixed Assets                     | 6        | 2,34,07,669.00        | 1,71,73,323.00        |
| Investments                      | 7        | 1,000.00              | 1,000.00              |
| Current Assets                   | 8        | 39,06,853.00          | 64,55,502.00          |
| Loans & Advances                 | 9        | 55,35,934.00          | 92,11,868.00          |
| <b>TOTAL</b>                     |          | <b>3,28,51,456.00</b> | <b>3,28,41,693.00</b> |

For Notes forming part of the Accounts refer Schedule 11.

As per our Report attached.

For **Pawan Gupta & Associates.**  
*Chartered Accountants*

**PAWAN GUPTA**  
*(Proprietor)*

For **Asian Food Products Limited**

**ASHOK BIMAL GHOSH**  
*Chairman*

**LILY ASHOK GHOSH**  
*Director*

**U. KRISHNA KUMAR**  
*Director*

Place : Mumbai  
Date : 31/5/99

## PROFIT &amp; LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1999

|   | SCHEDULE | 1998-99               | 1997-98               |
|---|----------|-----------------------|-----------------------|
| <b>INCOME :</b>                                     |          |                       |                       |
| Sales   |          | 1,35,64,377.00        | 2,15,75,895.00        |
| Miscellaneous Receipts                              |          | 39,340.00             | 42,351.00             |
| Closing Stock of<br>Finished Goods                  |          | 7,47,095.00           | 9,72,631.00           |
| <b>TOTAL</b>  |          | <b>1,43,50,812.00</b> | <b>2,25,90,877.00</b> |
| <b>EXPENSES :</b>                                   |          |                       |                       |
| Opening Stock                                       |          | 9,72,631.00           | 15,35,720.00          |
| Purchases   |          | 90,42,918.00          | 1,47,23,532.00        |
| Manufacturing, Administrative &<br>Selling Expenses | 10       | 13,02,722.00          | 20,42,142.00          |
| Depreciation  |          | 28,94,004.00          | 17,34,227.00          |
| <b>TOTAL</b>  |          | <b>1,42,12,275.00</b> | <b>2,00,35,621.00</b> |
| Profit (Loss) for the year                          |          | 1,38,537.00           | 25,55,256.00          |
| Less/Add : Deficit B/F                              |          | -49,32,862.00         | -74,88,128.00         |
| <b>TOTAL</b>  |          | <b>-47,94,325.00</b>  | <b>-49,32,872.00</b>  |

For Notes forming part of the Accounts refer Schedule 11.

As per our Report attached.

For **Pawan Gupta & Associates.**  
*Chartered Accountants*

**PAWAN GUPTA**  
*(Proprietor)*

For **Asian Food Products Limited**

**ASHOK BIMAL GHOSH**  
*Chairman*

**LILY ASHOK GHOSH**  
*Director*

**U. KRISHNA KUMAR**  
*Director*

Place : Mumbai  
Date : 31/5/99



**ASIAN FOOD PRODUCTS LIMITED****SCHEDULES ATTACHED TO AND FORMING PART OF THE ACCOUNTS OF 31ST MARCH, 1999**

|  | 1998-99               | 1997-98               |
|--|-----------------------|-----------------------|
| <b>SCHEDULE 1 :</b>  |                       |                       |
| <b>Share Capital</b>   |                       |                       |
| Authorised   |                       |                       |
| 17,50,000 Equity shares of Rs. 10/- each   | 1,75,00,000.00        | 1,75,00,000.00        |
|  | <u>1,75,00,000.00</u> | <u>1,75,00,000.00</u> |
| <b>Issued</b>  |                       |                       |
| 16,00,000 Equity shares of Rs. 10/- each   | 1,60,00,000.00        | 1,60,00,000.00        |
| <b>Subscribed and Paid up</b>  |                       |                       |
| 15,83,250 Equity shares of Rs. 10/- each   | 1,58,32,500.00        | 1,58,32,500.00        |
| <b>SCHEDULE 2 :</b>  |                       |                       |
| <b>Reserves &amp; Surplus</b>  |                       |                       |
| Investment Allowance Reserve Balance   |                       |                       |
| Brought Forward  | 3,92,285.00           | 3,82,285.00           |
| Revaluation Reserve  | 1,90,48,570.00        | 1,94,40,865.00        |
|  | <u>1,84,40,855.00</u> | <u>1,94,40,865.00</u> |
| Less : Deficit in Profit & Loss Account  | 47,94,325.00          | 49,32,872.00          |
| Total  | <u>1,46,46,530.00</u> | <u>1,45,07,993.00</u> |
| <b>SCHEDULE 3 :</b>  |                       |                       |
| <b>Unsecured Loans</b>   |                       |                       |
| From Insurance Company for payment made to State Industrial and investment Corp. of Maharashtra Ltd. Under the indemnity Policy Note - 6 | 4,31,857.00           | 4,31,857.00           |
| Interest Accrued and due   | 87,699.00             | 87,699.00             |
|  | <u>5,19,556.00</u>    | <u>5,19,556.00</u>    |

## SCHEDULES ATTACHED TO AND FORMING PART OF THE ACCOUNTS OF 31ST MARCH, 1999

1998-99

1997-98

**SCHEDULE 4 :****Current Liabilities & Provisions****A. Current Liabilities :**

Sundry Creditors

Gross/Services

Other Liabilities

Advance against orders

8,72,317.00

NIL

NIL

8,72,317.00

1,10,125.00

1,96,175.00

6,44,834.00

9,51,134.00

**B. Provisions for Expenses**

Interest Due to Insurance

5,988.00

9,74,565.00

9,80,553.00

18,52,870.00

55,945.00

9,74,565.00

10,30,510.00

19,81,644.00

**TOTAL OF A + B****SCHEDULE 5 :**

The Company is contingently liable for :

1. Claims against the Company not  
acknowledged as debts

63,807.00

63,807.00

2. Claims made by creditors disputed  
Counter claims filed by the Company

22,538.00

22,536.00

**SCHEDULE 6 :****Fixed Assets**

| Description of Assets             | Cost from<br>last<br>B/Sheet | Add :<br>during the<br>Year | Sales<br>during the<br>Year | Balance<br>of<br>Cost | Dep. upto<br>last<br>Year | Dep. Writt-<br>en off this<br>Year | Total<br>Dep.      | Net Block<br>at the end<br>of the<br>Year | Net Block<br>at the end<br>of Previous<br>Year |
|-----------------------------------|------------------------------|-----------------------------|-----------------------------|-----------------------|---------------------------|------------------------------------|--------------------|---|--|
|                                   | Rs.                          | Rs.                         | Rs.                         | Rs.                   | Rs.                       | Rs.                                | Rs.                | Rs.                                       | Rs.  |
| Land of Lease                     | 1,93,075                     | 0                           | 0                           | 1,93,073              | 56,388                    | 6,604                              | 62,992             | 1,30,083                                  | 1,36,687                                       |
| Land Development                  | 25,45,600                    | 0                           | 0                           | 25,45,600             | 2,48,196                  | 1,14,870                           | 3,63,066           | 21,82,534                                 | 22,97,404                                      |
| Building                          | 2,06,84,849                  | 0                           | 0                           | 2,06,84,849           | 64,16,812                 | 14,26,804                          | 78,43,616          | 1,28,41,233                               | 1,42,68,037                                    |
| Plant & Machinery                 | 36,08,027                    | 88,90,850                   | 0                           | 1,24,98,877           | 31,48,236                 | 13,00,674                          | 44,48,910          | 80,49,967                                 | 4,59,791                                       |
| Furniture, Fixture &<br>Equipment | 1,72,970                     | 2,37,500                    | 0                           | 4,10,470              | 1,61,566                  | 45,052                             | 2,06,613           | 2,03,852                                  | 11,404   |
| <b>Total</b>                      | <b>2,72,04,521</b>           | <b>91,28,350</b>            | <b>0</b>                    | <b>3,63,32,869</b>    | <b>1,00,31,198</b>        | <b>28,94,004</b>                   | <b>1,29,25,197</b> | <b>2,34,07,669</b>                        | <b>1,71,73,323</b>                             |
| Previous Year                     | 2,72,04,521                  | 0                           | 0                           | 2,72,04,521           | 82,96,971                 | 17,34,227                          | 1,00,23,198        | 1,71,73,323                               | 0  |

# ASIAN FOOD PRODUCTS LIMITED

## SCHEDULES ATTACHED TO AND FORMING PART OF THE ACCOUNTS OF 31ST MARCH, 1999

|                                | 1998-99         | 1997-98         |
|--------------------------------|-----------------|-----------------|
| <b>SCHEDULE 7 :</b>            |                 |                 |
| <b>Investments at Cost</b>     |                 |                 |
| In National Saving Certificate | 1,000.00        | 1,000.00        |
| <b>Total</b>                   | <u>1,000.00</u> | <u>1,000.00</u> |

|                                |                     |                     |
|--------------------------------|---------------------|---------------------|
| <b>SCHEDULE 8 :</b>            |                     |                     |
| <b>Current Assets</b>          |                     |                     |
| Interest Accured               | 700.00              | 700.00              |
| Closing Stock                  | 7,47,095.00         | 9,72,631.00         |
| Finished Goods                 | NIL                 | 37,803.00           |
| Stores & Spares                | NIL                 | 63.00               |
| Sundry Debtors                 |                     |                     |
| Unsecured - Considered goods : | --                  | --                  |
| Debts due for over six months  | 27,13,435.00        | 48,45,697.00        |
| Other Debts                    |                     |                     |
| Cash & Bank Balance            |                     |                     |
| Cash on hand                   | 4,43,287.00         | 5,96,072.00         |
| Balance with bank              | 2,336.00            | 2,536.00            |
| <b>TOTAL</b>                   | <u>39,06,853.00</u> | <u>64,55,502.00</u> |

|  |                     |                     |
|--|---------------------|---------------------|
| <b>SCHEDULE 9 :</b>                          |                     |                     |
| Unsecured - Considered Goods :               |                     |                     |
| Deposit with :                               |                     |                     |
| MIDC for water connection                    | 32,768.00           | 32,768.00           |
| M.S.E.B.                                     | 37,000.00           | 37,000.00           |
| Others                                       | 13,750.00           | 13,750.00           |
| Advances against capital goods/<br>Materials | 54,52,416.00        | 91,28,350.00        |
| <b>TOTAL</b>                                 | <u>55,35,934.00</u> | <u>92,11,868.00</u> |

## SCHEDULES ATTACHED TO AND FORMING PART OF THE ACCOUNTS OF 31ST MARCH, 1999

|  | 1998-99             | 1997-98             |
|--|---------------------|---------------------|
| <b>SCHEDULE 10 :</b>                                       |                     |                     |
| <b>Manufacturing Administrative &amp; Selling Expenses</b> |                     |                     |
| Salaries, Wages, Allowances & Bonus                        | 27,900.00           | 70,751.00           |
| Contribution to Employees State Insurance                  | 855.00              | 5,212.00            |
| Employees Provided Family Pension Fund                     | 2,027.00            | 13,131.00           |
| Employees Labour Welfare Fund                              | 75.00               | 90.00               |
| Deposit Link Insurance Scheme                              | NIL                 | 538.00              |
| Labour charges   | 2,85,345.00         | 3,72,512.00         |
| Staff Welfare  | 2,725.00            | 22,824.00           |
| Gratuity Provision   | NIL                 | 3,070.00            |
| Rates & Taxes  | 25,000.00           | 25,000.00           |
| Licence & Inspection                                       | 2,850.00            | 22,675.00           |
| Interest   | NIL                 | 47,640.00           |
| Water Charges  | 1,95,692.00         | 1,68,715.00         |
| Power & Fuel   | 1,94,649.00         | 3,45,272.00         |
| Printing & Stationery                                      | 2,125.00            | 31,250.00           |
| Postage, Telegram, Telephone & Telex                       | 59,783.00           | 40,152.00           |
| Profession Tax   | NIL                 | 350.00              |
| Bank Charges   | 200.00              | 525.00              |
| Books & Periodicals  | 1,728.00            | 2,250.00            |
| Listing Fees   | 20,500.00           | 20,500.00           |
| Travelling Conveyance                                      | 3,550.00            | 38,728.00           |
| Motor Car Expenses   | NIL                 | 35,815.00           |
| Machinery  | 3,888.00            | 4,751.00            |
| General  | 14,380.00           | 28,613.00           |
| Building   | 3,430.00            | 5,250.00            |
| Audit Fees   | 10,000.00           | 10,000.00           |
| Legal & Professional Charges                               | 87,500.00           | 98,290.00           |
| Miscellaneous Expenses                                     | 9,935.00            | 28,275.00           |
| Advertisement  | 5,984.00            | 15,672.00           |
| Entertainment Expenses                                     | 10,200.00           | 6,700.00            |
| Plantation Expenses  | 4,413.00            | 8,910.00            |
| Labour Expenses  | 8,731.00            | 10,050.00           |
| Guest House Expenses                                       | 9,119.00            | 40,150.00           |
| Transport, Loading etc.                                    | 3,10,138.00         | 5,18,481.00         |
| <b>TOTAL</b>   | <b>13,02,722.00</b> | <b>20,42,142.00</b> |

**NOTES TO THE ACCOUNTS****SCHEDULE - 11**

- 1.1 Depreciation is charged on W. D. V basis in accordance with Schedule XIV of the Companies Act, 1956.
- 1.2 The Company has revalued its assets during the bases on the Valuation Report submitted by Rane Engineer's 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. 2,06,84,849 | Rs. 16,36,279 | 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 Expenses
  2. Commission
  3. Leave wages
- 1.5 Prepaid expenses are adjusted.
- 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 states. If realised in the ordinary course of business. Provisions for all known liabilities except those mentioned in para 7.2, 8.4 and 8.5 here of is adequate and not in excess of amount consider 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.
- 4.0 The Company does not call for confirmation of unsecured loan, debtors and creditors. The balance as at 31st March, 1998 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, 1996.
- 6.1 The company had taken a loan of Rs. 5,00,000 from SICOM against the guarantee of an insurance Company Rs 5,00,000 were paid by the Insurance Company to SICOM on 10th 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. 5,19,556.
- 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. 6,937/-.
- 7.2 A Creditor has filed suit for recover of Rs. 56,473/- which includes Rs. 34,386/- 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, 1992.
- 7.4.2 The Company has paid Rs. 47,253/- 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 67,708 square meters has been taken on lease of 95 years from the Maharashtra Industrial Development Corporation.
- 8.2 Possession of 33,320 Sq. meters was taken in September 1968 and relevant lease deed execution in January 1968. Rs. 41,800/- was paid on 3rd September, 1981 converting the rental lease to premium lease.
- 8.3 Out of the balance 34,320/- square meters taken possession in May 1969, lease deed for plot 18 portion 1 adeasuring 17,180 square meters has been duly executed.
- 8.4 The possession of balance 17,140 square meters of plot 18 portion II was given on 24th September 1981 under an agreement of lease subject to completion of construction of factory building before 24th September 1983 failing which whole or part of the premium 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 or Urban Land (Ceiling Regulation) Act, 1976 but the persons in occupation of the Corporation land are not exempt from the preview of the said Act. The Company has filed a questionnaire with the Technical Adviser of the Corporation pursuant to Circular No. LCA..... 1976/6312/DCM/8706 dated 22nd 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. 18,89,282/-.
11. No provision has been made for taxes in view of loss and despreciation of the earlier years.
12. Fixed Asset records for assets acquired after 1.4.1976 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 **PAWAN GUPTA & ASSOCIATES**  
*Chartered Accountants*

**PAWAN GUPTA**  
*Proprietor*

Place : Mumbai  
Dated : 31/5/99

For **Asian Food Products Limited**

**ASHOK BIMAL GHOSH**  
*Chairman*

**LILY ASHOK GHOSH**  
*Director*

**U. KRISHNA KUMAR**  
*Director*

# ASIAN FOOD PRODUCTS LIMITED

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

- A) Registration No. 

|  |   |   |   |   |   |
|--|---|---|---|---|---|
|  | 1 | 3 | 9 | 1 | 9 |
|--|---|---|---|---|---|

 State Code - 

|  |   |   |
|--|---|---|
|  | 1 | 1 |
|--|---|---|

  
Balance Sheet Date 31.03.99.
- B) Capital Raised during the year (Amount in Rs. lacs)
- |              |  |  |   |   |   |   |   |                   |  |  |  |  |   |   |   |
|--------------|--|--|---|---|---|---|---|-------------------|--|--|--|--|---|---|---|
| Public Issue | <table border="1" style="display: inline-table;"><tr><td> </td><td> </td><td> </td><td>N</td><td>I</td><td>L</td></tr></table> |  |   |   | N | I | L | Right Issue       | <table border="1" style="display: inline-table;"><tr><td> </td><td> </td><td> </td><td>N</td><td>I</td><td>L</td></tr></table> |  |  |  | N | I | L |
|              |  |  | N | I | L |   |   |                   |  |  |  |  |   |   |   |
|              |  |  | N | I | L |   |   |                   |  |  |  |  |   |   |   |
| Bonus Issue  | <table border="1" style="display: inline-table;"><tr><td> </td><td> </td><td> </td><td>N</td><td>I</td><td>L</td></tr></table> |  |   |   | N | I | L | Private Placement | <table border="1" style="display: inline-table;"><tr><td> </td><td> </td><td> </td><td>N</td><td>I</td><td>L</td></tr></table> |  |  |  | N | I | L |
|              |  |  | N | I | L |   |   |                   |  |  |  |  |   |   |   |
|              |  |  | N | I | L |   |   |                   |  |  |  |  |   |   |   |
- C) Position of Mobilisation and Deployment of funds (Amount in Rs Lacs)
- |                      |  |   |   |   |   |   |   |                           |  |   |   |   |   |   |   |
|----------------------|--|---|---|---|---|---|---|---------------------------|--|---|---|---|---|---|---|
| Paid up Capital      | <table border="1" style="display: inline-table;"><tr><td>1</td><td>5</td><td>8</td><td>.</td><td>3</td><td>2</td></tr></table> | 1 | 5 | 8 | . | 3 | 2 | Reserves & Surplus        | <table border="1" style="display: inline-table;"><tr><td>1</td><td>4</td><td>6</td><td>.</td><td>0</td><td>7</td></tr></table> | 1 | 4 | 6 | . | 0 | 7 |
| 1                    | 5  | 8 | . | 3 | 2 |   |   |                           |  |   |   |   |   |   |   |
| 1                    | 4  | 6 | . | 0 | 7 |   |   |                           |  |   |   |   |   |   |   |
| Secured Loans        | <table border="1" style="display: inline-table;"><tr><td> </td><td> </td><td> </td><td>N</td><td>I</td><td>L</td></tr></table> |   |   |   | N | I | L | Unsecured Loans           | <table border="1" style="display: inline-table;"><tr><td> </td><td> </td><td>5</td><td>.</td><td>2</td><td>0</td></tr></table> |   |   | 5 | . | 2 | 0 |
|                      |  |   | N | I | L |   |   |                           |  |   |   |   |   |   |   |
|                      |  | 5 | . | 2 | 0 |   |   |                           |  |   |   |   |   |   |   |
| Application of Funds |  |   |   |   |   |   |   |                           |  |   |   |   |   |   |   |
| Net Fixed Assets     | <table border="1" style="display: inline-table;"><tr><td>2</td><td>3</td><td>4</td><td>.</td><td>0</td><td>8</td></tr></table> | 2 | 3 | 4 | . | 0 | 8 | Investments               | <table border="1" style="display: inline-table;"><tr><td> </td><td> </td><td>0</td><td>.</td><td>0</td><td>1</td></tr></table> |   |   | 0 | . | 0 | 1 |
| 2                    | 3  | 4 | . | 0 | 8 |   |   |                           |  |   |   |   |   |   |   |
|                      |  | 0 | . | 0 | 1 |   |   |                           |  |   |   |   |   |   |   |
| Net Current Assets   | <table border="1" style="display: inline-table;"><tr><td> </td><td>3</td><td>9</td><td>.</td><td>0</td><td>6</td></tr></table> |   | 3 | 9 | . | 0 | 6 | Miscellaneous Expenditure | <table border="1" style="display: inline-table;"><tr><td> </td><td> </td><td> </td><td>N</td><td>I</td><td>L</td></tr></table> |   |   |   | N | I | L |
|                      | 3  | 9 | . | 0 | 6 |   |   |                           |  |   |   |   |   |   |   |
|                      |  |   | N | I | L |   |   |                           |  |   |   |   |   |   |   |
- D) Performance of company (Amount in Rs. Lacs)
- |                       |  |   |   |   |   |   |   |                   |  |   |   |   |   |   |   |
|-----------------------|--|---|---|---|---|---|---|-------------------|--|---|---|---|---|---|---|
| Turn over             | <table border="1" style="display: inline-table;"><tr><td>1</td><td>4</td><td>3</td><td>.</td><td>5</td><td>1</td></tr></table> | 1 | 4 | 3 | . | 5 | 1 | Total Expenditure | <table border="1" style="display: inline-table;"><tr><td>1</td><td>4</td><td>2</td><td>.</td><td>1</td><td>2</td></tr></table> | 1 | 4 | 2 | . | 1 | 2 |
| 1                     | 4  | 3 | . | 5 | 1 |   |   |                   |  |   |   |   |   |   |   |
| 1                     | 4  | 2 | . | 1 | 2 |   |   |                   |  |   |   |   |   |   |   |
| Profit before Tax     | <table border="1" style="display: inline-table;"><tr><td> </td><td> </td><td>1</td><td>.</td><td>3</td><td>8</td></tr></table> |   |   | 1 | . | 3 | 8 | Profit after Tax  | <table border="1" style="display: inline-table;"><tr><td> </td><td> </td><td> </td><td>N</td><td>I</td><td>L</td></tr></table> |   |   |   | N | I | L |
|                       |  | 1 | . | 3 | 8 |   |   |                   |  |   |   |   |   |   |   |
|                       |  |   | N | I | L |   |   |                   |  |   |   |   |   |   |   |
| Earning per share Rs. | <table border="1" style="display: inline-table;"><tr><td> </td><td> </td><td>0</td><td>.</td><td>0</td><td>9</td></tr></table> |   |   | 0 | . | 0 | 9 | Dividend Rate     | <table border="1" style="display: inline-table;"><tr><td> </td><td> </td><td> </td><td>N</td><td>I</td><td>L</td></tr></table> |   |   |   | N | I | L |
|                       |  | 0 | . | 0 | 9 |   |   |                   |  |   |   |   |   |   |   |
|                       |  |   | N | I | L |   |   |                   |  |   |   |   |   |   |   |
- E) Generic Names of three principle products of company (As monetary terms)
- |             |             |
|-------------|-------------|
| i) Tomato   | ii) Onion   |
| iii) Grapes | iv) Mangoes |

For Pawan Gupta & Associates  
Chartered Accountants

**PAWAN GUPTA**  
Proprietor

Place : Mumbai  
Dated : 31/5/99

For Asian Food Products Limited

**ASHOK BIMAL GHOSH**  
Chairman

**LILY ASHOK GHOSH**  
Director

**U. KRISHNA KUMAR**  
Director

## ASIAN FOOD PRODUCTS LIMITED

## CASH FLOW STATEMENT FOR THE YEAR

31st March, 1999

|  |     |               |
|--|-----|---------------|
| A) Cash Flow From Operating Activity             |     |               |
| Net Profit Before Tax and Extra                  |     |               |
| Ordinary items                                   |     | 1,38,537.00   |
| Interest   |     | NIL           |
| Add : Depreciation                               |     | 28,94,004.00  |
| Preliminary Expenses Written Off                 |     | NIL           |
| Operating Profit before capital changes          |     | 30,32,541.00  |
| Changes in working Capital                       |     |               |
| Increase / Decrease in inventory                 | (+) | 2,63,402.00   |
| Increase / Decrease in Sundry Debtors            | (+) | 21,32,262.00  |
| Increase / Decrease in Loans & Advances          | (+) | 36,75,932.00  |
| Increase / Decrease in Current Liability         | (-) | 1,28,774.00   |
| Cash General from operating activity             |     |               |
| Less : Interest Paid                             |     | NIL           |
| Cash before Extra Ordinary items                 |     | 89,75,363.00  |
| Add : Extra Ordinary Items                       |     |               |
| Net Cash flow from Operating activity            |     |               |
| B) Cash Flow from investing activity             |     |               |
| Capital work-in-progress                         |     |               |
| Purchase of Fixed Assets                         |     | 91,28,350.00  |
| C) Cash Flow from Financial Activity             |     |               |
| 1) Issue of Share Capital                        |     |               |
| 2) Secured Loans                                 |     |               |
| 3) Unsecured Loans                               |     |               |
| D) Net increase/Decrease in cash and equivalents |     | (1,52,987.00) |
| Add : Cash and Cash equivalents at the           |     | 5,98,610.00   |
| Opening of the year                              |     |               |
| Cash : Cash equivalents of the close of the year |     | 4,45,623.00   |

For **PAWAN GUPTA & ASSOCIATES**  
Chartered Accountants

**PAWAN GUPTA**  
Proprietor

Place : Mumbai  
Dated : 31/5/99

For Asian Food Products Limited

**ASHOK BIMAL GHOSH**  
Chairman

**LILY ASHOK GHOSH**  
Director

**U. KRISHNA KUMAR**  
Director

## AUDITOR'S CERTIFICATE

We have examined the attached Cash Flow Statement of Asian Food Products Ltd. for the year ended 31st March, 1999. The statement has been prepared by the company in accordance with the requirement of clause 32 of the Listing Agreement with The Stock Exchange, Mumbai and is based on and is in agreement with corresponding Profit and Loss Account and Balance Sheet of the Company covered by our report dated 31st May 1999 to the members of the Company.

For **PAWAN GUPTA & ASSOCIATES**  
Chartered Accountants

Place : Mumbai  
Dated : 31/5/99.

**PAWAN GUPTA**  
Proprietor