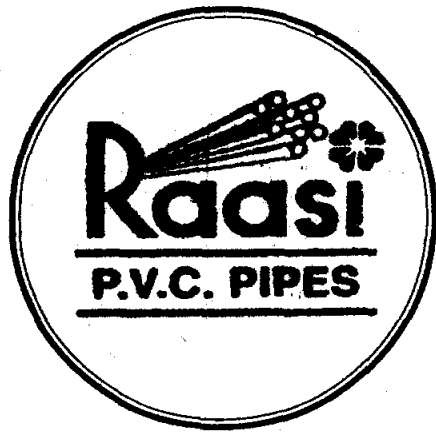


**S R P L LIMITED**



**12th ANNUAL REPORT - 1999 - 2000**

## S R P L LIMITED

Opp. Pinnamaneni Polyclinic, Siddhartha Nagar, Vijayawada - 520 010

### Request to Members,

- \*\* Members are requested to bring their copies of Annual Report to the Meeting, as the Company is unable to provide another copy in view of the increased cost of paper.
- \*\* Members/Bodies corporate/proxies should bring the attendance slip duly filled-in for attending the meeting.
- \*\* Members desiring any further information as regards accounts are requested to write to the Company atleast 7 days before the meeting, so as to enable the management to keep the information ready.
- \*\* Members are requested to be in their seats at the meeting hall before the scheduled time of commencement of the Annual General Meeting to avoid interruption in the proceedings.
- \*\* All correspondence regarding share transfers should be addressed directly to our Share Transfer Agents, M/s.Sibar Financial Services (P) Ltd., 27-14-49, Rajagopalachari Street, Governorpet, Vijayawada-2.

### BOARD OF DIRECTORS

Sri Ch. Venkateswara Raju	..	Chairman
Sri P.L.P. Raju	..	Managing Director
Sri A. Suryanarayana Raju	..	Executive Director
Sri A. Satyanarayana Raju	..	Director
Sri K. Rattaiah	..	Director
Sri Tanweer M. Contractor	..	Director

#### BANKERS

STATE BANK OF INDIA  
PATAMATA, VIJAYAWADA

#### AUDITORS

M/s.RAMANA MURTHY & CO.  
Chartered Accountants, Vijayawada

#### REGISTERED OFFICE

Opp. PINNAMANENI POLYCLINIC  
Siddhartha Nagar  
VIJAYAWADA - 520 010

#### FACTORY

Industrial Area  
PEDAAVUTAPALLI - 521 286  
Krishna District

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## NOTICE TO SHARE HOLDERS

NOTICE is hereby given that the Twelveth Annual General Meeting of the Members of the Company, will be held on Saturday the 30th day of September, 2000 at 11.30 A.M. at the Registered Office, Opp. Pinnamaneni Polyclinic, Siddhartha Nagar, Vijayawada-10 to transact the following business.

### ORDINARY BUSINESS

1. To receive consider and adopt the Audited Balance Sheet as at 31st March, 2000 and Profit and Loss Account for the year ended 31st March, 2000 and the report of the Directors and Auditors thereon.
2. To appoint a Director in place of Sri A. Satyanarayana Raju who retires by rotation and being eligible offers himself for re-election.
3. To appoint a Director in place of Sri K. Rattaiah who retires by rotation and being eligible offers himself for re-election.
4. To appoint Auditors for the year 2000-2001 and fix their remuneration. The present Auditors of the Company, M/s. Ramana Murthy & Co., Chartered Accountants, Vijayawada retire at this Annual General Meeting and are eligible for re-appointment.

(BY ORDER OF THE BOARD)

VIJAYAWADA  
Date: 02.09.2000

For SRPL LIMITED  
(sd) P.L.P. RAJU  
Managing Director

### NOTE:

1. A member entitled to attend and vote may appoint a proxy to attend and vote instead of himself on poll and that a proxy need not be member.
2. The Register of Members and the Share Transfer Books of the company will remain closed from Tuesday the 26th September, 2000 to Thursday the 28th September, 2000 (both days inclusive).
3. Shareholders are requested to notify their change of address if any to the Company.

## DIRECTOR'S REPORT

To  
The Members,

Your Directors have pleasure in presenting the Twelveth Annual Report together with audited statements of Accounts for the year ended 31st March, 2000.

### 01. FINANCIAL RESULTS:

	1999-2000 Rs. in Lakhs	1998-99 Rs.in Lakhs
Sales	59.18	307.05
Loss for the year before Depreciation and Interest	173.59	146.09
ADD: Interest	32.08	27.15
Depreciation	9.58	10.62
Loss after Interest and Depreciation	215.25	183.86
Loss carried forward to the following year	215.25	183.86

### 02. OPERATIONS:

Due to the Government amendment in payments coupled with the cancellation of Rate Contract, your company could not achieved the targets. In this process, your company turnover was gradually dropped resulting in a small turnover of Rs.59.18 lakhs.

### 03. DIVIDEND

Your Directors regret their inability to recommend any dividend this year.

**06. INSURANCE**

All the properties and insurable interest of the Company including buildings, Plant & Machinery and Stocks, wherever necessary and to the extent required have been adequately insured.

**07. DIRECTORS**

Sri A. Satyanarayana Raju, Director retires by rotation in terms of Articles 104 & 105 of Articles of Association of the Company and is eligible for re-appointment.

Sri K. Rataiah, Director retires by rotation in terms of Articles 104 & 105 of Articles of Association of the Company and is eligible for re-appointment.

**08. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION ETC**

As required under section 217(9)(e) of the Companies Act, 1956 read with companies (Disclosure of particulars in the report of Board of Directors) Rules, 1988, the information is furnished in the Annexure forming part of the report.

**09. ACKNOWLEDGEMENTS**

Your Directors take this opportunity to offer their sincere thanks to various Departments of the Central and State Government Financial Institutions, Banks and Investors for their unstinted support and assistance.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Place: VIJAYAWADA

(sd) **P.L.P. RAJU**

Date : 03.07.2000

Managing Director



## ANNEXURE TO DIRECTOR'S REPORT

Conservation of energy, technology absorption and foreign exchange earnings and outgo required under Companies (Disclosure of particulars in the report of Board of Directors) Rules, 1988 for the year ended 31st March, 2000.

### 01. CONSERVATION OF ENERGY

#### FORM - A

Disclosure of particulars with respect to Conservation of Energy.

	Year ended 31.03.2000 Rs. in Lakhs	Year ended 31.03.1999 Rs. in Lakhs
<b>A. POWER AND FUEL CONSUMPTION</b>		
01. Electricity		
(a) Purchased Units	101-705	274-193
Total Amount	4,90,595.00	9,67,689.00
Rate per Unit	4.82	3.52
(b) Own Generation		
i) Through Diesel Generator	9,750	28,382
Total Amount	37,242.00	92,242.00
Rate per Unit	3.82	3.25
ii) Through Steam Turbine	NIL	NIL
02. COAL	NIL	NIL
03. Furnace Oil	NIL	NIL
04. Others/International Generation	NIL	NIL
<b>B. CONSUMPTION PER UNIT OF PRODUCTION</b>		
Production	219-841	895-488
Electricity	0.42	0.84

### II. TECHNOLOGY ABSORPTION

#### FORM - B

#### DISCLOSURE OF PARTICULARS WITH RESPECT TO TECHNOLOGY ABSORPTION

01. Research and Development : Not Applicable  
02. Information required in case of imported technology :  Not applicable as there has been no import of technology

### III. FOREIGN EXCHANGE EARNINGS & OUTGO:

- a) Earnings : NIL  
b) Outgo : NIL

### AUDITORS REPORT TO THE MEMBERS

We have audited the annexed Balance Sheet of M/s.SRPL LIMITED, Vijayawada as at 31st March, 2000 and the Profit and Loss Account for the year ended on that date annexed thereto and report as follows:

01. As required by the manufacturing and other Companies (Auditors 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 and 5 of the said order, wherever applicable.
02. Further to our comments in the Annexure referred to in paragraph 1 above.
  - a) We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - b) Proper books of accounts as required by law, have been kept by the company so far as appears from our examination of such books.
  - c) The Balance Sheet and Profit and Loss Account referred to in this report are in agreement with the books of accounts.
  - d) In our opinion, the Balance Sheet and the Profit & Loss Account comply with the Accounting Standards referred to in sub-section (3C) of Section 211, of the Companies Act, 1956.
  - e) The Company has not provided interest on loans given. Had the company provided such interest the loss would have been reduced by Rs.20.78 lakhs.

Subject to the above, in our opinion, and to the best of our information and according to the explanations given to us, the said balance sheet and profit and loss account read together with the notes and schedules attached thereto, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view.

- i) In so far as it relates to the Balance Sheet, of the state of affairs of the Company as at 31st March, 2000.

a n d

- ii) In so far as it relates to the Profit and Loss Account, of the Loss of the Company for the year ended on that date.



Place: VIJAYAWADA  
Date : 03.07.2000

**For RAMANA MURTHY & CO.**  
Chartered Accountants  
(sd) **V. V. RAMANA MURTHY**  
Proprietor

### ANNEXURE

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

01. The Company is maintaining proper records showing full particulars including quantitative details and situation of all the fixed assets of the Company are being physically verified by the management at a reasonable intervals and no materials discrepancies were noticed on physical verification carried out during the financial year.
02. None of the Fixed Assets has been revalued during the year.
03. The stocks of finished goods, stores, spares and raw materials have been physically verified during the year by the management at reasonable intervals.
04. The discrepancies noticed on the physical verification of stocks as compared to book records, which in our opinion were not material, have been properly dealt with in the books of account.
05. The procedure of physical verification of stocks followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
06. In our opinion and according to the information made available to us and the explanations given to us, the method of valuing stocks is fair and proper in accordance with the normally accepted accounting principles and is on the same basis as in the previous year.
07. The Company has not taken any loans secured or unsecured from companies firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956 and/or from the companies under the same management as designed under section 370(1B) of the Companies Act, 1956.
08. The Company has not granted any loans during the year to parties listed in the register maintained under section 301 and/or to the Companies under the same management as defined u/s.370(1B) of the Companies Act, 1956.
09. According to the information and explanations given to us, the parties to whom loans or advances given by the company are not repaying the principle amount and interest as stipulated.
10. The employees to whom interest free loans and advances in the nature of loans have been given are repaying the principal amounts as stipulated.
11. In our opinion, there is an adequate internal control procedure commensurate with size of the Company and the nature of its business, for the purchase of stores, raw materials including components, plant and machinery, equipment and other assets and for the sale of goods.
12. In our opinion and according to the information and explanations given to us, there were no purchase of goods and materials and sale of goods, materials and services, aggregating during the year to Rs.50,000/- or more in respect of each party from the parties listed in section 301 of the Companies Act, 1956.

13. In our opinion and according to the information given to us there are no unserviceable or damaged stores, raw materials and finished goods during the year.
14. The Company has not accepted any deposits from the public under the provisions of section 58A of the Companies Act, 1956 and rules framed thereunder.
15. The Company has no By-products. The Company is maintaining reasonable records of collection and utilisation of scrap from time to time.
16. Though the Company paid up capital exceeds Rs.25 lacs, the Company has not introduced internal audit system during the year.
17. The requirements of section 209(1)(d) of the Companies Act, 1956, with regard to maintenance of cost records are not applicable to this company.
18. The Company is not regular in depositing provident fund dues with appropriate authorities and an amount of Rs.88,617/- is due for the year 1999-2000.
19. There are no undisputed amounts payable in respect of Income Tax, Wealth Tax, Customs Duty, Sales Tax and Excise Duty as at 31st March, 2000 which are outstanding for a period of more than six months from the date they became payable except for an amount of Rs.63,01,097/- pertaining to Sales Tax which is outstanding for a period of more than six months as at 31st March, 2000, which is under appeal.
20. According to the information and explanations given to us and the records of the company examined by us, no personal expenses have been charged to revenue account.
21. The provisions of clause (O) of sub-section (1) of Section-3 of the Sick Industrial Companies (Special Provisions) Act, 1985 (1 of 1986) do not apply to the Company as at the date of the Balance Sheet.
22. In respect of service activities:
  - i) In our opinion, the company has a reasonable system of recording receipts, issues and consumption of materials and stores and allocating materials consumed to the relative jobs, commensurate with the size and the nature of its business.
  - ii) In our opinion, the Company has a reasonable system of allocating man hours utilized to the relative jobs, commensurate with the size and the nature of its business.
  - iii) In our opinion, there is a reasonable system of authorisation at proper levels and an adequate systems of internal control commensurate with the size of the company and the nature of its business on issue of stores and allocation of stores and labour to jobs.



**BALANCE SHEET AS ON 31.03.2000**

	SL. NO.	AS AT 31.03.2000	AS AT 31.03.1999
<b>I. SOURCE OF FUNDS</b>			
<b>01. SHARE HOLDER'S FUNDS</b>			
a) Capital	1	6,53,25,590.00	6,53,25,590.00
b) Reserves	2	6,12,877.00	8,90,877.00
		6,59,38,467.00	6,62,16,467.00
<b>02. LOAN FUNDS</b>			
a) Secured Loans	3	1,98,45,320.35	1,73,86,217.58
		8,57,83,787.35	8,36,02,684.58
<b>II. APPLICATION OF FUNDS</b>			
<b>01. FIXED ASSETS</b>			
Gross Block	4	2,57,30,665.42	2,62,89,165.42
Less: Depreciation		66,95,623.47	58,35,910.24
Net Block		1,90,35,041.95	2,04,53,255.18
<b>02. CURRENT ASSETS, LOANS &amp; ADVANCES</b>			
Inventories	5	12,07,995.30	79,39,718.99
Sundry Debtors	6	59,20,435.21	1,57,27,330.09
Cash & Bank Balances	7	1,55,539.51	11,23,439.83
Loans & Advances	8	2,26,51,363.98	2,15,55,393.12
		2,99,35,334.00	4,63,45,882.03
Less: Current Liabilities & Provisions	9	61,27,630.83	53,64,362.30
		2,38,07,703.17	4,09,81,519.73
<b>03. MISCE. EXPENDITURE</b>			
Preliminary Exp.	19	23,69,888.41	28,43,866.41
Profit & Loss A/C		4,05,71,153.82	1,93,24,043.26
		8,57,83,787.35	8,36,02,684.58

PER OUR REPORT OF EVEN DATE

**For RAMANA MURTHY & CO.**  
Chartered Accountants  
(Sd) **V.V. RAMANA MURTHY**  
Proprietor

FOR AND ON BEHALF OF THE  
BOARD OF DIRECTORS

(Sd.) **P.L.P. RAJU**  
Managing Director  
(Sd) **A.SURYANARAYANA RAJU**  
Executive Director

Place: VIJAYAWADA  
Date : 03.07.2000

**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDING 31.03.2000**

	SL. NO.	AS AT 31.03.2000	AS AT 31.03.1999
<b>I. INCOME</b>			
Sales	10	59,18,527.30	3,07,04,501.01
Other Income	11		160.18
		-----	-----
		59,18,527.30	3,07,04,661.19
		-----	-----
<b>II. EXPENDITURE :</b>			
Materials Consumed	13	93,43,566.54	2,24,49,488.76
Payments & Benefits to			
Employees	14	8,53,349.05	12,58,393.59
Manufacturing & Other Expenses	15	38,81,680.23	64,40,463.17
Rates & Taxes	16	29,23,710.50	1,47,01,259.61
Decrease in Finished Goods	12	62,74,940.75	4,63,727.62
		-----	-----
		2,32,77,247.07	4,53,13,332.75
		-----	-----
III. GROSS OPERATING LOSS (I-II)		1,73,58,719.77	1,46,08,671.56
IV. INTEREST & FINANCE CHARGES	17	32,08,596.77	27,14,528.84
V. LOSS BEFORE DEPRECIATION		2,05,67,316.54	1,73,23,200.40
VI. PROVISION FOR DEPRECIATION	18	9,57,794.02	10,62,600.00
VII. LOSS FOR THE YEAR		2,15,25,110.56	1,83,85,800.40
Loss Brought Forward		1,90,46,043.26	9,40,365.86
Excess Provision for I.Tax Reversed		--	2,123.00
Loss Carried to B/S		4,05,71,153.82	1,93,24,043.26

PER OUR REPORT OF EVEN DATE

**For RAMANA MURTHY & CO.**  
Chartered Accountants  
(Sd) **V.V. RAMANA MURTHY**  
Proprietor

FOR AND ON BEHALF OF THE  
BOARD OF DIRECTORS

(Sd.) **P.L.P. RAJU**  
Managing Director  
(Sd) **A.SURYANARAYANA RAJU**  
Executive Director

Place: VIJAYAWADA  
Date : 03.07.2000

**SCHEDULES TO BALANCE SHEET AS ON 31.03.2000**

	AS AT 31.03.2000	AS AT 31.03.1999
01. SHARE CAPITAL AUTHORISED	7,00,00,000.00	7,00,00,000.00
	=====	=====
<b>ISSUED, PAIDUP AND SUBSCRIBED CAPITAL</b>		
65,32,559 Equity Shares of Rs.10/- each	6,53,25,590.00	6,53,25,590.00
02. <b>RESERVES &amp; SURPLUS :</b>		
Subsidy	6,12,877.00	6,12,877.00
General Reserve	0.00	2,78,000.00
	-----	-----
	6,12,877.00	8,90,877.00
	-----	-----
03. <b>SECURED LOANS :</b>		
Cash Credit from SBI	1,71,26,713.09	1,49,31,299.26
Term Loan A.P.S.F.C.	23,30,768.00	21,20,954.00
Term Loan SBI	3,87,839.26	3,33,964.32
	-----	-----
	1,98,45,320.35	1,73,86,217.58
	-----	-----
04. <b>DEPRECIATION SCHEDULE</b>		
05. <b>INVENTORIES :</b>		
As certified by Management:		
PVC Resin	86,681.25	4,93,675.00
TBLS	0.00	22,837.50
DBLS	390.00	11,550.00
CC	53,212.50	1,81,425.64
Other Raw Material	2,43,359.45	1,30,938.00
PVC Pipes & in Goods	8,24,352.10	70,99,292.85
	-----	-----
	12,07,995.30	79,39,718.99
	-----	-----

**SCHEDULE - 4**  
**STATEMENT OF DEPRECIATION**

	Free Hold Land		Factory Building		Plant & Machinery		Electrical Fittings		Generator		Furniture & Fixtures		Vehicles		Computer		Total 1999-2000		Total 1998-99	
	Rs.	Ps.	Rs.	Ps.	Rs.	Ps.	Rs.	Ps.	Rs.	Ps.	Rs.	Ps.	Rs.	Ps.	Rs.	Ps.	Rs.	Ps.	Rs.	Ps.
Cost as on 01.04.99	1,62,474.00		22,91,910.50		1,95,02,591.51		14,64,625.87		3,86,179.00		5,46,427.71		18,10,156.75		1,24,800.00		2,62,89,165.42		2,62,10,630.42	
Additions	--		10,000.00		--		--		--		--		--		--		10,000.00		3,80,535.00	
Deductions	--		--		--		--		--		--		5,68,500.00		--		5,68,500.00		3,02,000.00	
Gross Block as on 31.03.2000	1,62,474.00		23,01,910.58		1,95,02,591.51		14,64,625.87		3,86,179.00		5,46,427.71		12,41,656.75		1,24,800.00		2,57,30,665.42		2,62,89,165.42	
Depreciation as at 31.03.99	--		4,49,287.42		40,17,242.72		3,38,665.54		1,27,977.48		1,28,431.52		7,01,617.04		72,688.52		58,35,910.24		48,45,371.24	
Provision for the year	--		61,701.40		7,37,769.76		53,483.12		12,264.57		23,506.45		60,621.45		8,447.27		9,57,794.02		10,62,600.00	
Deductions	--		--		--		--		--		--		98,080.79		--		98,080.79		72,061.00	
Total Depreciation as at 31.03.2000	--		5,10,988.82		47,55,012.48		3,92,148.66		1,40,242.05		1,51,937.97		6,64,157.70		81,135.79		66,95,623.47		58,35,910.24	
Net Block of Assets	1,62,474.00		17,90,921.76		1,47,47,579.03		10,72,477.21		2,45,936.95		3,94,489.74		5,77,499.05		43,664.21		1,90,35,041.95		2,04,53,255.18	
Per Balance Sheet 31.3.99	1,62,474.00		18,42,623.16		1,54,85,348.79		11,25,960.33		2,58,201.52		4,17,996.19		11,08,539.71		52,111.48		2,04,53,255.18			

**SCHEDULES TO BALANCE SHEET AS ON 31.03.2000**

	AS AT 31.03.2000	AS AT 31.03.1999
<b>06. SUNDRY DEBTORS :</b>		
a) Outstanding for a period more than six months	54,91,522.93	1,56,05,008.42
b) Others	4,28,912.28	1,22,321.67
	-----	-----
	59,20,435.21	1,57,27,330.09
	-----	-----
<b>07. CASH &amp; BANK BALANCE :</b>		
Cash in hand	1,41,827.23	9,24,630.29
S.B.I.	13,712.28	1,98,809.54
	-----	-----
	1,55,539.51	11,23,439.84
	-----	-----
<b>08. LOANS &amp; ADVANCES :</b>		
Advance for capital Goods	24,05,000.00	24,05,000.00
Advance for Staff	2,66,593.37	3,09,944.01
T.D.R. with S.B.I.	4,90,633.75	6,01,533.75
Advance for Others	14,62,120.16	2,05,196.73
Deposit with Govt. Bodies	6,28,201.75	5,07,606.75
Deposit with Others	57,616.00	1,01,835.25
General Advance	10,500.00	39,300.00
I C D S	1,73,17,965.95	1,73,17,965.95
Prepaid Insurance	12,733.00	66,990.68
	-----	-----
	2,26,51,363.98	2,15,55,393.12
	-----	-----
<b>09. CURRENT LIABILITIES &amp; PROVISIONS</b>		
a) i) Sundry Creditors	59,00,024.83	51,96,524.78
ii) Liability for Expenses	1,86,906.00	1,27,137.52
b) Unclaimed Dividend	40,700.00	40,700.00
	-----	-----
	61,27,630.83	53,64,362.30
	-----	-----

**SCHEDULES TO PROFIT & LOSS AS ON 31.03.2000**

	AS AT 31.03.2000	AS AT 31.03.1999
<b>10. SALES</b>		
APGST Sales	89,60,772.58	3,21,04,964.24
Branch Sales, Hyd	55,686.24	8,88,191.90
	-----	-----
	90,16,458.82	3,29,93,156.14
Less: Sales Returns	30,97,931.52	22,88,655.13
	-----	-----
	59,18,527.30	3,07,04,501.01
	-----	-----
<b>11. OTHER INCOME</b>		
Interest Received	0.00	160.18
<b>12. DECREASE IN FINISHED GOODS</b>		
Closing Stock-Fin.Goods	8,24,352.10	70,99,292.85
Less: Op. Stock-Fin.Goods	70,99,292.85	75,63,020.47
	-----	-----
	62,74,940.75	4,63,727.62
	-----	-----
<b>13. MATERIAL CONSUMED</b>		
Op. Stock of Material	8,40,426.14	17,56,352.50
Add: Purchases	88,86,783.60	2,15,33,562.40
Less: Cl.Stock of Material	3,83,643.20	8,40,426.14
	-----	-----
	93,43,566.54	2,24,49,488.76
	-----	-----
<b>14. PAYMENTS &amp; BENEFITS TO EMPLOYEES</b>		
Salaries	4,59,980.00	6,17,765.80
Wages	1,72,100.00	1,85,768.00
Welfare Expenses	62,742.05	1,27,708.79
Provident Fund	63,813.00	1,50,738.00
O. T. Allowance	77,774.00	1,43,387.00
Stifund	16,940.00	33,026.00
	-----	-----
	8,53,349.05	12,58,393.59
	-----	-----

**SCHEDULES TO PROFIT & LOSS AS ON 31.03.2000**

	AS AT 31.03.2000	AS AT 31.03.1999
<b>15. MANUFACTURING &amp; OTHER EXPENSES</b>		
Power & Fuel	5,19,623.97	10,60,415.00
Carriage Inward & Outward	1,80,222.55	5,93,304.58
Factory Expenses	1,56,265.67	3,10,179.97
Machinery Maintenance	16,095.30	2,38,325.00
Rent	1,00,720.00	97,920.00
Insurance	1,85,748.80	1,52,070.00
Administrative Expenses	13,43,276.14	17,92,385.31
Travelling Expenses-Directors	65,358.95	68,227.75
<b>PAYMENT TO AUDITORS:</b>		
Audit Fee	8,000	
Certification	2,000	
	-----	
	10,000.00	18,000.00
Directors Remuneration	1,80,000.00	1,68,000.00
Misc. Expenses	35,104.00	20,841.00
Advertisement	5,289.00	86,086.00
Selling Expenses	5,22,152.22	12,95,093.20
Preliminary Expenses Written Off	4,73,978.00	4,75,517.00
Testing Charges	0.00	2,930.00
Legal Expenses	3,500.00	15,000.00
Discount	84,345.63	46,168.36
	-----	
	38,81,680.23	64,40,463.17
	-----	
<b>16. RATES &amp; TAXES</b>		
Sales Tax	2,03,841.00	34,12,278.00
Licences & Taxes	1,01,363.50	1,36,151.00
Central Excise Duty	26,18,506.00	1,11,52,830.61
	-----	
	29,23,710.50	1,47,01,259.61
	-----	

**SCHEDULES TO PROFIT & LOSS AS ON 31.03.2000**

	AS AT 31.03.2000	AS AT 31.03.1999
<b>17. INTEREST</b>		
Interest on Term Loans	4,19,814.00	2,48,814.00
Interest on Banks	27,88,782.77	23,89,280.57
Interest on Others	--	76,434.27
	-----	-----
	32,08,596.77	27,14,528.84
	-----	-----
<b>18. DEPRECIATION</b>		
Depreciation for the Year	9,57,794.02	10,62,600.00
<b>19. PREOPERATIVE EXPENSES</b>		
Public Issue Expenses	28,43,866.41	33,17,844.41
Less: Tr to P & L A/c.	4,73,978.00	4,73,978.00
	-----	-----
	23,69,888.41	28,43,866.41
	-----	-----



## NOTES FORMING PART OF THE ACCOUNTS

### 01. Significant Accounting Policies

- i) **GENERAL** : Financial statements are prepared under the historical cost convention and in accordance with the normally accepted accounting standards.
  - ii) **FIXED ASSETS** : Fixed Assets are stated at cost of acquisition inclusive of freight and other incidental expenditure related to acquisition and installation.
  - iii) **DEPRECIATION** : Depreciation is provided for on straight line method as per schedule XIV of the Companies Act, 1956.
  - iv) **INVENTORIES**
    - (a) Finished goods are valued at cost or below.
    - (b) Raw materials are valued at cost
  - v) **RETIREMENT BENEFITS** : No provision for gratuity has been made in case of any employee because the company is yet to make the actuarial valuation for the same.
  - vi) **SALES AND OTHER EARNINGS** : Sales are inclusive of Excise Duty recovered and net of discount and rebates.
  - vii) **EXCISE DUTY** : Income from sales and the Excise Duty in respect thereof are being recognised immediately on raising of Invoices. However Excise duty payable if any after availing modvat credit is being recognised only in the year of removal of goods from approved godowns.
  - viii) **DEFERRED REVENUE EXPENDITURE** : Public issue and deferred revenue expenditure are being amortised over a period of ten years.
02. Estimated amount of contracts remaining to be executed on capital amount. NIL
03. The Guarantee issued by the Company's Bankers in favour of the customers against advances from them and other obligations are secured by Raw Materials and finished goods.
04. Cash and Bank Balance - Fixed Deposits include Rs.4,07,209/- (current year) and Rs.4,07,209/- (previous year) held by the Company's bankers as margin money against the Guarantees issued by them on behalf of the Company.
05. **CONTINGENT LIABILITIES:**  
Legal matters under dispute - Sales Tax Rs.63,01,097.
06. **TERM LOAN** : All are secured by paripassu charge, by mortgage of the Company's immovable properties and hypothecation of movable assets including movable machinery, present and future. The loans are further

secured by a floating charge on all the remaining movable assets, subject to charge in favour of company's bankers on specified movables towards working capital facilities.

**Working Capital Loan:** Secured by the hypothecation of raw materials, finished goods, stores and spares and book debts and also collaterally secured by second charge on the fixed assets, both present and future, of the Company.

07. The unclaimed dividend of Rs.40,700/- relates to the year 1995-96.

	This Year		Last Year	
	Qty.	Value	Qty.	Value
08. TURNOVER				
i) Rigid PVC Pipes	291-644	59,18,527.30	938-512	3,07,04,501.01
09. RAW MATERIAL CONSUMED (Indegenious)				
PVC Resin	180-525	73,70,474.70	704-650	2,63,08,812.40
CC	28-598	15,64,039.37	159-005	20,07,525.60
Others	10-718	4,09,052.47	31-833	12,14,906.45
	219-841	93,43,566.54	895-488	2,95,31,244.45
10. OPENING STOCK OF FINISHED GOODS				
Rigid PVC Pipes	81-235	70,99,292.85	124-259	75,63,020.47
11. CLOSING STOCK OF FINISHED GOODS				
Rigid PVC Pipes	9-432	8,24,352.10	81-235	70,99,292.85
12. Installed Capacity as Certified by the Management	1500 MT		1500 MT	
13. Actual Production	219-841		895-488	
14. Material Consumed - Imported		NIL		NIL
15. There were no earnings in Foreign exchange during the year				
16. The quantitative details were given in M. Tons.				
17. The company has opted for differment of tax under G.O. Ms. 108 dated 20.05.1996.				

- 18, **MISCELLANEOUS EXPENDITURE** : The expenditure incurred on issue of shares have been treated as deferred revenue expenditure and is being written off over a period of 10 years.
19. Sundry Creditors Rs.59,00,024/- due to SSI Units whose outstanding balance exceeds Rs.1 lakh for more than 30 days as on date of Balance Sheet, as listed hereunder.

Sl.No.	SUPPLIERS NAME & ADDRESS	AMOUNT (Rs.)
01.	Vinyl Chemicals (P) Ltd. Shad Nagar Taluk, Kothur Village	7,60,109
02.	Vinyl Chemical Industries, Adavipalem, Yanam	1,69,632
03.	KL-Hitech Secure Print Ltd. Bhagya Nagar, Hyderabad	2,93,714
04.	Super Engienering Industries, Industrial Estate, Sholapur	3,58,110

20. Excise Duty on finished goods is accounted for on clearance of goods from the factory. Non-accounting of Excise Duty on stock in trade not cleared from factory will not affect the profit for the year.
21. Managing Director Remuneration : Towards Salary Rs.90,000/-
22. Executive Director Remuneration : Towards Salary Rs.90,000/-
23. Balance standing to the credit/debit of parties are subject to confirmation by them.
24. Previous Year Figures have been regrouped wherever necessary.

PER OUR REPORT OF EVEN DATE

**For RAMANA MURTHY & CO.**  
Chartered Accountants  
(Sd) **V.V. RAMANA MURTHY**  
Proprietor

FOR AND ON BEHALF OF THE  
BOARD OF DIRECTORS

(Sd.) **P.L.P. RAJU**  
Managing Director  
(Sd) **A.SURYANARAYANA RAJU**  
Executive Director

Place: VIJAYAWADA  
Date : 03.07.2000



ADDITIONAL INFORMATION AS REQUIRED UNDER PART - IV  
OF SCHEDULE VI TO THE COMPANIES ACT, 1956.  
BALANCE SHEET ABSTRACT AND COMPANIES GENERAL BUSINESS PROFILE  
(Amount in Rs. Thousands)

<b>I. REGISTRATION DETAILS</b>		
(a) Registration No.		08338
(b) State Code		01
(c) Balance Sheet Date		31.03.2000
<b>II. CAPITAL RAISED DURING THE YEAR :</b>		
(a) Public Issue		NIL
(b) Rights Issue		NIL
(c) Bonus Issue		NIL
(d) Private placement (Promoters Contribution)		NIL
<b>III. POSITION OF MOBILISATION &amp; DEPLOYMENT OF FUNDS</b>		
(a) Total Assets		9,19,12
(b) Total Liabilities		9,19,12
Sources of Funds		
(a) Paidup Capital		6,53,26
(b) Reserves & Surplus		6,13
(c) Secured Loans		1,98,45
		-----
Total		8,57,84
		-----
Application of Funds		
(a) Net Fixed Assets		1,90,35
(b) Investments		NIL
(c) Net Current Assets		2,38,08
(d) Misc. Expenses		4,29,41
		-----
Total		8,57,84
		-----
<b>IV. PERFORMANCE OF COMPANY</b>		
(a) Turnover		5919
(b) Other Income		--
(c) Total Expenditure		27444
(d) Profit / (Loss) Before Tax		(21525)
(e) Profit / (Loss) After Tax		(21525)
(f) Earnings per share		NIL
(g) Dividend Rate %		NIL
<b>V. GENERIC NAMES OF PRODUCTS / SERVICES OF COMPANY</b>		
(a) Item Code		3917.00
Product Description		PVC PIPES & FITTINGS

**BY ORDER OF THE BOARD**

PER OUR REPORT OF EVEN DATE

FOR AND ON BEHALF OF THE  
BOARD OF DIRECTORS

**For RAMANA MURTHY & CO.**  
Chartered Accountants  
(Sd) **V.V. RAMANA MURTHY**  
Proprietor

(Sd.) **P.L.P. RAJU**  
Managing Director  
(Sd) **A.SURYANARAYANA RAJU**  
Executive Director

Place: VIJAYAWADA  
Date : 03.07.2000

**STATEMENT OF CASH FLOW FOR THE YEAR ENDING 31st MARCH, 2000**

	<b>31.03.2000</b>	<b>31.03.1999</b>
	Rs.	Rs.
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net Profit / (Loss) before Tax	(2,15,25,110)	(1,83,85,800)
Other Income	--	160
Depreciation	9,57,794	10,62,600
Incometax	--	--
Excess Provision for I.T. reversed	--	2,123
Change of Intangible Assets	4,73,978	4,75,517
Loss on Sale of Fixed Assets	4,70,419	2,29,939
Decrease/(Increase) in Sundry Debtors	98,06,895	1,65,51,750
Decrease / (Increase) in Investments	67,31,723	13,79,654
Decrease / (Increase) in Loans & Advances	(10,95,970)	(27,042)
Increase / (Decrease) in Sundry Creditors	7,63,268	(30,72,932)
Net cash from operating activities	<u>(34,17,003)</u>	<u>(17,84,351)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of fixed assets	(10,000)	(3,80,535)
Other Income	--	160
Net Cash from Investing Activities	<u>(10,000)</u>	<u>(3,80,375)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from long term borrowings	24,59,103	29,38,685
Increase in Subsidy	--	--
Net cash from financing activities	<u>24,59,103</u>	<u>29,38,685</u>
Net decrease in cash and cash equivalents	(9,67,900)	7,73,959
Cash & Cash equivalents as at the beginning of the Yr.	11,23,439	3,49,480
Cash & Cash equivalents as at the end of the Year	<u>1,55,539</u>	<u>11,23,439</u>

(BY ORDER OF THE BOARD)

Place: VIJAYAWADA  
Date : 03.07.2000.

(sd) P.L.P. RAJU  
Managing Director

**AUDITOR'S CERTIFICATE**

We have examined the above Cash Flow Statement of SRPL LIMITED for the year ended 31st March, 2000. The statement have been prepared by the Company in accordance with the requirements of listing agreement Clause 32 with 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 of July 03, 2000 to the members of the Company.

Vijayawada  
Date: 03.07.2000

**For RAMANA MURTHY & CO.**  
Chartered Accountants  
(sd) **V. V. RAMANA MURTHY**  
Proprietor

**S R P L LIMITED**

Opp. Pinnamaneni Polyclinic, Siddhartha Nagar, Vijayawada - 520 010

**PROXY - FORM**

Regd. Folio No. \_\_\_\_\_

No. of Shares Held : \_\_\_\_\_

I/We \_\_\_\_\_  
in the District of \_\_\_\_\_  
being a member / members of the above named company hereby appoint  
\_\_\_\_\_ of \_\_\_\_\_  
in the District of \_\_\_\_\_ as my/our proxy to vote for  
me/us on my/our behalf at the 12th Annual General Meeting of the Company  
to be held on Saturday the 30th September,2000 at 11.30 A.M. and at any  
adjournment thereof.

Date : \_\_\_\_\_

Affix  
One  
Rupee  
Revenue  
Stamp

Signature \_\_\_\_\_

NOTE: This Proxy Form duly completed should be deposited at the  
Registered Office of the Company not less than Forty eight hours  
before the time fixed for holding the meeting.

**S R P L LIMITED**

Opp. Pinnamaneni Polyclinic, Siddhartha Nagar, Vijayawada - 520 010

**ATTENDANCE SLIP**

Regd. Folio No. \_\_\_\_\_

No. of Shares Held : \_\_\_\_\_

Name of the Shareholder \_\_\_\_\_  
Name of the Proxy \_\_\_\_\_  
Signature of Member / Proxy \_\_\_\_\_

I hereby record my presence at the 12th Annual General Meeting on  
Saturday the 30th September, 2000 at 11.30 A.M.



Signature of Member / Proxy \_\_\_\_\_

Note: To be signed and handed over at the Meeting Venue.

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**M/s.SIBAR FINANCIAL SERVICES (P) LTD.**  
27-14-49, Rajagopalachari Street  
Governorpet  
**VIJAYAWADA - 520 002**