

54

**THE  
GODAVARI  
SUGAR MILLS  
LIMITED**

**ANNUAL REPORT & ACCOUNTS  
1993-94**

# THE GODAVARI SUGAR MILLS LIMITED

*(Incorporated under the Indian Companies Act, VII of 1913)*

## **Board of Directors :**

SHRI K.J.SOMAIYA

*Chairman*

DR.B.V.BHOOTA

DR.C.B.PURANDARE

SHRI N.C.SAYTA

SHRI S.V.NIGHOSKAR

*(Nominee of Bank of India)*

SHRI K.PERSHAD

*(Nominee of B.I.F.R.)*

SHRI B.R.BARWALE

SHRI INDUBHAI C.PATEL

DR.S.K.SOMAIYA

SHRI P.M.KAVADIA

*(Whole-time Director)*

SHRI S.R.PARIKH

*Secretary and General Manager (Finance)*

## **Bankers :**

BANK OF INDIA

UNION BANK OF INDIA

## **Solicitors :**

MULLA & MULLA AND CRAIGIE BLUNT AND CAROE

## **Auditors :**

AMBALAL THAKKAR & CO.

## **Registered Office :**

FAZALBHOY BUILDING,

MAHATMA GANDHI ROAD,

FORT, BOMBAY-400 023.

# THE GODAVARI SUGAR MILLS LTD.

## NOTICE

Notice is hereby given that Fifty Fourth Annual General Meeting of The Godavari Sugar Mills Limited will be held on Friday the 30th September, 1994 at 4.00 p.m. at the Registered Office of the Company at Fazalbhoy Building, 45/47, Mahatma Gandhi Road, Bombay-400 023 to transact the following business:

1. To consider and adopt the Audited Balance Sheet as at 31st March, 1994 and the Profit and Loss Account for the year ended on that date, and the Directors' and Auditors' Report thereon.
2. To declare dividend on Equity and Preference Shares.
3. To appoint a Director in place of Shri.N.C.Sayta who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint a Director in place of Dr.B.V.Bhoota who retires by rotation and being eligible, offers himself for re-appointment.
5. To appoint a Director in place of Dr.C.B.Purandare who retires by rotation and being eligible, offers himself for re-appointment.
6. To appoint Auditors to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to fix their remuneration.

### SPECIAL BUSINESS :

7. To consider and if thought fit to pass with or without modifications, the following resolution as Ordinary Resolution :

"RESOLVED THAT in accordance with the provisions of Sections 16, 94 and all other applicable provisions, if any of the Companies Act, 1956 the Authorised Share Capital of the Company be and is hereby sub-divided and increased from Rs.5,00,00,000/- (Rupees Five Crores) divided into 4,30,000 Ordinary (Equity) Shares of Rs.100/- each, 20,000 Redeemable Cumulative Second Preference Shares of Rs.100/- each and 50,000 Redeemable Cumulative Third Preference Shares of Rs.100/- each to Rs.20,00,00,000/- (Rupees Twenty Crores) divided into 1,93,00,000 Ordinary (Equity) Shares of Rs.10/- each, 20,000 Redeemable Cumulative Second Preference Shares of Rs.100/- each and 50,000/- Redeemable Cumulative Third Preference Shares of Rs.100/- each and consequently the existing Clause V of the Memorandum of Association of the Company relating to Share Capital, be and is hereby altered by deleting the same and substituting in its place the following as new Clause V :

V. The Authorised Capital of the Company is Rs.20,00,00,000/- (Rupees Twenty Crores) divided into 1,93,00,000 (One Hundred Ninety Three Lacs) Ordinary (Equity) Shares of Rs.10/- (Rupees Ten) each, 20,000 (twenty thousand) 7.8572% per annum (subject to deduction of tax at source as may be required under the law for the time being in force) Redeemable Cumulative Second Preference Shares of Rs.100/- (Rupees One Hundred) each and 50,000 (fifty thousand) 9 1/2% per annum (subject to deduction of tax at source as may be required under the law for the time being in force) Redeemable Cumulative Third Preference Shares of Rs.100/- (Rupees one hundred) each and such rights, privileges and conditions shall be attached thereto respectively as may be provided by the Articles of Association of the Company.

8. To consider and if thought fit, to pass with or without modification, the following resolution as a Special Resolution :

"RESOLVED THAT pursuant to Section 31 and all other applicable provisions if any, of the Companies Act, 1956 Article 4 of the Articles of Association of the Company be and are hereby altered by deleting the same and substituting in its place the following new Article.

4. The Authorised Capital of the Company is Rs.20,00,00,000/- (Rupees Twenty Crores) divided into 1,93,00,000 (One Hundred Ninety Three Lacs) Ordinary (Equity) Shares of Rs.10/- (Rupees Ten) each, 20,000 (Twenty Thousand) 7.8572% per annum (subject to deduction of tax at source as may be required under the law for the time being in force) Redeemable Cumulative Second Preference Shares of Rs.100/- (Rupees One Hundred) each and 50,000 (Fifty Thousand) 9 1/2% per annum (subject to deduction of tax at source as may be required under the law for the time being in force) Redeemable Cumulative Third Preference Shares of Rs.100/- (Rupees One Hundred) each and such rights, privileges and conditions shall be attached thereto respectively as may be provided by the Articles of Association of the Company.

9. To consider and if thought fit, to pass with or without modifications, the following Resolution as an Ordinary Resolution :

"RESOLVED -

THAT upon the recommendation made by the Board of Directors of the Company and pursuant to Article

138 of the Articles of Association of the Company a sum of Rs.2,40,00,000/- (Rupees Two Crores Forty Lacs) from the amount standing to the credit of General Reserve Account as on 31st March,1994 be capitalised and transferred to Share Capital Account and the said sum of Rs.2,40,00,000/- be applied for allotment of bonus shares among the holders of the existing 2,40,000 Equity Shares of Rs.100/- each (amended to 24,00,000 Equity Shares of Rs.10/- each) whose names stand registered on the Register of Members as of such date as may be fixed by the Board of Directors and that such 24,00,000 new Equity Shares of Rs.10/- each credited as fully paid-up be allotted and distributed as Bonus Shares to such members as aforesaid in the proportion of ONE such new Equity Share for every ONE Equity Share held by them on such date as determined and that such bonus shares shall rank pari passu with the equity shares already issued by the Company save and except that these shares shall not qualify for any dividend that may be declared prior to the date on which these shares are allotted.

THAT the Certificates in respect of the said Bonus Shares shall be completed and delivered within three months of the date of allotment thereof and that no Letter of Allotment shall be issued in respect of the said Bonus Shares.

THAT for the purpose of giving effect to this Resolution the Board of Directors be and are hereby authorised to take all necessary steps and to do all such acts and things and give such directions as may be necessary to settle any question of difficulty which may arise in regard thereto in such manner as it may think fit."

"RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby also authorised at their discretion to accept and agree any change, modification or any direction as to the amount to be capitalised or the proportion in which the bonus shares are to be allotted having regard to the existing holding or the basis and/or the terms and conditions attached to the proposed issue of bonus shares as may be required in the light of the conditions of such consent to the issue of the said bonus shares without any further consent or concurrence of the shareholders in General Meeting."

"RESOLVED FURTHER THAT this Meeting records the intention of the Board of Directors to recommend, subject to unforeseen circumstances, payment of a dividend of not less than 10 percent on the Equity Capital as increased by the said Bonus Issue in respect of the first financial year for which the bonus shares shall be entitled to dividend."

10. To consider and if thought fit to pass with or without modification, the following resolution as an Ordinary Resolution :

"RESOLVED THAT pursuant to the provisions of Section 269 and other applicable provisions, if any, of the Companies Act,1956 and subject to the approval of the Central Government, the Company hereby approves the Re-appointment of Shri P. M. Kavadia, as Whole-time Director of the Company for a period of five years from 1st October,1994 and for the payment

to him as Whole-time Director the following remuneration and perquisites :

Salary : Rs.20,000 - 1,000 - 24,000  
Commission : 1% of Net Profits subject to a limit of Rs.50,000/- per annum.

Perquisites

#### CATEGORY 'A'

1. Housing :
  - i) The expenditure by the Company on hiring furnished accommodation will be subject to the ceiling of sixty percent of the salary over and above ten percent payable by Shri P. M. Kavadia.
  - ii) In case the accommodation is owned by the Company, 10 percent of the salary of Shri P. M. Kavadia shall be deducted by the Company.
  - iii) In case no accommodation is provided by the Company, Shri P. M. Kavadia shall be entitled to House Rent Allowance subject to the ceiling laid down in (i) above.
2. The expenditure incurred by the Company on gas, electricity, water and furnishings shall be valued as per the Income-tax Rules,1962, subject to a ceiling of 10% of the salary.
3. Medical Reimbursement :  
Expenses incurred for self and family subject to a ceiling of one month's salary in a year or three months' salary over a period of three years.
4. Leave Travel Reimbursement :  
For self and family once in a year incurred in accordance with the rules specified by the Company.
5. Club Fees :  
Fees of Clubs subject to a maximum of two clubs. This will not include admission and life membership fees.
6. Personal Accident Insurance :  
Premium not to exceed Rs. 4,000/- per annum.

Explanation : For the purpose of Category 'A' "Family" means the spouse, the dependent children and dependent parents.

#### CATEGORY 'B'

1. Contribution to Provident Fund, Superannuation Fund or Annuity Fund, will not be included in the computation of ceiling on perquisites to the extent these either singly or put together are not taxable under the Income Tax Act.
2. Gratuity payable shall not exceed half a month's salary for each completed year of service.
3. Encashment of leave at the end of the tenure will not be included in the computation of the ceiling on perquisites.

## CATEGORY 'C'

Provision of car for use on Company's business and telephone at residence will not be considered as perquisites. Personal long distance calls on telephone and use of car for private purpose shall be billed by the Company to Shri P. M. Kavadia.

"RESOLVED FURTHER THAT the terms and conditions of appointment may be altered and varied from time to time by the Board of Directors of the Company as it may, at its discretion deem fit, so as not to exceed the limits specified in Schedule XIII to the Companies Act, 1956 (including any statutory modification or re-enactment thereof, for the time being in force), or any amendments made thereto.

"AND RESOLVED FURTHER THAT the Board of Directors be and is hereby authorised to take such steps as may be necessary to give effect to this Resolution."

11. To consider and if thought fit to pass with or without modification, the following resolution as a Special Resolution :

"RESOLVED THAT pursuant to Section 31 and other applicable Provisions, if any, of the Companies Act, 1956 Article No. 86(i) be substituted by the following:

'The fees payable to a Director for attending a meeting of the Board or Committee thereof shall be decided by the Board of Directors from time to time, within the ceiling prescribed by the Central Government under the Companies Act.'

By Order of the Board of Directors,

**K. J. SOMAIYA**  
Chairman

BOMBAY : Dated 24th August, 1994.

**NOTE** : A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.

### EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956.

#### ITEM NOS :

- 7 & 8. To enable the Company to provide for any further issue of capital it is necessary to increase the Authorised Capital of the Company from Rs. 5,00,00,000 to Rs. 20,00,00,000. It is also proposed to sub-divide the Authorised Equity Share Capital of the Company from Rs.100/- fully paid-up to Rs.10/- fully paid-up. Resolution No.7 authorises for increasing the Authorised Share Capital and sub-dividing the Equity Share Capital.

Alterations to Memorandum and Articles of Association are proposed to be made to reflect the increased Authorised Capital. Resolution No.7 and 8 provide for these alterations.

9. In view of the substantial reserves of the Company and also to bring the Paid-up Share Capital of the Company more in line with the capital employed in the business.

the Board of Directors has recommended capitalisation of an amount of Rs. 2,40,00,000 from the Reserves of the Company by issuing Bonus Shares in the proportion of one bonus share for every existing share held in the Company on a date to be announced by the Board of Directors.

Shri K. J. Somaiya and Dr. S. K. Somaiya, Directors of the Company may be deemed to be concerned or interested in the issue of Bonus Equity Shares to the extent of their shareholdings in the Company.

10. Shri P. M. Kavadia was re-appointed Whole-time Director of the Company for a period of three years from 1st October, 1991 to 30th September, 1994.

The Board of Directors in their Meeting held on 24th August, 1994 have re-appointed him for a further period of 5 years from 1st October, 1994 to 30th September, 1999 on the terms and conditions as set out in the Resolution. The Board recommends the re-appointment of Shri P. M. Kavadia as Whole-time Director, as under his able guidance and leadership the Company has made steady progress and achieved increased production and profitability and in the opinion of the Board of Directors, the remuneration proposed to be paid to Shri P.M. Kavadia is reasonable considering his experience and expertise and commensurate with the duties and responsibilities of the Whole-time Director. Necessary approval will be taken from Central Government, as Shri P. M. Kavadia is 75 years old, and his re-appointment does not fall within the provisions prescribed under Schedule XIII of the Companies Act.

The Board commends the resolution for approval. Shri P. M. Kavadia may be deemed to be interested in this resolution.

11. The Central Government vide Notification dated 27.8.93 has prescribed that the remuneration by way of fee for each meeting of the Board of Directors or a Committee thereof, shall not exceed the sum of Rs. Two Thousand.

Presently, the Directors are paid Rs. 500/- for each Board and Committee Meeting attended by them. It is proposed to authorise the Board of Directors to fix the remuneration payable to the Directors within the increased limits prescribed by the Central Government. The proposed alteration seeks to give effect to the said amendment.

All the Directors may be deemed to be interested in this Resolution.

By Order of the Board of Directors,

**K. J. SOMAIYA**  
Chairman

Bombay : Dated 24th August, 1994.

# THE GODAVARI SUGAR MILLS LTD.

## DIRECTORS' REPORT

Your Directors have pleasure in presenting their Fifty-fourth Annual Report and the Audited Statements of the Accounts of the Company for the year ended 31st March, 1994.

### (A) FINANCIAL RESULTS :

	(Rs.in lacs)	(Rs.in lacs)
Gross Operating Profit		969.28
Less: Interest	350.29	
Depreciation	26.66	
Provision for Taxation	300.00	
		<u>676.95</u>
Net Profit for the year		292.33
Adding thereto:		
Balance Profit brought forward from last year		221.47
Depreciation written back		232.74
Wealth Tax Refund/Liability written back		13.43
		<u>759.97</u>
<b>APPROPRIATIONS :</b>		
Proposed Dividend :		
(i) On Preference Shares @ 7.8572% (including arrears from 1-6-73 to 31-3-93 of Rs.28.85 lacs) (subject to deduction of Tax)	30.30	
(ii) On Equity Shares @ 15% (subject to deduction of Tax)	36.00	
		66.30
Transfer to General Reserve		690.00
Balance Carried to Balance Sheet		3.67
		<u>759.97</u>

### (B) MANUFACTURING RESULTS OF SAMEERWADI :

The results for the year reflect working of two crushing seasons i.e. part of 1992-93 and part of 1993-94. It covers the period from 1-4-1993 to 22-4-1993 and 7-10-93 to 31-3-94 the results whereof are produced below :

Period	Cane Crushed (M.T.)	Sugar Manufactured (Qtl.)
1-4-93 to 22-4-93	75,630	97,562
7-10-93 to 31-3-94	7,39,510	8,46,370
<b>Total</b>	<b>8,15,140</b>	<b>9,43,932</b>

Average Recovery of above works out to 11.57%

The final figures of crushing and production for season 1993-94 and comparative figures for 1992-93 are as under:-

	1993-94	1992-93
Cane crushed (M.T.)	8,25,960	6,36,560
Sugar Manufactured (Qtls.)	9,41,500	7,65,300
Recovery (%)	11.38%	11.96%

### (C) LEGAL MATTERS :

The Ahmednagar Labour Court vide its Order dated 18-5-94 has dismissed the Application of 38 workers of Lakshmiwadi who were claiming reinstatement from 8-4-88 the deemed date of their resignation.

Meanwhile the Company's Writ Petition in High Court of Bombay (Aurangabad Bench) against the Order dated 19-6-1991 of the Ahmednagar Industrial Court in favour of 38 workers of Lakshmiwadi Factory for their demand of 100% wages, Bonus, D.A., etc. for the period of closure of Sakarwadi/Lakshmiwadi factories is pending but, the payments have been stayed by the High Court.

**(D) LEVY PRICE MATTERS IN SUPREME COURT 1974-75 TO 1979-80 :**

The Constitution Bench of the Supreme Court delivered judgment on 22-9-93 ordering the Central Government to re-fix the Levy Prices for all the sugar zones for seasons 1974-75 to 1979-80 taking into consideration the provisions of Clause 5(A) of the Sugar (Control) Order, 1966 as also the provisions of Section 3(3)(c) of the Essential Commodities Act. The Government has also been allowed to encash 50% of the Bank Guarantees provided by the sugar factories.

The Government had been given time upto end Dec'93 to re-fix the levy prices. The Government had filed a Review Petition but the same was rejected by Supreme Court on 23rd February, 1994. The Government of India has asked for certain clarifications on the Judgment from Supreme Court as well as extension of time for re-fixation of the levy price.

**(E) LEVY PRICE FOR SEASON 1985-86 FOR SAMEERWADI FACTORY :**

The Company has filed an Appeal in Supreme Court against the Order dated 20-12-90 of High Court of Karnataka dismissing Company's Writ Petition for Sameerwadi factory for Season 1985-86. The same is admitted and pending.

**(F) ADDITIONAL LEVY PRICE OF LAKSHMIWADI :**

Appeal of Government of India against Delhi High Court's Order dated 28th May, 1991 allowing Company's Writ Petition challenging the deletion of Lakshmiwadi factory from Schedule VI entitling to Additional Levy Price of Rs.26/- per Qtl. for the season 1980-81 is pending in Supreme Court. For seasons 1981-82 to 1983-84 the Petitions are pending in Delhi High Court which has by Interim Orders allowed Lakshmiwadi Factory to collect Rs.26/- per Qtl. for levy sugar.

**(G) EXPORT OF SUGAR :**

During the year under review the Company exported 241 M.T. through Indian Sugar Industry Export Corporation Ltd.

**(H) INCREASE IN LICENSED CAPACITY :**

The Ministry of Industry, Government of India has endorsed the Licensed Capacity of Sameerwadi Unit from 5000 TCD to 6440 TCD vide their letter dated 22-12-93. The Company is taking effective steps to implement the same.

**(I) DEREGISTRATION FROM BIFR :**

In view of the net worth of the Company becoming positive and the Company having made Profits continuously during last four years and expectation of even higher crushing and Profit during 1994-95, the Company has written to Industrial Financial Corporation of India the 'Operating Agency' to recommend B.I.F.R. to take the Company out of purview of B.I.F.R.

**(J) DIVIDENDS :**

The Directors recommend for consideration of Shareholders at the Annual General Meeting, payment of Preference Dividend at 7.8572% on the Redeemable Preference Shares for the period 1/6/73 to 31/3/94 and also 15% Dividend on Equity Shares subject to deduction of tax.

**(K) BONUS ISSUE :**

In view of the substantial build-up of Reserves so far, the Directors have recommended, subject to the approval of shareholders in General Meeting, capitalisation of reserves to the extent of Rs.2,40,00,000 by issuing fully paid bonus shares in the proportion of one bonus share for every one existing share in the Company.

**(L) SUB-DIVISION OF SHARES :**

The Directors propose to sub-divide the face value of the Equity shares of your Company from Rs.100/- to Rs.10/- fully paid up. Necessary steps will be taken in this regard for issuing new share certificates in lieu of the old share certificates of the face value of Rs.100/-.

**(M) INCREASE IN AUTHORISED CAPITAL :**

With the proposed issue of Bonus Shares the Company's Issued and Paid-up Capital would increase to about Rs.10 crores. With a view to issue further shares in the future it is proposed to increase the Authorised Capital from Rs.5 crores to Rs.20 crores.

**(N) APPOINTMENT OF WHOLE-TIME DIRECTOR OF THE COMPANY :**

The present term of Shri.P.M.Kavadia, Whole-time Director expires on 30th September, 1994. The Board have re-appointed him as Whole-time Director for a further period of 5 years from

1st October,1994 to 30th September,1999, subject to the approval of members and Central Government. Although Shri.P.M.Kavadia is 75 years old, he is physically fit and mentally agile. Under his able guidance and leadership for the past 6 years, the Company has made steady progress and achieved increased production and profitability.

**(O) DISCLOSURE WITH RESPECT TO CONSERVATION OF ENERGY ETC. :**

The particulars about conservation of energy, etc. pursuant to the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules,1988, are set-out in the Annexure forming part of this report.

**(P) AUDITORS :**

M/s.Ambalal Thakkar & Co., Auditors of the Company retire and being eligible offer themselves for re-appointment.

**(Q) GENERAL :**

- (i) Shri.N.C.Sayta, Dr.B.V.Bhoota and Dr.C.B.Purandare retire from the Board by rotation and being eligible offer themselves for re-appointment.

- (ii) Your Directors place on record their sincere appreciation of the co-operation and assistance extended by nominee directors of B.I.F.R. and Bank of India, the Company's Bankers viz. Bank of India and Union Bank of India, the Karnataka Government, the cultivators and the labour and staff of the Company.

- (iii) The Statement concerning employees as required by Provisions of Section 217(2A) of the Companies Act,1956 is attached as per Schedule 'A'.

- (iv) A Statement relating to subsidiary Company - Godavari Investment & Finance Corporation Limited, pursuant to Section 212 of the Companies Act,1956 is attached to the Balance Sheet.

By Order of the Board of Directors,

**K. J. SOMAIYA**  
*Chairman*

BOMBAY : Dated 24th August,1994.



# THE GODAVARI SUGAR MILLS LIMITED

## ANNEXURE TO DIRECTORS' REPORT

Information in accordance with the Companies (Disclosure of Particulars, in the Report of the Board of Directors) Rules, 1988 forming part of Directors' Report for the year ended 31st March, 1994.

### Conservation of Energy/Technology Absorption/Foreign Exchange earnings and outgo:

#### (A) CONSERVATION OF ENERGY

In addition to the existing steam economy measures, it is planned to add one more vapour cell so as to work the existing evaporator as quintuple followed by vapour cell. This will enable us to achieve higher production with fuel economy.

#### FORM 'A'

### DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY

#### (A) POWER AND FUEL CONSUMPTION

##### 1. ELECTRICITY

##### (A) Purchased -

Units	KWH	7.6
Total Amount	Rs.	1,67,3
Rate	Rs./KWH	

##### (b) Own Generation

##### i) Through Diesel Generator

Units	KWH	1,84
Units per litre of Diesel Oil	KWH/Ltr.	
Cost per Unit	Rs./KWH	

##### ii) Through Steam Turbine Generator

Units	KWH	1,80,52
Units per K.G. of Bagasse	KWH	
Cost per Unit	Rs./KWH	

##### 2. COAL (IInd GRADE)

Quantity	M.T.	27
Total Amount	Rs.	3,77
Average Rate	Rs./M.T.	1

(The Coal is used for manufacture of lime only)

##### 3. OTHER/INTERNAL GENERATIONS

Fire Wood	M.T.	521
Total Cost	Rs.	3,39
Rate/Unit	Rs./M.T.	

##### BAGASSE

Purchased	M.T.	
Produced & Utilised for		
Power Generation	M.T.	1,14
Total Cost	Rs.	1,71,77
Rate (Average)	Rs.	

(B) CONSUMPTION PER UNIT OF SUGAR PRODUCTION

Electricity	KWH/QTLS.	19.17
COAL (IInd GRADE)	MT/QTLS.	0.000298
Fire Wood	MT/QTLS.	0.000552
Bagasse	MT/QTLS.	0.12

(B) TECHNOLOGY ABSORPTION

(c) Efforts made in technology absorption as per Form 'B'

FORM 'B'

(Disclosure of Particulars with respect to Technology Absorption)

RESEARCH AND DEVELOPMENT (R & D)

1. Specific areas in which R & D carried out by the Company:

The Company has in-House R & D registered with Department of Scientific and Industrial Research. R & D activities are related to upgradation or process technology, product improvement, conservation of energy and water, recovery improvement and cost reductions. The Company has identified and applied cost effective process additives & has adopted improved technology in milling with better results.

2. Benefits derived as a result of above R & D.

R & D activities have helped in improving process control and steam economy and given better result ensuring better recovery/quality of sugar.

3. Future Plan of action:

In future, R & D efforts will be continued to adopt automatic process control system at different stations to increase crushing capacity to reduce steam consumption with reduced mill stoppages.

4. Expenditure on R & D:

i) Capital	NIL
ii) Recurring	7,27,128
iii) Total	<u>7,27,128</u>
iv) Total R & D expenditure as a percentage of total turnover.	0.08%

TECHNOLOGY ABSORPTION, ADOPTION AND INNOVATION :

1. Efforts :

The efforts of R & D Unit have achieved water economy by recirculation and consequent reduction in effluent generation besides effecting steam economy, higher imbibition, improved low grade boiling etc. Further the factory has installed sugar entrainment arrestors with encouraging results.

Benefits :

1. There has been improvement in crushing rate with improved results, sugar recovery has improved with better quality of sugar cane.

2. We have not imported any technology.

(C) FOREIGN EXCHANGE EARNINGS AND OUTGO :

There has been no Foreign Exchange earnings during the year. The total Foreign Exchange out goings during the year under review amounted to Rs.5,50,903.

By Order of the Board of Directors,

K. J. SOMAIYA  
Chairman

BOMBAY: Dated 24th August, 1994

# THE GODAVARI SUGAR MILLS LIMITED

## AUDITORS' REPORT TO THE SHAREHOLDERS ON THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH,1994

We have examined the attached Balance Sheet and the Profit and Loss Account annexed thereto which are in agreement with the Company's Books of Accounts.

As required by the Manufacturing and Other Companies (Auditors' Report) Order,1988 in our opinion, and on the basis of such checks of books and records as we considered appropriate, and according to the information and explanations given to us during the normal course of audit, which were necessary to the best of our knowledge and belief, we report that:-

1. The Company has maintained proper records showing full particulars including quantitative details and situation of its Fixed Assets. Physical verification of all the assets has been conducted by the Management at the close of the year and no material discrepancies were noticed.
2. The Fixed Assets of the Company have not been revalued during the year.
3. Physical verification has been conducted by the management at reasonable intervals in respect of finished goods, stores, spare parts and raw materials and no material discrepancies have been noticed on such physical verification as compared to book records. The procedure followed by the management for such physical verification are in our opinion reasonable and adequate in relation to the size of the Company and the nature of its business. On the basis of our examination we are satisfied that the valuation of its stocks is fair and proper in accordance with normally accepted accounting principles.
4. The Company has not taken any loans from Companies, firms or other parties listed in the Register maintained under Section 301 of the Companies Act,1956 or covered by the definition of Companies under the same Management under section 370 (1B) of the Companies Act,1956.
5. The Company has not given any Loans to any company, firm and other parties. Advances in the nature of loans are being recovered as stipulated.
6. In our opinion and according to the information and explanations given to us there are adequate internal control procedures commensurate with the size of the Company and nature of its business, for the purchases of Raw Materials, Stores, Plant and Machineries, Equipment and other Assets and for the sale of goods.

7. According to information and explanations given to us there have been no transaction of purchases of plant and machineries, equipments and fixed assets of goods and materials and sale of goods, materials and services, made in pursuance of contracts or arrangements entered in the register(s) maintained under section 301 of the Companies Act,1956, and aggregating during the year Rs.50,000/- or more in respect of each party.
8. Reasonable provision has been made in the Accounts for unserviceable or damaged stores, raw material and finished goods.
9. Provision of Section 58A of Companies Act,1956 and the Companies (Acceptance of Deposits) Rules,1975 with regard to the Deposits are not applicable as the Company has not invited any Deposits from the Public.
10. Company has maintained reasonable records for the sale and disposal of by-products and scrap.
11. In our opinion, Company has a adequate internal control system commensurate with the size and nature of its business.
12. According to the records produced and information given to us, we are of the opinion, that the Cost Records and Accounts as prescribed by the Central Government under section 209(1)(a) of the Companies Act,1956 have been maintained by the Company but no detailed examination of such Records and Accounts has been carried out by us.
13. The Company is regular in depositing Provident Fund dues with the appropriate authorities.
14. According to information and explanation given to us and records examined by us, there are no undisputed amounts payable in respect of Income Tax, Sales Tax, Customs Duty and Excise Duty outstanding for a period exceeding six months from the date they become payable.
15. No personal expenses have been charged to revenue account.
16. The Company was declared Sick Industrial Company. Net worth of the Company has become positive and therefore the Company has applied for deregistration under B.I.F.

We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.

In our opinion, proper Books of Accounts as required by the Companies Act, 1956 have been kept by the Company so far as appears from our examination of these books.

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 subject to Note No.3 regarding change in the method of depreciation and its effect on the profit of the year of the Company and read with other notes thereon give the information required by the Act in the manner so required

and present a true and fair view of the state of the Company's affairs at the close of the above financial year and of the Profit for the year.

For **AMBALAL THAKKAR & CO.**  
*CHARTERED ACCOUNTANTS*

**G.P.BHATT**  
*Partner*

BOMBAY : Dated 24th August, 1994.

# THE GODAVARI SUGAR MILLS LIMITED

Balance Sheet as at 31st March, 1994

		Rs. in lacs 31-03-94	Rs. in lacs 31-03-93
<b>SOURCES OF FUNDS :</b>			
<b>SHAREHOLDERS' FUNDS :</b>			
(a) Share Capital	1	258.51	258.51
(b) Reserves & Surplus	2	855.44	383.24
		<u>1,113.95</u>	<u>641.75</u>
<b>LOANS :</b>			
(a) Secured Loans	3	2,986.55	2,774.74
(b) Unsecured Loans	4	777.83	204.49
		<u>3,764.38</u>	<u>2,979.23</u>
<b>TOTAL FUNDS EMPLOYED</b>		<u>4,878.33</u>	<u>3,620.98</u>
<b>APPLICATION OF FUNDS :</b>			
<b>FIXED ASSETS :</b>			
	5		
(a) Gross Block		1,609.12	1,555.48
(b) Less: Depreciation		1,022.18	1,228.26
		<u>586.94</u>	<u>327.22</u>
(c) Net Block		586.94	327.22
(d) Work in Progress		55.67	5.39
		<u>642.61</u>	<u>332.61</u>
<b>INVESTMENTS</b>		2.68	3.29
<b>CURRENT ASSETS</b>			
(a) Inventories	7	6,101.55	4,770.15
(b) Debtors	8	27.06	200.54
(c) Cash/Bank Balances	9	220.58	101.37
(d) Fixed Deposits	10	267.97	254.19
(e) Loans and Advances	11	796.91	479.08
		<u>7,414.07</u>	<u>5,805.33</u>
<b>LESS : CURRENT LIABILITIES</b>			
(a) Current Liabilities	12	2,754.73	2,451.52
(b) Provisions		426.30	68.73
		<u>3,181.03</u>	<u>2,520.25</u>
Net Current Assets		4,233.04	3,285.08
<b>TOTAL ASSETS</b>		<u>4,878.33</u>	<u>3,620.98</u>
<b>CONTINGENT LIABILITIES</b>			
<b>NOTES ON ACCOUNTS</b>			

Accompanying to our Report of even date annexed

For **AMBALAL THAKKAR & CO.**  
*CHARTERED ACCOUNTANTS*

**G. P. BHATT**  
Partner

S. R. PARIKH  
*Secretary and  
General Manager (Finance)*

K. J. SOMAIYA  
*Chairman*

S. K. SOMAIYA  
S. V. NIGHOSKAR  
K. PERSHAD

C. B. PURANDARE  
P. M. KAVADIA  
*(Whole-time Director)*  
B. R. BARWALE  
I. C. PATEL  
N. C. SAYTA

} *Directors*

BOMBAY : Dated 24 th August, 1994.

BOMBAY : Dated 24 th August, 1994.

# THE GODAVARI SUGAR MILLS LIMITED

Profit and Loss Account for the year ended 31st March, 1994

		Rs. in lacs 31-03-94	Rs. in lacs 31-03-93
<b>INCOME</b>	<b>SCHEDULES</b>		
Sales	14	9,102.41	6,264.89
Other Income	15	74.63	106.49
Increase in Stock	16	1,274.67	1,446.85
		10,451.71	7,818.23
<b>EXPENDITURE</b>			
Sugar Cane Cost		7,395.47	5,417.39
Manufacturing and Other Expenses	17	1,365.38	1,176.79
Excise Duty & Sugar Development Cess		721.58	536.74
Interest	18	350.29	280.31
Depreciation	5	26.66	69.85
		9,859.38	7,481.08
<b>PROFIT BEFORE TAX</b>		592.33	337.15
Provision for Taxation		300.00	60.00
Net Profit for the year		292.33	277.15
Balance Profit brought forward from last year		221.47	(163.71)
Write backs - Depreciation		232.74	—
- Cane Cost		—	108.03
- Wealth Tax Liability / Refund		13.43	—
Profit available for appropriations		759.97	221.47
<b>APPROPRIATIONS :</b>			
Proposed Dividend			
(a) On Preference Shares @7.8572% incl. arrears		30.30	—
(b) On Equity Shares @15%		36.00	—
General Reserve		690.00	—
Balance Carried to Balance Sheet		3.67	221.47
		759.97	221.47
Computation of Whole-time Director's Commission	19		
Notes on Accounts	20		

Accompanying to our Report of even date annexed

For **AMBALAL THAKKAR & CO.**  
CHARTERED ACCOUNTANTS

**G. P. BHATT**  
Partner

S. R. PARIKH  
*Secretary and  
General Manager (Finance)*

K. J. SOMAIYA  
*Chairman*

S. K. SOMAIYA  
S. V. NIGHOSKAR  
K. PERSHAD

C. B. PURANDARE  
P. M. KAVADIA  
*(Whole-time Director)*  
B. R. BARWALE  
I. C. PATEL  
N. C. SAYTA

— Directors

BOMBAY : Dated 24 th August, 1994.

BOMBAY : Dated 24 th August, 1994.

# THE GODAVARI SUGAR MILLS LIMITED

		Rs. in lacs 31-03-94	Rs. in lacs 31-03-93
Schedules annexed to and forming part of Balance Sheet as at 31st March, 1994 and Profit & Loss Account for the year ended 31st March, 1994			
<b>SCHEDULE 1 - SHARE CAPITAL</b>			
<b>AUTHORISED :</b>			
4,30,000	Ordinary (Equity) Shares or Rs.100/- each	430.00	430.00
20,000	7.8572% subject to deduction of tax at source Redeemable Cumulative Second Preference Shares of Rs.100/- each	20.00	20.00
50,000	9 1/2% subject to deduction of tax at source Redeemable Cumulative Third Preference Shares of Rs.100/- each	50.00	50.00
		500.00	500.00
<b>ISSUED AND SUBSCRIBED CAPITAL :</b>			
2,40,000	Ordinary (Equity) Shares of Rs.100/- each fully paid up; of the above shares 1,70,000 shares are allotted as fully paid-up by way of Bonus Shares by Capitalisation of General Reserve.	240.00	230.00
Share Application Money		---	10.00
18,509 1/2	7.8572% subject to deduction of tax at source Redeemable Cumulative Preference Shares of Rs.100/- each fully paid-up, liable to be redeemed at the option of the Company at any time and from time to time after giving three month's notice of the intention to redeem the same.	18.51	18.51
		258.51	258.51
<b>SCHEDULE 2 - RESERVES AND SURPLUS :</b>			
(A) GENERAL RESERVE : (As per last Balance Sheet)		151.77	151.77
Add: Transferred from Profit during the year		690.00	---
		841.77	151.77
(B) Investment Allowance Reserve		10.00	10.00
(C) Profit and Loss Account		3.67	221.4
		13.67	231.4
		855.44	383.2

# THE GODAVARI SUGAR MILLS LIMITED

Rs. in lacs	Rs. in lacs
31-03-94	31-03-93

## SCHEDULE 3 - SECURED LOANS:

(a) Cash Credit Account with Banks against hypothecation of all tangible movable Assets of the Company including Stocks of Sugar, Stores, Chemicals Spares etc. of the Company's Unit at Sameerwadi and fully guaranteed by two Directors.		
(i) Bank of India	1,025.77	668.18
(ii) Union Bank of India	1,160.32	798.98
	2,186.09	1,467.16

The Company has created third charge in favour of Bank of India on Fixed Assets (excluding Agricultural Assets) of the the Company for Cash Credit and guarantee facilities. The Company has also created First Pari Passu Charge in favour of Bank of India and Union Bank of India on Company's Building at Bombay, at Mahabaleshwar and on Lease Hold Land at Kandla and has agreed to create, First Pari Passu Charge on two Flats at Bombay for these facilities.

(b) Term Loans :		
Bank of India		114.00
Bank of India		200.00
(c) Interest accrued and due on Term Loan from Bank of India		---
		58.59

### NOTE :

Term Loan and Demand Loan from Bank of India are secured by First Pari Passu Charge by way of Equitable Mortgage on Fixed Assets of the Company (Excluding Agricultural Assets) and Secured Collaterally by First Pari Passu Equitable Mortgage jointly with Union Bank of India on Building at Bombay, Mahabaleshwar & on Lease Hold Land at Kandla and agreeing to create First Pari Passu Equitable Mortgage jointly with Union Bank of India on two flats at Bombay as collateral security.

(d) Term Loan from Union Bank of India against Pari Passu first charge to be created on the Fixed Assets of Sameerwadi Factory.		37.00	57.01
(e) Working Capital Term Loan			
(i) Bank of India	178.00		178.00
(ii) Union Bank of India	81.38		178.00
	259.38		356.00
(f) Funded Interest A/c.I		91.00	184.00
(g) Funded Interest A/c.II		81.98	162.98
(h) Funded Interest A/c.III			
(i) Bank of India	144.50		144.50
(ii) Union Bank of India	72.60		144.50
	217.10		289.00
		2,986.55	2,774.74

## SCHEDULE 4 - UNSECURED LOANS :

(a) Cane Purchase Tax Loan from Karnataka Government	26.29	53.21
(b) Inter Corporate Deposit	---	2.86
(c) 200 6% Debentures of Rs.10,000/- each fully paid-up Reedemable at the option of the Company.		20.00
(d) Hire Purchase Finance	41.29	---
(e) Deposits from Cultivators	582.85	34.87
(f) Interest accrued on above	6.61	6.61
(g) Interest Suspense	100.79	86.94
	777.83	204.49



# THE GODAVARI SUGAR MILLS LIMITED

SCHEDULE - 5

FIXED ASSETS

PARTICULARS	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
	Gross Block as on 1st April, 1993	Additions during the year	Deduction for sale during the year	Gross Block as on 31st March, 1994	Depreciation Written off upto 31st March, 1993	Depreciation Written back as per S.L.M. basis	Net Depreciation upto 31st March, 1993	Depreciation Written off during the year	Depreciation upto 31st March, 1994	Net Depreciated Block as at 31st March, 1994	Net Depreciated Block as at 31st March, 1993
(1)											
Freehold Land (Book Value)	16.06	--	--	16.06	--	--	--	--	--	16.06	16.06
Leasehold Land Development Expenses	2.39	--	--	2.39	--	--	--	--	--	2.39	2.39
Leasehold Premium on Garage	0.12	--	--	0.12	0.11	--	0.11	--	0.11	0.01	0.01
Building & Pucca Quarters at Factories	261.02	7.37	--	268.39	112.72	29.08	83.64	5.36	89.00	179.39	148.30
Temporary Quarters	6.36	--	--	6.36	4.74	1.06	3.68	0.05	3.73	2.63	1.62
Temporary Quarters at Farms	1.41	--	--	1.41	1.23	--	1.23	--	1.23	0.18	0.19
General Machinery (Book Value)	1,071.57	38.69	--	1,110.26	955.98	174.50	781.48	16.89	798.37	311.89	115.58
Electrical Machinery	43.09	--	--	43.09	39.34	2.78	36.56	0.34	36.90	6.19	3.75
Agricultural Machinery (Book Value)	9.06	--	--	9.06	8.67	0.56	8.11	0.04	8.15	0.91	0.39
Electrical Installation & Fittings	11.65	--	--	11.65	10.61	1.62	8.99	0.27	9.26	2.39	1.03
Furniture & Office Equipments	26.83	1.59	--	28.42	20.59	2.96	17.63	0.63	18.26	10.16	6.24
Weigh Bridges	23.20	--	--	23.20	15.01	5.65	9.36	0.73	10.09	13.11	8.19
Molasses & other Storage Tanks	32.52	--	--	32.52	25.67	7.36	18.31	0.68	18.99	13.53	6.85
Motor Cars, Lorries & Cycles (Book Value)	21.51	5.99	--	27.50	19.41	4.11	15.30	1.34	16.64	10.86	2.10
Carts & Trucks (Book Value)	4.57	--	--	4.57	0.33	0.04	0.29	0.01	0.30	4.27	4.24
Laboratory Apparatus	3.16	--	--	3.16	1.73	0.59	1.14	0.10	1.24	1.92	1.43
Roads & Drainage & Tube Wells	14.17	--	--	14.17	6.18	1.77	4.41	0.16	4.57	9.60	7.99
Dead Stock	2.04	--	--	2.04	1.49	0.43	1.06	0.05	1.11	0.93	0.55
Library	0.07	--	--	0.07	0.06	--	0.06	--	0.06	0.01	0.01
Irrigation Lifts	4.30	--	--	4.30	4.14	0.23	3.91	0.01	3.92	0.38	0.17
Live Stock	0.38	--	--	0.38	0.25	--	0.25	--	0.25	0.13	0.13
<b>Total Rupees :</b>	<b>1,555.48</b>	<b>53.64</b>	<b>--</b>	<b>1,609.12</b>	<b>1,228.26</b>	<b>232.74</b>	<b>995.52</b>	<b>26.66</b>	<b>1,022.18</b>	<b>586.94</b>	<b>327.22</b>

# THE GODAVARI SUGAR MILLS LIMITED

	Rs. in lacs 31-03-94	Rs. in lacs 31-03-93
<b>SCHEDULE 6 - INVESTMENTS ( At Cost )</b>		
<b>(A) INVESTMENT IN SHARES OF SUBSIDIARY COMPANY:</b>		
2,000 Partly Paid-up Ordinary (Equity) Shares of Godavari Investment and Finance Corporation Limited of Rs.100/- each Rs.50/- paid up per Share (unquoted)	1.00	1.00
<b>(B) OTHER INVESTMENTS:</b>		
(i) National Defence Certificate deposited with Electricity Department, Bhopal.	0.03	0.03
(ii) 7 Years National Savings Certificates.	1.61	2.22
(iii) National Savings Certificates deposited with Excise Commissioner, U.P. and Hydro Electric Division, Gorakhpur.	0.01	0.01
(iv) 4 1/2% U.P. State Development Loan of 1972 (Face Value Rs.2,000/-).	0.02	0.02
(v) National Saving Certificates of the Face Value of Rs.1000/- Deposited as Security Deposit with Central Excise Authority, Bijapur.	0.01	0.01
	1.68	2.29
	2.68	3.29
	2.68	3.29
<b>SCHEDULE 7 - INVENTORIES :</b>		
(i) Stores, Chemicals and Spares (at cost as per inventories valued and certified by a Director)	260.31	220.29
In Transit	22.65	5.94
	282.96	226.23
(ii) Stock-in-trade (as per Inventories valued and certified by a Director)		
(a) Sugar at Realised Value, and Cost	5,590.76	4,499.00
(b) Sugar in Process at Cost	113.05	35.14
(c) Molasses at Market Rate	114.78	9.78
	5,818.59	4,543.92
	6,101.55	4,770.15
	6,101.55	4,770.15
<b>SCHEDULE 8 - SUNDRY DEBTORS :</b>		
Sundry Debtors (Unsecured and considered good except otherwise stated)		
(a) Debts Outstanding for more than six months	15.66	23.44
(b) Other Debts	11.40	177.10
	27.06	200.54
	27.06	200.54
<b>SCHEDULE 9 - CASH AND BANK BALANCES :</b>		
Cash, Cheques and Drafts on hand and in transit (including stamps on hand Rs.15,191/-)	105.10	7.28
In Current Account with Scheduled Banks	112.10	88.40
In Current A/c. with non-Scheduled Banks: Bijapur District Central Co-op. Bank Ltd., Mahalingpur (Max. Debit Balance during the year Rs.31,07,438/- Previous Year Rs.25,64,961/-)	3.33	5.64
Fixed Deposits with Scheduled Bank (Lodged with Excise Department Mudhol)	0.05	0.05
	220.58	101.37
	220.58	101.37
<b>SCHEDULE 10 - FIXED DEPOSIT :</b>		
Fixed Deposit with Scheduled Banks (Under lien for the Guarantees)	263.24	206.26
Accrued Interest on above	4.73	47.93
	267.97	254.19
	267.97	254.19

# THE GODAVARI SUGAR MILLS LIMITED

	Rs. in lacs 31-03-94	Rs. in lacs 31-03-93
<b>SCHEDULE 11 - LOANS AND ADVANCES :</b>		
(Unsecured and considered good except otherwise stated)		
Advances Recoverable in Cash or Kind or for value to be received (including Advances to the Officers of the Company Rs.28,259/-) (Maximum Debit Balance during the year Rs.28,259/- Amount in dispute Rs.1,86,801/- towards due for Central Excise Duty.)	485.17	317.40
Considered Doubtful	0.64	0.64
	485.81	318.04
Less: Provision for Doubtful Advances	0.64	0.64
	485.17	317.40
Income Tax paid (includes Income Tax Deducted at Source Rs.5,69,295/-)	181.78	45.62
Deposit with High Court & Others	79.32	73.32
Interest on Hire Purchase Finance	15.85	---
Interest Credit to be received from Bank	34.79	42.74
	311.74	161.68
	796.91	479.08
	796.91	479.08
<b>SCHEDULE 12 - CURRENT LIABILITIES AND PROVISIONS :</b>		
(A) CURRENT LIABILITIES :	2,745.25	2,441.98
(i) Sundry Creditors	3.34	3.34
(ii) Advance from Customers against sale of Land	---	0.05
(iii) Security Deposit from Customers	0.50	0.50
(iv) Due to Whole-time Director	5.64	5.65
(v) Interest Accrued but not due on Loan	2,754.73	2,451.52
(B) PROVISIONS :		
(i) Proposed Dividend	30.30	---
(a) On Preference Shares	36.00	---
(b) On Equity Shares	66.30	---
(ii) Provision for Taxation	360.00	60.00
(a) Provision for Income Tax	---	8.73
(b) Provision for Wealth Tax	360.00	68.73
	426.30	68.73
	3,181.03	2,520.25
	3,181.03	2,520.25
<b>SCHEDULE 13 - CONTINGENT LIABILITIES (Not Provided for) :</b>		
(i) Uncalled Liability on Partly Paid Shares held as Investment in Godavari Investment and Finance Corporation Ltd., a subsidiary Company	1,00,000	1,00,000
(ii) In respect of Counter Guarantees given by the Company in favour of Banks in lieu of Guarantees given by them in favour of the Registrar, High Court of Bombay and High Court of Karnataka at Bangalore, for Levy Sugar Price Difference for the Seasons 1974-75 to 1979-80 and 1985-86	2,27,07,970	2,27,07,970

# THE GODAVARI SUGAR MILLS LIMITED

	Rs. in lacs 31-03-94	Rs. in lacs 31-03-93
<b>SCHEDULE 14 - SALES :</b>		
Sugar	8,888.13	6,173.61
Molasses	214.28	91.28
	9,102.41	6,264.89
<b>SCHEDULE 15 - OTHER INCOME :</b>		
Sundry Receipt	65.13	100.29
Income from immovable property	1.43	1.32
Sundry Receipt being market value of Farm Produce etc.	0.80	1.00
Interest	5.81	3.40
Sundry Credit Balance Written Back	0.05	0.26
Claims and Refund	1.41	0.22
	74.63	106.49
<b>SCHEDULE 16 - INCREASE IN STOCK</b>		
Closing Stock :		
Sugar	5,590.76	4,473.91
Sugar-in-Process	113.05	60.24
Molasses	114.78	9.78
	5,818.59	4,543.93
Less : Opening Stock :		
Sugar	4,473.91	3,019.38
Sugar-in-Process	60.23	70.73
Molasses	9.78	6.97
	4,543.92	3,097.08
	1,274.67	1,446.85

# THE GODAVARI SUGAR MILLS LIMITED

	Rs. in lacs 31-03-94	Rs. in lacs 31-03-93
<b>SCHEDULE 17 - MANUFACTURING AND OTHER EXPENSES</b>		
<b>MANUFACTURING EXPENSES :</b>		
Power and Fuel	32.84	31.67
Packing, Forwarding and Storage	193.38	166.36
Stores, Chemicals and Spare Parts	117.04	133.96
Lease Rent	12.05	11.02
Insurance Premium	17.46	17.49
Agricultural Development Expenses	20.37	15.11
Expenses on Scientific Research	7.27	6.11
	400.41	381.74
<b>Repairs and Maintenance :</b>		
Plant and Machinery	206.81	197.55
Repairs to Building	23.85	14.45
Other Repairs	12.94	4.33
	243.60	216.33
<b>Employees Remuneration and Benefits :</b>		
Salaries, Wages and Bonus	449.68	394.00
Contribution to Provident Fund & Other Fund	32.32	28.30
Gratuity	0.35	1.20
Welfare Expenses	24.28	19.40
Group Gratuity Insurance Premium	17.13	10.50
	523.76	453.60
<b>Office and Establishment Expenses :</b>		
Rent	6.44	2.50
Rates and Taxes	22.53	15.60
Miscellaneous Expenses	146.22	86.40
Legal and Professional Charges	5.50	4.00
Guarantee Commission	8.05	7.70
Charity and Donation	0.12	0.00
Professional Tax	0.03	0.00
Sundry Debit Balance Written off	—	3.30
	188.89	119.90
<b>Auditors' Remuneration :</b>		
Audit Fees	0.20	0.20
Tax Audit Fees	0.08	0.00
Auditors' Travelling Expenses	0.03	0.00
Concurrent Audit Fees	0.30	0.30
Cost Audit Fees	0.17	—
	0.78	0.60
<b>Directors' Fees and Travelling Expenses and Remuneration :</b>		
Fees	0.19	0.20
Travelling	5.17	1.90
Remuneration	2.58	2.20
	7.94	4.30
	1,365.38	1,176.33

# THE GODAVARI SUGAR MILLS LIMITED

	Rs. in lacs 31-03-94	Rs. in lacs 31-03-93
<b>SCHEDULE 18 - INTEREST :</b>		
Cash Credit Account	268.61	195.38
Fixed Loans	75.30	79.73
Investments	1.20	1.20
Other Loans	3.09	2.43
Deferred Payment Hire Purchase Finance	1.92	—
Inter Corporate Deposit	0.17	1.57
	<u>350.29</u>	<u>280.31</u>

## SCHEDULE 19 - COMPUTATION OF WHOLE-TIME DIRECTOR'S REMUNERATION

Net Profit as per Profit and Loss Account	292.33	277.15
Add :		
i) Whole-time Director's Remuneration	2.27	2.21
ii) Depreciation Provided	26.66	69.85
	28.93	72.06
	321.26	349.21
Less :		
i) Depreciation to the extent specified in Section 350 of Companies Act, 1956	26.66	69.85
ii) Estimated Liability of Bonus	—	40.00
	26.66	109.85
Commission @ 1% on the Net Profit	294.60	239.36
	2.95	2.39
As per Agreement Limited to	0.50	0.50
Total Managerial Remuneration :		
Remuneration	1.77	1.71
Commission	0.50	0.50
Company's Contribution to Provident Fund	0.18	0.17
Perquisites	0.31	—
	<u>2.76</u>	<u>2.38</u>

NOTES: (1) SIGNIFICANT ACCOUNTING POLICIES:

- (a) System of Accounting:
  - (i) The Company follows the mercantile system of accounting and recognises income and expenditure on accrual basis except bonus which is debited on payment basis.
  - (ii) Financial Statements are based on historical costs.
- (b) The Liability as on 31-3-1994 for accrued gratuity to employees under the Payment of Gratuity Act, 1972 as per Actual Certificate is Rs.1,17,00,081/-. The same is covered under Cash Accumulation Scheme of Group Gratuity Insurance with Life Insurance Corporation of India.
- (2) Income Tax Assessments upto Accounting Year ending 31-3-1991 (Assessment Year 1991-92) have been completed and a demand of Rs.75.66 lacs was raised which is contested in Appeal. Similarly demands of Rs.20.41 lacs and Rs.169.79 lacs raised for Assessment Year 1989-90 and 1990-91 respectively have been contested in appeals and hence not provided. Whereas Tax Assessment upto Assessment Year 1992-93 have been completed and their liabilities have been duly provided.
- (3) The Company has decided to change the method of Providing Depreciation from the W.D.V. method to the S.L.M. method on all assets. The Company has recalculated the depreciation on S.L.M. on the Net Block of Assets as on 1-10-1985 and on all additions made subsequent to the said date. As a result of the Company's decision to change the method of depreciation to S.L.M. the Profit of the year and reserves are augmented by Rs.2,47,44,166/-.
- (4) The closing Stock of Levy Sugar is valued at Levy Price Fixed by Government. Stock of Free Sale Sugar sold upto 31-7-94 is valued at Realised value and Balance Stock on hand on that date is valued at Cost.
- (5) No Provision has been made in the Accounts for following Disputed Liabilities in respect of Sameerwadi Factory.
  - (a) Show Cause Notices for Rs.43.59 lacs and Rs.42.02 lacs for period 1-4-90 to 31-3-91 and 1-4-91 to 31-3-92 respectively from Dy.Commissioner of Commercial Taxes (Intelligence), Belgaum for payment of Cane Purchase Tax on Harvesting and Transport charges. The same are not provided in books as the Assessing Authority has already accepted Company's stand for period 1-4-91 to 31-3-92 that Purchase Tax cannot be levied on Harvesting and Transport Charges.
  - (b) Demand of Rs.79.30 lacs from Superintendent of Excise, Bijapur on 2736.945 M.T. of Molasses destroyed in 1990 with the permission of Central and State Excise Departments.
  - (c) Demand of Rs.30.73 Lacs (including interest of Rs.13.16 lacs) plus interest @ Rs.21,715.50 per month for the period beyond 15-8-1991 raised by Director of Sugar, New Delhi and asking vide letter dated 10-3-1992 for depositing the additional Levy Price collected together with interest in Levy Sugar Price Equalisation Fund in view of dismissal of Company's appeal by Division Bench of High Court of Karnataka filed against Single Judge's order of the same Court dismissing Writ Petition filed for Levy Price determination for season 1985-86. The company has filed an appeal in Supreme Court against this order which is admitted and pending.

(6) Break-up of Expenditure on Employees:-	Numbers	Salary, Bonus & Allowance Rs.	Provident Fund & Other Fund Rs.
(a) Employees who are employed throughout the year at a remuneration which in the aggregate was not less than Rs.1,44,000/- per annum.	5	10,65,733	85,575
(b) Employees of the Company who are in receipt of or entitled to receive emoluments amounting to Rs.12,000/- per month for part of the year.	(3) NIL	(5,52,222) NIL	(39,080) NIL
	(2)	(87,461)	(3,943)

NOTE: Figures shown in bracket pertain to previous year. Figures of previous year are regrouped wherever necessary.

Accompanying to our Report of even date annexed

For **AMBALAL THAKKAR & CO.**  
**CHARTERED ACCOUNTANTS**

**G. P. BHATT**  
Partner

BOMBAY : Dated 24 th August, 1994.

# MILLS LIMITED

## THE YEAR ENDED 31ST MARCH, 1994

(7) Quantitative information in respect of goods manufactured

Name of the Factory	Licensed Capacity M.T.	Installed and utilised capacity as certified by the Factory Manager M.T.
Somaiya Sugar Works, Sameerwadi	5,000	5,000

Goods Manufactured	Opening Stock		Production Quantity M.T.	Quantity Sent for reprocessing and loss due to Driage M.T.	Sales		Closing Stock	
	Quantity M.T.	Value Rs.			Quantity M.T.	Value Rs.	Quantity M.T.	Value Rs.
Sugar	61,535.0 (49,580.5)	45,34,14,037 (30,90,11,004)	94,393.2 (98,233.0)	545.8 (835.9)	97,494.8 (85,442.6)	88,88,13,375 (61,73,61,312)	57,887.6 (61,535.0)	55,90,75,742 (45,34,14,037)
Molasses	6,794.084 (8,459.129)	9,78,348 (6,97,408)	29,659.750 (30,630.870)	NIL (—)	24,975.840 (32,295.915)	2,14,28,042 (91,28,475)	11,477.994 (6,794.084)	1,14,77,994 (9,78,348)

Note: Figures in bracket pertain to previous year.

Raw Materials Purchased and Consumed:	Quantity Purchased & Consumed (M.T.)	Value Rs.	Previous year Quantity Purchased & Consumed	Value Rs.
---------------------------------------	--	--------------	--	--------------

Sugar Cane	8,06,989 (Nett)	67,54,69,904	8,49,823 (Nett)	49,71,03,989
------------	-----------------	--------------	-----------------	--------------

Stores and Spares Consumed:	Value Rs.	%	Value Rs.	%
Imported	NIL	NIL	11,120	0.08
Indigenous	1,17,04,246	100	1,33,85,098	99.92
	1,17,04,246	100%	1,33,96,218	100%

C.I.F. Value of Imports:

		Previous Year
i) Raw Materials	NIL	NIL
ii) Stores and Spares	NIL	NIL
iii) Capital Goods	NIL	NIL

8) Expenses incurred in Foreign Currency 5,50,903 NIL

In the Opinion of the Board, the Current Assets, Loans and Advances are of the Value stated, if realised in the ordinary course of business. The provision for known liabilities and depreciation is adequate and not in excess of the amount reasonably necessary.

	K. J. SOMAIYA Chairman	C. B. PURANDARE P. M. KAVADIA (Whole-time Director)	} Directors
	S. R. PARIKH Secretary and General Manager (Finance)	S. K. SOMAIYA S. V. NIGHOSKAR K. PERSHAD	
		B. R. BARWALE I. C. PATEL N. C. SAYTA	

BOMBAY : Dated 24 th August, 1994.



# THE GODAVARI SUGAR MILLS LIMITED

## ATTACHMENT TO THE DIRECTORS' REPORT FOR THE YEAR ENDED 31ST MARCH, 1994

### Schedule 'A'

Statement Under Section 217(2A) of the Companies Act, 1956, read with Rule 2 of the Companies (Particulars of Employees) Rules, 1975 in regard to :—

- (a) Employees of the Company who were employed throughout the year under review and were in receipt of remuneration for the year in the aggregate of not less than Rs.1,44,000/-.

#### EMPLOYED THROUGHOUT THE YEAR UNDER REVIEW

Sr. No.	Name of Employee	Age	Designation	Remuneration Rs.	Nature of Employment (Whether Contractual or otherwise)	Other terms and Conditions	Qualifications & Experience (years)	Date of Commencement of Employment	Last Employment
1.	Shri. P.M. Kavadia	75	Whole-Time Director	2,75,479	Contractual Subject to termination by six months notice on either side	As per Company's Rules	M.A., LL.B. About 47 Years	01/09/1963	Manager, Narsee Nagsee & Co.
2.	Shri. S.R. Parikh	60	Secretary and General Manager (Finance)	2,07,768	Permanent, subject to termination by one month's notice on either side	As per Company's Rules	B.Com., F.C.A. About 37 Years	02/01/1960	Great Eastern Shipping Co.Ltd.
3.	Shri. J.N. Patel	70	General Manager	3,22,967	Permanent, subject to termination by one month's notice on either side	As per Company's Rules	B.Sc.(Agri.) About 41 Years	01/07/1953	---
4.	Shri. S. Sharanappa	52	General Manager	1,69,294	Permanent, subject to termination by one month's notice on either side	As per Company's Rules	M.A. About 33 Years	14/12/1992	General Manager, The Mansurpur Sugar Mills Ltd.
5.	Shri. V. Sivaprakasam	50	General Manager (Technical)	1,75,800	Permanent, subject to termination by one month's notice on either side	As per Company's Rules	M.E. About 22 Years	22/01/1991	Director Works, Sugar Corporation of Uganda. Lugazi, Uganda.

- (b) Employees of the Company who were employed for a part of the year under review and were in receipt of remuneration at a rate which in the aggregate was not less than Rs.12,000/-per month. — NIL

Note: None of the employees mentioned above is a relative of any Director of the Company.

Gross remuneration includes Salary, Bonus, Allowances etc. including arrears, Commission (if any) and Company's contribution to Provident Fund.

By Order of the Board of Directors,

**K. J. SOMAIYA**  
Chairman

# THE GODAVARI SUGAR MILLS LIMITED

## STATEMENT PURSUANT TO SECTION 212 OF THE COMPANIES ACT,1956 RELATING TO A SUBSIDIARY

- (1) The Company holds the whole of the Subscribed Capital of Rs.2,00,000/- (of which Rs.1,00,000/- has been paid up) in GODAVARI INVESTMENT AND FINANCE CORPORATION LIMITED, as at 31st March, 1994.
- (2) GODAVARI INVESTMENT AND FINANCE CORPORATION LIMITED earned a Profit of Rs.1,000/- for the year ended 31st March,1994. After writing back excess Provision of Taxation of Rs.453/- and adjusting previous year's Loss of Rs.1,298/-, the Profit comes to Rs.155/-. The said Profit has been carried to Balance Sheet of the Subsidiary Company and no adjustment has been made in the Books of The Godavari Sugar Mills Limited for the same.
- (3) There has been no change in the interest of the Company in GODAVARI INVESTMENT AND FINANCE CORPORATION LIMITED during the year ended 31st March, 1994.

BOMBAY : Dated 24 th August,1994.

S. R. PARIKH  
*Secretary and  
General Manager (Finance)*

K. J. SOMAIYA  
*Chairman*

S. K. SOMAIYA  
S. V. NIGHOSKAR  
K. PERSHAD

C. B. PURANDARE  
P. M. KAVADIA  
*(Whole-time Director)*  
B. R. BARWALE  
I. C. PATEL  
N. C. SAYTA

— Directors

# THE GODAVARI SUGAR MILLS LIMITED

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- (3) There has been no change in the interest of the Company in GODAVARI INVESTMENT AND FINANCE CORPORATION LIMITED during the year ended 31st March, 1994.

K. J. SOMAIYA  
*Chairman*

C. B. PURANDARE  
P. M. KAVADIA  
*(Whole-time Director)*  
B. R. BARWALE  
J. C. PATEL  
N. C. SAYTA

— Directors

S. R. PARIKH  
*Secretary and  
General Manager (Finance)*

S. K. SOMAIYA  
S. V. NIGHOSKAR  
K. PERSHAD

BOMBAY : Dated 24 th August, 1994.

# GODAVARI INVESTMENT AND FINANCE CORPORATION LIMITED

## DIRECTORS' REPORT

The Shareholders,  
Godavari Investment & Finance Corporation Limited,  
BOMBAY.

Your Directors submit herewith their Thirtyninth Annual Report and Audited Accounts of the Company for the year ended 31st March, 1994.

The working of the Company for the year resulted in a Profit of Rs.2,355/-. After providing for taxation of Rs.1,355/- and adjusting the previous year's loss of Rs.1,298/- and after writing back excess provision of Taxation of Rs.453/- the total Profit comes to Rs.155/- which has been carried to the next year. In view of this, the Directors do not recommend any dividend for the year.

### DIRECTORS :

Dr. S. K. Somaiya and Shri. Y. P. Dandiwala Directors, retire from the Board by rotation and being eligible offer themselves for re-election.

### CONSERVATION OF ENERGY ETC.:

The Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 with regard to annexing particulars about conservation of Energy/Technical absorption do not apply to the Company.

There was no expenditure/earnings in foreign exchange during the year under report.

### PARTICULARS OF EMPLOYEES :

There were no employees, employed during the year or part thereof drawing remuneration as mentioned in Section 217(2A) of the Companies Act, 1956.

You are requested to appoint Auditors for the Current year and to fix their remuneration.

For and on behalf of the Board of Directors

S.K.SOMAIYA

R.VENKATARAMAN

]- DIRECTORS

BOMBAY : Dated 5th August, 1994.

# GODAVARI INVESTMENT AND FINANCE CORPORATION LIMITED

## AUDITORS' REPORT TO THE SHAREHOLDERS

We have Audited the Balance Sheet of Godavari Investment and Finance Corporation Limited as at 31st March, 1994 and the Annexed Profit and Loss Account for the year ended on that date and have to report that :

1. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our Audit;
2. In our opinion, proper Books of Accounts as required by law, have been kept by the Company so far as they appear from our examination of the Books;
3. The Balance Sheet and the Profit and Loss Account dealt with by this Report are in agreement with the Books of Accounts;
4. In our opinion and to the best of our information and according to the explanations given to us, the accounts give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view :
  - (a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 1994 and
  - (b) In the case of the Profit and Loss Account, of the Profit of the Company for the ended on that date.

As required by the Manufacturing and other Companies (Auditors' Report) Order 1988, we further state that :-

1. As the Company does not have any Fixed Assets, Clause I & II of Para 4A of the Order do not apply. As the Company has not carried on any manufacturing or trading activity clause III, IV, V, VI, X, XI, XII, XIV, XVI of Paragraph 4A of the Order are not applicable to the Company.
2. As the Company has not taken any loans from any body, clause VII of Paragraph 4A of the Order is not applicable to the Company.
3. The Company has given Loans and Advances in the nature of the Loans to the parties who are repaying Principal and interest thereon.
4. As the Company has not invited any Deposits from Public, the provisions of Section 58A of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules 1975 are not applicable to the Company.
5. As the Paid-up Capital of the Company is less than Rs.25 Lakhs, provisions of the maintenance of Internal Audit System do not apply.
6. We are informed that the Company is not covered by the Employees State Insurance Act, 1948 and Employees Provident Fund Act and therefore clause XVII does not apply.
7. According to the information and explanations given to us there are no undisputed amounts payable in respect of Income-tax, Wealth Tax etc. which have remained outstanding as at 31st March, 1994, for a period of more than six months from the date they become payable.
8. 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.
9. The Company is not a Sick Industrial Company within the meaning of Clause (0) of Sub-Section (1) of Section 3 of the Sick Industrial Companies (Special Provisions) Act, 1985.

For **Y.S. MUZUMDAR & CO.**  
CHARTERED ACCOUNTANTS

**Y. S. MUZUMDAR**  
Proprietor

BOMBAY : Dated 5th August, 1994.

# GODAVARI INVESTMENT AND BALANCE SHEET

As at 31st March, 1993	LIABILITIES		
<i>Rupees</i>		<i>Rupees</i>	<i>Rupees</i>
	<b>I. AUTHORISED CAPITAL :</b>		
5,00,000	5,000 Ordinary (Equity) Shares of Rs.100/- each		5,00,000
	<b>II. SUBSCRIBED CAPITAL :</b>		
1,00,000	2,000 Ordinary (Equity) Shares of Rs.100/- each on which Rs.50/- has been paid and called up, held by Holding Company The Godavari Sugar Mills Limited.		1,00,000
	<b>III. RESERVES AND SURPLUS :</b>		
---	Profit during the year as per Contra		15
	<b>IV. CURRENT LIABILITIES AND PROVISIONS :</b>		
	(A) CURRENT LIABILITIES :		
32,988	Sundry Creditors	44,223	
9,193	(B) Provision for Taxation	9,900	
			54,12
	<b>NOTE :</b>		
	The number of Employees of the Company who are in receipt of or are entitled to receive remuneration amounting in the aggregate of Rs.12,000/- or more per mensem for the whole year or any part of the year - NIL		
1,42,181	<b>TOTAL RUPEES :</b>		1,54,27

Accompanying to our Report of even date annexed

For **Y.S.MUZUMDAR & CO.**  
CHARTERED ACCOUNTANTS

**Y.S.MUZUMDAR**

*Proprietor*

BOMBAY : Dated 5th August, 1994.

# FINANCE CORPORATION LTD.

ASSETS AT 31ST MARCH, 1994

As at 31st March, 1993	ASSETS			
Rupees		Rupees	Rupees	Rupees
	<b>I. INVESTMENT (AT COST UNQUOTED)</b>			
—	.200 Fully Paid up Equity Shares of Mamli Private Limited.			7,200
	<b>II. CURRENT ASSETS, LOANS AND ADVANCES :</b>			
	(A) CASH AND BANK BALANCES :			
147	Cash on Hand	137		
1,01,375	In Current Account with a Schedule Bank	9,353		
1,01,522			9,490	
	(B) LOANS AND ADVANCES :			
	(Secured and considered good as Certified by a Director except otherwise stated)			
4,338	(i) Loans to Cane Growers		4,338	
29,000	(ii) Deposits		29,000	
3,501	(iii) Advances recoverable in Cash or Kind		1,00,101	
791	(iv) Advance Income Tax		1,083	
1,731	(v) Income Tax deducted at source		3,066	
1,40,883				1,47,078
	<b>III. MISCELLANEOUS EXPENSES :</b>			
1,298	Loss as per Last Balance Sheet		1,298	
—	LESS : Profit during the year - As per Profit and Loss Account		1,453	
	Profit as per Contra		155	
1,42,181	<b>TOTAL RUPEES :</b>			1,54,278

The Provision for all known liabilities is adequate and not in excess of the amount reasonably necessary.

S. K. SOMAIYA

R. VENKATARAMAN

Directors

BOMBAY : Dated 5th August, 1994.

# GODAVARI INVESTMENT AND PROFIT & LOSS ACCOUNT FOR

As at 31st March, 1993	LIABILITIES	Rupees
Rupees		
1,200	To Salary	1,200
600	" Profession Tax	600
1,839	" Miscellaneous Expenses	315
1,200	" Office Rent	1,200
500	" Audit Fees	500
—	" Interest on Income Tax	230
8,545	" Provision for Taxation	1,355
6,316	" Profit Carried Down	1,000
20,200	TOTAL RUPEES :	6,400
7,614	To Balance as per Balance Sheet	1,298
—	" Profit Carried to Balance Sheet	155
7,614		1,453

Accompanying to our Report of even date annexed

For Y.S.MUZUMDAR & CO.  
CHARTERED ACCOUNTANTS

Y.S.MUZUMDAR

Proprietor

BOMBAY : Dated 5th August, 1994.



# FINANCE CORPORATION LTD.

THE YEAR ENDED 31ST MARCH, 1994

As at 31st March, 1993	ASSETS	
<i>Rupees</i>		<i>Rupees</i>
2,775	By Interest on Loans	—
10,425	" Recovery from Sundry Debit Balance Written off	1,000
7,000	" Dividend	5,400
20,200	TOTAL RUPEES :	6,400
6,316	By Profit Brought Down	1,000
—	" Excess Provision for Income Tax Written Back	453
1,298	" Loss Carried to Balance Sheet	—
7,614		1,453

S. K. SOMAIYA

R. VENKATARAMAN

Directors

BOMBAY : Dated 5th August, 1994.

ATTENDANCE SLIP

**THE GODAVARI SUGAR MILLS LIMITED**

*Registered Office : Fazalbhoy Building, Mahatma Gandhi Road, Fort, Bombay 400 023.*

**FIFTY FOURTH ANNUAL GENERAL MEETING**

PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE HALL.  
I/We hereby record my/our presence at the FIFTY FOURTH ANNUAL GENERAL MEETING held at  
Fazalbhoy Building, Mahatma Gandhi Road, Fort, Bombay-400 023, on Friday, the 30th September, 1994  
at 4.00 p.m.

.....  
Name/s of the Shareholder/s or Proxy  
(in Block Letters)

.....  
Regd. Folio No.

.....  
Signature/s of the Shareholder/s or Proxy

..... TEAR HERE .....

**PROXY**

**THE GODAVARI SUGAR MILLS LIMITED**

*Registered Office : Fazalbhoy Building, Mahatma Gandhi Road, Fort, Bombay 400 023.*

I/We .....  
of .....  
being a member/members of THE GODAVARI SUGAR MILLS LIMITED, hereby  
appoint .....  
of.....or failing him.....  
of.....or failing him.....  
of.....as my/our proxy in my/our absence  
to attend and vote for me/us on my/our behalf at the FIFTY FOURTH ANNUAL GENERAL MEETING of  
the Company to be held on Friday, the 30th September, 1994 at 4.00 p.m. and any adjournment thereof :

Signed this.....day of.....1994

.....  
Regd. Folio No.



Signature.....

**Note :** The Proxy must be deposited at the Registered Office of the Company at Fazalbhoy Building, Mahatma Gandhi Road, Fort, Bombay 400 023 not less than 48 hours before the time fixed for holding the meeting.