

THE STOCK EXCHANGE
 LISTED
 20 APR 1999
 No.
 RESEARCH, STATISTICS
 & PUBLICATIONS DEPT.

MD	✓		BKC	NA
CS	NO		DPY	NA
RO	✓		REV	NA
TRA	NA		IC	✓
AGM	✓		SPI	✓
YE	✓			

PLANTER'S POLYSACKS LIMITED

CALCUTTA

1997 - 1998

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	338
	LIST
	PERLS
2451	QUIT
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	PERL
	PERL

FOR PLANTER'S POLYSACKS LIMITED
Mangal Kumar
 Director



NOTICE

NOTICE is hereby given that Thirteenth Annual General Meeting of the Members of Planter's Polysacks Limited will be held at the Registered Office of the Company at 1, Crooked Lane, Calcutta - 700 069 on Tuesday, the 30th September, 1998 at 11.00 AM to transact the following business:

Ordinary Business:

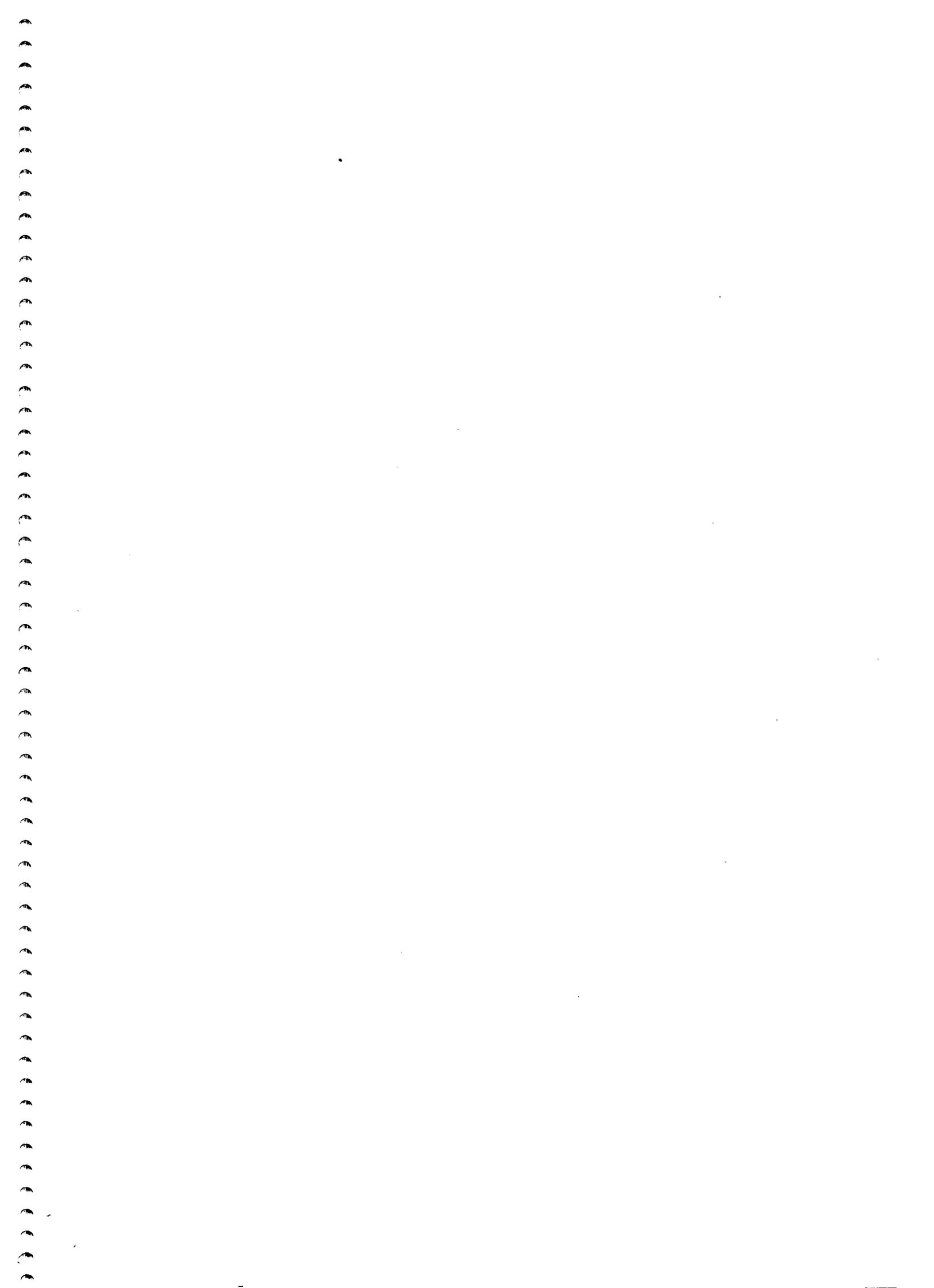
1. To receive consider and adopt the Audited Balance Sheet as at 31st March, 1998 and the Profit & Loss Account of the Company for the year ended on that date and the Reports of the Directors' and Auditors' there on.
2. To appoint a Director in place of Mr. Narendra Kumar, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Mr. Mayank Kumar, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint Auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company and fix their remuneration.

Registered Office
1, Crooked Lane
Calcutta - 700 069.

By Order of the Board of Directors

Mumbai,
31st July, 1998.

Mayank Kumar
(Director)



PLANTER'S POLYSACKS LIMITED

DIRECTORS' REPORT

To
The Members

Your Directors have pleasure in presenting the Thirteenth Annual Report and Audited Statements of Accounts of the Company for the year ended 31st March, 1998.

	Current Year ended 31-3-98 (Rs. in lacs)	Previous Year ended 31-3-97 (Rs. in lacs)
Financial Results:		
Sales & Other Income	0.07	23.14
Gross Profit(Loss)	(0.74)	(0.00)
Less: Interest	0.00	0.12
Net Profit (Loss)	(0.74)	(0.12)
Add :Brought Forward Loss from Previous Year	(157.30)	(157.18)
Balance Carried to Balance Sheet	(158.04)	(157.30)

Present Scenario

Because of the liquidity crunch in the market, the efforts to step up trading activities of the Company had not materialised during the year. The efforts are still continuing.

Directors

Mr. Mayank Kumar will retire by rotation at the ensuing Annual General meeting and being eligible offers himself for re-appointment.

Mr. Narendra Kumar will retire by rotation at the ensuing Annual General Meeting and being eligible offers himself for reappointment.

Auditors & Auditor's Report:

M/s.Chaturvedi and Co. who were appointed as Auditors of the Company at the conclusion of last Annual General Meeting, will retire at the conclusion of ensuing Annual General Meeting and being eligible have expressed their willingness for re-appointment.

The observations made in the Auditors Report are self explanatory and therefore do not call for any further comment under Section 217 (3) of the Companies Act, 1956.

Particulars of Employees:

There were no employees who were in receipt of remuneration which is in aggregate not less than Rs.3,00,000/- per annum, if employed throughout the year or Rs.25,000/- or more per month, if employed for part of the year.

Conservation of Energy, Technology Absorption:

There are no particulars under section 217 (1) (e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors), Rules, 1988 regarding Conservation of energy and Technology Absorption.

Foreign Exchange Earnings and Outgo

There is no foreign Exchange earnings and outgo during the year.

For and on behalf of Board of Directors

Mumbai,
31st July, 1998.

Mayank Kumar
(Director)

CHATURVEDI & COMPANY
Chartered Accountants
81, Mittal Chambers, 228, Nariman Point, Mumbai -400 021.

AUDITOR'S REPORT

To
The Members of
PLANTERS POLYSACKS LIMITED
CALCUTTA

We have audited the attached Balance Sheet of PLANTERS POLYSACKS LIMITED as at 31st March, 1998 and the Profit and Loss account for the period ended on that date annexed thereto and reports that:-

1. As required by the Manufacturing and Other Companies (Auditors Report) Order, 1988, issued by the Company Law Board under Section 227 (4A) of the Companies Act, 1956, and on the basis of such checks of the books and records as we considered appropriate and the information and explanations given to us during the course of the audit, we enclose hereto a statement on the matters specified in paragraphs 4 & 5 of the said order.

2. Further to our comments in the Annexure referred to in paragraph 1 above, we report that :

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

b. In our opinion, proper books of accounts as required by law have been kept by the Company, so far as appears from our examination of the books of the Company.

c. The Balance Sheet and Profit and Loss Account dealt with by this Report are in agreement with the books of account.

d. Attention is invited to the following notes in schedule J of Notes to Accounts.

Note No.1 regarding the preparation of accounts on a going concern basis.

Note No.3 (i) regarding unrecoverability of debts amounting to Rs. 71,890/-.

Note No.4 regarding unconfirmed balances of Debtors, Creditors, deposits and Loans and Advances accounts.

The aggregate of the above mentioned amounts have resulted in loss for the year being understated to the extent of Rs. 71,890/ and assets being overstated by an identical amount.

Subject to the foregoing, in our opinion and to the best of our information and according to the explanations given to us, the said accounts read with other notes thereon in Schedule J give the informations required by the Companies Act,1956, in the manner so required and gives 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,1998.

b] In the case of the Profit and Loss Account of the "Loss" for the year ended on that date.

for CHATURVEDI & COMPANY
CHARTERED ACCOUNTANTS

Place : MUMBAI
Date : 31st July, 1998.

[S.N. CHATURVEDI]
PARTNER

ANNEXURE TO THE AUDITOR'S REPORT

[Referred to in Paragraph (1) of our report of even date]

1. The Company has maintained records showing quantitative details and situation of fixed assets. We are informed that these fixed assets have been physically verified by the management during the year and no material discrepancies have been noticed on such verification.
2. None of the Fixed Assets have been revalued during the year.
3. The company does not carry any inventory during the year and hence the provisions of paragraph 4 (A) (iii), (iv), (v) (vi) and (xii) are not applicable.
4. The Company has not taken any loan from Companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956, or from companies under the same management as defined under Section 370 (1B) of the Companies Act, 1956.
5. The Company has not granted any loans to companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956 or to the companies under the same management as defined under Section (1B) of section 370 of the Companies Act, 1956.
6. According to the information and explanations given to us, no loans or advances in the nature of loans have been given by the company.
7. Since all the productive assets of the company have been disposed of and there being no business activity during the year, the company has not maintained any records in respect or purchase of stores, raw materials including components, plant and machinery, equipment and other assets and for the sale of goods.
8. During the year there were no purchases of goods, materials & sale of goods, materials or services in excess of Rs. 50,000/- in value from/to firms, companies or other parties in which directors are interested in pursuance of a contract entered into with them as maintained under section 301 of the Companies Act, 1956.
9. In our opinion and according to the explanations given to us, the Company, during the year under review, has not accepted any deposits as defined under Section 58-A of the Companies Act, 1956 and the Companies (Acceptance of Deposit) Rules, 1975.
10. The company's operations do not generate any by-products or scrap.

contd..2.

11. The Company did not have an internal audit system during the year.
12. We have been informed that the maintenance of cost records and accounts under Section 209 (1) (d) of the Companies Act, 1956 has not been prescribed for the products of the Company.
13. The Company does not have any staff on the pay-roll during the year and therefore item 4A (xvii) of the aforesaid order is not applicable.
14. According to the information and explanations given to us, no amount was outstanding as at 31st March 1998 in respect of undisputed amounts payable for Income-Tax, Wealth-Tax, Sales-Tax, Customs Duty and Excise Duty for a period of more than six months from the date they became payable.
15. According to the information and explanations given to us and as certified by a Director, no personal expenses of employees or Directors have been charged to revenue account, other than those payable under contractual obligations or in accordance with generally accepted business practices.
16. In our opinion and according to the explanations given to us the Company is a Sick Industrial Company within the meaning of section 3(1) (O) of the Sick Industrial Companies (Special Provisions) Act (SICA), 1985. However, as explained to us, the company had made a reference to the Board for Industrial and Financial Reconstruction under the relevant provisions of the SICA, 1985 but was informed that its case was not maintainable.

For CHATURVEDI & COMPANY
CHARTERED ACCOUNTANTS

[S.N.CHATURVEDI]
Partner

81, Mittal Chambers
228, Nariman Point
MUMBAI 400 021

Date : 31st July, 1998
Place : MUMBAI

M/S PLANTER'S POLYSACKS LIMITED

Balance Sheet as at 31st March 1998

	Sch	As at 31-03-98	As at 31-03-97
		Rs.	Rs.
SOURCES OF FUNDS			
Share Holders' Funds			
Share Capital	A	13,842,500.00	13,842,500.00
Reserves and surplus	B	2,500,000.00	2,500,000.00
Loans Funds:			
Secured Loans		0.00	0.00
Unsecured Loans	C	0.00	75,000.00
Total		16,342,500.00	16,417,500.00
APPLICATION OF FUNDS:			
Fixed Assets:			
Gross Block	D	26,007.00	26,007.00
Less: Depreciation		18,678.00	17,339.00
Net Block		7,329.00	8,668.00
Current Assets, Loans & Advances:			
Sundry Debtors	E	726,618.00	726,618.00
Cash & Bank Balances		43,810.00	86,714.00
Loans & Advances		229,027.00	330,122.00
Less:		999,455.00	1,143,454.00
Current Liabilities & Provisions	F	468,544.50	464,991.75
Net Current Assets		530,910.50	678,462.25
Miscellaneous Expenditure:			
Profit & Loss Account		(15,804,260.50)	(15,730,369.75)
Total		16,342,500.00	16,417,500.00
Notes to Accounts	J		

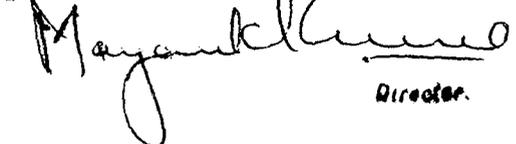
As per Our Report of Even Date
For CHATURVEDI & COMPANY
Chartered Accountants

(S.N.Chaturvedi)
Partner.

Mumbai,
31st July, 1998

Directors
Vijendra Kumar
Dhirendra Kumar
Narendra Kumar
Mayank Kumar

M/S PLANTER'S POLYSACKS LIMITED


Director.

M/S PLANTER'S POLYSACKS LIMITED

Profit and Loss Account for the Year ended 31st March, 1998

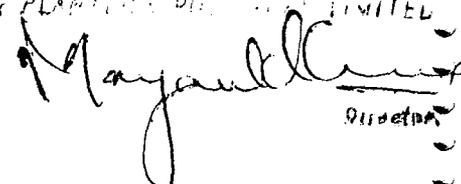
	Sch	For the year ended 31-03-98	For the year ended 31-03-97
INCOME			
Other Income	G	7,070.00	2,314,046.25
		7,070.00	2,314,046.25
EXPENDITURE			
Other Expenses	H	79,621.50	2,299,163.00
Interest Paid	I	0.00	12,503.00
Depreciation for Previous Years		0.00	13,357.00
Depreciation for the year		1,339.00	1,339.00
		80,960.50	2,326,362.00
Profit/(Loss) for the year		(73,890.50)	(12,315.75)
Add:			
Balance b/f from previous year		(15,730,370.00)	(15,718,054.00)
Balance Carried to balance Sheet		(15,804,260.50)	(15,730,369.75)
Notes to Accounts	J		

As per Our Report of Even Date
For CHATURVEDI & COMPANY
Chartered Accountants

(S.N.Chaturvedi)
Partner.

Mumbai,
31st July 1998.

Directors
Vijendra Kumar
Dhirendra Kumar
Narendra Kumar
Mayank Kumar

M/S PLANTER'S POLYSACKS LIMITED

Director

M/S PLANTER'S POLYSACKS LIMITED

Schedules annexed to and forming part of the Balance Sheet as at 31st March, 1998 and the Profit and Loss Account for the period ended on 31st March, 1998.

	For the year ended 31-03-98	For the year ended 31-03-97
Schedule A		
Share Capital		
Authorised		
15,00,000 Equity Shares of Rs.10/each	15,000,000.00	15,000,000.00
50,000 Preference Shares of Rs.100/each	5,000,000.00	5,000,000.00
	20,000,000.00	20,000,000.00
Issued, Subscribed & Paid Up Capital		
14,00,000 Equity shares of Rs.10/each	14,000,000.00	14,000,000.00
Less: Calls in Arrears On 31,500 Equity Shares @ Rs.5/- each	157,500.00	157,500.00
	13,842,500.00	13,842,500.00
SCHEDULE B		
Reserves and Surplus		
Capital Reserve		
Central Investment Cash Subsidy	2,500,000.00	2,500,000.00
	2,500,000.00	2,500,000.00
SCHEDULE C		
Unsecured Loans		
From Directors	0.00	0.00
From Others	0.00	75,000.00
	0.00	75,000.00
SCHEDULE E		
Current Assets ,Loans and Advances		
Sundry Debtors (Unsecured, Considered Good)		
Due for a period exceeding six months	726,618.00	726,618.00
Other Debts	0.00	0.00
	726,618.00	726,618.00
Cash and Bank Balances		
Cash in Hand	1,698.00	5,072.00
Balance with Scheduled Bank in Current Accounts	42,112.00	64,142.00
Cheques on Hand	0.00	17,500.00
	43,810.00	86,714.00

Loans and Advances (Unsecured Considered Good)		
Advances (Recoverable in Cash or in kind or for value to be received)	75,934.00	75,934.00
Deposits with Govt. & SemiGovt. Depts.	100,000.00	100,000.00
Advance Payment of Taxes and Tax Deducted at source	53,093.00	154,188.00
	229,027.00	330,122.00
SCHEDULE F		
Current Liabilities and Provisions		
Current Liabilities		
Sundry Creditors	468,544.50	464,991.75
	468,544.50	464,991.75
SCHEDULE G		
Other Income		
Sundry Balances Written Back	0.00	72,269.25
Interest Received	7,070.00	2,966.00
Profit on sale of fixed assets	0.00	2,238,811.00
	7,070.00	2,314,046.25
SCHEDULE H		
Other Expenses		
Postage, Telephone, Telex and Fax Exp.	4,577.00	1,879.00
Printing and stationery	18,357.00	17,430.00
Travelling Expenses	2,160.00	0.00
Bank Charges and Commission	157.00	99.00
Membership and subscription	15,500.00	20,888.00
Advertisement Expenses	3,426.00	5,283.00
Remuneration to Auditors		
Audit Fees	5,000.00	5,000.00
Re-imburement of Expenses	126.00	280.00
Legal and Professional Charges	21,000.00	15,504.00
Sundry Balances Written off	0.00	2,226,180.00
Export Licence Fee	7,262.00	0.00
Miscellaneous Expenses	2,056.50	6,620.00
	79,621.50	2,299,163.00
SCHEDULE I		
Interest Paid		
Interest to Others	0.00	12,503.00
	0.00	12,503.00

SCHEDULE D

Fixed Assets

Sr. No.	Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK		slm	
		As at 01-04-1998 Rs.	Addition/deduc during the year Rs.	As at 31-03-1998 Rs.	Upto 31-3-1998 Rs.	For Previ-ous years Rs.	For the Year Rs.	Upto 31-3-1998 Rs.	As at 31-3-1998 Rs.		31-03-1997 Rs.
1	Office Equipment	26,007.00	0.00	26,007.00	17,339.00	0.00	1,339.00	18,678.00	8,668.00	7,329.00	5.15
	Total	26,007.00	0.00	26,007.00	17,339.00	0.00	1,339.00	18,678.00	8,668.00	7,329.00	
	Pre. Year figures	1,287,077.00	(1,261,070.00)	26,007.00	8,524.00	13,357.00	1,339.00 (5,881.00)	17,339.00	8,668.00	1,278,553.00	

PLANTER'S POLYSACKS LIMITED

Cash Flow Statement for the year ended 31st March 1998

	Rs. in Thousands
A. Cash Flow from operating Activities	
Net Profit(+)/Loss(-) before tax and Extra Ordinary Items	(73.89)
Adjustments for:	
Depreciation	1.34
Miscellaneous Expenditure (Amortised)	0.00
Foreign Exchange	0.00
Investment	0.00
Interest Paid	0.00
Interest Received	(7.00)
Operating Profit Before Working Capital Changes	(79.55)
Adjustment for:	
Trade and other receivables	101.10
Inventories	0.00
Trade Payable	3.55
Cash Generated from Operations	25.10
Interest paid	0.00
Direct Taxes Paid	0.00
	25.10
Extra Ordinary Items	
Profit on Sale of Fixed Assets	0.00
Net Cash Flow from Operating Activities	25.10
B. Cash Flow from Investing Activities	
Additions to Fixed Assets	0.00
Sale of Fixed Assets	0.00
Acquisition of Companies	0.00
Purchase of Investments	0.00
Sale of Investments	0.00
Interest Received	7.00
Dividend Received	0.00
Net Cash Used in Investing Activities	7.00
C. Cash Flow from Financing Activities	
Proceeds from Issue of Share Capital	0.00
Proceeds from Long Term Borrowings	0.00
Repayment of Finance Lease Liabilities	0.00
Proceeds from Unsecured Loans	(75.00)
Dividend Paid	0.00
Net Cash Used in Finance Activities	(75.00)
Net Increase(+)/Decrease(-) in cash and cash equivalent (A+B+C)	(42.90)
Cash and Cash equivalent as at 01-04-1997 (Opening Balance)	86.71
Cash and Cash Equivalent as at 31-03-1998 (Closing Balance)	43.81

M/s PLANTER'S POLYSACKS LIMITED

Schedule 'J' of Notes on Accounts:

A. Significant Accounting Policies followed by the Company:

1. Basis of Accounting:

The accounts have been prepared on the basis of historical cost. The Company follows the mercantile system of accounting recognising income and expenditure on accrual basis, except interest on bank deposits which is accounted on cash basis. Accounting policies not referred to specially are consistent with generally accepted accounting principles.

II. Fixed Assets:

Fixed Assets are recorded at cost of acquisition on construction/erection.

III. Depreciation:

Depreciation is charged on straight line method at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956.

B. Notes to the Accounts:

1. The accounts of the company have been prepared on a going concern basis despite large accumulated losses exceeding the paid up capital of the company.

2. Contingent Liabilities:

(a) Estimated amount of contract remaining to be executed Rs.Nil (Previous Year Rs.Nil).

(b) In respect of Sales Tax amounting to Rs.52,677/-, disputed by the Company.

3. Sundry Debtors include:

i) Rs.71,890/- due from a company under the purview of BIFR. The Company has also made an application to BIFR that its debts should be considered in the rehabilitation scheme.

ii) Rs.6.55 lacs due from three companies, against which the Company had already taken legal action, the proceedings for which are in progress. The management considers the amount as good and hence no provision for the same has been made in the account.

4. Sundry Debtors, Creditors, Loans and Advances, term deposits are subject to confirmation & reconciliation.

contd.... 2 .

5. The Company had submitted from time to time various previous classification lists as prescribed, under Central Excise and Salt Act, 1944 and rules made thereunder to the department for clearance of its goods which have not yet been approved. The company therefore paid excise duties under protest and lodged claims for refund of excess duties paid by it. The total claims lodged by the company amounted to Rs.2,57,41,475/- which are sub-judice.

6. The Company's income tax assessments had been completed upto assessment year 1994-95 and total demand for Rs.7,24,007/- have been raised by the Department. The Company had filed appeals against the said demands which are pending. The Company is confident that the demand raised by the Department would be reconsidered and there would be no liability in this regard and therefore no provision has been made in the account.

7. The Company had submitted its application/claim for Cash Compensatory Support for Rs.75,933.99 with Joint Chief Controller of Imports and Exports. The matter is still pending.

8. The Company has been advised that sales tax on sale of plant and machinery under Rehabilitation Programme is not chargeable. As such the company has made necessary application with the Administrator of Union Territory of Dadra Nagar and Haveli. No reply has been received yet. As a matter of abundant precaution, the company had provided a sales tax liability of Rs.4,14,732/- (Previous year Rs.4,14,732/-).

9. The other information pursuant to the provisions of paragraph 3, 4C and 4D of part II of the Schedule VI to the Companies Act, 1956 are either Nil or not applicable.

10. Earnings in Foreign Exchange

1997-98	1996-97
Nil	Nil

11. Expenditure in Foreign Exchange

1997-98	1996-97
Nil	Nil

As per Our Report of Even Date
For CHATURVEDI & CO

Directors
Vijendra Kumar

(S.N.Chaturvedi)
Partner

Dhirendra Kumar
Narendra Kumar

Mumbai,
31st July, 1998.

Mayank Kumar

The informations required under part V of the Schedule VI of the Companies Act, 1956. In respect of Balance Sheet Abstract and Company's General Business Profile

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I. Registration Details

Registration No. 38957 State Code 21

Balance Sheet Date 31-03-1998

II Capital Raised during the year (Amount in Rs.Thousands)

Public Issue Nil Rights Issue Nil

Bonus Issue Nil Private Placement Nil

III Position of Mobilisation and Deployment of Funds (Rs. in Thousands)

Total Liabilities 16342 Total Assets 16342

Sources of Funds

Paid-up Capital 13842 Reserves & Surplus 2500

Secured Loans Nil Unsecured Loans Nil

Application of Funds

Net Fixed Assets 7 Investments Nil

Net Current Assets 531 Mis. Expenditure Nil

Accumulated Losses 15804

IV Performance of Company (Amount in Rs. Thousands)

Turnover (Gross Revenue) 7 Total Expenditure 81

+/(-)Profit/(Loss) Before Tax +/(-)Profit/(Loss) After Tax
(-)74 (-)74

Earnings Per Share in Rs. Nil Dividend Rate % Nil

V Generic Name of Three Principal Products/Services
Company as per monetary terms

Item Code No. (ITC Code) Not Applicable

Item Code No. (ITC Code) Not Applicable

(Figures in brackets represents minus figures)

As per Our Report of Even Date
For CHATURVEDI & CO

Directors
Vijendra Kumar

(S.N.Chaturvedi)
Partner

Dhirendra Kumar

Narendra Kumar

Mumbai,
31st July, 1998.

Mayank Kumar