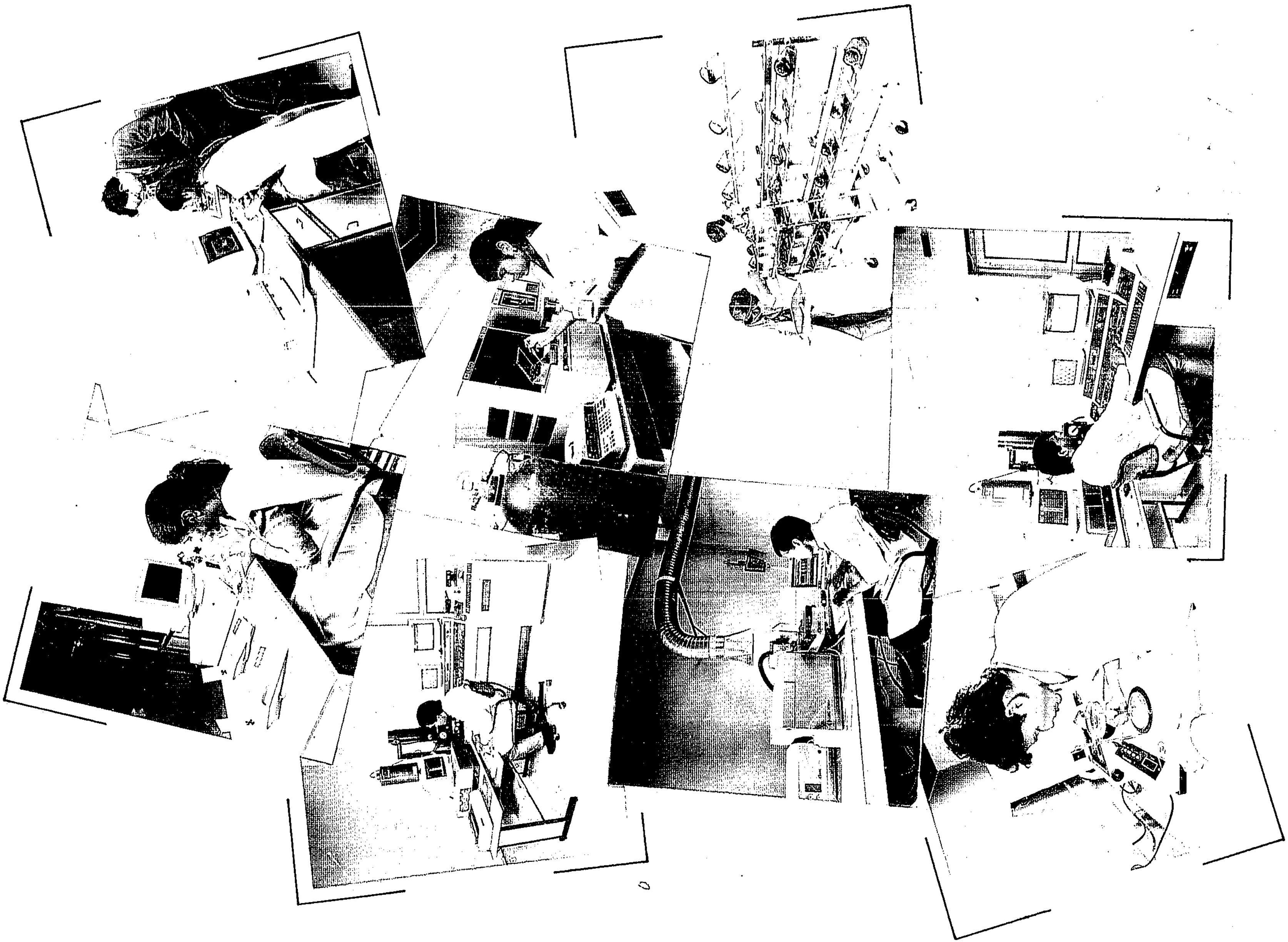

# 4TH ANNUAL REPORT
# 1993 - 94

**VIMTA LABS LTD.**



## *Board of Directors*

DR. S P VASIREDDI
Chairman & Managing Director

SHRI V HARRIMAN
Director - Technical

SHRI V V PRASAD
Executive Director

SHRI S SUBRAHMANYAN

SHRI RAGHU CIDAMBI

SHRI G PURNACHANDRA RAO

SHRI VIJAYKUMAR ANGADI
(TDICI Nominee Director)

SHRI A D SINHA
(w.e.f. 20.11.93)

**REGD. OFFICE & CENTRAL LABORATORY :**
PLOT NO. 142, IDA PHASE II, CHERLAPALLY, HYDERABAD-500 051. INDIA.
PHONE : 624141, 624445-50, FAX : 623657, TELEX : 0425-7077

**MADRAS OFFICE :**
74, GOPATHI NARAYANA ROAD, T. NAGAR, MADRAS-600 017. INDIA.
PHONE : 8282964, 8284884

**BOMBAY OFFICE :**
LAB HOUSE, P. No. 5-13, OPP. SEEPZ, MIDC, ANDHERI - E, BOMBAY - 400.093. INDIA.
PHONE : 8325833

**NAGPUR OFFICE :**
14, VBH COLONY, GIRIPETH, NAGPUR-440 010 INDIA.
PHONE : 536758

# V I M T A

## A SUCCESS STORY

**VIMTA LABS LTD** is The Premier Test House in India.

Since its conception in 1984, the Company has experienced rapid growth and expansion to become a Public Limited Company. Situated in a prime, purpose built green field site in Hyderabad, **VIMTA Labs Ltd.** is conveniently positioned to service industries throughout India and overseas.

Why does **VIMTA** stand apart from the rest ?

It practices a philosophy that continues to achieve success, year after year, earning the laboratory an enviable reputation.

### The Company Mission

\# To provide the best customer service and to pursue excellence and superior performance in all its undertakings.

\# To only employ scientists from the top academic quadrant.

\# To equip the laboratory with the most technically advanced instrumentation available world-wide.

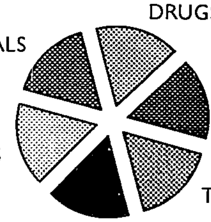
\# To grow in size and diversity to become the largest Test House in South Asia.

### Comprehensive Resources

The Company's professional resources include permanent staff of qualified engineers, innovative scientists, and retained specialist consultants experienced in Quality Assurance, Research and Development and Project Management. The team is highly motivated, enthusiastic and committed to achieving the Clients' objectives.

The laboratory is fully equipped with instrumentation imported from the world - leaders in test and analysis equipment.

## SIX DIVISIONS THAT FORM THE CORE OF VIMTA'S OPERATIONS




## THE VIMTA SERVICE

**VIMTA** has the capabilities of analysing a wide range of Industrial and Consumer Products which include Drugs, Chemicals, Ores, Foods, Oils, Engineering & Building Materials etc., besides Environmental Assessments.

Major Clients in both the private and public sectors have expressed complete satisfaction in the accuracy of the tests and the reliability of **VIMTA's** reports. The service, together with strict confidentiality, a fixed delivery to an agreed schedule and sound consultancy advice, ensure VIMTA as the first choice Test House.

**THE STAMP OF QUALITY THAT YOU CAN TRUST**

## ACCREDITIONS/ASSOCIATIONS

**VIMTA** is one of the pioneer laboratories to have the Government of India's accreditions from : Department of Science & Technology, Ministry of Environment and Forests, Pollution Control Boards, Ministry of Health and Family Welfare, Drug Control Administration, RDSO (Ministry of Railways), and International Agencies : Asian Development Bank (ADB) and Kuwait Fund for Arab Economic Development. Professional associations include Tea Associations in India and The American Society for Testing Materials (ASTM).

# RANGE OF SERVICES

## ENVIRONMENTAL DIVISION

**Environmental Consultancy**

Environmental Impact Assessment
Environmental Management
Plan Environmental Pollution Monitoring
Environmental Audit
ETP Design
Risk Analysis & Assessment
Hazardous Waste Management

**Environmental Chemistry**

**Analysis of :**
Effluents/Waste Water
Surface Water/Ground Water
Soil
Solid Waste
Stack Gas
Particulate Matter
$SO_2$, NOX, CO, $CO_2$, HC
Respirable Dust

## DRUGS & PHARMACEUTICALS DIVISION

**Testing & Analysis of**

**Drugs** for
Purity
Impurtiy Profile
Toxicological studies
Particle size analysis
Pharmacopoeial Tests as per IP/BP/USP

**Pharmaceuticals** for
Assay
Shelf life Studies
Dissolution Studies
Pharmacopoeial Tests as per IP/BP/USP

**Pharmacology**
Pyrogen testing, Undue toxicity
Acute toxicity, Sub-acute toxicity

**Contraceptives**
**Cosmetics**
**Microbiology**
**Bioavailability/Bio Equivalence**

## CHEMICALS DIVISION

**Quantitative Analysis** of

Chemicals
Solvents
Ores & Minerals
Metals & Alloys
Edible Oils & Fats
Pesticides & Insecticides
Cement & Building Materials
Fuels & Petroleum Products
Paints
Varnishes
Rubber
Plastics
Packaging Materials etc.

**For**

**Purity**

**Physical Characteristics**

**Thermodynamic Properties**

**Chemical Characteristics etc.**

## MATERIALS TESTING DIVISION

**Physical Testing of**

Metals & Alloys
Rubber, Plastics
Building Materials etc.

**Metallography and Corrosion Studies.**

**Failure Investigation** of various
Engg. Components etc.

**Fracture Toughness & Fatigue Testing of**

Welded Joints
Leaf & Helical Springs
Concrete sleeper beds
High Tensile Wire
Engineering components etc.

**Non Destructive Testing**

## BIOSCIENCES DIVISION

**Toxicology**

Acute & Sub Acute Oral,
Dermal & Inhalation Toxicity.
Primary skin irritation Studies
Irritation of Mucous Membranes
Toxicity to birds, fish etc.
Mutagenicity & Carcinogenicity Studies
Neurotoxicity Studies
Bioefficacy Studies.

**Residual Analysis for Pesticides and Chemicals in**

Tea, Coffee,
Food Grains,
Edible Oil,
Water,
Biological Samples
Vegetables, Fruits,
Marine Products etc.

## TRAINING DIVISION

**Training in :**

**Instrumental Techniques**
Chromatography
Spectrometry
Spectrophotometry
Electron Microscopy
Mechanical Testing

**Quantitative Analytical Techniques, Methods, Procedures for**
Drugs and Pharmaceuticals
Chemicals
Paints and Varnishes
Ores and Minerals
Metals and Alloys
Food Products
Pesticides & Insecticides
Environmental Monitoring
Environmental Studies

VIMTA LABS LTD.

## Directors' Report

To
The Members
***VIMTA LABS LIMITED***

Your Directors have pleasure in presenting the Fourth Annual Report and Audited Accounts for the Financial year ended 31st March 1994.

The highlights of the financial results are as follows:

| | **Current year (Rs. in lacs)** | Previous year (Rs. in lacs) |
|---|---|---|
| 1) Profit before Interest, Depreciation & Taxes | **130.62** | 90.52 |
| Less : | | |
| 2) Finance Charges | **80.67** | 43.34 |
| 3) Depreciation | **23.47** | 11.42 |
| | **104.14** | 54.76 |
| 4) Profit before Amortization and Tax | **26.48** | 35.76 |
| 5) Amortization of preliminary expenses | **4.38** | — |
| 6) Profit before Tax | **22.10** | 35.76 |
| 7) Provision for Taxation | --- | — |
| 8) Profit after Tax | **22.10** | 35.76 |
| 9) Previous year adjustment | **0.41** | 0.12 |
| 10)Net Profit | **21.69** | 35.64 |
| Add : Surplus brought forward from earlier year | **49.72** | 14.08 |
| Total carried over to Balance Sheet | **71.41** | 49.72 |

## *OPERATIONS*

1993-94 was a trying year for your company as the Company had spent a lot of time on the preparation for the Public Issue. Despite this, your company has achieved 111% utilisation of the existing capacity (previous year 85%) in terms of revenue from testing and analysis earned. During the year under review, the company has recorded a turnover of Rs. 193.61 lakhs compared to the previous year's turnover of Rs. 159.33 lakhs, thus, showing an increase of 22%. Profit before interest, depreciation and tax is up by 44% over the previous year.

Due to increase in Finance charges and the absorption of depreciation on the increased capitalised value, the net profits are lower than the previous year.

***Public Issue:*** As scheduled, Public Issue opened on 13th September 1993 and closed on the earliest closing date of 16th September 1993. Your company's Public Issue was fully subscribed in spite of the unfavourable market conditions. The Board of Directors, finalised the allotment on 20th November 1993 and complied with all the post issue formalities. Your company's shares are listed in Hyderabad and Bombay Stock exchanges.

***Expansion Project:*** The Phase II expansion could not be completed as envisaged due to delay in the Public Issue and further delay in realisation of the effects of the Issue. Of course, the Phase II Expansion has fully been completed during the financial year 1994-95 and would be fully operational by July' 94.

***Future Prospects:*** Your Company continues to enjoy the status of being one of the few laboratories in India having state-of-the-art-instruments and the only sophisticated laboratory having all the facilities under one roof.

Your Company has the advantage of strong scientific team of innovative scientists from varying disciplines heading various departments. Further, your company has, besides the recognition by various Departments/bodies of Govt. of India like Ministry of Environment & Forest, Department of Science & Technology, State Pollution Control Boards, Bureau of Indian Standards, Ministry of Health & Family Welfare etc., have also recently received recognitions from Asian Development Bank (ADB), Kuwait Fund for Arab Economic Development and International Labour Organisation (ILO).

Your company is also in the process of getting certification for ISO 9002.

The current financial year 1994-95 has been quite encouraging and with all round development as stated above, your company is confident of achieving the projected levels of business for the ensuing financial year.

***Directors :*** In accordance with the provisions of the Companies Act, 1956 and the Memorandum of Association of the Company, two directors namely Shri G Purnachandra Rao and Shri S Subrahmanyan will retire by rotation and are eligible for reappointment.

To further broad base the Board, Shri A D Sinha was co-opted on to the Board as an Additional Director in the Board Meeting held on 20.11.1993 who will hold office till the conclusion of the ensuing Annual General Meeting. A notice has been received from a member proposing the name of the above Director for reappointment.

***Auditors:*** M/s J Venkateswarlu & Co, Chartered Accountants, Auditors of the Company retire at the conclusion of the ensuing Annual General Meeting. They have given their consent for reappointment and further stated that if appointed, their appointment will be within the limits specified under section 224(1-B) of the Companies Act, 1956.

## *PARTICULARS OF EMPLOYEES :*

As required by Section 217 (2A) of the Companies Act, 1956, read with the rules framed thereunder, a statement showing particulars of employees are annexed hereto as Annexure A and forms part of this Report.

## INFORMATION ON ENERGY CONSERVATION & TECHNOLOGY ABSORPTION

Pursuant to the provisions of Sec. 217(1)(e) of the Companies Act, 1956, read with the Companies (Disclosure of particulars in the Report of the Board of Directors) Rules, 1988, the relevant information pertaining to Energy Conservation, Technology Absorption, Foreign exchange earnings and outgo is enclosed hereto as Annexure B and forms part of this report.

## *ACKNOWLEDGEMENT*

Your Directors take this opportunity to express their gratitude to IDBI, TDICI Ltd., APIDC Ltd. and Canara Bank for their valued and timely support. Your company is confident of meeting the challenges of competition and taking advantage of the emerging national and global business opportunities, in large part, because of the competence, experience and expertise of the staff. Time and again, your Company's team has proven its creativity, versatility and responsiveness to a range of challenges. Its staff is an invaluable resource in times of far-reaching changes and your Directors wish to acknowledge their contribution with a sense of great pride. The Directors wish to thank the shareholders, customers and clients for their unstinted support and continued confidence on the Company.

For and on behalf of the Board

***DR. S P VASIREDDI***
CHAIRMAN & MANAGING DIRECTOR

Hyderabad 500 051
Date : 22.06.1994

# ANNEXURE - A

Statement pursuant to Sec.217 (2A) of the Companies Act, 1956 and
Companies (Particulars of Employees) Rules, 1975.
(Forming part of the Directors' Report for the year ended 31st March, 1994.)

| Name | Qualification and Experience | Age in years | Designation/ Nature of duties | Date of commencement of employment | Gross Remuneration (Rs.) | Last Employment |
|---|---|---|---|---|---|---|
| A. Employed throughout the year | | | | | | |
| Dr S P Vasireddi | M.Sc. Ph.D. 20 Years | 44 | Managing Director | 07.06.1991 | 536195 | Mineral Exploration Corporation Limited, Nagpur/ Vimta Labs. |
| Shri V Harriman | Dip.Technology Toronto, Canada 18 Years | 43 | Director-Technical | 03.09.1992 | 483383 | G.B.Electronics Bangalore/ Vimta Labs. |
| Shri V V Prasad | B.Com 18 Years | 42 | Executive Director | 07.06.1991 | 449583 | Vimta Labs |
| Dr K S M Rao | M.Sc., Ph.D. 18 Years | 43 | Director-Lab | 28.09.1990 | 153200 | NEERI,Nagur |
| B. Employed for part of the year | | | | | | |
| Shri K M Thomas | B.Sc., A.I.C. 30 Years | 53 | Addl.Director Lab | 01.01.1994 | 35502 | Sri Ram Institute for Industrial Research,Delhi |

NOTES:

1. Nature of employment of Dr S P Vasireddi, Shri V Harriman and Shri V V Prasad are contractual.
2. Remuneration includes salary, house rent allowance or perquisite for accommodation, commission, Company's contribution to Provident Fund, motor car perquisites /allowance, reimbursement of medical expenses, and leave travel facility as applicable.

For and on behalf of the Board

Hyderabad : 500 051
Date : 22.06.1994

DR S.P. VASIREDDI
CHAIRMAN & MANAGING DIRECTOR

# ANNEXURE - B

Information on Energy Conservation, Technology Absorption, Foreign Exchange earnings and outgo:

**A. CONSERVATION OF ENERGY:**
The Company is a service oriented one carrying on the business of Testing and Analysis of various materials and Environmental Impact Assessment studies of industrial and other projects. Testing is undertaken for a variety of materials and different types of tests are carried out depending on the nature of material and the quality standards like IS, IP, USP, BP, ASTM, ISS, etc. Testing is done using different Testing Equipments. It may be that a particular material needs to be tested on different equipments for various parameters simultaneously as required by the customer. Most of the test equipment are micro-processor based and draw only requisite power.

Power is drawn for different equipments from a common source in the Lab. Besides this, Generator and UPS are used as back-up sources. It is not practicable to quantify the power consumption of each equipment and for each test.

a) Energy Conservation Measures Taken:-
   i) Designed and installed the power distribution system perfectly which will utilise the power at optimum level of requirement.
   ii) Design of the laboratory Building is designed in such a way that during day time, no artificial lights are necessary for any of the rooms, which is being conserved for utilisation of equipment and A.C. Plant.

b) Additional investment and proposals, if any, being implemented for reduction of consumption of energy:-

   At present no additional investments and proposals are required to be implemented for reduction of consumption of energy.

c) Impact of the measures at (a) and (b) above for the reduction of energy consumption and consequent impact on the cost of production of goods:-

   As a result of the measures at (a) above, the energy consumption is reduced to the barest minimum requirement.

d) Total energy consumption and energy consumption per unit of production as per form A of the Annexure:-

   Furnishing of these particulars are not applicable to this Company, as this Company is not carrying on any business which is listed in the Schedule to the Annexure to the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988.

**B. TECHNOLOGY ABSORPTION:**
As explained above, the Company is offering testing facilities for various materials and undertaking studies of Environmental Impact Assessment of projects. The tests/studies are carried out as per the prescribed National/International Standards. The Company has not taken up any Research and Development (R & D) activities due to the reason that it has to conduct the tests as per the prescribed procedures. In the same way, as the Technology involved in the testing is only testing of products as per the prescribed standard procedures/manuals, the disclosure of information in Form B of the Rules are not applicable.

**C. FOREIGN EXCHANGE EARNINGS AND OUTGO:**
The Company is yet to enter into the foreign market. After completing the Company's expansion project, the Company will take initiative to enter the foreign market. During the period under review, foreign exchange used by the Company and Foreign exchange earned is NIL.

For and on behalf of the Board

**DR. S P VASIREDDI**
CHAIRMAN & MANAGING DIRECTOR

Hyderabad 500 051
Date : 22.06.1994

## AUDITORS' REPORT

To
The Members of
***VIMTA LABS LIMITED***

1 We report that we have audited the attached Balance Sheet of VIMTA LABS LIMITED as at 31st March, 1994 and the relative Profit & Loss Account for the year ended on that date, both of which we have signed under reference to this report.

2. We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for our audit. In our opinion, proper books of account have been kept as required by law so far as appears from our examination of the books and the above mentioned accounts are in agreement therewith.

3. In our opinion and the best of our information and according to the explanations given to us, the Balance Sheet and Profit & Loss Account together with the notes thereon and attached thereto, give in the prescribed manner the information required by the Companies Act, 1956 and also give respectively, subject to our comments in paragraph 4 below, a true and fair view of the state of the Company's affairs as at 31st March, 1994 and its profit for the year ended on that date.

4. As required by the Manufacturing and other Companies (Auditor's Report) Order, 1988 dated 7th September 1988 issued by the Company Law Board and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we further report that:

4.1 The Company has maintained proper records to show full particulars, including quantitative details and situation of its fixed assets. The fixed assets of the Company have been physically verified at reasonable intervals during the year by the management and no material discrepancies between the book records and the physical inventory have been noticed.

4.2 The fixed assets of the Company have not been revalued during the year.

4.3 The stocks of finished goods, stores and spares and raw materials of the Company at all its locations have been physically verified by the management at reasonable intervals.

4.4 In our opinion, the procedures 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.

4.5 There were no material discrepancies between the physical stocks and the book stocks.

4.6 In our opinion, the valuation of stocks of finished goods, stores and spares and raw materials has been fair and proper in accordance with the normally accepted accounting principles and is on the same basis as in preceding year.

4.7 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 defined under sub-section (1B) of Section 370 of the Companies Act, 1956.

4.8 The Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register(s) maintained under section 301 and/or to the companies under the same management as defined under sub-section (1B) of Section 370 of the Companies Act, 1956.

4.9 Interest free loans or advances in the nature of loans have been given to employees only who are repaying the principal amounts as stipulated.

4.10 In our opinion, there is an adequate internal control procedure commensurate with the size of the company and the nature of its business, for the purchase of stores and spares, raw materials, including components, plant and machinery, equipment and other assets, and for the sale of goods.

4.11 In our opinion and according to the information and explanations given to us, the transactions of purchase of goods and materials and sale of goods, materials and services, made in pursuance of contracts or arrangements entered in the Register maintained under section 301 of the Companies Act, 1956 and aggregating to Rs. 50,000/- or more, during the year in respect of each party, have been made at prices which are reasonable having regard to the prevailing market prices for such goods, materials or services or the prices at which transactions for similar goods, materials or services have been made with other parties.

4.12 The Company has a system of determining unserviceable or damaged stores, raw materials, and finished goods, on the basis of technical evaluation and on such basis, in our opinion adequate amounts have been written off of such stocks in the accounts.

4.13 The Company has not accepted any deposits from public.

4.14 In our opinion, reasonable records have been maintained by the company for the sale and disposal of scrap where applicable and significant. The company has no by-products.

4.15 In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.

4.16 In respect of this Company, maintenance of cost records has not been prescribed by the Central Government under section 209(1)(d) of the Companies Act, 1956.

4.17 According to the records of the company and as explained to us, there are some delays in depositing the Provident Fund and Employees State Insurance dues with the appropriate authorities.

4.18 There were no undisputed amounts payable in respect of income-tax, wealth-tax, sales tax, customs duty and excise duty outstanding as at the last day of the accounting period for a period of more than six months from the date they become payable.

4.19 During the course of our examination of the books of accounts carried out in accordance with the generally accepted auditing practices, we have not come across any personal expenses which have been charged to profit and loss account, nor have we been informed of any such case by the management.

4.20 The Company is not a sick company within the meaning of clause (o) of sub section (1) of Sec 3 of the Sick Industrial Companies (Special Provisions) Act, 1985.

4.21 In our opinion, the Company has a reasonable system of recording receipts, issues and consumption of material and stores and allocating materials consumed to the relative jobs, commensurate with its size and nature of its business.

4.22 In our opinion, the Company has a reasonable system of allocating man-hours utilised to the relative jobs, commensurate with its size and nature of its business.

4.23 In our opinion, there is a reasonable system of authorisation at proper levels, and an adequate system 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.

***for J.VENKATESWARLU & CO.,***
Chartered Accountants

Hyderabad
22nd June, 1994

(J Venkateswarlu)
Proprietor

# BALANCE SHEET AS AT 31ST MARCH, 1994

| | Schedule No | As at 31.03.94 Rs. Ps. | As at 31.03.93 Rs. Ps. |
|---|---|---|---|
| ***I. SOURCES OF FUNDS*** | | | |
| **(1) Shareholders' Funds** | | | |
| Share Capital | 1 | **35,204,240.00** | 16,952,900.00 |
| Share application money | | **0.00** | 1,652,040.00 |
| Reserves & Surplus | 2 | **16,267,565.48** | 4,972,516.93 |
| **(2) Loan Funds** | | | |
| Secured Loans | 3 | **44,995,508.00** | 44,829,139.50 |
| Unsecured Loans | 4 | **0.00** | 4,111,655.50 |
| **TOTAL** | | **96,467,313.48** | 72,518,251.93 |
| ***II APPLICATION OF FUNDS*** | | | |
| **(1) Fixed Assets** | 5 | | |
| (a) Gross Block | | **87,603,760.91** | 48,500,314.42 |
| (b) Less: Depreciation | | **4,047,229.91** | 1,700,320.42 |
| (c) Net Block | | **83,556,531.00** | 46,799,994.00 |
| (d) Capital Work-in-progress (incl. Capital advances & pre-operative expenses) | 6 | **678,518.25** | 21,971,141.73 |
| SUB TOTAL | | **84,235,049.25** | 68,771,135.73 |
| **(2) Current Assets, Loans & Advances** | 7 | | |
| (a) Inventories | | **5,083,780.00** | 1,959,484.90 |
| (b) Sundry Debtors | | **5,559,605.10** | 4,497,317.17 |
| (c) Cash & Bank Balances | | **999,054.01** | 124,409.95 |
| (d) Other Current Assets | | **95,047.00** | 139,309.11 |
| (d) Loans & Advances | | **1,530,717.75** | 940,980.31 |
| SUB TOTAL | | **13,268,203.86** | 7,661,501.44 |
| Less: Current Liabilities & Provsions | 8 | | |
| (a) Current Liabilities | | **5,181,416.17** | 4,173,020.24 |
| Net Current Assets | | **8,086,787.69** | 3,488,481.20 |
| **(3) Miscellaneous Expenditure** (to the extent not written off or adjusted) | 9 | **4,145,476.54** | 258,635.00 |
| **TOTAL** | | **96,467,313.48** | 72,518,251.93 |
| **NOTES FORMING PART OF THE ACCOUNTS** | 17 | | |

Schedules mentioned above form an integral part of the Balance Sheet
This is the Balance Sheet referred to in our report of even date.

for **J. VENKATESWARLU & CO**
Chartered Accountants,

**(J. Venkateswarlu)**
Proprietor

Hyderabad.
Dated : 22.06.1994

For and on behalf of the Board

| | |
|---|---|
| **Dr. S.P. Vasireddi** | Managing Director |
| **V.V. Prasad** | Executive Director |
| **A.D. Sinha** | Director |
| **G. Purnachandra Rao** | Director |
| **Raghu Cidambi** | Director |

Hyderabad.
Date : 22.06.1994

# PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1994

| | Schedule No | Year Ended 31.03.1994 Rs. Ps. | Year Ended 31.03.1993 Rs. Ps. |
|---|---|---|---|
| ***INCOME*** | | | |
| Income from Operations | 10 | **19,360,807.25** | 15,933,430.50 |
| Increase/(Decrease) in work-in-process | 11 | **2,758,393.00** | 850,000.00 |
| Other Income | 12 | **111,627.41** | 219,161.35 |
| | | **22,230,827.66** | 17,002,591.85 |
| ***EXPENDITURE*** | | | |
| Chemicals and Consumables consumed and testing expenditure | 13 | **3,265,561.65** | 2,579,647.59 |
| Payments and benefits to employees | 14 | **2,824,323.45** | 2,746,376.69 |
| Administrative, selling and general expenses | 15 | **3,078,403.06** | 2,625,093.21 |
| Finance Charges | 16 | **8,067,214.04** | 4,333,923.23 |
| Depreciation | 5 | **2,346,909.49** | 1,141,655.78 |
| | | **19,582,411.69** | 13,426,696.50 |
| Profit before amortisation & prior period adjustments | | **2,648,415.97** | 3,575,895.35 |
| Amortisation of Preliminary Expenses | | **438,325.42** | 0.00 |
| | | **2,210,090.55** | 3,575,895.35 |
| Less: Prior Year Adjustments | | **40,712.00** | 11,926.55 |
| ***NET PROFIT*** | | **2,169,378.55** | 3,563,968.80 |
| Add: Balance brought forward from previous year | | **4,972,516.93** | 1,408,548.13 |
| ***BALANCE CARRIED TO BALANCE SHEET*** | | **7,141,895.48** | 4,972,516.93 |
| **NOTES FORMING PART OF THE ACCOUNTS** | 17 | | |

Schedules mentioned above form an integral part of Profit & Loss Account.
This is the Profit & Loss Account referred to in our report of even date.

For and on behalf of the Board

**Dr. S.P. Vasireddi** Managing Director
**V.V. Prasad** Executive Director
**A.D. Sinha** Director
**G. Purnachandra Rao** Director
**Raghu Cidambi** Director

Hyderabad
Date : 22.06.1994

for **J. VENKATESWARLU & CO**
Chartered Accountants,

**(J.Venkateswarlu)**
Proprietor

Hyderabad
Dated 22.06.1994

## SCHEDULES FORMING PART OF THE ACCOUNTS

| | As at 31.03.1994 Rs. Ps. | As at 31.03.1993 Rs. Ps. |
|---|---|---|
| ***1. SHARE CAPITAL*** | | |
| Authorised: 7000000 Equity Shares of Rs.10/- each (Previous Year 7000000 Equity Shares of Rs.10/- each) | **70,000,000.00** | 70,000,000.00 |
| Issued, Subscribed and paid up: | | |
| 3608624 equity share of Rs.10/- each fully paid up (Previous Year 1695290 Shares of Rs.10/- each fully paid up) | **36,086,240.00** | 16,952,900.00 |
| Less: Allottment money due in respect of 176400 shares @Rs.5/- each ( Previous Year - Nil) | **882,000.00** | 0.00 |
| | **35,204,240.00** | 16,952,900.00 |
| ***2. RESERVES AND SURPLUS*** | | |
| A. Share premium Account | **9,125,670.00** | 0.00 |
| B. Balance in profit & loss Account | **7,141,895.48** | 4,972,516.93 |
| | **16,267,565.48** | 4,972,516.93 |
| ***3. SECURED LOANS*** | | |
| 1. Term Loans from IDBI | | |
| - Rupee Term Loan | **20,000,000.00** | 20,000,000.00 |
| - Foreign Currency Loan under IBRD Line of Credit | **17,153,745.00** | 17,153,745.00 |
| 2. Interest accrued & due on Term Loans to I D B I | **6,492,979.00** | 6,674,724.00 |
| 3. Term Loans from Canara Bank S.D.Road Branch | **0.00** | 682,275.50 |
| 4. Hire Purchase Loans | **623,408.00** | 318,395.00 |
| 5. Bills Factored with Canbank Factors Ltd | **725,376.00** | 0.00 |
| | **44,995,508.00** | 44,829,139.50 |
| ***4. UNSECURED LOANS*** | | |
| Loan from Technology Development & Information Company of India Ltd | **0.00** | 4,000,000.00 |
| Interest accrued and due on the above loan | **0.00** | 111,655.50 |
| | **0.00** | 4,111,655.50 |

# SCHEDULES FORMING PART OF THE ACCOUNTS — CONTD..

## 5. FIXED ASSETS

| | GROSS BLOCK | | | | DEPRECIATION | | | | NET BLOCK | |
|---|---|---|---|---|---|---|---|---|---|---|
| Description | As at 01.04.93 Rs. Ps. | Additions Rs. Ps. | Sales/ Adjustments Rs. Ps. | Total Rs. Ps. | Upto 31.03.93 Rs. Ps. | for the year Rs. Ps. | On Sales/ Adjustments Rs. Ps. | Total Rs. Ps. | As at 31.03.94 Rs. Ps. | As at 31.03.93 Rs. Ps. |
| 1. Freehold Land & Site Development | 955,656.00 | — | — | **955,656.00** | — | — | — | --- | **955,656.00** | 955,656.00 |
| 2. Buildings | | | | | | | | | | |
| - Lab Building | 9,786,115.00 | 7,045,864.53 | — | **16,831,979.53** | 150,168.00 | 169,084.53 | — | **319,252.53** | **16,512,727.00** | 9,635,947.00 |
| - Staff quarters | 944,264.00 | — | — | **944,264.00** | 1,282.00 | 15,391.00 | — | **16,673.00** | **927,591.00** | 942,982.00 |
| 3. Plant & Machinery | 31,403,055.97 | 27,670,189.34 | — | **59,073,245.31** | 1,204,164.97 | 1,774,375.34 | — | **2,978,540.31** | **56,094,705.00** | 30,198,891.00 |
| 4. Electrical Installation | 1,825,397.00 | 2,149,943.24 | — | **3,975,340.24** | 30,500.00 | 148,197.24 | — | **178,697.24** | **3,796,643.00** | 1,794,897.00 |
| 5. Office Equipment | 615,018.56 | 341,718.60 | — | **956,737.16** | 6,946.56 | 44,657.60 | — | **51,604.16** | **905,133.00** | 608,072.00 |
| 6. Furniture & Fixtures | 1,024,098.11 | 1,231,548.19 | — | **2,255,646.30** | 62,173.11 | 39,135.19 | — | **101,308.30** | **2,154,338.00** | 961,925.00 |
| 7. Vehicles | 1,946,709.78 | 664,182.59 | — | **2,610,892.37** | 245,085.78 | 156,068.59 | — | **401,154.37** | **2,209,738.00** | 1,701,624.00 |
| **TOTAL** | 48,500,314.42 | 39,103,446.49 | — | **87,603,760.91** | 1,700,320.42 | 2,346,909.49 | — | **4,047,229.91** | **83,556,531.00** | 46,799,994.00 |
| **PREVIOUS YEAR** | 18,066,691.83 | 30,532,929.59 | 99,307.00 | 48,500,314.42 | 575,280.64 | 1,141,655.78 | 16,616.00 | 1,700,320.42 | 46,799,994.00 | 17,491,411.19 |

## SCHEDULES FORMING PART OF THE ACCOUNTS — CONTD..

| | As at 31.03.1994 Rs. Ps. | As at 31.03.1993 Rs. Ps. |
|---|---|---|
| **6. CAPITAL WORK-IN-PROGRESS INCLUDING ADVANCES AND EXPENDITURE PENDING ALLOCATION - LABORATORY COMPLEX UNDER EXECUTION** | | |
| Work-in-progress | | |
| Civil Works | **525,754.25** | 2,876,561.04 |
| Plant & Machinery | **0.00** | 14,764,203.97 |
| Electrical Installation | **0.00** | 536,749.55 |
| Advances for Capital Works | **152,764.00** | 1,346,298.35 |
| Amount of proportionate pre-operative expenses (including interest during construction period) allocable to Capital Works in Progress | **0.00** | 2,447,328.82 |
| | **678,518.25** | 21,971,141.73 |
| **7. CURRENT ASSETS, LOANS & ADVANCES** | | |
| (a) Inventories | | |
| Chemicals and Consumables (At Cost) | **500,387.00** | 134,484.90 |
| Environmental jobs works-in-progess (At Cost) | **4,583,393.00** | 1,825,000.00 |
| | **5,083,780.00** | 1,959,484.90 |
| (b) Sundry Debtors:(Unsecured, Considered good) | | |
| Debts outstanding for a period exceeding six months | **969,775.65** | 492,862.65 |
| Other Debts | **4,589,829.45** | 4,004,454.52 |
| | **5,559,605.10** | 4,497,317.17 |
| (c) Cash & Bank Balances | | |
| Cash Balance on Hand | **32,821.10** | 12,788.79 |
| Balances with Scheduled Banks | | |
| in Current Accounts | **238,086.91** | 59,844.16 |
| in Fixed Deposits | **62,410.00** | 51,777.00 |
| Funds in Transit | **448,750.00** | 0.00 |
| Cheques on Hand | **216,986.00** | 0.00 |
| | **999,054.01** | 124,409.95 |
| (d) Other Current Assets: | | |
| Income-Tax Deducted at Source | **95,047.00** | 136,659.11 |
| Interest accrued on Deposits | **0.00** | 2,650.00 |
| | **95,047.00** | 139,309.11 |

## SCHEDULES FORMING PART OF THE ACCOUNTS — CONTD..

| | As at 31.03.1994 Rs. Ps. | As at 31.03.1993 Rs. Ps. |
|---|---|---|
| (e) Loans and Advances | | |
| Unsecured, considered good- Advances recoverable in cash or in kind or for value to be received | | |
| (i) Deposits and balances with Public Sector bodies & others | **806,008.50** | 675,529.50 |
| (ii) Prepaid expenses | **198,027.00** | 28,129.00 |
| (iii) Other Advances & Deposits | **526,682.25** | 237,321.81 |
| | **1,530,717.75** | 940,980.31 |
| ***8.CURRENT LIABILITIES & PROVISIONS*** | | |
| (a) Current Liabilities | | |
| (i) Sundry Creditors | | |
| (a) for Capital Expenditure | **1,137,316.53** | 1,552,353.38 |
| (b) for services & supplies | **2,425,022.66** | 2,294,409.09 |
| (ii) Advances from customers | **141,956.00** | 88,538.00 |
| (iii) Euipment Leasing Charges Payable | **430,505.00** | 123,867.00 |
| (iv) Overdraft from Banks | **885,687.98** | 0.00 |
| (v) Deposits Received | **10,000.00** | 10,000.00 |
| (vi) Other Liabilities | **150,928.00** | 103,852.77 |
| | **5,181,416.17** | 4,173,020.24 |
| ***9. MISSCELLANEOUS EXPENDITURE*** | | |
| (To the extent not written off or adjusted) | | |
| (i) Expenses for Increase of Authorised Capital | **210,635.00** | 210,635.00 |
| (ii) Public issue expenses | **4,172,619.16** | 0.00 |
| | **4,383,254.16** | 210,635.00 |
| Less: Written off during the year | **438,325.42** | 0.00 |
| | **3,944,928.74** | 210,635.00 |
| (iii) Interest not accrued & due on Hire Purchase Loans | **157,593.80** | 48,000.00 |
| (iv) Others | **42,954.00** | 0.00 |
| | **4,145,476.54** | 258,635.00 |

## SCHEDULES FORMING PART OF THE ACCOUNTS — CONTD..

| | For the Year Ended 31.03.1994 Rs. Ps. | For the Year Ended 31.03.1993 Rs. Ps. |
|---|---|---|
| ***10. INCOME FROM OPERATIONS*** | | |
| (i) Income from Testing & Ananlysis Services | **19,360,807.25** | 14,526,617.50 |
| (ii) Amounts received from some of the customers in earlier years towards final payment of our bills pending approval of reports submitted, now taken as income of the current year | **0.00** | 1,406,813.00 |
| | **19,360,807.25** | 15,933,430.50 |
| ***11.INCREASE/(DECREASE) IN WORK-IN-PROGRESS*** | | |
| Closing Work-in-progress of Environmental jobs | **4,583,393.00** | 1,825,000.00 |
| Less: Opening work-in-progress | **1,825,000.00** | 975,000.00 |
| Increase | **2,758,393.00** | 850,000.00 |
| ***12. OTHER INCOME*** | | |
| Interest earned on Deposits (Tax deducted at source - Nil) Previous year - Rs. 5523.20) | **111,627.41** | 74,083.35 |
| Income Tax provision (of erstwhile Firm) written back | **0.00** | 111,573.00 |
| Miscellaneous Receipts | **0.00** | 530.00 |
| Insurance Claim received | **0.00** | 32,975.00 |
| | **111,627.41** | 219,161.35 |
| ***13. CHEMICALS & CONSUMABLES CONSUMED AND TESTING EXPENDITURE*** | | |
| Chemicals & Consumables consumed | **1,534,994.49** | 1,315,930.31 |
| Sample preparation, Data generation and Testing expenses | **1,113,978.16** | 928,995.68 |
| Water, Power & Fuel Charges | **616,589.00** | 334,721.60 |
| | **3,265,561.65** | 2,579,647.59 |
| ***14. PAYMENTS & BENEFITS TO EMPLOYEES*** | | |
| Salaries & Wages | **2,288,161.40** | 2,198,780.91 |
| Bonus | **95,081.00** | 168,340.65 |
| Contribution to Provident Fund | **253,664.00** | 226,581.60 |
| ESI Contribution | **60,897.25** | 45,807.10 |
| Staff Welfare Expenses | **126,519.80** | 106,866.43 |
| | **2,824,323.45** | 2,746,376.69 |

## SCHEDULES FORMING PART OF THE ACCOUNTS — CONTD..

| | For the Year Ended 31.03.1994 Rs. Ps. | For the Year Ended 31.03.1993 Rs. Ps. |
|---|---|---|
| **15. *ADMINISTRATION, SELLING & GENERAL EXPENSES*** | | |
| Managerial Remuneration | **367,292.00** | 231,832.00 |
| Rent | **119,562.00** | 118,832.00 |
| Rates & Taxes | **126,443.61** | 28,880.76 |
| Insurance | **62,895.00** | 38,232.25 |
| Travelling & Conveyance | **500,551.05** | 521,301.91 |
| Advertisement, Publicity & Sales Promotion | **44,257.25** | 32,874.00 |
| Postage, Telegrams, Telephones & Telex | **317,869.85** | 282,185.00 |
| Printing & Stationery | **241,534.06** | 211,782.03 |
| Repairs & maintenance | | |
| Plant & Machinery | **372,701.92** | 227,079.28 |
| Payment to Auditors | | |
| Audit fees | **15,000.00** | 15,000.00 |
| Certification & Company Law matters | **10,000.00** | 10,000.00 |
| Taxation matters | **10,000.00** | 10,000.00 |
| Out of pocket expenses | **0.00** | 655.50 |
| Books & Periodicals | **34,035.50** | 20,956.60 |
| Vehicle Maintenance | **468,164.88** | 464,763.63 |
| Professional Charges | **108,290.00** | 117,450.00 |
| Entertainment expenses | **40,446.07** | 50,473.03 |
| Miscellaneous expenses | **87,661.14** | 86,998.25 |
| Loss on sale of assets | **0.00** | 32,691.00 |
| Trade Discount | **14,168.40** | 4,130.00 |
| Membership & Subscription | **29,249.33** | 20,881.00 |
| Security Charges | **108,281.00** | 98,094.97 |
| | **3,078,403.06** | 2,625,093.21 |
| **16. *FINANCE CHARGES*** | | |
| (i) Interest | | |
| (a) on fixed loans | | |
| to Canara Bank | **42,635.00** | 244,502.00 |
| to I D B I | **6,380,979.00** | 1,880,143.00 |
| (b) on other loans | | |
| to Canara Bank | **0.00** | 2,559.00 |
| to others | **128,468.51** | 237,132.25 |
| (ii) Bank Charges | **92,751.53** | 43,341.00 |
| (iii) Equipment Lease Charges | **1,422,380.00** | 1,926,245.98 |
| | **8,067,214.04** | 4,333,923.23 |

## SCHEDULE FORMING PART OF THE ACCOUNTS - CONTD..

### 17. NOTES FORMING PART OF THE ACCOUNTS

### I. SIGNIFICANT ACCOUNTING POLICIES:

i) **Method of Accounting** : The Company maintains its accounts on accrual basis.

ii) **Sales:** Sales and services include income from testing and analysis charges of various types of services rendered.

iii) **Fixed Assets:** Fixed Assets are carried at cost less depreciation. Interest on borrowings for fixed assets acquisition and revenue expenses incurred at project site for the period upto the commencement of using the asset for commercial use are capitalised as part of the asset cost.

iv) **Depreciation** : Depreciation on fixed assets has been charged using the straight line method for single shift at the rates and in the manner specified in Schedule XIV to the Companies Act, 1956.

Depreciation on additions/deductions is calculated prorata from/to the month of additions/deductions.

v) **Foreign Currency Loan** : The repayment of foreign currency loan of IDBI was fixed in Indian rupees and hence no provision for fluctuations in foreign currency is required.

vi) **Inventories** : Inventories are valued as under after providing for the obsolescence.

a) Chemicals and consumables, components, stores and spares at cost.

b) Work in progress of environmental jobs at cost.

vii) **Prior Period Expenses/Income** : The Company follows the practice of making adjustments through "expenses/income under/over provided in previous years in respect of material transactions pertaining to that period prior to the current accounting year."

viii) **Gratuity** : As per the practice consistently followed by the Company, liability on account of gratuity payments are accounted for in the year of settlement of claims and as such the amounts are not material.

ix) **Miscellaneous Expenditure** : Preliminary expenses and Public issue expenditure aggregating to Rs. 4383254/- is being written off over 10 years.

### 2. CONTINGENT LIABILITIES :

i) Estimated amounts of contracts to be executed on capital account and not provided for is Rs. 25.00 lacs (net of advance payments) (Previous year Rs. 30.00 lacs).

ii) Bank Guarantees issued by the Bank on behalf of the Company and not provided for Rs. 3.35 lacs (Previous year Rs. 2.72 lacs.

**3.** i) The term loans from Industrial Development Bank of India are secured by hypothecation of all tangible, movable properties of the Company such as plant and machinery, testing equipment and capital works in progress, furniture and fittings, book debts, etc. and also by joint mortgage of immovable property of the Company i.e. land and buildings by deposit of title deeds.

ii) The amount payable to Canbank Factors Ltd. under its Recourse-factoring facility amounting to Rs. 7,25,376/- is secured against factoring of company's Bills amounting to Rs. 12,67,099/-

iii) Hire purchase loans are secured by way of lien on the respective assets acquired with the loan amounts.

**4.** "Funds in transit" of Rs. 4,48,750/- shown under the item cash and bank balances" in schedule 7 (current assets, loans & advances) represents share allotment money collected at different branches of Bank of Baroda and The Lakshmi Vilas Bank Ltd. which are in the process of being remitted to their controlling branches at Hyderabad.

**5.i)** "Other Advances and Deposits" under the head "Loans & Advances" schedule 7(e) include Rs. 0.57 lacs (Previous year Rs. 0.57) due by a Company in which some of the Directors of the Company are interested. The maximum balance outstanding at any time during the year was Rs. 0.57 lacs (Previous year Rs. 0.70 lacs).

## SCHEDULE FORMING PART OF THE ACCOUNTS - CONTD..

ii) "Other Advances and Deposits" under the head" Loans & Advances" schedule 7(e) include Rs. 0.28 lacs (Previous year 1.13 lacs) due by the Managing Director of the Company and the maximum balance outstanding at any time during the year was 1.13 lacs (Previous year 1.13 lacs).

6. No provision for income-tax was considered in view of there being no taxable income after considering depreciation on fixed assets as per the provisions of Income-tax Act, 1961.

7. Interest is net of amounts capitalised as under :

| | 1993-94 Rs. Ps. | 1992-93 Rs. Ps. |
|---|---|---|
| i) On Term Loan from IDBI | **21,85,918.00** | 59,03,958.00 |
| ii) On unsecured loan from TDICI Ltd. | **6,15,248.50** | 1,11,655.50 |

8. **Managerial Remuneration :**

A) Details of payments and provisions made towards remuneration to the Managing Director, Executive Director and Director-Technical are as follows :

| | Managing Director Rs. | Executive Director Rs. | Director Technical Rs. | Total Rs. |
|---|---|---|---|---|
| a) Salary | **3,03,580.00** | **2,54,758.00** | **2,71,684.00** | **8,30,022.00** |
| | (1,62,000.00) | (81,000.00) | (81,120.00) | (3,24,120.00) |
| b) Commission | **Nil** | **Nil** | **Nil** | **Nil** |
| | (18,386.00) | (18,386.00) | (9,193.00) | (45,965.00) |
| c) Value of perquisites | **2,32,615.00** | **1,94,825.00** | **2,11,699.00** | **6,39,139.00** |
| | (70,207.00) | (40,777.45) | (67,080.00) | (1,78,064.45) |
| Total | **5,36,195.00** | **4,49,583.00** | **4,83,383.00** | **14,69,161.00** |
| | (2,50,593.00) | (1,40,163.00) | (1,57,393.00) | (5,48,149.45) |

**Note :**

(i) Figures in brackets relate to the previous year.

(ii) Part of the above remuneration has been capitalised to fixed assets considering the time spent by the whole-time Directors on the project implementation.

iii) The above Managerial Remuneration is paid/ provided as per the terms and conditions approved by the Central Government for the appointment and remuneration fixed for the Directors read with the resolutions passed by the shareholders upto 13.07.93 and increased remuneration with effect from 14th July 1993 as per the resolution passed by the share holders in the Extraordinary General Meeting held on 08.11.1993 which is in line with the revised limits specified in schedule XIII of the Companies Act, 1956.

iv) In the previous year the remuneration to Director-Technical was only for part of the year as he was appointed w.e.f. 03.09.1992.

B) Calculation of Commission payable to the Directors is as follows :

| | Current year Rs. Ps. | Previous year Rs. Ps. |
|---|---|---|
| Net Profit as per Profit & Loss Account | **21,69,378.60** | 35,63,968.80 |
| Add : Loss on sale of assets | — | 32,691.00 |
| | **21,69,378.60** | 35,96,659.80 |
| Add : | | |
| i) Directors Remuneration charged to P & L A/c | **3,67,292.00** | 1,85,867.00 |
| ii) Commission to Directors | — | 45,965.00 |
| iii) Depreciation | **23,46,909.49** | 11,41,655.78 |
| | **48,83,580.09** | 49,70,147.58 |
| Less : Depreciation as per the provisions of Sec. 350 of the Companies Act, 1956 | **66,84,008.70** | 31,31,587.75 |
| Net Profit/ (Loss) | **(18,00,428.61)** | 18,38,559.83 |
| Commission to the whole-time Directors @ 1% | | |
| Managing Director | **Nil** | 18,386.00 |
| Executive Director | **Nil** | 18,386.00 |
| Director-Technical | **Nil** | 9,193.00 |

## SCHEDULE FORMING PART OF THE ACCOUNTS - CONTD..

**9.** Additional information pursuant to the provisions of paragraphs 3, 4B and 4Dof Part II of Schedule VI of the Companies Act, 1956 is as follows :

| | **Year ended 31.03.1994 Rs. in lacs** | Year ended 31.03.1993 Rs. in lacs |
|---|---|---|
| a) Earnings in foreign currency | **Nil** | Nil |
| b) Value of imports of raw-material, components, spare parts and capital goods calculated on CIF basis. | | |
| - Capital goods | **—** | 171.53 |
| - Spares and standards | **0.16** | — |
| c) Expenditure in foreign currency on account of royalty, know-how, professional and consultation fees, interest and other matter | **Nil** | Nil |
| d) Amount remitted in foreign currency on account of dividends | **Nil** | Nil |

e) Value of imported and indigenous raw material, spare parts & components consumed during the year:

The Company is carrying on the business of testing and analysis of various materials and as such it requires a variety of chemicals and consumables for its testing activities and does not require any raw material or components as no manufacturing activity is involved. Further it is not practicable to furnish the Quantitative details of these chemicals & consumables as number of chemicals in less quantities are used in the process of testing. Hence the aggregate value of chemicals and consumables and the spares and stores consumed during the year are furnished below:

| | | |
|---|---|---|
| Indigenous | **15.19** | 13.16 |
| Imported | **0.16** | Nil |

**10.** The provisions of paragraphs 4-C of Part II of Schedule VI to the Companies Act,1956, are not applicable to this Company.

**11.** Previous year figures have been regrouped wherever necessary to conform to the classification adopted in the current financial year.

The above schedules 1 to 17 form an integral part of the Balance Sheet and Profit and Loss Account.

for **J. VENKATESWARLU & CO**
Chartered Accountants,

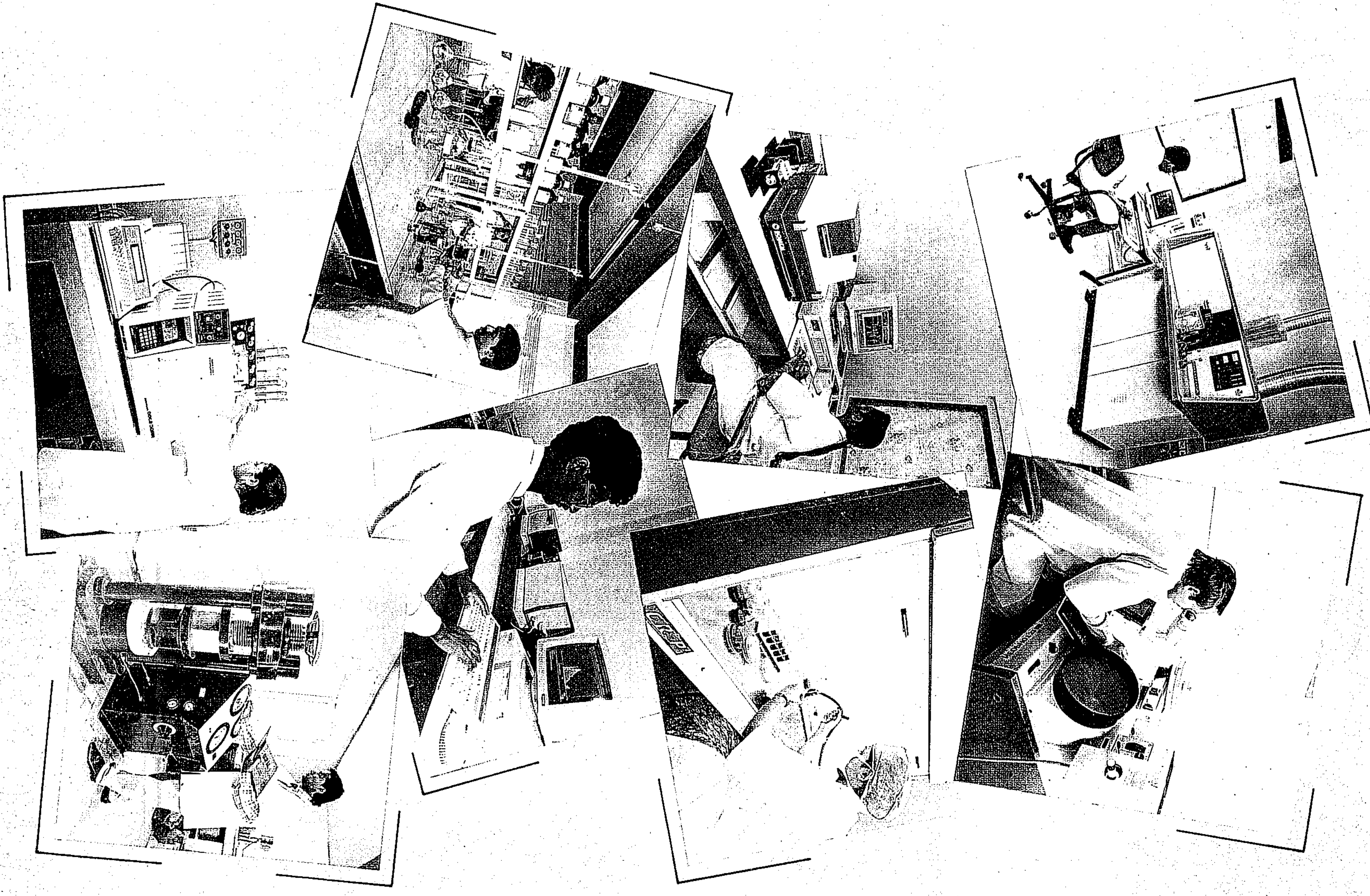
**(J. Venkateswarlu)**
Proprietor

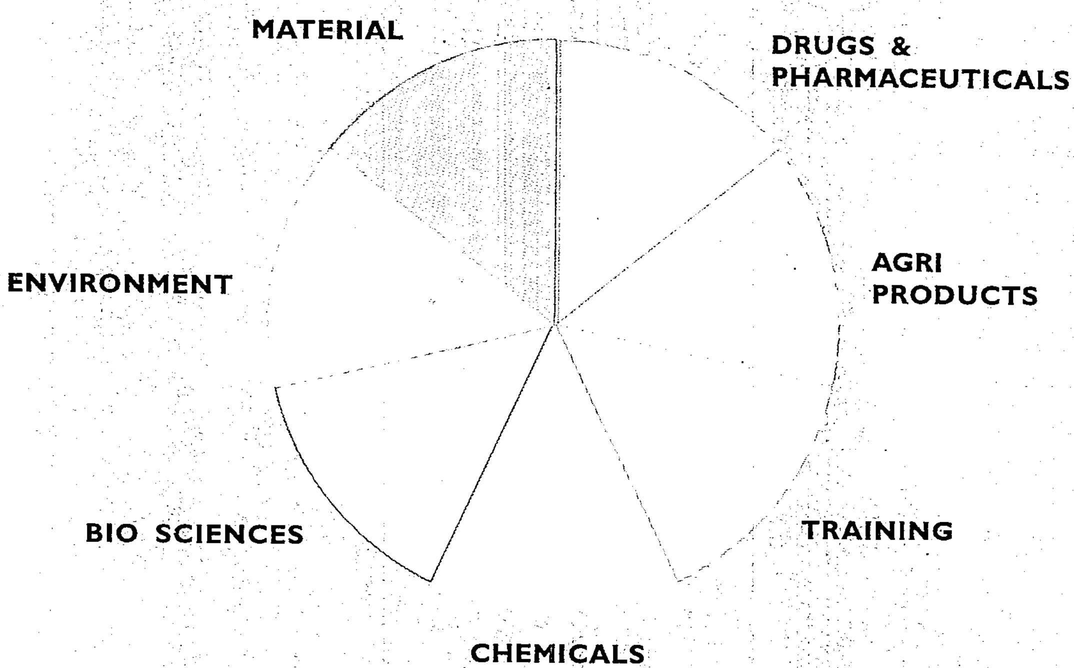
Hyderabad.
Dated : 22.06.1994

For and on behalf of the Board

| | |
|---|---|
| **Dr. S.P. Vasireddi** | Managing Director |
| **V.V. Prasad** | Executive Director |
| **A.D. Sinha** | Director |
| **G. Purnachandra Rao** | Director |
| **Raghu Cidambi** | Director |

Hyderabad.
Date : 22.06.1994



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***Commitment to Quality***