

NOCTE TIMBER COMPANY LIMITED
 DEOMALI - 786629 , DIST.TIRAP
 ARUNACHAL PRADESH

SCHEDULE : A

SCHEDULE OF FIXED ASSETS AS AT 31ST MARCH.2010

DESCRIPTION OF FIXED ASSETS	GROSS BLOCK - AT COST				DEPRECIATION				NET BLOCK	
	AS AT 01.04.2009	ADDITIONS	DEDUCTIONS DURING THE YEAR	TOTAL	UP TO 31.03.2009	FOR THE YEAR	DEDUCTIONS DURING THE YEAR	TOTAL	AS AT 31.03.2010	AS AT 31.03.2009
BUILDING	13,707,319.00	-	-	13,707,319.00	8,022,734.00	421,009.00	-	8,443,743.00	5,263,576.00	5,684,585.00
PLANT & MACHINERY	20,941,687.00	575,000.00	-	21,516,687.00	20,604,104.00	126,944.00	-	20,731,048.00	785,639.00	337,583.00
MOTOR VEHICLES,TRACTOR TRAILORS, MOBILE CRANE, BICYCLES ETC.	1,444,869.00	-	-	1,444,869.00	1,196,333.00	64,344.00	-	1,260,677.00	184,192.00	248,536.00
FURNITURE & FIXTURES	98,374.00	-	-	98,374.00	96,011.00	428.00	-	96,439.00	1,935.00	2,363.00
OFFICE EQUIPMENTS-V.SET	151,738.00	-	-	151,738.00	151,738.00	-	-	151,738.00	-	-
TOTAL ::	36,192,249.00	-	-	36,918,987.00	29,919,182.00	612,725.00	-	30,683,645.00	6,235,342.00	6,273,067.00
PREVIOUS YEAR	36,192,249.00	-	-	36,192,249.00	28,657,891.00	669,724.00	-	29,327,615.00	6,864,634.00	-

NOCTE TIMBER COMPANY LIMITED

BALANCE SHEET AS AT 31ST MARCH,2010

	Schedule No.	AS AT 31.03.2010	AS AT 31.03.2009
<u>SOURCES OF FUNDS</u>			
Shareholders' Fund			
Share Capital	1	2,832,660.00	2,832,660.00
Reserves and Surplus	2	44,586,055.00	43,959,001.00
Loan Funds			
Secured Loans	-	-	-
Unsecured Loans	-	-	-
Deferred Taxation Liability		161,923.00	161,923.00
TOTAL :		<u>47,580,638.00</u>	<u>46,953,584.00</u>
<u>APPLICATION OF FUNDS</u>			
Fixed Assets			
Gross Block	3	36,918,987.00	36,343,987.00
Less : Depreciation		30,683,645.00	30,070,920.00
Net Block		<u>6,235,342.00</u>	<u>6,273,067.00</u>
Investments			
Current Assets, Loans and Advances			
Inventories	-	16,885.00	17,634.00
Sundry Debtors	4	3,971,650.00	3,971,650.00
Cash and Bank Balances	5	40,505,409.00	39,133,829.00
Loans & Advances	6	1,577,722.00	2,113,965.00
		<u>46,071,666.00</u>	<u>45,237,078.00</u>
Less : Current Liabilities and Provisions			
Liabilities	7	3,698,120.00	3,692,214.00
Provisions	8	1,028,250.00	864,347.00
		<u>4,726,370.00</u>	<u>4,556,561.00</u>
Net Current Assets		41,345,296.00	40,680,517.00
TOTAL :		<u>47,580,638.00</u>	<u>46,953,584.00</u>

Notes on Accounts

14

Schedules referred to above form part of the Balance Sheet.

Signed for identification in terms of our annexed report of even date.

For K. LAL & COMPANY,
Chartered Accountants

Sd/-
(K. L. THARD)
Proprietor.

Sd/-

Sd/-

Place : Tinsukia
Dated : 04.06.2010

DIRECTORS DIRECTORS

NOCTE TIMBER COMPANY LIMITED

	AS AT 31.03.2010	AS AT 31.03.2009
SCHEDULE NO.1		
SHARE CAPITAL		
Authorised -		
460000 Equity Shares of Rs.10/- each	4,600,000.00	4,600,000.00
40000 13.5% Cumulative Preference Shares of Rs.10/- each	400,000.00	400,000.00
	<u>5,000,000.00</u>	<u>5,000,000.00</u>
Issued and Subscribed		
283266 Equity Shares of Rs.10/- each fully paid-up.	2,832,660.00	2,832,660.00
	<u>2,832,660.00</u>	<u>2,832,660.00</u>
SCHEDULE NO.2		
RESERVES AND SURPLUS		
Capital Reserve		
Balance as per last account	95,827.00	95,827.00
Capital Subsidy Reserve		
Balance as per last account	826,660.00	826,660.00
General Reserve		
As per Profit & Loss Account	43,663,568.00	43,036,514.00
	<u>44,586,055.00</u>	<u>43,959,001.00</u>
SCHEDULE NO.4		
SUNDRY DEBTORS		
Debts outstanding for a period exceeding six months		
Considered good/doubtful	3,971,650.00	3,971,650.00
Other Debts	-	-
	<u>3,971,650.00</u>	<u>3,971,650.00</u>
SCHEDULE NO.5		
CASH AND BANK BALANCES		
(As certified and verified by the management)		
Cash in Hand	24,820.00	3,985.00
With Scheduled Banks on current account	243,072.00	121,219.00
On Short Term Deposit	40,237,517.00	39,008,625.00
	<u>40,505,409.00</u>	<u>39,133,829.00</u>
SCHEDULE NO.6		
LOANS AND ADVANCES		
(Unsecured , considered good)		
Advances recoverable in cash or in kind or for value to be received.		
Advance to Parties	254,020.98	250,626.00
Interest accrued account	644,405.00	1,350,081.00
Advance Income Tax U/s.115JB	323,337.00	160,627.00
Advance Fringe Benefit Tax U/s.115WB	40,640.00	30,902.00
Security Deposits	2,450.00	2,450.00
Other Advances	312,869.02	319,279.00
	<u>1,577,722.00</u>	<u>2,113,965.00</u>

NOCTE TIMBER COMPANY LIMITED

	AS AT <u>31.03.2010</u>	AS AT <u>31.03.2009</u>
<u>SCHEDULE NO.7</u>		
CURRENT LIABILITIES		
Sundry Creditors for goods ,expenses etc.	313,732.29	288,307.00
Advance received from customers	356,051.92	356,051.92
Provision for expenses	1,416,399.26	1,412,471.26
Earnest Money deposited by contractors and suppliers	214,942.90	215,942.90
Salary and wages payable	178,133.98	217,153.98
Security Deposit received	143,100.00	125,700.00
Staff and Workers Welfare Fund	138,669.16	138,669.16
Other Liabilities	937,090.49	937,917.78
	<u>3,698,120.00</u>	<u>3,692,214.00</u>
 <u>SCHEDULE NO.8</u>		
PROVISIONS		
Taxation Provision U/s.115JB	468,453.00	323,337.00
Provision for Fringe Benefit Tax	40,640.00	40,640.00
Gratuity Provision	519,157.00	500,370.00
	<u>1,028,250.00</u>	<u>864,347.00</u>

AUDITORS' REPORT

TO THE MEMBERS OF NOCTE TIMBER COMPANY LIMITED

- 1- We have audited the attached Balance Sheet of NOCTE TIMBER COMPANY LIMITED as at 31.03.2010 and the annexed Profit and Loss Account for the period ended on that date annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
- 2- We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Financial Statements are free of material misstatement. An Audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the Financial Statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall Financial Statement presentation. We believe that our audit provides a reasonable basis for our opinion.
- 3- As required by the Manufacturing and Other Companies (Auditor's Report) Order, 1988 issued by the Company Law Board in terms of Section 227(4A) of the Companies Act, 1956, we annex hereto a statement of the matters specified in paragraphs 4 and 5 of the said Order.
- 4- 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 account as required by law have been kept by the Company, so far as appears from our examination of those books ;
 - (c) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account ;
 - (d) In our opinion, the Balance Sheet and Profit & Loss account dealt with by this report comply with the Accounting Standards referred to in Sub-Section (3C) of Section 211 of the Companies Act, 1956 read with the Notes on Accounts.
 - (e) On the basis of our review of the confirmation received from the Company and the information and explanations given to us, we report that none of the directors of the Company are, prima facie, disqualified as on 31.03.2010 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - (f) *We draw attention to Note No.10 in the financial statements. According to the information and explanation received by us, the company has not so far made any concrete plan to resume wood based activities. These facts together with other matters disclosed in Note No.10 raise substantial doubt about the company's ability to continue as a going concern in the foreseeable future.*

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- (g) *In our opinion and according to the information and explanations given to us, a large number of debtors, advances receivable and creditors are found to be overdue , and subject to confirmations, reconciliation's and consequent adjustments/provisions, reconciliations , if any, which are presently not ascertainable. In this connection we draw attention to Notes on Accounts.*
- (h) *We draw specific attention to Note No.11 in the financial statements. According to the information and explanation received by us, the company is going for Voluntary winding up .*
- (i) in our opinion and to the best of our information and according to the explanations given to us, strictly read with the notes on accounts, the said financial statements together with the notes thereon and attached thereto give in the prescribed manner the information requaired by the Act, and also give, a ture and fair view in conformity with the accounting principles generally accepted in India.
- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March,2010; and
- (b) in the case of Profit and Loss Account, of the Loss for the period ended on that date.

For K. LAL & COMPANY
Chartered Accountants

PLACE : TINSUKIA

DATED :04.06.2010

Sd/-
(K. L. THARD)
Proprietor.
Membership No.16666

**ANNEXURE REFERRED TO IN PARAGRAPH 1 OF THE AUDITORS' REPORT TO THE
MEMBERS OF NOCTE TIMBER COMPANY LIMITED ON THE ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH,2010**

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The fixed assets have been physically verified by the management at periodic intervals which in our opinion is reasonable having regard to the size of the company and the nature of its fixed assets. No material discrepancies have been noticed on such verification.
- (c) Substantial part of the Fixed assets have not been disposed off during the year.
- (ii) (a) The Inventory of the Company i.e. stock of stores and spare parts, have been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable.
- (b) 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.
- (c) On the basis of our examination of the records of inventory, we are of the opinion that the company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- (iii) According to the information and explanations given to us, the company has not taken/ granted any loans, secured or unsecured from/to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956. Accordingly, the paragraphs 4(iii)(b), 4(iii)(c) and 4(iii)(d) of the Order are not applicable to the company.
- (iv) In our opinion and according to the information and explanations given to us, the internal control procedures are adequate and commensurate with the size of the Company and the nature of its business with regard to purchase of stores, raw materials including components, plant & machinery, equipment and other assets and with regard to the sale of goods.
- (v) On the basis of our examination of the books of account, we are of the opinion that there is no such transactions that need to be entered in the register in pursuance of Section 301 of the Act.1956. Accordingly, clause 4(v) of the Order is not applicable to the company.
- (vi) As the Company has not accepted any deposits from the public, paragraph 4(vi) of the Order is not applicable.
- (vii) The Company's Internal audit system is, in our opinion, commensurate with the size and nature of its business.

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- (viii) Maintenance of cost records has not been prescribed by the Central Government under Section 209(1)(d) of the Companies Act,1956.
- (ix) According to the information and explanations given to us in respect of statutory and other dues :
 - (a) The company has been regular in depositing undisputed statutory dues with the appropriate authorities and no undisputed amounts payable in respect of above referred statutory dues were outstanding, at the the year end for a period of more than six months from the date they became payable.
 - (b) There is no statutory dues in respect of sales tax/income-tax/wealth tax etc. that have been deposited on account of any dispute.
- (x) As per the books of accounts,the Company has no accumulated losses as at 31.03.2009 The Company has incurred loss during the financial year covered by our audit.
- (xi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of its dues to any financial institutions or bank during the year.
- (xii) Since the company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities,paragraph 4(xii) of the Order is not applicable.
- (xiii) As the company is not a chit fund or a nidhi/mutual benefit fund/society,paragraph 4(xiii) of the Order is not applicable.
- (xiv) Since the company is not dealing or trading in shares, securities, debentures and other investments, paragraph 4(xiv) of the Order is not applicable.
- (xv) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xvi) Since the company has not obtained any term loans, paragraph 4(xvi) of the Order is not applicable.
- (xvii) According to the information and explanation given to us and the records examined by us, no funds were raised by the company during the year.

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- (xviii) According to the information and explanations given to us, the company has not made any preferential allotment of shares during the year to parties and companies covered in the register maintained under section 301 of the Act.
- (xix) Since the company has not issued any debentures, paragraph 4(xix) of the Order is not applicable.
- (xx) Since the company has not raised any money during the year by way of public issue, paragraph 4(xx) of the Order is not applicable.
- (xxi) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year, nor have we been informed of such instance by the management.
- xxii) All the other provisions of the Companies (Auditors Report) order 2003 have been found not applicable to the company.

For K. LAL & COMPANY
Chartered Accountants

PLACE : TINSUKIA

DATED : 04.06.2010

Sd/-
(K. L. THARD)
Proprietor.
Membership No.16666

**NOCTE TIMBER COMPANY LIMITED: DEOMALI: DIST. TIRAP
ARUNACHAL PRADESH**

**NOTES ON ACCOUNTS ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT
31.03.2010 AND THE PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 31.03.2010.**

SCHEDULE : 14

I- SIGNIFICANT ACCOUNTING POLICIES

1- Basis of Accounting

Financial statements are prepared under historical cost convention and in accordance with the applicable accounting standard provisions of the Companies Act, 1956 as adopted consistently by the Company.

2- Fixed Assets

Fixed assets are stated at cost less accumulated Depreciation

3- Depreciation

Depreciation has been charged for full year on written down value method as per Schedule XIV to the Companies Act, 1956

4- Interest on Term Deposit Income

Interest income is accounted for on accrual basis.

5- Retirement Benefit

Gratuity liabilities are calculated on the assumption that all the employees would have retired on the last day of the accounting year.

6- Transactions in Foreign currencies

NIL

7- **(a) CURRENT TAX**

The current charge for income taxes is calculated in accordance with the relevant tax regulations applicable to the Company.

(b) DEFERRED TAX

Deferred tax charge or credit reflects the tax effects of timing differences between accounting income and taxable income for the period. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantially enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carry forward of losses, deferred tax assets are recognised only if there is a virtual certainty or realisation of such assets.

Deferred tax assets are reviewed as at each balance sheet date and written-down or written-up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realised.

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II- NOTES ON ACCOUNTS

- 1- 22 Hectares of land, on which, building was constructed, has been allotted by the Govt. of Arunachal Pradesh at a rent @ Rs.25/- per hectare per annum.

The land rent for the period from 27-01-1998 to 31.03.2010 amounting to Rs.7,796/- is payable by the Company and will be accounted for on payment basis.

- 2- The provisions for gratuity payable during the period upto 31.03.2010 amounting to Rs.18,787/= has been made.

Total gratuity payable upto 31.03.2010 is Rs.5,19,157/- after adjustment of provision of Rs.18,787/= has been made during the year.

- 3- Employees of the Company who are in receipt of or are entitled to received remuneration aggregating not less than Rs.12,00,000/- for the year or not less than Rs.1,00,000/= per month - NIL (Previous year - NIL).

4- <u>Licensed Capacity</u>	<u>2008-2009</u>	<u>2009-2010</u>
Commercial Plywood including Tea Chest Plywood	13,00,000 Sq.Mtr.	13,00,000 Sq.Mtr.

5- Installed Capacity

a) Plywood, Tea Chest Plywood etc.	18,00,000 Sq.Mtr.(4mm basis)	18,00,000 Sq.Mtr.(4mm basis)
b) Sawm Timber	2000 Cum.	2000 Cum.

6- Actual Production	NIL(NIL)	NIL(NIL)
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7- Remuneration to Directors

<u>Name</u>	<u>Sitting fees</u>	<u>Out of Pocket exp.</u>	<u>Travelling Expenses</u>	<u>Telephone Charges</u>	<u>Total</u>
Sri.Wanglian Lowang	500.00	1,500.00	-		2,000.00
Sri. A.M. Duttachoudhury	1,500.00	4,500.00	13,661.00		19,661.00
Sri Ankur Garg	1,000.00	3,000.00	-		4,000.00
Sri Wangpha Lowang	1,500.00	4,500.00	-	6,445.00	12,445.00
	4,500.00	13,500.00	13,661.00	6,445.00	38,106.00

8- Previous year figures have been re-grouped and/or re-arranged wherever necessary. Figures have been rounded off to the nearest rupee.

9- Earning per Share in terms of AS-20 Earnings per share issued by the Institute of Chartered Accountants of India -

(a)	No. of Equity Shares	:	2,83,266
(b)	Face value of equity shares	:	10
(c)	Profit after tax	:	627,116
(d)	Earning per share (Rs.)	:	2.21

10- During the year the Company had earnings mainly from interest income. Main activities of wood based products remained suspended during the year. The company has no conclusive immediate plan which may help in resuming wood based activities in near future. In view of the above factors there is a substantial doubt on the Company's ability to continue as a going concern in the foreseeable future.

11- As per the Board resolution dated 27.02.2009 it has been decided to proceed for voluntary winding up of the company .

12- There are no outstanding dues to SSI undertakings.

AS PER OUR ANNEXED REPORT OF EVEN DATE.

For K. LAL & COMPANY
Chartered Accountants

Sd/-
(K. L. THARD)
Proprietor.

PLACE : TINSUKIA
DATED : 04.06.2010

Sd/-
Sd/-

DIRECTORS

**NOCTE TIMBER COMPANY LIMITED: DEOMALI: DIST. TIRAP
ARUNACHAL PRADESH**

ADDITIONAL INFORMATION PURSUANT TO PART (IV) OF SCHEDULE VI OF THE COMPANIES ACT, 1956
BALANCE SHEET ABSTRACT & COMPANY'S GENERAL BUSINESS PROFILE

I. Registration

Registration No.	:	001199
State Code	:	23
Balance Sheet date	:	31.03.2010

II. Capital Raised during the year (Amount in thousand)

Public Issue	:	NIL
Rights Issue	:	NIL
Bonus Issue	:	NIL
Private Placement	:	NIL

III. Position of Mobilisation and Deployment of Funds:

Total Liabilities	Rs.	52,307,008.00
Total Assets	Rs.	52,307,008.00

Sources of Funds (Amount in thousand)

Paid Up Capital	Rs.	2,832,660.00
Reserve & Surplus	Rs.	44,586,055.00
Secured Loans		NIL
Unsecured Loans		NIL

Application of Funds (Amount in thousand)

Net Fixed Assets	Rs.	6,235,342.00
Investments		NIL
Net Current Assets	Rs.	41,345,296.00
Miscellaneous Expenditure		NIL
Accumulated Losses		NIL

IV. Performance of the Company

Total Income	Rs.	3,201,256.00
Total Expenditure	Rs.	2,429,086.00
(+) Profit/(-) Loss after Tax	Rs.	627,054.00
Earnings per share	Rs.	2.21
Dividend Rate		NIL

V. Generic Names of Three Principal Products/Services of Company (as per monetary terms)

Item Code No. (ITC Code)	:	Not available
Product Description	:	Plywood, Block Board and Sawn Timber.

For K. LAL & COMPANY
Chartered Accountants

Sd/-
(K. L. THARD)
Proprietor.

Sd/-
Sd/-

PLACE : TINSUKIA
DATED : 04.06.2010

DIRECTORS.

NOCTE TIMBER COMPANY LIMITED
P.O. DEOMALI - 786629 : TIRAP DISTRICT
ARUNACHAL PRADESH

DIRECTORS REPORT TO THE SHARE HOLDERS

Gentleman,

Your Directors have the pleasure in presenting their 46th Annual Report on the working of your company together with the statement of Profit & Loss Account, Balance Sheet and Auditors report for the financial year 2009-2010 ended on 31st March,2010.

Your Directors would like to apprise you that during the financial year under report the factory was not in operation therefore there was no production and no sale was carried out.

Your Directors had already reported in their 44th Annual Report that the Money Suit Case No.58/59 against Shri Bhagwati Prasad Agarwalla & M/s. Ashoka Enterprises, Tinsukia has been dismissed by the Learned Court with an instruction that fresh execution case can be filed against the accused provided the address of the judgment debtor is to be made available for service of Notice towards execution of decree against the accused. It is also mention here that the criminal case which is pending in the Fast Track Court of Additional Session Judge, Namsai has been pursued but no arrest warrant has been received from the Learned Court against the accused till-to-date.

Your Director would also like to apprise you that the two Bakijai case have been filed against our Company, one by the Divisional Forest Officer, Nampong Forest Division, Jairampur for non payment of outstanding dues payable to them to the tune of Rs.2,97,479/- against supply of timber and another one by the Divisional Manager, Namphai Saw Mill, Namphai for non-payment of their dues towards supply of veneer to our Company for an amount of Rs.5,08,796/-. Against both the cases we replied suitably stating that as per our records there is no outstanding dues payable by our Company to them and requested the Bakijai Officer for dismissal of the Case.

Your Director would also like to apprise you that two Bakijai Case have been filed against our company, one by the Divisional Forest Officer, Nampong Forest Division, Jairampur for non-payment of outstanding dues payable to them to the tune of Rs.2,97,479/= against supply of timber, and another one by the Divisional Manager, Namphai Saw Mill, Namphai for non payment of their dues towards supply of veneer to our company for an amount of Rs.5,08,796/=. Against both the cases we replied suitably stating that as per our records there is no outstanding dues payable to them by our company and requested the Bakijai Officer for dismissal of the case.

Your Director would also like to apprise you that consequent to the imposition of complete ban on felling of trees by the Apex Court in this locality the activity of the company came to stand still since last few years. Also the licence granted to the Company had also been formally cancelled by the Special Investigation Team (SIT), New Delhi's letter dated 19.08.2004 issued under Memo No.8-112/NEC-2000/TM-D. Considering above fact the Board in its 222nd Meeting held on 07.08.2008 decided to wind-up the Company voluntarily.

Accordingly as per relevant Section of Company's Act 'Declaration of Solvency' has been signed by the Directors of the Company as per Form No.149 of Rule 313 of Companies Act and sent to the Registrar of Companies, Shillong through the Company Secretary Sri S. Bhowmick from Guwahati who has been engaged through appointed advocate of the Company Sri Arnab Biswas of Guwahati. After that Special Resolution also taken in Co's 226th Board on 27.02.2009. The next course of action is being taken accordingly.

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2- CAPITAL STRCUTURE

There has been no change in Share Holding position of your Company during the year under report.

3- PROFIT AND LOSS ACCOUNT

It is seen from the statements of Accounts for the year under report that after meeting all expenses and providijg Rs.6,12,725/= for depreciation of fixed assets and Rs.1,45,116/- for provision of Income Tax for the current year the company shows a profit of Rs.6,27,054/-. Detailed working result for the year compared to that of earlier years are given below :

A- <u>INCOME</u>	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>	% of Increase/decrease
i) Bank;s interest and misc. earnings	3073162	3094192	3027356	(-)10.808%
ii) Quarters Rent	178300	478250	173900	(-) 63.638%
iii) Interest received from Income Tax Deptt.	-	-	-	
iv) Income from adjustment pertaining to Prev.,year.	-	-	-	
	<u>3251462</u>	<u>3572442</u>	<u>3201256</u>	
B- <u>EXPENDITURE</u>				
i) Establishment expenditure (Salary,Wages,Gratuity, provision & VRS Prov. & contribution to P.Fund)	1064835	2016368	1046023	(-) 48.123%
ii) Admn. Charges, repairs to Buildings, repairs to Plant & Machineries, Rates and Taxes, Insurance, Vehicle maintenance etc.	188393	108365	264975	(+)144.521%
iii) Depreciation	669724	743305	621725	(-) 17.567%
iv) Misc. Expenditure,Staff & Workmen welfare exp. Legal & Professional charges, Directors travelling exp. Etc.	170162	224594	190773	(-) 15.076%
v) Power & Fuel, Stores consumption	275422	294052	314630	(+) 6.998%
vi) V.R.S. Payment	-	-	-	
vii) Expenditure relating to Prev. year	-	-	-	
	<u>2368536</u>	<u>3386684</u>	<u>2438126</u>	

-: 3 :-

C. APPROPRIATION OF PROFIT & LOSS

i)	Profit/Loss before taxation	882926	485758	772170
ii)	Provision for taxation U/s.115JB	108298	162710	145116
iii)	Provision for Fringe Benefit Tax	15164	9738	-
iv)	Net Profit/Loss after taxation	759464	313310	627054
v)	Doubtful debts written back	-	-	-
vi)	Dividend on Equity shares	-	-	-
vii)	Dividend Tax	-	-	-
viii)	Profit & Loss Appropriation account	759464	313310	313310

4- RESERVE & DIVIDEND

Your Directors proposed to transfer a sum of Rs.6,27,054/- from Profit & Loss Account to General Reserve being profit earned during this financial year and also did not recommend any dividend on equity shares on the ground that the company has not transacted any business during this financial year 2009-10 ended on 31.03.2010.

5- AUDITORS

M/s. K. Lal & Company, Chartered Accountat, Tinsukia were appointed as Statutory Auditors of the company for the financial year 2009-10.

6- DIRECTORS

In accordance with the provision of the clause No.95(1) of Articles of Association of the Company . Shri Wangpha Lowang being eligible offered himself for re-appointment as Director of the Company, Accordingly the Board resolved that Shri Wangpha Lowang be and is hereby re-appointed as Director of the Company.

7- INFORMATION U/S.217 (2A) OF THE COMPANIES ACT,1956

The details of Executives of the Company drawing remuneration in excess of Rs.1,00,000/- per month as per requirement of Section 217(2A) of the Companies Act, 1956 are given below. Remuneration of Executive drawing in excess of Rs1,00,000/- per month NIL

8- EMPLOYMENT

Your company had been able to generate 10,800 mandays during the year under report.

9- COMPLIANCE CERTIFICATE UNDER COMPANIES ACT, 1956

A certificate issued by Shri Kailash Prasad Gupta , Company Secretary in terms of provision of section 383 A of the Companies Act, 1956 to the effect that the Company has complied with the applicable provisions of the said act, is attached to this report.

10- RESPONSIBILITY STATEMENTS

In terms of Section 217(2AA) of the Companies Act, 1956 your Directors state that :-

- (i) In the preparation of Annual Accounts under review the applicable accounting standards have been followed.
- (ii) Appropriate accounting policies were selected and applied consistently, reasonable and prudent judgement and estimates were made so as to give a true and fair view of the state of affairs of the company at the end of the financial year under review and of the Profit and Loss account of the Company for that period.
- (iii) Proper and sufficient care was taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safe guarding the assets of the company and for preventing and detecting fraud and other irregularities.
- (iv) The Annual Accounts are prepared on a going concern basis, the required disclosures and the significant accounting policies followed are appearing in Schedule `B' to the Annual Accounts.

11- ACKNOWLEDGEMENT

Your Directors take the opportunity to thank the statutory Auditors M/s. K. Lal & Company, Chartered Accountants, Tinsukia for their advice and co-operation in finalising the accounts of the company.

The Directors would also like to place on records the co-operation extended to your company by the Govt. departments of Arunachal Pradesh, State Bank of India, Deomali and Vijaya Bank, Tinsukia, Assam.

The Directors also take the opportunity to place on records their appreciation for the Officer, Staff and Workers of the Company for their devotion to work and efficiency shown by the State and workers of the Company in discharging their duties during the year under report.

For and on behalf of the Directors.

Sd/-
EXECUTIVE CHAIRMAN
NOCTE TIMBER COMPANY LIMITED
DEOMALI