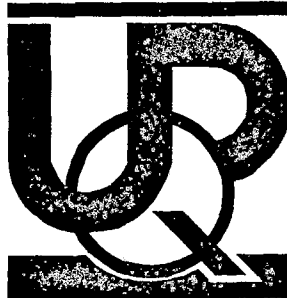
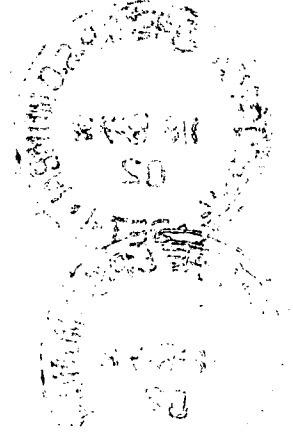


UNION QUALITY PLASTICS LIMITED

MD	<input checked="" type="checkbox"/>		BKC	<input checked="" type="checkbox"/>
CS	NA		DPY	NA
RO	<input checked="" type="checkbox"/>		DIV	NA
TRA	<input checked="" type="checkbox"/>		AC	<input checked="" type="checkbox"/>
AGM	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	SHI	<input checked="" type="checkbox"/>
YE	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>		



**Fourteenth Annual Report
1997 - 98**



BOARD OF DIRECTORS

CHAIRMAN

A.G. KATHAWALA

MANAGING DIRECTOR

J. A. KATHAWALA

DIRECTORS

D. J. KATHAWALA

H.S.KOHINA

M.M. JAYAKAR

S.D.KHOT

BANKERS

DEVELOPMENT CREDIT BANK LTD.

FACTORY

204, G.I.D.C. ESTATE,
UMBERGAON - 396 171
GUJARAT STATE

AUDITORS

N.O. MEHTA & CO.

SOLICITORS

M/S. GAGRAT & CO.

REGISTERED OFFICE

379/381, NARSI NATHA STREET,
A. G. H. CHAMBERS, 5TH FLOOR,
MUMBAI - 400 009.

REGISTRARS & TRANSFER AGENTS

BIGSHARE SERVICES PVT. LTD.
J/12, ANSA INDUSTRIAL ESTATE,
SAKIVIHAR ROAD,
SAKI NAKA ANDHERI (EAST),
MUMBAI - 400 072.



NOTICE TO MEMBERS

NOTICE is hereby given that the Fourteenth Annual General Meeting of the Members of **UNION QUALITY PLASTICS LIMITED** will be held on Saturday, the 5th September, 1998 at 4.00 p.m. at the Registered Office of the Company at A.G.H. Chambers, 5th Floor, 379/381, Narsi Natha Street, Mumbai - 400 009 to Transact the following business :

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 1998, the Profit and Loss Account for the year ended on that date and Reports of the Auditors and Directors thereon.
2. To appoint a Director in place of Mr. Ahmedally G. Kathawala who retires by rotation and being eligible offers himself for reappointment.
3. To appoint a Director in place of Mrs. Durriya J. Kathawala who retires by rotation and being eligible offers herself for reappointment.
4. To appoint Auditors and to fix their remuneration.

SPECIAL BUSINESS

5. To consider and, if thought fit, to pass with or without modifications, the following Resolution as a special Resolution.

"RESOLVED THAT pursuant to the provisions of section 81(A) and other applicable provisions, if any, of the Companies Act, 1956 and subject to such other approvals, permissions and sanctions if any, and to the extent necessary of any authority, institutions or bodies (hereinafter collectively referred to as the appropriate authority) and also subject to such condition and modifications as may be prescribed, specified, imposed or suggested by the appropriate authority while granting such approvals, permissions and sanctions which may at its sole discretion be agreed to by the Board of Directors of the Company (hereinafter referred to as the Board, which term shall include any Committee(s) which the Board may constitute to exercise the powers of the Board including the powers conferred by these resolutions)the consent of the Company be and is hereby accorded to the Board to the issue and allotment of 11,00,000 equity shares of Rs. 10/

- each to the associates of the Company at par credited as fully paid up, in lieu of short term loans availed by the Company to the extent of Rs. 1, 10,00,000/-.

RESOLVED FURTHER THAT the new equity shares to be allotted shall be subject to the Memorandum and Articles of Association of the Company and shall rank pari passu in all respects with the existing equity shares of the Company except that, they shall only rank for dividend in the year of allotment pro-rata from the date of such allotment upto the end of the Company's financial year next following.

RESOLVED FURTHER THAT no letter of allotment shall be issued to the allottees and that the certificates in respect of the new equity shares to be allotted as afore-said shall be completed and delivered within 3 months from the date of allotment.

RESOLVED FURTHER THAT for the purpose of giving effect to this resolution the Board of Directors of the Company be and are hereby authorised to do and perform all such acts, deeds, matters and things as they may in their absolute discretion deem necessary, desirable or appropriate to settle any question, difficulty or doubt that may arise in regard to the issue of new equity shares as they may think fit."

By Order of the Board of Directors
For **UNION QUALITY PLASTICS LIMITED**

JUZER A. KATHAWALA
Managing Director

Registered office :

A.G.H. Chambers, 5th Floor,
379/381, Narsi Natha Street,
Mumbai - 400 009.

Dated : 27th June, 1998.

NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER. PROXY IN ORDER TO BE VALID AND EFFECTIVE MUST BE DELIVERED AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN FORTY EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.

UNION QUALITY PLASTICS LIMITED
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2. An Explanatory Statement relating to the Special Business under Item No. 5 as required under Section 173(2) of the Companies Act, 1956 is annexed hereto.
3. The Register of Members and Share Transfer Books of the Company will be closed from 1st September, 1998 to 5th September, 1998 (both days inclusive).
4. Shareholders desiring any information as regards the Account are requested to write to the company at an early date so as to enable the Management to keep the information ready.

ANNEXURE TO THE NOTICE

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

Item No. 5

The Company had availed of short term loans from its associates for business purposes from time to time. The Board had negotiations with its associates and thought it to be in the interest of the Company to convert short term loans into equity shares. The number of shares to be offered, amount to 11,00,000 equity share. Upon allotment of these shares the Company's liability to the extent of Rs. 1,10,00,000/- will be extinguished.

Members are aware that the present equity capital of Company is Rs. 4,81,83,700/-. It is now desired to issue further 11,00,000 equity shares of Rs. 10/- each so that the paid up capital of the Company would increase to Rs. 5,91,83,700/-.

As per section 81(1A) of the Companies Act, 1956 these further shares can be issued to select category of shareholders to the exclusion of other shareholder only if a special resolution in this behalf is passed. The Board recommends that the proposed resolution be passed. The Directors are interested in the above resolution to the extent of their shareholdings.

By Order of the Board of Directors
For UNION QUALITY PLASTICS LIMITED

JUZER A. KATHAWALA
 Managing Director

Registered Office :

A.G.H.Chambers, 5th Floor,
 379/381, Narsi Natha Street,
 Mumbai - 400 009.

Date : 27th June, 1998.

DIRECTORS REPORT

To the Members of

UNION QUALITY PLASTICS LIMITED

Your Directors have pleasure in presenting their Fourteenth Annual Report together with the Audited Accounts for the year ended 31st March, 1998.

1) FINANCIAL RESULTS :

	Year ended 31.03.1998 (Rupees)	Year ended 31.03.1997 (Rupees)
Profit/(Loss) before tax	(2,81,87,396)	(1,24,44,892)
Less : Provision for tax	Nil	Nil
Add : Profit brought forward	Nil	39,137
	<u>(2,81,87,396)</u>	<u>(1,24,05,755)</u>

APPROPRIATIONS :

Proposed Dividend (subject to deduction of tax at source)	Nil	Nil
Transfer to General Reserve	Nil	Nil
Profit / (Loss) balance C/F	<u>2,81,87,396</u>	<u>1,24,05,755</u>

2) DIVIDEND :

In view of the adverse working results, the Directors regret that they are unable to recommend payment of dividend for the year under review.

3) OPERATIONS :

The year 1997-98 has, unfortunately, not been a very good one for your Company. Due to a slowdown in the economy and sluggish market conditions, the Company has not been able to live up to your expectations. The economic and industrial activity suffered during the year under review.

Increase in the cost of production has eroded the profits of the Company.

The sales have decreased from Rs. 1494.71 lacs during the previous year to Rs. 1281.20 lacs for the year



ended 31st March, 1998 i.e. a decrease in sales to the extent of Rs. 213.51 lacs. Production during the year decreased by 857.22 tonnes. However, there has been a considerable reduction in expenditure from Rs. 1639.33 lacs for the year ended 31st March, 1997 to Rs. 1584.71 lacs for the year ended 31st March, 1998 resulting in net decrease of Rs. 54.62 lacs.

This is remarkable as in the current market scenario, it is very difficult to cut down expenses.

4) PARTICULARS IN COMPLIANCE WITH CLAUSE 43 OF THE LISTING AGREEMENT :

Comparative statement showing the variations between the projected and actual profitability in accordance with Clause 43 of the Listing Agreement with the Stock Exchange is Given below :

(Rs. in Lacs) 1997-98

Particulars	projections	Actuals
Sales/other Income	2331.00	1302.84
Profit after tax	273.00	(281.87)
Reserve and Surplus	938.00	304.65
Earning per share (Rs.)	5.64	Nil

The shortfall in the Sales and Profits compared to the projections given in the Company's Prospectus is primarily due to reasons beyond control. It is mainly due to lack of working capital finance, recessionary trend in the market and the unstable as well as keen competition in the domestic market.

5) DIRECTORS :

In accordance with the provisions of the Companies Act, 1956 and the Company's Articles of Association, Mr. Ahmedally G. Kathawala and Mrs. Durriya J. Kathawala retire by rotation at the forthcoming Annual General Meeting of the Company and being eligible, offer themselves for re-appointment.

6) AUDITORS :

M/s. N. O. Mehta & Co., the company's Auditors will retire at the conclusion of the ensuing Annual General Meeting. They have given their consent to continue to act as Auditors of the Company for the current year, if re-appointed. Members are requested to re-appoint them and fix their remuneration.

7) FIXED DEPOSITS :

Since your Company has not accepted any deposits either from the public or shareholders, hence no information is required to be furnished in respect of outstanding deposits.

8) CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO :

The information required under Section 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 is given in the Annexure and forms part of this report.

9) PARTICULARS OF EMPLOYEES :

The information required under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 is not given since the provisions of the said section are not attracted.

10) ACKNOWLEDGEMENT :

Your Directors express their sincere thanks and gratitude for the valuable co-operation and assistance provided by the employees at all levels, the bankers and other Government Bodies/organisations and our dear shareholders for their support and co-operation extended to us during these difficult times. Your Directors also wish to place on record their gratitude for the continued patronage of its customers. Your Directors are confident that with the continued hard work and dedication of all officers, staff and workers, the Company will make substantial progress in the year to come.

For and on Behalf of the Board of Directors

(Ahmedally G. Kathawala)
 Chairman

Place : Mumbai

Date : 27th June, 1998.

UNION QUALITY PLASTICS LIMITED
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ANNEXURE TO DIRECTOR'S REPORT

PARTICULARS REQUIRED UNDER THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF THE BOARD OF DIRECTORS) RULES, 1988.

1) CONSERVATION OF ENERGY :

A. Energy conservation measures taken:

The energy saving measure initiated by the Company continued to yield good results. The energy conservation is regularly monitored for utilisation of energy and recommended measure for energy saving its consumption are under implementation.

B. Particulars with respect to total energy consumption per unit of production :

I) POWER AND FUEL CONSUMPTION

1997-98 1996-97

1. Electricity :

a) Purchased (GEB)

Units (in thousand)	1594	2143
Total cost (Rs. in lacs)	58.88	87.11
Rate per unit (Rs.)	3.69	4.06

b) Own Generation:

1) Through Diesel Generator

i) Units (in Thousand)	22.04	22.50
Units /KL of diesel	10.00	13.35
Cost / Unit (Rs.)	9.60	8.00

II. CONSUMPTION PER UNIT OF PRODUCTION

Consumption /ton	2445	3950
------------------	-------------	------

II) TECHNOLOGY ABSORPTION :

C. Efforts made in Technology absorption :

During the year the Company acquired Machinery with the latest available Technology.

D. TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION :

Efforts in brief made towards technology absorption and innovation :

The company has instituted comprehensive systems and procedures for compilation and dissemination of detailed information at various levels regarding process, equipments and operations of the plant to facilitate effective technology absorption.

III) Foreign Exchange Earnings and Outgo :

F. Activities relating to exports, initiatives taken to increase exports, development of new export markets for products and services, and export plans:

Company made positive efforts which resulted in export of H.D.P.E. Woven Sacks and P.E.Tarpaulins to Middle East, Europe and U.S.A. and earned valuable foreign exchange. The Company plans to continue efforts for further development of exports.

G. Total Foreign Exchange used and earned.

	Rs. in Lacs
Foreign Exchange used	11.36
Foreign Exchange earned	66.19

AUDITORS REPORT

To the Shareholders of M/s **UNION QUALITY PLASTICS LIMITED**

Report on the Accounts for the Year ended 31st March 1998 in compliance with Section 227(2) of the Companies Act, 1956.

We have audited the attached Balance Sheet of Union Quality Plastics Ltd. as on 31st March, 1998 and also the annexed profit and Loss Account of the Company for the year ended on that date, and report that :-

I) As required by the Manufacturing and other Companies (Auditors Report) order, 1988, issued by the Company Law Board in terms of Section 227 (4A) of the Companies Act, 4 and 5 of the said order to the extent applicable to a Manufacturing Company consider appropriate and according to the information and explanations given.

II) Further to our comments in the annexure referred to in paragraph "I" above :-

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

2) In our opinion proper books of accounts, as required by Law, have been kept by the Company so far as appears from our examination of the books :



3) The Balance Sheet and the Profit and Loss Account dealt with by this report are in agreement with books of accounts of the Company subject to the notes annexed to the Balance Sheet :

4) In our opinion and to the best of our information and according to the explanations given to us, the accounts together with the notes thereon give the information required and give a true and fair view, subject to following :-

1) Regarding non-provision of gratuity liability (unascertained) and other retirement benefits and claims of staff and labour (unascertained).

2) Regarding non-provision of excise penalty demand amounting to Rs. 11,35,436/- and further explained vide note no. 10 on contingent liabilities for the period Dec.87 to Sept. 90.

a) In the case of the Balance Sheet of the state of the Company's affairs 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.

As per our Report of even Date

For **N.O.MEHTA & CO.**
 Chartered Accountants
 Signed by the hand of Partner
N.O.MEHTA

Place : Mumbai

Dates : 27th June, 1998.

ANNEXURE TO THE AUDITORS REPORT

To the Shareholders of
M/S UNION QUALITY PLASTICS LIMITED.

Report Annexed to the Auditors Report as referred to in Paragraph "I" of our report of even date :-

As required by the Manufacturing and other Companies (Auditors Report) Order 1988 issued by the Central Government in terms of Section 277 (4A) of the Companies Act, 1956, and to the extent carrying over manufacturing and business activities, and on the basis of such checks of the books and records of the unit as we consider appropriate and the information and explanations given to us during

the course of our audit . We further report as under :-

1) The Company has maintained proper records showing full particulars including quantitative details and situations of Fixed Assets, and the Depreciation on all Assets is written off. We are informed that all the Fixed Assets of the company have been physically verified by the Management during the period and no material discrepancies between the book records and physical inventory were noticed.

2) Revaluation of Leasehold Land, Building, Plant and Machinery and Electrical Installation has been made as on 31st March 1994 on the basis of valuation report submitted by M/s. C.W.Joshi & Associates, valuers appointed for the purpose. The resultant increase on such revaluation over the written down value of the Assets as on 31.3.1994 amounting to Rs. 1,55,79,781/- has been credited to the revaluation reserve account and after writing off the depreciation thereon, written down value stands at Rs Nil.

3) As explained to us the Stocks of Finished Goods, Stores, Spare parts & Raw Materials have been physically verified by the Management at reasonable intervals.

4) As per information given to us, the procedures of physical verification of Stocks followed by the Management are, in our opinion, reasonable and adequate in relation to the size of the Company and the nature of its business.

5) No material discrepancies have been noticed on physical verification of Stocks as compared to book records.

6) On the basis of our examination of Stock records, the valuation of stock is fair and proper in accordance with the normally accepted accounting principles, and is on the same basis as in the preceding year.

7) The rate of interest and other terms and conditions of the Loans, Secured or Unsecured taken from other parties listed in the register maintained under Section 301 of the Companies Act, 1956 are prima facie, not Prejudicial to the interest of the Company. We have been informed that there are no Companies covered under Section 370 (1-B) of the Companies Act, 1956.

8) The Company has not granted any Loans, secured or Unsecured to Companies, Firms or other parties listed in

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the register maintained under Section 301 of the Companies Act, 1956. We have been informed that there are no companies covered under section 370 (1-B) of the Companies Act, 1956.

9) The parties to whom Loans, or advances in the nature of Loans, have been given are repaying the principal amounts as stipulated and are also regular in payment of interest where applicable.

10) In our opinion and according to the information and explanations given to us, there is an adequate internal control procedure commensurate to the size of the Company and the nature of its business for the purchase of Stores, Raw materials including components, trading goods, construction materials, Plant & Machinery, equipments and others assets and for the sale of goods.

11) According to the information and explanations given to us purchase of goods and materials and sale of goods materials and services made in pursuance of contracts or arrangement entered in the register maintained under Section 301 of the Companies Act, 1956 and aggregating during the year Rs.50.000 or more in value 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 or services have been made with other parties.

12) The company has a regular procedure for the determination of unserviceable or damaged stores, raw material and finished goods. Adequate provisions have been made in the accounts for the loss arising on the items so determined.

13) As explained to us the Company has not accepted any deposits from the public except unsecured loans during the year and in opinion of the management there is no contravention to the provisions of the Section 58A of the Companies Act, 1956.

14) The Company has maintained reasonable records for the sale and disposal of realisable by-products and scraps wherever applicable.

15) The Company has an internal Audit system commensurate with its size and nature of its business.

16) We are informed that the Central Government has not prescribed maintenance of cost records under Section

209(1)(d) of the Companies Act, 1956 for the Company.

17) The company is not regular in depositing Provident Fund dues with the appropriate authorities.

18) As explain to us and subject to our comments vide notes, no undisputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, Custom duty and Excise duties etc, were outstanding as at 31st March, 1998 for a period of more than six months from the date they became payable.

19) According to the information and explanations given to us and the records of the Company examined by us, no personal expenses have been charged to revenue account other than those payable under contractual obligation or in accordance with the generally accepted business practices.

20) The company is not sick industrial company within the meaning of clause (o) of sub Section (1) of section 3 of the Sick industrial companies (special provisions) Act, 1985.

21) As explained to us by the Management, the service activities of the Company were insignificant as compared to total volume and as such no separate records were maintained for recording receipts, issues and consumption of Raw Materials and Stores and allocation of man-hours, materials and labour of the relative Jobs as the same was not considered necessary and economical by the Management.

22) In connection with the company's Trading activities, we are informed that there are no damaged goods.

For **N. O. Mehta & Co.**
Chartered Accountants
Signed by the hand of partner
N.O. MEHTA

Place : Mumbai

Date : 27th June, 1998

UNION QUALITY PLASTICS LIMITED
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BALANCE SHEET AS ON 31ST MARCH, 1998.

PARTICULARS		AS ON 31.3.1998	AS ON 31.3.1997
		Rs.	Rs.
I. SOURCES OF FUNDS :	SCHEDULE		
1. Shareholders Funds :			
a) Equity Share Capital	1	48183700	48182200
b) Reserves and Surplus	2	30465455	42394933
Share Application Money			
2. Loan Funds :			
a) Secured Loans	3	94577172	82682106
b) Unsecured Loans	4	14257313	12790852
Total Sources of Funds		<u>187483640</u>	<u>186050091</u>
II. APPLICATION OF FUNDS :			
1. Fixed Assets :			
Gross Block		88873059	88688356
Less : Depreciation	5	23936942	18364396
NET BLOCK		64936117	70323960
Capital work-in-progress		3290622	1906204
2. Investments :	6	246795	261270
3. Current Assets, Loans and Advances :			
a) Inventories	7	40653888	53098145
b) Sundry Debtors	8	60460467	58276988
c) Cash and Bank Balances	9	5028868	5632574
d) Other Current Assets, Loans and Advances	10	22031383	27404941
		<u>128174607</u>	<u>144412648</u>
Less : Current Liabilities and Provision	11	<u>38549473</u>	<u>43403746</u>
Net Current Assets :		89625134	101008902
Miscellaneous Expenditure :	12	638147	144000
Profit & Loss Account		40593151	
Less : Transfer from General Reserve		<u>11846326</u>	<u>12405755</u>
Total Application fo Funds		<u>187483640</u>	<u>186050091</u>

As per our report of even date

For and on behalf of the Board

N. O. Mehta & Co.
Chartered Accountants
Auditors

Place : Mumbai

Signed by the hand of Partner

Place : Mumbai

A. G. Kathawala

J. A. Kathawala

Date : 27-06-1998

N. O. Mehta

Date : 27-06-1998

Chairman

Mg. Director

UNION QUALITY PLASTICS LIMITED
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PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31-03-1998.		AS ON	AS ON
PARTICULARS	ANNEXURE	31.3.1998	31.3.1997
		Rs.	Rs.
I. INCOME			
SALES	1	128120573	149471004
Miscellaneous & Other Income	2	2163237	2017318
TOTAL		130283910	151488322
II. EXPENDITURE			
Consumption of material & Inventory adjustments	3	106177514	107943581
Manufacturing Expenses	4	19776551	21160206
Employees Remuneration & Benefits	5	1028293	1398705
Administrative & Selling Expenses	6	7080007	10264254
Loss on Revaluation of Investments		14475	128325
Interest		18906472	17702535
Depreciation		5572546	
Less : Transferred to Revaluation Reserve		84652	
		5487894	5335608
		158471206	163933214
Profit for the year		-28187396	-12444892
Provision for taxation		-----	-----
PROFIT AFTER TAXATION		-28187396	-12444892
Add : Profit & Loss a/c b/f		-----	39137
PROFIT AVAILABLE FOR APPROPRIATION		-28187396	-12405755
Appropriation			
Less : Proposed Dividend - Subject to deduction of tax at source			
Transfer to General Reserve			
PROFIT AND LOSS A/C BALANCE		-28187396	-12405755

As per our report of even date

For and on behalf of the Board

N. O. Mehta & Co.
Chartered Accountants
Auditors

Place : Mumbai
Date : 27-06-1998

Signed by the hand of Partner
N. O. Mehta

Place : Mumbai
Date : 27-06-1998

A. G. Kathawala
Chairman
J. A. Kathawala
Mg. Director

UNION QUALITY PLASTICS LIMITED
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SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS ON 31-3-98

SCHEDULE NO. 1 : SHARE CAPITAL

	AS ON 31.3.1998	AS ON 31.3.1997
	Rs.	Rs.
I. Authorised Share Capital		
7000000 Equity Shares of Rs. 10/- each TOTAL	<u>70000000</u>	<u>70000000</u>
II. Issued, Subscribed & Paid up Capital		
4835000 Equity Shares of Rs. 10/- each	48350000	48350000
Fully paid up		
Less : Calls in Arrears	<u>166300</u>	<u>167800</u>
	48183700	48182200
TOTAL	<u>48183700</u>	<u>48182200</u>

**SCHEDULE NO. 2 : RESERVES AND
SURPLUS**

1. Cash Subsidy	1038426	1038426
2. Investment Allowance Reserve :	1152981	1152981
3. Revaluation Reserve :		
As per last Balance Sheet	84652	1083063
Less : Capitalised for issue of Bonus Shares		
Less : Transferred from Profit & Loss Account	<u>84652</u>	<u>998411</u>
	0	84652
4. General Reserve :		
As per last Balance Sheet	11846326	11846326
Less : Transfer from Profit & Loss Account	<u>11846326</u>	<u>0</u>
	0	11846326
5. Equity Share Premium	28448348	28440348
Less : Calls in arrear	166300	167800
Less : Transfer during the year		
	<u>28274048</u>	<u>28272548</u>
TOTAL	<u>30465455</u>	<u>42394933</u>

SCHEDULE NO. 3 : SECURED LOANS

1. Development Credit Bank Ltd. (Secured Against Equitable Mortgage of Plant and Machinery)	45549	48000
2. Development Credit Bank Ltd. (Cash Credit Against Hypothecation of stock)	31820657	14785288
3. Development Credit Bank Ltd. (Bills Discount)	10042229	9198723
4. Development Credit Bank Ltd. (Term Loan A/c.)	42930166	20441985

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SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS ON 31-3-98

SCHEDULE NO. 3 : (Contd.)

AS ON
31.3.1998
Rs.

AS ON
31.3.1997
Rs.

(Secured against equitable mortgage of Land and Building)				
5. Development Credit Bank Ltd.	(Book Debts)		0	10512147
6. Development Credit Bank Ltd.	(Letter of Credit)		8174743	19575539
7. Development Credit Bank Ltd.	(Packing Credit)		1430000	7801037
8. Hooseini Credit Co-op. Society Ltd.	(Secured against equity shares)		133828	180000
9. Bombay Mercantile Co-op. Bank			0	139387
TOTAL			94577172	82682106

SCHEDULE NO. 4 : UNSECURED LOANS

1. From Directors, Share Holders	2381246	293476
2. Others	11876067	12497376
TOTAL	14257313	12790852

SCHEDULE NO. 5 : FIXED ASSETS

Sr. No.	NAME OF ASSETS	COST			DEPRECIATION				WRITTEN DOWN VALUE	
		AS ON 1-4-97	ADDITIONS DURING THE YEAR	AS ON 31-3-98	AS ON 1-4-97	FOR THE YEAR	WRITTEN BACK	AS ON 31-3-98	AS ON 31-3-98	AS ON 31-3-97
1.	LAND & BUILDING	25543570	-----	25543570	2646030	773129	-----	3419159	22124411	22897540
2.	PLANT & MACHINERY	62190235	184704	62374938	15177367	4695684	-----	19873051	42501887	47012868
3.	VEHICLES	869671	-----	869671	523133	98360	-----	621493	248178	346538
4.	FURNITURE & FIXTURE	84880	-----	84880	17866	5373	-----	23239	61641	67014
	TOTAL RS.	88688356	184704	88873059	18364396	5572546	-----	23936942	64936117	70323960
	PREVIOUS YEAR	88624625	63731	88688356	12030377	7347237	1013218	18364396	70323960	76594248
WORK IN PROGRESS									3290622	1906204
TOTAL									68226739	72230164



	AS ON 31.3.1998 Rs.	AS ON 31.3.1997 Rs.
SCHEDULE NO. 6 : INVESTMENTS		
1. Development Credit Bank Ltd. 1200 sh. fo Rs. 10/- each paid, unquoted.	18000	18000
2. Hooseini Co-op. Credit Society Ltd. 85 sh. of Rs. 25/- each fully paid unquoted.	2125	2125
3. Bombay Mercantile Co-op. Bank Ltd. 142 sh. of Rs. 30/- each fully paid.	4260	4260
4. Essar Shipping Ltd. Equity Shares 10200 fully paid up. (Market Value as at 31-3-1998 Rs. 11 Each)	255000	255000
5. Essar Shipping Ltd. N.C.D. 2150 fully paid up.	107500	107500
6. Adamji Kaderbhoy Pvt. Ltd. 20 sh. of Rs. 100/- each unquoted.	2710	2710
Less : Provision for Revaluation of Investment	142800	128325
TOTAL	246795	261270
SCHEDULE NO. 7 : INVENTORIES (As Valued and Certified by the Management at cost or market price whichever is lower)		
1. Raw Materials	2019975	1967576
2. Work - in - Progress	4489365	1208785
3. Finished Goods	33878369	49770622
4. Consumable Stores	266179	151162
TOTAL	40653888	53098145
SCHEDULE NO. 8 : SUNDRY DEBTORS (Unsecured considered good) Debtors outstanding		
1. Less than Six Months	24470695	12738157
2. More than Six Months	35989772	45538831
TOTAL	60460467	58276988
SCHEDULE NO. 9 : CASH AND BANK BALANCES		
1. Cash on Hand	704534	748729
2. With Scheduled Banks in Current Account	28633	56260
3. With Non Scheduled Banks	535	16867
4. Margin Money Against L/C & Guarantee	4295167	4810718
TOTAL	5028868	5632574



	AS ON 31.3.1998 Rs.	AS ON 31.3.1997 Rs.
SCHEDULE NO. 10 : OTHER CURRENT ASSETS, LOANS & ADVANCES		
1. Advance Against Order	4038890	4961844
2. Loans and Advances to Staff	33748	85410
3. Income Tax Refund	428728	245497
4. Tax Deducted At Source	192161	183231
5. Other Advances and Loans/Deposits	15569043	18444213
6. Export benefits	224695	3003282
7. Project Development Expenses Pending Adjustment (Refer Note 14)	1544118	481464
TOTAL	22031383	27404941
SCHEDULE NO. 11 : CURRENT LIABILITIES & PROVISION		
1. Sundry Creditors	20216129	37051320
2. Outstanding Expenses	4882613	5891572
3. Advances Received	2450731	460854
4. Share Application Money	11000000	0
TOTAL	38549473	43403746
SCHEDULE NO. 12 : MISCELLANEOUS EXPENDITURE		
1. Preliminary Expenses	709052	160000
Less : Written off during the year	70905	16000
TOTAL	638147	144000

Signature to Schedule 1 to 12

As per our report of even date

For and on behalf of the Board

N. O. Mehta & Co.
Chartered Accountants
Auditors

Place : Mumbai

Date : 27-06-1998

Signed by the hand of Partner

N. O. Mehta

Place : Mumbai

Date : 27-06-1998

A. G. Kathawala

Chairman

J. A. Kathawala

Mg. Director

UNION QUALITY PLASTICS LIMITED
Fourteenth Annual Report



ANNEXURES ANNEXED TO AND FORMING PART OF THE PROFIT & LOSS A/C FOR THE YEAR ENDED 31-3-98

ANNEXURE 1 : SALES

		AS ON 31.3.1998 Rs.	AS ON 31.3.1997 Rs.
Local	113221994		119696608
Less : Excise Duty	24537830		22325049
	<u>88684163</u>		<u>97371559</u>
Add : Modvat Benefit	22394173		22503484
		111078336	119875043
Export	9871335		27888938
Add : Duty Drawback Provided	713319		5428352
Add : Import Licence Benefit	6457583		922141
Less : Export Benefit of Previous Year, No Longer Available, Written Off	<u>0</u>		<u>4643470</u>
		17042237	
TOTAL		<u>128120573</u>	<u>149471004</u>

ANNEXURE 2 : MISCELLANEOUS & OTHER INCOME

Compensation	24000		0
Interest	1221730		1501926
Dividend	10400		67076
Miscellaneous Income	0		448316
Creditors Written Off	907107		0
TOTAL		<u>2163237</u>	<u>2017318</u>

**ANNEXURE 3 : CONSUMPTION OF MATERIAL
& INVENTORY ADJUSTMENTS**

<u>Opening Stock</u>			
Raw Material	1967576		7601653
Work - in - Progress	1208785		170919
Finished Goods	49770622		17276307
Consumable Stores	<u>151162</u>		<u>3972004</u>
		53098145	29020883
<u>Add : Purchases</u>			
Raw Material	92770031		124198032
Finished Goods	<u>963226</u>		<u>7822811</u>
		93733257	132020843
<u>Less : Closing Stock (As Valued and Certified by Management)</u>			
Raw Material	2019975		1967576
Work-in-Progress	4489365		1208785
Finished Goods	33878369		49770622
Consumable Stores	<u>266179</u>		<u>151162</u>
		40653888	53098145
		<u>106177514</u>	<u>107943581</u>

ANNEXURE 4 : MANUFACTURING EXPENSES

Wages & Benefits	9229075		8456171
Consumption of Stores	1606259		1758441
Coolie & Cartage	127547		59501
Freight	820334		797302
Labour Charges	1503571		896176
Power & Fuel	5995810		8846250
Repairs & Maintenance	483093		303049
Water Charges	10862		2816
Compensation	0		40500
TOTAL		<u>19776551</u>	<u>21160206</u>

UNION QUALITY PLASTICS LIMITED
Fourteenth Annual Report



ANNEXURES ANNEXED TO AND FORMING PART OF THE PROFIT & LOSS A/C FOR THE YEAR ENDED 31-3-98

ANNEXURE 5 : EMPLOYEES REMUNERATION AND BENEFITS

	AS ON 31.3.1998 Rs.	AS ON 31.3.1997 Rs.
Salaries	717074	897016
Staff Welfare Expenses	191219	381689
Director's Remuneration	120000	120000
TOTAL	1028293	1398705

ANNEXURE 6 : ADMINISTRATIVE & SELLING EXPENSES

Export Freight & octroi	2539746	3814229
Advertisement & Publicity	12590	55193
Auditors' Remuneration	37000	50000
Bank Charge	1098298	1181953
Brokerage & Discount	668553	460073
Donation	4632	703
Directors Fees	0	3000
Hire Charges	7200	18701
Insurance	457996	345066
Membership & Subscription	101848	123411
Office Rent	144000	144000
Postage/Telegram & Telephones	560992	753574
Preliminary Expenses written off	70905	16000
Printing & Stationary	142882	231507
Professional Fees	120284	53200
Professional Tax	0	0
Presentation	0	99676
Rates & Taxes	103586	112663
Sales Promotion Expenses	66816	90623
Security Expenses	172105	203107
Service Charge	94428	385139
Sundry Expenses	81462	63735
Travelling & Conveyance Expenses	399400	1264158
Vehicle Expenses	151588	254543
IDBI - Scrutiny Charges	0	525000
Exchange Loss	3113	0
Sundry Debtors Written off	18083	0
Retainership Fees	22500	15000
TOTAL	7080007	10264254

Signature to Schedule 1 to 6
As per our report of even date

For and on behalf of the Board

N. O. Mehta & Co.
Chartered Accountants
Auditors

Place : Mumbai
Date : 27-06-1998

Signed by the hand of Partner
N. O. Mehta

Place : Mumbai
Date : 27-06-1998

A. G. Kathawala
Chairman

J. A. Kathawala
Mg. Director



NOTES ATTACHED TO AND FORMING PART OF THE BALANCE SHEET AS ON 31.03.1998

1. Previous years figures are regrouped wherever necessary for comparison.

2. Remuneration has been paid to the Managing Director as per Schedule X111 of the Companies Act, 1956 as under :

Managing Directors Remuneration :-

	1997-98	1996-97
Salary	107000	108000
Contribution to Provident Fund	13000	12000
Total	<u>120000</u>	<u>120000</u>

3. Auditors remuneration :

	1997-98	1996-97
Audit Fees	20000	20000
Professional Fees	22150	10000
Tax Audit Fees	17000	17000
Certification Fees	3000	3000
Total	<u>62150</u>	<u>50000</u>

4. Statement required u/s 217 (2A) of the Companies Act, 1956 for the period ended 31st March, 1998 and forming part of the Director's Report, showing names and other particulars of such employees of the Co. is not annexed to the Balance Sheet, as there are no employees :

- a) employed throughout the financial year under preview and were in receipt of remuneration for that financial year in the aggregate was not less than Rs. 3,00,000/-
- b) employed for a part of the financial year under review and were in receipt of remuneration for any part of that year at a rate which in the aggregate was not less than Rs. 25,000/-

5. Regarding non - provision of gratuity liability (unascertained), and other retirement benefits and claims of staff and labour (unascertained).

6. The Plant & Machinery and other Fixed Assets are insured.

7. In the opinion of management, the aggregate value on

realisation of Current Assets, Loans & Advances in the ordinary course of business would not be less than the amount at which they are stated in the Balance Sheet.

8. The Company has filed a suit in Bombay High court against a Debtor, for recovery of an outstanding amount of Rs. 28,83,603/- and to that extent no. provision is made for Bad & Doubtful debts. We are given to understand that company has obtained a Decree.

9. Leasehold Premium on land is not written off.

10. The Contingent Liabilities :

a) Company has received notice for demand of Rs. 11,35,436/- from the central Excise Authorities for the period Dec, 87 to Sep, 90 for which appeal is pending before Excise Tribunal.

b) Estimated amount of Contracts remaining to be executed on Capital account and not provided for (net of advances paid) is Rs. Nil (previous year Rs. 61.11)

c) Bills discounted with the banks amount to Rs. 1,00,42,229/- (Previous year Rs. 91,98,723/-).

11. The Stock of Finished Goods, Stores, Raw Materials, Tools etc. are valued and certified by the Management at cost or Market Price whichever is lower.

12. Revaluation of Leasehold Land, Building, Plant & Machinery and Electrical Installation has been made as on 31st March 1994 on the basis of valuation report submitted by M/S. C.W. JOSHI & Associates, valuers appointed for the purpose. The resultant increase on such Revallutation over the written down value of the assets as on 31.3.1994 amounting to Rs. 1,55,79,781/- has been credited to Revaluation Reserve Account. During the year Rs. 84,652/- being the depreciation for the year on the above revaluation has been transferred from the above revaluation reserves to Profit & Loss account and now revaluation reserve stands at Rs. Nil as at 31.3.98.

13. Information pursuant to para 4C and 4D of part 11 of Schedule VI to the Companies Act, 1956 :



QUANTITATIVE INFORMATION IN RESPECT OF :-

	AS ON 31.3.998		AS ON 31.3.97	
	Quantity in tons	value in lacs	Quantity in tons	value in lacs
A) RAW MATERIAL CONSUMED :				
HDPE/LDPE/LLDPE & OTHER	1767.093	1061.78	2483.458	1079.44
B) Value of Raw Material Consumed	Rs. in lacs	%	Rs. In Lacs	%
Imported	310.74	29.27	311.12	28.82
Indigenous	751.04	70.73	768.32	71.18
	1061.78	100 %	1079.44	100 %
C) Value of imports on CIF Basis	Rs. in lacs		Rs. in lacs	
Raw Material	310.74		311.12	
Capital goods	0.00		0.21	
D) Expenditure in Foreign Currency				
Travelling	0.00		12.23	
Raw material purchase	11.36		0.00	
E) Earnings in Foreign Exchange (FOB)				
on account of Export of Goods		66.19		241.65
F) Sales :	Quantity in tons	Value in lacs	Quantity in tons	Value in lacs
HDPE WOVEN FABRICS/ BAGS/TARPAULINS	1704.060	1281.21	1803.04	1494.71
G) Stores, Spares Consumed :				
Imported		Nil		NIL
indigenous		16.06		17.58
H) Capacity		Tons		Tons
Licences		N.A.		N.A.
Installed		3300		3300
Production		1393.336		2250.56
I) Stock of Finished Goods :				
	TONS	Rs.in LACS	TONS	Rs.in LACS
Opening Stock	701.291	497.71	253.768	172.76
Closing Stock	390.567	338.78	701.291	497.71

14. Share Application money of Rs. 110 lakhs is received by the company towards allotment of Cumulative redeemable Preference shares for 7 years,, however company has not taken so far any action to amend the memorandum and articles of association to alter the capital clause for allotment of cumulative redeemable preference shares and hence no shares are allottee to the applicants.

15. Pre-operative expenses and expenses incurred during the Trial Run amounting to Rs. 10,62.654/- (Previous Year Rs. Nil) has been Capitalised to FIBC.



SIGNIFICANT ACCOUNTING POLICIES OF THE COMPANY ARE :

A) Accounting Convention :

The financial Statements are prepared primarily on the Historical cost convention and on Accrual basis, in accordance with applicable accounting standards.

B) Valuation of Fixed Assets :

i) Fixed Assets are stated at cost , Net of MODVAT, less accumulated depreciation . Cost is inclusive of freight, Duties, Levies and any direct attributable cost of bringing the assets in their working condition for intended use. Pre-operative expenses are capitalised.

ii) Leasehold land, Building, Plant & Machinery and Electrical installation has been revalued on the basis of their replacement price as on 31st March 1994 as per valuation report submitted by M/S C.W.JOSHI & Associates, Valuers appointed for the purpose. Accordingly, these are stated at revalued amount and now revaluation reserve stands at Rs. nil as at 31.3.98.

C) Depreciation :

1. Depreciation has been provided on Straight Line method basis in the manner laid down in schedule XIV to the companies Act, 1956 as per revised rates under Notification No. G.S.R.756 (E) dated 16th December, 1993.
2. On the revaluation of Rs. 1,55,79,781/- on 31.3.1994 : The depreciation has been provided as per the rates prescribed in Schedule XIV of the Companies Act, 1956 as per revised rates under Notification No. G.S.R.756 (E) Dated 16th December, 1993 and now revaluation reserve stands at Rs. Nil as at 31.3.98.

D) Valuation of Investments :

Investments are valued at cost less diminution in value in case of Quoted Stocks by making a provision.

E) Valuation of Inventories :

Inventories are valued at lower of cost & net realisable value except stock of scrap is taken at Market value. The cost of purchased materials /goods is determined

on the basis of first in first out method.

F) Modvat Credit :

Modvat credit is accounted by adjustment against Purchase cost of materials on Clearance of the finished goods accounted for "Net of purchases". Customs Duty payable on Raw Materials, Stores, Spares and Components is accounted on clearance thereof from the bonded warehouses.

G) Custom Duty :

Customs Duty payable on Raw Materials, Stores Spares and Components is accounted on clearance thereof from the bonded warehouses.

H) Conversion of Transaction in Foreign Currency :

Transaction in Foreign Currency in respect of Sales (exports) and Purchases (Raw Material) are accounted on the basis of actual exchange rates transacted.

I) Export benefits on advance licence :

Export benefit representing custom duty free entitlement against exports made on advance licence under duty exemption scheme of The Government of India, is accounted for on accrual basis subject to utilisation of Export Benefits on fulfillment of export obligation upto the date of signing the Balance Sheet.

J) Sales :

Sales includes excise duty, Sales during Trial run and is net of Sales Tax.

K) Taxation :

The Provision for Tax is based on the Assessable Profits of the Company computed in accordance with the Income Tax Act, 1961. since there is Book Loss MAT provisions is not required.

L) Revenue Recognition :

All item of income/ expenses are accounted for on accrual basis except for the following items which are accounted for on cash basis.

- 1) Encashment of Leave and Gratuity payable to employees.
- 2) Customs/Excise Duty on Material in bond.

As per our report of even date

N. O. Mehta & Co.

Chartered Accountants

Auditors

Place : Mumbai

Date : 27-06-1998

Signed by the hand of Partner

N. O. Mehta

Place : Mumbai

Date : 27-06-1998

A. G. Kathawala

Chairman

J. A. Kathawala

Mg. Director



CASH FLOW STATEMENT FORMAT AS PER CLAUSE 32 OF THE LISTING AGREEMENT
CASH FLOW STATEMENT FOR THE YEAR ENDED 31-3- 1998

A. CASH FLOW FROM OPERATING ACTIVITIES :

Net Profit before tax and extraordinary items	-28187396	
Adjustments for :		
Depreciation	5487894	
Misc. & other income	-931107	
Interest / Dividend Received	-1232130	
Operating Profit before working capital changes	-24862739	
Adjustments for :		
Trade and other receivables	-2183479	
Inventories	12444257	
Trade payables	-4854273	
Other Current Assets	5373558	
Cash Flow before extraordinary items	-14082676	
Extraordinary items/misc & other income	931107	
		-13151569

B. CASH FLOW FROM INVESTING ACTIVITIES

Purchase of Fixed Assets	-1569122	
Purchase of Investments	14475	
Interest/Dividend Received	1232130	
Net Cash used in Investing Activities		-322517

C. CASH FLOW FROM FINANCING ACTIVITIES

Net Proceeds from issue of Share Capital	3000	
Proceeds from unsecured loans	1466461	
Proceeds from Secured loans	11895066	
Preliminary Expenses	-494147	
Net cash used in financing activities		12870380
Net Increase / Decrease in cash and cash equivalents		-603706
Cash and cash equivalents as on 1-4-1997 (Opening Balance)		5632574
Cash and cash equivalents as on 31-3-1998 (Closing Balance)		5028868

As per our report of even date

For and on behalf of the Board

N. O. Mehta & Co.
Chartered Accountants
Auditors

Place : Mumbai
Date : 27-06-1998

Signed by the hand of Partner
N. O. Mehta

Place : Mumbai
Date : 27-06-1998

A. G. Kathawala
Chairman

J. A. Kathawala
Mg. Director

SCHEDULE - BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. Registration Details

Registration No.

			3	3	5	9	5
--	--	--	---	---	---	---	---

 State Code

1	1
---	---

Balance Sheet Date

3	1
---	---

0	3
---	---

9	8
---	---

Date Month Year

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

Public Issue <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td></td><td>N</td><td>I</td><td>L</td><td></td></tr></table>		N	I	L		Right Issue <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td></td><td>N</td><td>I</td><td>L</td><td></td></tr></table>		N	I	L	
	N	I	L								
	N	I	L								
Bouns Issue <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td></td><td>N</td><td>I</td><td>L</td><td></td></tr></table>		N	I	L		Private Placement <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td></td><td>N</td><td>I</td><td>L</td><td></td></tr></table>		N	I	L	
	N	I	L								
	N	I	L								

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

Total Liabilities <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td>2</td><td>2</td><td>6</td><td>0</td><td>3</td><td>3</td></tr></table>	2	2	6	0	3	3	Total Assets <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td>2</td><td>2</td><td>6</td><td>0</td><td>3</td><td>3</td></tr></table>	2	2	6	0	3	3		
2	2	6	0	3	3										
2	2	6	0	3	3										
Sources of Funds															
Paid up Capitals <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td>4</td><td>8</td><td>1</td><td>8</td><td>4</td></tr></table>	4	8	1	8	4	Reserve & Suplus <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td>3</td><td>0</td><td>4</td><td>6</td><td>5</td></tr></table>	3	0	4	6	5				
4	8	1	8	4											
3	0	4	6	5											
Secured Loans <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td>9</td><td>4</td><td>5</td><td>7</td><td>7</td></tr></table>	9	4	5	7	7	Unsecured Loans <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td>1</td><td>4</td><td>2</td><td>5</td><td>7</td></tr></table>	1	4	2	5	7				
9	4	5	7	7											
1	4	2	5	7											
Application of Funds															
Net Fixed Assets <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td>6</td><td>8</td><td>2</td><td>2</td><td>7</td></tr></table>	6	8	2	2	7										
6	8	2	2	7											
Investments <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td></td><td></td><td></td><td>2</td><td>4</td><td>7</td></tr></table>				2	4	7	Net Current Assets <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td></td><td></td><td></td><td>8</td><td>9</td><td>6</td><td>2</td><td>5</td></tr></table>				8	9	6	2	5
			2	4	7										
			8	9	6	2	5								
Miscellaneous Expenditure <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td></td><td></td><td>6</td><td>3</td><td>8</td></tr></table>			6	3	8	Accumulated Losses <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td></td><td></td><td></td><td>2</td><td>8</td><td>7</td><td>4</td><td>7</td></tr></table>				2	8	7	4	7	
		6	3	8											
			2	8	7	4	7								

IV. Performance of Company (Amount in Rs. Thousands)

Turnover <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td>1</td><td>3</td><td>0</td><td>2</td><td>8</td><td>4</td></tr></table>	1	3	0	2	8	4	Total Expenditure <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td>1</td><td>5</td><td>8</td><td>4</td><td>7</td><td>1</td></tr></table>	1	5	8	4	7	1
1	3	0	2	8	4								
1	5	8	4	7	1								
Profit/Loss Before Tax <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td>-</td><td>2</td><td>8</td><td>1</td><td>8</td><td>7</td></tr></table>	-	2	8	1	8	7	Profit/Loss After Tax <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td>-</td><td>2</td><td>8</td><td>1</td><td>8</td><td>7</td></tr></table>	-	2	8	1	8	7
-	2	8	1	8	7								
-	2	8	1	8	7								
Earning Per Share in Rs. <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td></td><td></td><td>N</td><td>I</td><td>L</td><td></td></tr></table>			N	I	L		Dividend Rate % <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td></td><td></td><td>N</td><td>I</td><td>L</td><td></td></tr></table>			N	I	L	
		N	I	L									
		N	I	L									

V. Generic Names of Three Principal Products (As per Monetary terms)

Item Code no.

			3	9	2	3		9	0
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(ITC Code)

P	L	A	S	T	I	C	S		A	R	T	I	C	L	E	S		
F	O	R		P	A	C	K	A	G	I	N	G						
G	O	O	D	S		H	D	P	E	/	P	P		W	O	V	E	N
S	A	C	K	S														

Item Code No.

			3	9	2	6		9	0
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(ITC Code)

O	T	H	E	R		A	R	T	I	C	L	E	S		O	F		
P	L	A	S	T	I	C	S	-	H	D	P	E	/	P	P			
W	O	V	E	N		F	A	B	R	I	C							



UNION QUALITY PLASTICS LIMITED

Regd. Office : 379/381, Narsi Natha Street, A. G. H. Chambers, 5th Floor, Mumbai - 400 009.

ATTENDANCE SLIP

Particulars - TO BE COMPLETED BY MEMBER

Name of Member : Mr./Mrs./Ms.....(In Block Letters)

Member's Regd. Folio No.....No. of shares held.....

Name of Proxy, if attending for Member.....(In Block Letters)

I hereby record my presence at the Fourteenth Annual General Meeting held on 5 September 1998

Note : 1. Please sign the attendance slip and handover at the reception.

2. Please bring your copy of the Notice at the Meeting.

For Office Use :

Signature of Member/Proxy



UNION QUALITY PLASTICS LIMITED

Regd. Office : 379/381, Narsi Natha Street, A. G. H. Chambers, 5th Floor, Mumbai - 400 009.

PROXY FORM

I/.....of.....

being Member (s) of Union Quality Plastics, hereby appoint.....

ofor failing him.....

of.....

as my/our proxy to attend and vote for me/us on my / our behalf at the fourteenth Annual General Meeting of the Company to be held at Registered Office of the Company on the 5th of September, 1998 and/or at any adjournment thereof.

Time : 4.00

Signed this.....day of.....1998

Signature (s)

of the Member (s).....

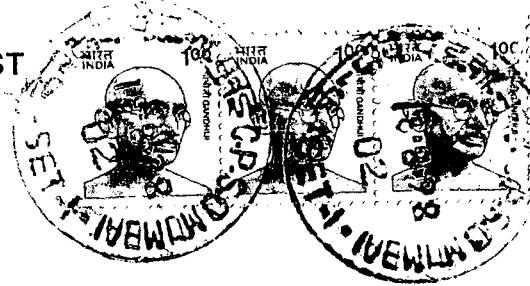
Regd. Folio No.

Affix
30 Paise
Revenue
Stamp

NOTES :

1. This proxy form must be deposited at the Registered Office of the Company not later than 48 hours before the time for holding the aforesaid meeting.

BOOK-POST



To,

SLNO : 2006) POLIONO : 0002697
DAKSHINA M SHETH
FLAT NO 9
SANGEETA APTS 7TH ROAD
RAJAWADI GHATKOPAR EAST
BOMBAY PIN : 400077

If undelivered please return to :

Union Quality Plastics Limited

A. G. H. Chambers, 5th Floor,

379/381, Narsi Natha Street,

Mumbai - 400 009.