

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

31st March, 1998 Rs.	LIABILITIES		31st March, 1999 Rs.
		Schedule	
1,18,16,200	Share Capital	1	3,85,47,500
3,52,58,44,813	Reserve and Surplus	2	3,89,37,28,570
64,64,706	Secured Loans	3	57,26,128
6,35,12,467	Unsecured Loans	4	3,89,98,612
3,64,79,36,336	Current Liabilities and Provisions	5	3,66,95,96,630
7,25,55,74,522			7,64,65,97,440
	Notes to Accounts	22	

This is the Balance Sheet referred to in our report of even date.

Schedules referred to above form an integral part of the Balance Sheet.

CALCUTTA
4th September, 1999

S. K. DEB
Partner
For and on behalf of
PRICE WATERHOUSE
Chartered Accountants

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

31st March, 1999

31st March, 1998 Rs.	A S S E T S		31st March, 1999 Rs.
		<u>Schedule</u>	
45,16,00,659	Fixed Assets	6	36,78,21,657
24,71,334	Capital Expenditure-in- Progress at Cost		33,46,110
25,61,92,388	Investments	7	25,66,75,288
6,54,53,10,141	Current Assets, Loans and Advances	8	7,01,87,54,385
<hr/> <u>7,25,55,74,522</u>			<hr/> <u>7,64,65,97,440</u>

S. K. MAHAJAN
Vice President & Secretary

I. M. THAPAR
Chairman & Managing Director

V. M. THAPAR
Vice Chairman

Himmat Singh |
Anup Singh | Directors
P. L. Agarwal |

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

Profit and Loss Account for the year ended

1997-98 Rs.			1998-99 Rs.
		Schedule	
6,64,74,444	To Opening Stock etc.	9	8,66,72,619
1,16,80,94,550	" Purchase etc.	10	1,16,38,22,674
49,83,85,485	" Manufacturing, Excavation concreting, etc. expenses	11	47,57,28,354
23,99,80,916	" Payments to and Provision for Employees	12	22,35,29,322
16,41,30,896	" Administration and other charges	13	16,19,25,368
2,18,09,702	" Selling and Distribution expenses	14	2,14,67,633
2,95,66,006	" Interest and Financing charges	15	2,62,00,435
17,48,794	" Bad Debts, Advances etc. written off	16	57,646
1,29,44,034	" Assets written off/discarded		---
--	" Investments Written off		29,500
--	" Lease Terminal Adjustment written off		2,38,27,333
6,000	" Directors' fees		5,000
	<u>12,56,90,120</u>	" Depreciation	9,75,11,591
	<u>12,63,780</u>	Less: Transferred From Revaluation Reserve	<u>12,63,780</u>
12,44,26,340			9,62,47,811
8,48,86,915	" Lease Equalisation Charges		7,37,71,321
5,83,25,575	" Managing Director's Commission	17	3,23,66,848
5,00,000	" Other Directors' Commission	17	5,00,000
1,12,36,28,563	" Balance Carried down		63,89,59,856
<u>3,59,49,08,220</u>			<u>3,02,51,11,720</u>

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

31st March, 1999

1997-98 Rs.		Schedule	1998-99 Rs.
1,43,66,20,078	By Sales	18	1,48,60,98,949
66,74,77,371	" Contract Realisation		56,10,04,322
8,66,72,619	" Closing Stock	19	5,71,89,003
22,86,01,488	" Income from Investments and other interest	20	37,77,97,837
1,17,55,36,664	" Other Income	21	54,19,77,104
	" Profit of United Collieries Unit (erstwhile UCL) for the previous year ended 31st March, 1998 - Net of provision for tax Rs. 5,03,000 (Note 19(f) on Schedule 22)		10,44,505
<hr/> 3,59,49,08,220 <hr/>			<hr/> 3,02,51,11,720 <hr/>

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

Profit and Loss Account for the year

1997-98 Rs.		1998-99 Rs.
	<u>Schedule</u>	
3,15,115	To Capital Reserve	--
45,00,00,000	" Provision for Taxation	27,00,00,000
67,00,00,000	" General Reserve	36,05,14,095
31,90,374	" Proposed Dividend @27% per annum (Including Rs. 8451/- payable for 1997-98 to the Shareholders of United Collieries Limited pursuant to a Scheme of Amalgamation) (Note 19(b) Schedule 22)	92,70,736
3,19,037	" Tax on Proposed Dividend	10,19,781
4,83,656	" Balance Carried to Balance Sheet (Schedule 2)	12,66,155
<u>1,12,43,08,182</u>		<u>64,20,70,767</u>

Notes to Accounts 22

Schedules referred to above form an integral part of the Profit and Loss Account

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

31st March 1999

1997-98 Rs.		1998-99 Rs.
	<u>Schedule</u>	
1,12,36,28,563	By Balance brought down	63,89,59,856
3,15,115	" Capital profit on Sale of Assets	--
3,64,504	" Balance as per last Account	4,83,656
--	" Balance brought forward pursuant to Scheme of Amalgamation (Note 19(b) on Schedule 22)	26,27,255
<hr/> 1,12,43,08,182 <hr/>		<hr/> 64,20,70,767 <hr/>

S. K. MAHAJAN
Vice President & Secretary

I. M. THAPAR
Chairman & Managing Director

V. M. THAPAR
Vice Chairman

Himmat Singh
Anup Singh
P. L. Agarwal

| Directors

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 1

31st March, 1998 Rs.		31st March, 1999 Rs.
	SHARE CAPITAL :	
	Authorised :	
<u>3,00,00,000</u>	500000 Ordinary Shares of Rs. 100/- each	<u>5,00,00,000</u>
	Issued, Subscribed and Paid up-	
1,18,16,200	385475 (1998-118162) Ordinary shares of Rs. 100/- each fully paid up	3,85,47,500
	Of the above, 20181.32 (1998-19868.32) ordinary shares were allotted as fully paid up pursuant to contracts / schemes of amalgamation without payment being received in cash.	
	(Including 313 ordinary shares allotted to the members of erstwhile United Collieries Limited pursuant to a Scheme of Amalgamation. (Notes 19(b) and 19(d)(i) on Schedule 22)	
<u>1,18,16,200</u>		<u>3,85,47,500</u>

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 2

31st March, 1998 Rs.			31st March, 1999 Rs.
		RESERVES AND SURPLUS :	
		CAPITAL RESERVES :	
		Reserves arising from amalgamation of Produce Exchange Corporation Ltd. with the Company :	
6,55,992		As per last account Central Government Subsidy	6,55,992
4,74,273		As per last account Pre-merger reserve : Arising from amalgamation of Bharat Westfalia Ltd.	4,74,273
37,758		As per last account subsidy for Installation of Generator	37,758
		Reserve arising from amalga- mation of United Collieries Limited with the Company. (Note 19(b) and 19(c) on Schedule 22)	2,71,831
<u>11,68,023</u>	---	Carried over	<u>14,39,854</u>

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 2 (Continued)

31st March, 1998 Rs.			31st March, 1999 Rs.
11,68,023		Brought forward	14,39,854
		Other Capital Reserve :	
43,39,899	40,24,784	As per last account	43,39,899
	<u>3,15,115</u>	Added during the year	<u>—</u>
		CAPITAL REDEMPTION RESERVE :	
		Reserve arising from amalga- mation of United Collieries Limited with the Company. (Note 19(b) and 19(c) on Schedule22)	12,56,500
28,14,333		SHARE PREMIUM :	
		As per last account	28,14,333
		PRE-MERGER RESERVES :	
		Investment Allowance Reserve Transferred from :	
		Thapar Intrafor Company of India Ltd. - on amalgamation	
	68,55,000	As per last account	68,55,000
		Bharat Westfalia Ltd.- on amalgamation	
	<u>6,72,718</u>	As per last account	<u>6,72,718</u>
75,27,718			75,27,718
		Revaluation Reserve	
		Transferred from Bharat Westfalia Ltd. on amalgamation	
	1,34,62,400	As per last account	1,21,98,620
		Less : Set off against depreciation (Note 1(c)(iv) on Schedule 22)	<u>12,63,780</u>
1,21,98,620	<u>12,63,780</u>		1,09,34,840
<u>2,80,48,593</u>		Carried over	<u>2,83,13,144</u>

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 2 (Continued)

31st March, 1998 Rs.		31st March, 1999 Rs.
2,80,48,593	Brought forward	2,83,13,144
	GENERAL RESERVE :	
2,81,61,12,400	As per last account	3,48,61,12,400
	Add : Reserve arising from amalgamation of United Collieries Ltd. with the Company.	65,73,505
	(Notes: 19(b),19(c) and 19(d)(ii) on Schedule 22)	<u>3,49,26,85,905</u>
67,00,00,000	Add : Transferred from Profit and Loss Account	<u>36,05,14,095</u>
3,48,61,12,400		3,85,32,00,000
	Reserve for doubtful debts, Advances, etc.	
1,85,09,223	As per last account	1,85,09,223
	Less : Set off as per contra against sundry debtors, Loans, Security Deposits, Advances, Interest accrued on loans and Security Deposits considered doubtful as follows :	
	Debts outstanding for a period exceeding six months	50,14,897
40,60,555	Other Debts	-
9,18,844	Advances to Sundry Parties	17,60,162
15,94,263	Interest accrued on Loans and Security Deposits	64,308
64,308	Security Deposits etc.	7,07,795
6,13,435	Loans	12,790
57,654		<u>75,59,952</u>
1,12,00,164		1,09,49,271
73,09,059		
4,83,656	Surplus as per Profit and Loss Account	12,66,155
<u>3,52,58,44,813</u>		<u>3,89,37,28,570</u>

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 3

31st March, 1998
Rs.

31st March, 1999
Rs.

SECURED LOANS :

Loans from Banks :

(i) Overdrafts on Current Accounts

a) Secured against pledge /
hypothecation of stocks of
paper, stationary etc.

1,75,748	Central Bank of India	1,76,714
14,36,030	Oriental Bank of Commerce	6,00,462

b) Secured by hypothecation of
movable assets of Distillery and
Produce Exchange Division, book
debts (both present and future)
of Distillery, Produce Exchange
and Coal Sales Divisions,
equitable mortgage (ranking pari
passu with PICUP) by deposit
of title deeds pertaining to
landed properties of Distillery
Division at Unnao.

64,09,706	47,97,928	The Hongkong and Shanghai Banking Corporation Ltd.	49,48,952	57,26,128
<u>64,09,706</u>		Carried over		<u>57,26,128</u>

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 3 (Continued)

31st March, 1998 Rs.		31st March, 1999 Rs.
	SECURED LOANS (Continued)	
64,09,706	Brought forward	57,26,128
	From Others :	
	Term Loan -	
	Secured by hypothecation of Plant & Machinery of Bharat Westfalia Division. The Corporation is also holding the title deed of immovable properties at Ranchi	
50,000	Bihar State Credit Investment Corporation Ltd.	---
5,000	Interest Accrued and due on Loans from Banks and others	-
<u>64,64,706</u>		<u>57,26,128</u>

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 4

		31st March, 1998 Rs.	31st March, 1999 Rs.
UNSECURED LOANS :			
	Temporarily Overdraft from Banks	10,08,334	2,10,300
	Loans from sundry parties (Joint Stock Companies) (Repayable on Demand)	4,17,20,000	17,20,000
	Interest free Loan in lieu of Sales Tax under Bihar Government Incentive Scheme	3,40,152	1,11,600
	Security Deposits (from Selling Agents/Dealers and others)	1,30,22,873	3,41,07,879
	Interest accrued and due on Unsecured loans and Security Deposits	73,54,002	27,84,983
	Employees' Security Deposits under contract of service	67,100	63,820
		<u>6,32,12,467</u>	<u>3,88,98,612</u>

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 2

	31st March, 1998 Rs.		31st March, 1999 Rs.
CURRENT LIABILITIES AND PROVISIONS :			
(A) Current Liabilities :			
Acceptances	1,64,26,331	Acceptances	66,40,738
Sundry Creditors (Notes 2, 3 and 19(d)(i) on Schedule 22)	1,88,32,41,181	Sundry Creditors (Notes 2, 3 and 19(d)(i) on Schedule 22)	2,07,26,42,032
Interest accrued but not due on loans	1,922	Interest accrued but not due on loans	1,792
Advance against suppliers/ Contract (Note 16 on Schedule 22)	23,62,75,621	Advance against suppliers/ Contract (Note 16 on Schedule 22)	19,87,21,202
Unclaimed Dividend	1,975	Unclaimed Dividend	2,022
(B) Provisions :			
Provision for Taxation	1,23,67,67,992	Provision for Taxation	1,37,89,13,913
Provision for Gratuity	14,11,873	Provision for Gratuity	23,81,108
Proposed Dividend	31,90,374	Proposed Dividend	92,70,736
Tax on Proposed Dividend	3,19,037	Tax on Proposed Dividend	10,19,781
	3,64,79,36,336		3,66,92,96,630

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

FIXED ASSETS :

Assets	As at 31st March, 1998	As at 1.4.98 taken over consequent to amalgamation (Note 6 below)	Additions during the year	Sales/Adjustments during the year	As at 31st March 1999
	Rs.	Rs.	Rs.	Rs.	Rs.
Land (Free hold) (including Development Expenditure)	1,25,49,326	--	--	--	1,25,49,326
Land (Mining Rights)	24,35,143	--	--	--	24,35,143
Land (Lease Hold) (Note 1 (c) (ii) on Schedule 22)	18,26,018	--	--	--	18,26,018
Free Hold Land and Building	12,86,31,429	63,691	17,27,969	--	16,04,23,089
Plant and Machinery, Equipments etc. (Note 4 below)	1,31,24,03,681	24,944	74,76,823	40,01,022	1,31,88,04,369
Furniture and Fixtures	1,12,25,101	14,862	9,30,434	11,312	1,21,89,082
Vehicles and Cycles	2,37,80,933	--	50,74,934	47,74,238	2,40,81,629
Total	1,25,85,81,631	1,03,497	1,52,10,160	87,86,602	1,56,21,08,683
31st March, 1998	1,25,60,72,063	--	2,52,97,302	2,27,87,737	1,55,88,81,631

Notes :

1. Land (Freehold) includes Rs.217259 (P.E.Division Rs. 213259, and TICIL Division Rs. 4000) for which conveyance deeds are yet to be executed.
2. Year end cost \ valuation of Freehold Land and Building include Rs. 228259 (1998 Rs. 194868) being four fifth cost of a Building jointly owned by the Company (Coal Sales Division) with another Company and Rs. 173250 for which related conveyance deed is yet to be executed.
3. Year end cost \ valuation of Plant and Machinery includes Rs. 207299 (1998 Rs.207299) being original cost of certain items of Plant and Machinery laying with Bharat Coking Coal Ltd. (Book Value Rs. 69 - 1998 Rs. 88)
4. Plant and Machinery, Equipments etc. include cost of assets physically lying in the premises of lessee amounting to Rs. 45138022 (1998 Rs. 45138022) for which the related lease agreements have expired (such expiry upto 31.3.98 being Rs. 100375000)
5. Land, Building and certain items of Plant and Machinery of Bharat Westalis Division acquired on amalgamation (effective from April, 1992) were revalued as on 31st March, 1991 by an approved valuer with a resultant increase of Rs. 21042660 credited to Revaluation Reserve.
6. Pursuant to the amalgamation of United Collieries Ltd. (UCL) with the Company with effect from 1st April, 1997 (Notes 19(d) and 19(c) on Schedule 22). The gross value of fixed assets and accumulated depreciation of UCL as adjusted for additional deductions for the year ended 31st March, 1998 are shown separately under "Gross Block (Cost\Valuation)" and "Depreciation" columns respectively.

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 6

Book Value		D E P R E C I A T I O N				
As at 31st March, 1998	As at 31st March, 1999	Written off upto March, 1999	Adjustment during the year (On Sales)	For the year	As at 1.4.98 taken over Consequent to Amalgamation (Note 6 below)	Up to 31st March, 1998
Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
1,52,40,356	1,52,40,356	--	--	--	--	--
53,83,001	53,83,001	51,152	--	--	--	51,152
12,20,151	14,24,151	3,71,807	--	1,02,000	--	5,08,807
9,10,80,200	8,71,28,580	7,35,04,800	--	05,71,080	45,188	06,20,253
31,20,72,252	33,87,07,418	1,08,01,06,078	33,06,157	8,41,10,532	54,714	09,04,58,120
54,20,181	52,00,222	03,05,252	11,312	2,00,250	14,303	05,08,050
5,52,00,000	5,00,71,027	3,40,00,025	30,00,300	04,34,138	--	3,14,84,024
<u>42,10,00,000</u>	<u>30,78,51,027</u>	<u>1,10,75,81,050</u>	<u>75,88,832</u>	<u>07,21,11,201</u>	<u>81,502</u>	<u>1,10,00,00,000</u>
<u>42,10,00,000</u>	<u>42,10,00,000</u>	<u>1,10,00,00,000</u>	<u>80,17,102</u>	<u>15,20,00,150</u>	<u>--</u>	<u>09,05,07,024</u>

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

INVESTMENTS (Long Term)

CLASS	No.	Amount (Rs.)	Balance as on 31st March, 1998
Government Securities:			
12 - Year Post Office National Savings Certificate		2,000	
12 - Year National Defence Certificate (Matured)		1,000	
12 - Year National Plan Savings Certificates (including Rs. 7500- Matured)		10,000	
7 - Year National Savings Certificates (including Rs. 4000- Matured)		1,73,000	
6 - Year National Savings Certificate		4,000	
Trade Investments :			
Company Paid in Subsidiary Stock Companies Fully Ordinary share in Joint			
Cynera Investments & Holdings Ltd.	Rs. 10- each	83,00,887	8,30,08,870
Carried over		<u>8,32,01,870</u>	

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 7

TOTAL Rs.	Balance as on 31st March, 1999		Sales Adjustments during the year		Purchase Adjustments during the year	
	Amount (Rs.)	No.	Amount (Rs.)	No.	Amount (Rs.)	No.
	2,000	--	9,300 (Note below)	--	9,300 (Note below)	--
	1,000	--	12,500 (Note below)	--	12,500 (Note below)	--
	10,000	--	8,000 (Note below)	--	8,000 (Note below)	--
	33,000	--	1,40,000	--	--	--
50,000	<u>1,000</u>	--	3,000	--	--	--
<u>8,30,08,870</u>	<u>8,30,08,870</u>	83,00,887	--	--	--	--
<u>8,30,28,870</u>			<u>1,22,500</u>		<u>29,200</u>	

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

INVESTMENTS (Long Term)

CLASS	No.	Amount (Rs.)	Balance as on 31st March, 1998
Brought forward			
Other Investments :			
1. Ordinary Share in Joint Stock Companies-Fully paid			
United Collieries Ltd.	Ordinary Shares of Rs. 10/- each	21,870	1,46,200
Ballapur Industries Ltd.	Ordinary Shares of Rs. 10/- each	4,72,500	2,24,37,785
Tentulia Khas Collieries Ltd.	Ordinary Shares of Rs. 10/- each	12,500	--
Oriental Coal Co. Ltd. (Note 12 on schedule 22)	Ordinary Shares of Rs. 10/- each	12,251	1,06,027
JCT Ltd.	Ordinary Shares of Rs. 10/- each	12,46,675	3,87,99,948
Deoria Sugar Mills Ltd.	Ordinary Shares of Rs. 10/- each	1,000	9,358
Orient Engineering & Commercial Co. Ltd.	Ordinary Shares of Rs. 100/- each	700	70,000
Standard Refinery & Distillery Ltd.	Ordinary Shares of Rs. 10/- each	600	4,300
Greaves Ltd.	Equity Shares of Rs. 10/- each	26,77,741	4,34,23,621
Indian City Properties Ltd.	Ordinary Shares of Rs. 100/- each	2,000	1,75,689
Modern Agencies Ltd.	Ordinary Shares of Rs. 100/- each	10,219	4,94,374
Indo Pakistan Corporation Ltd.	Ordinary Shares of Rs. 100/- each	202	202
Raza Textiles Ltd.	Ordinary Shares of Rs. 10/- each	12,341	62,364
Karam Chand Thapar & Bros. Ltd.	Ordinary Shares of Rs. 10/- each	3,26,220	10,79,230
The Waterbase Ltd.	Equity Shares of Rs. 10/- each	46,60,000	4,66,00,000
Payal Electronics Pvt. Ltd.	Equity Shares of Rs. 10/- each	2,400	24,000
Central India Agencies Pvt.Ltd.	Ordinary Shares of Rs. 5/- each	992	9,920
ICI Ltd.	Ordinary Shares of Rs. 10/- each		
Tamil Nadu Newsprint and Paper Ltd.	Ordinary Shares of Rs. 10/- each	2,200	2,75,000
Carried over			<u>23,99,50,221</u>

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 7 (Continued)

TOTAL Rs.	Balance as on 31st March, 1999		Sales Adjustments during the year		Purchase Adjustments during the year	
	No.	Amount (Rs.)	No.	Amount (Rs.)	No.	Amount (Rs.)
8,30,58,870				1,72,500		29,500
				1,46,500		21,870
				(Note 19(c) on Schedule 22)		
	4,72,500	2,24,37,782	--	--	--	--
	--	12,500	--	--	--	--
	1,06,021	12,521	--	--	--	--
	3,87,99,948	12,46,672	--	--	--	--
	9,328	1,000	--	--	--	--
	70,000	700	--	--	--	--
	4,300	600	--	--	--	--
	4,34,23,621	26,77,741	--	--	--	--
	1,72,689	2,000	--	--	--	--
	6,27,824	13,619	--	--	1,63,500	3,400 (Note below)
	202	202	--	--	--	--
	62,364	12,341	--	--	--	--
	10,79,230	3,26,250	--	--	--	--
	4,66,24,600	46,72,000	--	--	24,600	12,000 (Note below)
	24,000	2,400	--	--	--	--
	9,920	992	--	--	--	--
	2,84,000	30,666	--	--	2,84,000	30,666 (Note below)
	12,73,74,221	2,72,000	--	--	--	--
				3,18,700		8,01,600

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

INVESTMENTS (Long Term)

CLASS	No.	Amount (Rs.)	Balance as on 31st March, 1998
Brought forward			
3. Debtures \ Bonds fully paid			
State Bank of India		13% Bond of Rs. 1000/- each	25,00,000
The Waterbase Ltd.		15% Non-convertible Debtures of Rs. 50% each	3,26,440
	3		1,37,41,500
Indian Chamber of Commerce 8% Registered Debtures of Rs. 25/- each	3		75
Indian Chamber of Commerce 8% Registered Debtures of Rs. 100/- each	3		300
Partly Paid :			
Pakistan Agents Ltd.		Ordinary Shares of Rs. 100/- each Rs. 20/- called up	252
Hindustan Commercial Bank Ltd.		Ordinary Shares of Rs. 100/- each Rs. 20/- called up	1,600
Stock Companies - Ordinary Shares in Joint			
		Partly Paid :	
		Brought forward	23,99,50,221
		Balance as on 31st March, 1998	<u>25,61,92,388</u>

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 7 (Continued)

TOTAL Rs.	Balance as on 31st March, 1999		Sales Adjustments during the year		Purchase Adjustments during the year	
	Amount (Rs.)	No.	Amount (Rs.)	No.	Amount (Rs.)	No.
24,04,33,121			3,18,700		8,01,600	
--	--	1,600	--	--	--	--
285	<u>285</u>	285	--	--	--	--
	300	3	--	--	--	--
	25	3	--	--	--	--
	1,32,41,200	3,26,440	--	--	--	--
1,62,41,825	<u>22,00,000</u>	2,500	--	--	--	--
<u>22,66,22,288</u>			<u>3,18,700</u>		<u>8,01,600</u>	

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

INVESTMENTS (Continued) - SCHEDULE 7

	Trade Investments Rs.	Other Investments Rs.		31st March, 1998 Rs.
			Investments - At Cost/Book Value	
			In Government Securities	1,93,000
			In Shares :	
			Fully paid Equity Shares	12,67,48,351
	8,30,08,870		Fully paid Equity Shares (in a Subsidiary)	8,30,08,870
			Partly paid Equity Shares	292
			In Debtures/Bonds fully paid	1,62,41,875
	<u>8,30,08,870</u>	<u>17,36,66,418</u>		<u>25,61,92,388</u>
	<u>Market Value</u> Rs.	<u>Realisable Value</u> Rs.	<u>Cost/Book Value</u> Rs.	
	37,80,27,974	--	12,64,01,934	Officially Quoted
	--	16,32,650	9,08,238	Quoted by Brokers
	--	--	9,93,62,116	Unquoted
	<u>37,80,27,974</u>	<u>16,32,650</u>	<u>25,66,72,288</u>	

Note :

Pursuant to a scheme of amalgamation the Company acquired from United Collieries Limited (UCL) Shares Securities aggregating Rs. 801600 (Book value as on April 1, 1998 (including additions made by UCL during the year 1997-98)) [Notes 19(p) and 19(c) on Schedule 22]. Out of the above Shares Securities of book value Rs. 29500 were written off during the year and Shares Securities of book value Rs. 772100 wait registration in the Company's name.

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 8

31st March, 1998 Rs.	31st March, 1998 Rs.
CURRENT ASSETS, LOANS AND ADVANCES :	
(A) Current Assets :	
Security Deposits etc. Interest accrued on loans and	
36,66,35,754	12,60,10,508
64,308	64,308
Considered Doubtful	
Less : Reserve for doubtful debts etc. set off against doubtful	
<u>64,308</u>	<u>64,308</u>
--	--
Dividend receivable	
--	4,72,500
Considered good	
Debiture interest receivable	
24,62,894	24,48,304
Considered good	
Stores and spare parts (refer Note 1 (i) on Schedule 22) (include stores in transit Rs. 14388/- 1998 Rs. 162519/-)	
6,33,03,811	4,66,43,985
Loose Tools	
2,58,256	2,40,010
Raw Materials (refer Note 1 (i) on Schedule 22)	
2,52,70,394	2,04,00,104
<u>42,84,31,079</u>	<u>22,92,24,111</u>
Carried over	

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 8 (Continued)

31st March, 1998 Rs.	31st March, 1998 Rs.
42,84,31,079	Brought forward 25,92,24,111
	Stock-in-Trade : (refer Note 1 (f) (ii) on Schedule 22) Coal, Coke, Paper, Stationery, Starch, Soap etc.
6,71,64,231	Rs 10736294/- 1998 Rs. 26124231/-(include Stock-in-transit) 4,33,92,420
1,16,20,109	Liquor and Spirit 74,66,017
78,22,419	Works in progress 62,71,831
32,860	Product Scrap : At estimated realisable value 22,702
<u>8,94,401</u>	Other Scrap <u>8,94,401</u>
8,72,62,020	2,80,83,407
	Deps outstanding for a period exceeding six months (Note 15 and 17 on Schedule 22) Sundry Debtors-Unsecured
1,02,03,32,410	Considered good 1,01,30,23,268
29,29,299	Considered Doubtful 68,83,938
<u>29,29,299</u>	<u>68,83,938</u>
1,29,63,32,209	Carried over 1,30,03,30,786

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

(Continued) SCHEDULE - 8

				31st March, 1998 Rs.		31st March, 1999 Rs.
		Brought forward		1,29,63,33,209		29,29,296
		Less Provision		<u>18,69,041</u>		<u>18,69,041</u>
				40,60,252		50,14,897
		Less : Reserve for doubtful debts etc. set off against doubtful balances as per contra		--		<u>50,14,897</u>
		Other debts :				
		Considered good		26,10,18,203		
		Considered Doubtful		9,18,844		
		Less : Reserve for doubtful debts etc. set off against doubtful balances as per contra		--		<u>9,18,844</u>
		Cash and Bank Balances :				
		Cash balances in hand		11,42,298		16,92,720
		Cheques/Payorders in hand		2,71,07,226		19,67,89,120
		Remittances-in-transit		63,06,722		70,12,322
		Postage and Cash Imprest		1,16,903		1,32,948
		Balance with Scheduled Banks :				
		(i) Current Account		31,77,83,304		7,49,38,729
		Carried over		<u>2,23,98,11,162</u>		<u>2,28,23,68,803</u>

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

(Continued) SCHEDULE - 8

	31st March, 1998 Rs.
Brought forward	5,23,98,11,162
(ii) Employees' Security Deposit Account	
Fixed Deposit	46,022
Savings Account	28,024
Current Account	<u>1,500</u>
	75,546
(iii) Fixed Deposits (Receipts for Rs. 999452 lodged as Security Deposit and Rs. 372241098 pledged against guarantees loans)	1,74,12,92,478
(iv) Savings Bank Account with Post Office (Pass Book for Rs. 19000 lodged as Security Deposit)	22,500
(v) Post Office Time Deposit Account	500
<u>Carried over</u>	<u>4,28,12,07,189</u>
31st March, 1999 Rs.	5,28,53,68,809

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

(Continued) SCHEDULE - 8

	31st March, 1998 Rs.	31st March, 1998 Rs.
Brought forward	2,10,59,42,214	4,28,12,07,189
(vi) Unclaimed Dividend Account	7,667	6,837
(B) LOANS AND ADVANCES :-		
Loans to sundry companies and parties including deposit (unsecured)		
Considered Good	37,56,47,327	37,54,30,021
Considered Doubtful	12,790	27,654
Less: Reserve for doubtful debts etc. set off against doubtful balances as per contra	12,790	27,654
Security deposit and Earnest Money (Unsecured) :		
Considered good	4,71,98,073	4,43,48,121
Considered Doubtful	7,07,792	6,13,432
Less : Reserve for doubtful debts etc. set off against doubtful balances as per contra	7,07,792	6,13,432
Carried over	<u>2,25,87,92,281</u>	<u>4,70,09,92,168</u>

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

(Continued) - SCHEDULE 8

31st March, 1998 Rs.	31st March, 1998 Rs.
4,70,09,92,168	Brought forward
38,62,10,012	Advances recoverable in cash or in kind or for value to be received (Unsecured) :
12,94,263	Considered good
12,94,263	Considered doubtful
--	Less : Reserve for doubtful debts etc. set off against doubtful balances as per contra
9,72,98,654	Lease Terminal Adjustment Account
1,48,60,192	Sales Tax deducted
3,28,401	Considered good
25,63,103	Balance with Excise Authorities
1,09,94,24,192	Deposit with Port Authorities
24,29,73,416	Considered good
--	Advance payment of Tax
28,99,12,947	Income Tax Return Receivable
7,01,87,24,382	Tax deducted at source
<u>6,24,53,10,141</u>	<u>7,01,87,24,382</u>

Note : Loans and advances include

(a) Rs. 2,67,000 (1998 Rs. 254000-) due by an Officer of the Company, including Rs. 2,50,000 for which the schedule of repayment is being worked out. Maximum amount due at any time during the year Rs. 2,70,000 (1998 Rs. 630000-)

(b) A sum of Rs. 2.45 crores (1998 Rs. 2.45 crores) paid to KCT Bros. (Coal Sales) Staff Welfare Trust for the benefit of the employees of the Company as interest free advance to acquire a property to be extinguished by transfer of the property within a specified period as mutually agreed (the property has been taken on rent for a period of 2 years with effect from 1st October, 1998 at a monthly rent of Rs. 30000-).

(c) Rs. 6 crores (1998-Nil) paid for purchase of shares in a Company.

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 9

		31st March, 1998 Rs.	31st March, 1999 Rs.
OPENING STOCK ETC. :			
	Soap etc.	4,88,67,653	6,71,64,231
	Coal, Coke, Paper, Stationery	1,14,73,210	1,16,50,109
	Liquor and Spirit	61,13,673	78,52,419
	Works-in-Progress	19,608	32,860
	Product Stock	<u>6,64,74,444</u>	<u>8,66,72,619</u>

SCHEDULE - 10

PURCHASE ETC. :			
	Stationery, Soap etc.	1,12,53,53,391	1,13,20,71,276
	Coal, Coke, Paper	1,18,13,320	2,23,32,667
	Liquor and Spirit	9,22,839	94,18,731
	Finished goods	<u>1,16,80,94,250</u>	<u>1,16,38,22,624</u>

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 11

1997-1998 Rs.			1998-1999 Rs.
	MANUFACTURING, EXCAVATION, CONCRETING ETC. EXPENSES :		
	For Stationery :		
47,18,533	Manufacturing expenses	72,47,047	
4,94,64,730	Raw Materials Consumed	5,40,63,752	
37,64,113	Stores Consumed	36,13,164	
1,17,280	Repairs to Machinery	54,059	
1,44,742	Repairs to Buildings	8,150	
93,648	Repairs to others	76,137	
17,61,175	Power and Fuel	<u>16,44,770</u>	
			6,67,07,079
	For Liquor and Spirit :		
3,23,27,217	Raw Materials Consumed	6,00,64,345	
4,48,00,209	Stores and Spare Parts consumed	3,39,83,631	
32,56,086	Repairs and Maintenance to Machinery	26,43,953	
1,62,48,063	Power and Fuel	1,49,41,590	
7,70,362	Repairs and Maintenance to Buildings etc.	<u>9,65,611</u>	
			11,25,99,130
	For Excavation, Concreting etc. :		
23,57,98,525	Stores and Spare Parts consumed	20,85,14,486	
5,16,11,656	Repairs to Machinery	3,48,06,097	
2,26,43,441	Power and Fuel	<u>2,58,28,668</u>	
			26,91,49,251
<u>46,75,19,780</u>	Carried over		<u>44,84,55,460</u>

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 11(Continued)

1997-1998 Rs.		1998-1999 Rs.
46,75,19,780	Brought forward	44,84,55,460
	For Coal Mining Equipment etc. :	
1,80,070	Processing charges	3,83,677
12,36,509	Power and Fuel	15,39,902
23,43,004	Stores and Spare Parts consumed	24,86,638
2,69,03,929	Raw Materials Consumed	2,27,51,961
1,84,806	Repairs and Maintenance to Machinery	85,938
17,387	Repairs and Maintenance to Buildings	<u>24,778</u>
		2,72,72,894
<u>49,83,85,485</u>		<u>47,57,28,354</u>

Note :- Expenditure on Stores included in the undermentioned items for Liquor/Spirit and Excavation/Concreting amounted to :

1997-1998 Rs.		1998-1999 Rs.
3,15,00,794	Repairs to Machinery	3,07,02,337
1,06,89,282	Power and Fuel	1,43,53,274

SCHEDULE - 12

PAYMENTS TO AND PROVISIONS FOR EMPLOYEES :

22,04,52,005	Salaries, wages, bonus and gratuity (a)	19,74,83,764
91,35,372	Contribution to Provident and other funds	99,79,800
75,000	Contribution for Deferred Annuity	54,25,577
69,67,023	Staff Welfare Expenses (b)	72,54,068
2,018	Payment to Labour Welfare Fund	1,351
33,49,498	Remuneration to Branch Managers	33,84,762
<u>23,99,80,916</u>		<u>22,35,29,322</u>

Notes : a) Include payments to Contractors/Contract Labour Rs.51332652/- (1997-98 Rs.75276019/-)
b) Include expenditure on stores amounting to Rs.162649/- (1997-98 Rs. 272618/-)

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 13

1997-1998 Rs.		1998-1999 Rs.
	ADMINISTRATION AND OTHER CHARGES :	
1,06,37,999	Rent (including hire charges Rs.3250954/-; 1997-98 Rs. 4731187/-)	81,68,643
98,80,591	Rates and Taxes	1,04,07,881
12,01,91,679	Office and other expenses (See Note below)	11,74,87,658
74,96,221	Insurance	79,70,941
	Payment to Auditors :	
2,57,500	Audit fees (including Rs.107500/- paid to Branch Auditors; 1997-98 Rs. 97500/-)	3,32,500
1,07,500	Tax Audit fees (including Rs.43500/- paid to Branch Auditors; 1997-98 Rs. 28500/-)	1,68,500
1,03,424	Expenses reimbursed (including Rs.33073/- paid to Branch Auditors; 1997-98 Rs. 55437/-)	2,31,772
1,29,500	In other capacity for Certificates etc. (including Rs.46675/- paid to Branch Auditors; 1997-98 Rs.34,000/-)	39,59,275
5,97,924		46,92,047*
33,28,579	Brokerage and commission	12,77,249
53,410	Share Transfer Fee	-
15,21,86,403	Carried over	15,00,04,419

* Includes Service Tax Rs. 20,225/-

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 13 (Continued)

1997-1998 Rs.		1998-1999 Rs.
15,21,86,403	Brought forward	15,00,04,419
3,37,737	Carriage outward	1,71,074
1,15,47,479	Royalty	1,16,88,067
59,277	Loss on sale of assets	61,808
16,41,30,896		16,19,25,368

Note : Office and other expenses include :

	1998-99 Rs.	1997-98 Rs.
1. Repairs and Maintenance	1,36,61,533	94,47,240
2. Travelling expenses	1,87,20,558	2,00,82,659
3. Expenditure on stores amounting to	76,875	84,526
4. Brokerage and Commission	28,149	2,22,103

SCHEDULE - 14

SELLING AND DISTRIBUTION EXPENSES :

1,30,38,917	Excise duty	1,30,94,353
66,39,544	Other Selling expenses (including rebate allowed Rs. 536680/-; 1997-98 Rs. 746868/-)	61,15,038
21,31,241	Sales tax paid	22,58,242
2,18,09,702		2,14,67,633

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 15

1997-1998 Rs.			1998-1999 Rs.
	INTEREST AND FINANCING CHARGES :		
	10,596	Fixed Loans	8,330
	<u>2,95,55,410</u>	Others	<u>2,61,92,105</u>
<u>2,95,66,006</u>			2,62,00,435
<u>2,95,66,006</u>			<u>2,62,00,435</u>

SCHEDULE - 16

	BAD DEBTS, ADVANCES ETC. WRITTEN OFF :		
17,28,714		Bed Debts, Advances etc.	39,307
20,080		Stores / Tools Written off	18,339
<u>17,48,794</u>			<u>57,646</u>

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 17

Statement showing computation of net profit in accordance with Section 349 read with Section 198 of Companies Act, 1956 and calculation of Directors' commission for the year ended 31st March, 1999.

	Rs.	Rs.
Profit before tax as per Profit and Loss Account		63,89,59,856
Add : Managing Director's salary, Provident Fund and other benefits (as charged in the Accounts) (A)	12,08,268	
Managing Director's Commission	3,23,66,848	
Other Directors' Commission	5,00,000	
Directors' fees (B)	5,000	
Depreciation as per Accounts	9,62,47,811	
	<u>13,03,27,927</u>	
Less - Depreciation U/S 350	9,66,16,152	<u>3,37,11,775</u>
Profit under section 198(1)		67,26,71,631
5% of Net Profit	3,36,33,581	
Less Salary and Other benefits paid as above	<u>12,08,268</u>	
Commission restricted to :		<u>3,24,25,313</u>
Managing Director commission payable (C)		<u>3,23,66,848</u>
Commission Payable to other Directors' @ 1% of the Net Profit or Rs. 5,00,000/- per annum whichever is lower : Commission payable to other Directors restricted to : (D)		5,00,000
Total amount paid/payable to the Director's (A+B+C+D)		<u>3,40,80,116</u>

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 18

1997-1998 Rs.		1998-1999 Rs.
	SALES :	
1,25,37,72,978	Coal, Coke, Paper, Stationery, Soap etc.	1,26,85,97,763
13,49,67,472	Liquor and Spirit (include sales of Distillery Division Rs. 134800954/- 1997-98 Rs.123429628/-)	15,77,43,655
4,78,79,628	Feeder Breakers, Conveyors and other Mining equipment etc.	5,97,57,531
<u>1,43,66,20,078</u>		<u>1,48,60,98,949</u>

SCHEDULE - 19

	CLOSING STOCK :	
6,71,64,231	Coal, Coke, Paper, Stationery, Soap, etc.	4,33,95,450
1,16,50,109	Liquor and Spirit	74,66,017
78,25,419	Works in Progress	62,71,831
32,860	Product Scrap	55,705
<u>8,66,72,619</u>		<u>5,71,89,003</u>

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 20

1997-1998 Rs.		1998-1999 Rs.
	INCOME FROM INVESTMENTS (Other than Trade) AND OTHER INTEREST :	
1,12,33,782	Dividend on Investments	1,08,91,328
	Interest :	
	On Debentures (gross) (Tax deducted / deductible at source Rs.511920/-; 1997-98 Rs. 154836/-)	25,59,593
17,65,381		
	On Loans, Deposits etc.(Gross) (Tax deducted / deductible at source Rs.72869343/-; 1997-98 Rs.28785111/-)	36,43,46,719
21,56,01,478		
847	On tax free government securities	197
<u>22,86,01,488</u>		<u>37,77,97,837</u>

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 21

1997-1998 Rs.		1998-1999 Rs.
OTHER INCOME :		
93,44,512	Miscellaneous income	1,21,29,779
	Rebate, Commission and Service Charges	
27,73,18,850	On Coal and Coke	24,40,98,961
<u>1,24,55,822</u>	On Paper, Stationery etc.	<u>91,93,854</u>
28,97,74,672		25,32,92,815
1,50,36,687	Rent received	1,89,84,267
1,56,25,55,873	Income on Loading and Unloading	29,20,88,768
	Less :	
14,07,49,784	Stevedoring	2,01,24,356
31,23,61,848	Shore handling transport	10,71,27,130
30,19,06,176	Handling/ Servicing etc. (Note 17 on Schedule 22)	72,93,718
8,11,97,756	*Others	3,26,36,347
<u>83,62,15,564</u>		<u>16,71,81,551</u>
72,63,40,309		12,49,07,217
<u>1,04,04,96,180</u>	Carried over	<u>40,93,14,078</u>

* Include expenditure on Stores Rs. 1223699/-
(1997-98 Rs. 7925748/-)

KARAM CHAND THAPAR & BROS. (COAL SALES) LIMITED

SCHEDULE - 21 (Continued)

1997-1998 Rs.		1998-1999 Rs.
1,04,04,96,180	Brought forward	40,93,14,078
15,304	Bed Debts recovered	11,000
10,60,576	Bottling charges	8,22,411
2,93,41,569	Poly pack pouch charges	2,89,07,773
19,800	Representation Allowances	19,800
24,12,694	Liabilities no longer required written back	2,24,32,177
11,05,064	Profit on sale of assets	11,15,939
5,43,180	Exchange Gain	4,55,843
9,93,67,325	Lease rental (including for agricultural land Rs.27,178; 1997-98 Rs. 27,178/-)	7,73,13,338
11,74,972	Printing Charges Income	6,72,126
-	Guarantee Commission	9,12,619
<u>1,17,55,36,664</u>		<u>54,19,77,104</u>