

## 66. TRIVANDRUM RUBBER WORKS LIMITED

|   |   |   |                |
|---|---|---|----------------|
| <b>I Date of incorporation</b>  | 1st November, 1963  |   |                |
| <b>II Address : Registered Office &amp; Factory</b>                     | Beach P.O, Thiruvananthapuram   |   |                |
| <b>III Phone, Fax</b>   | 2501146, 2500525, 2501116   |   |                |
| <b>IV Administrative Dept. (Under Govt.)</b>                            | Agriculture Dept.   |   |                |
| <b>V Name of Chairperson</b>  | Smt. M. Viswamony   |   |                |
| <b>VI Name of Managing Director</b>                                     | Shri. G. Mohandas   |   |                |
| <b>VII Present Activities</b>   | Manufacture of retreading materials, Bonding Gum, Unvulcanised Sheet, etc |   |                |
| <b>VIII Manpower as on 31-3-05</b>                                      | No.   | Average Emoluments<br>per person<br>(Rs. per month) |                |
| a. Workers (all non-supervisory employees in factory, office and field) | 151   | 5500.00   |                |
| b. Supervisory Staff (in factory, office and field)                     | 5   | 6200.00   |                |
| c. Executives   | 3   | 7600.00   |                |
| d. Senior Executives (Heads of department and above)                    | 4   | 13000.00  |                |
| <b>Total</b>  | <b>163</b>  |   |                |
|   | <b>2002-03</b>  | <b>2003-04</b>                                      | <b>2004-05</b> |
| <b>IX Bonus</b>   |   |   |                |
| a. Payable (%)  | 8.33  | -   | -              |
| b. Paid (%)   | 8.33  | -   | -              |
| <b>X Financial Position (Rs.in lakhs)</b>                               |   |   |                |
| <b>A. Liabilities</b>   |   |   |                |
| 1. Capital  |   |   |                |
| a. Authorised capital   | 250.00  | 250.00  | 250.00         |
| b. Paid up capital  | 213.62  | 213.62  | 213.62         |
| c. Advance share capital  | 21.13   | 21.13   | 21.13          |
| 2. Reserves & Surplus   |   |   |                |
| a. From Govt. towards investment  | 120.00  | 120.00  | 120.00         |
| b. Grant from Govt.   | 55.00   | 55.00   | 55.00          |
| c. Retained earnings  | 0.56  | 0.56  | 0.56           |
| 3. Long-term loans  |   |   |                |
| a. Government   | 601.71  | 601.71  | 601.71         |
| b. Interest on Govt. loan   | 330.19  | 330.19  | 330.19         |
| c. KSIE Ltd.  | 242.15  | 242.15  | 242.15         |
| d. Interest on KSIE loan  | 242.81  | 242.81  | 242.81         |
| e. Advance from SFCK Ltd.   | 950.17  | 1058.45   | 1140.53        |
| 4. Current liabilities & provisions                                     |   |   |                |
| a. Outstanding expenses   | 86.56   | 86.56   | 86.56          |
| b. Sundry creditors   | 158.70  | 159.21  | 177.27         |

|           |   |                |                |                |
|-----------|---|----------------|----------------|----------------|
|           | c. Other current liabilities  | 220.83         | 220.83         | 220.83         |
|           | <b>Total</b>  | <b>3243.43</b> | <b>3352.22</b> | <b>3452.36</b> |
| <b>B.</b> | <b>Assets</b>   |                |                |                |
| 5.        | a. Fixed assets:Gross Block   | 177.88         | 177.88         | 177.88         |
|           | b. Less: Depreciation   | 158.61         | 162.93         | 167.25         |
|           | c. Net fixed assets   | 19.27          | 14.95          | 10.63          |
|           | d. Capital work in progress   | 11.60          | 11.60          | 11.60          |
| 6         | Current assets  |                |                |                |
|           | a. Cash & Bank balance  | 2.78           | 2.97           | 11.11          |
|           | b. Advances   | 15.64          | 14.85          | 17.07          |
|           | c. Sundry debtors   | 241.52         | 211.82         | 239.05         |
|           | d. Stock  |                |                |                |
|           | i) Raw materials  | 32.14          | 35.05          | 12.45          |
|           | ii) Semi-finished goods<br>(Work-in-process)                            | 0.19           | -              | -              |
|           | iii) Finished goods   | 36.72          | 33.87          | 22.75          |
|           | iv) General stores & spares   | 3.57           | 3.70           | 16.16          |
| 7         | Miscellaneous expenditure not<br>written off/adjusted                   |                |                |                |
|           | a. P & L Account<br>(Accumulated loss, if any)                          | 2880.00        | 3023.41        | 3111.54        |
|           | <b>Total</b>  | <b>3243.43</b> | <b>3352.22</b> | <b>3452.36</b> |
| <b>C.</b> | <b>Other Details</b>  |                |                |                |
| 1         | Share distribution(%)   |                |                |                |
|           | a. State Govt.  | 100.00         | 100.00         | 100.00         |
| 2         | Net worth   | -2469.69       | -2613.10       | -2701.23       |
| 3         | Capital employed  | -102.66        | -137.79        | -143.84        |
| 4         | Capital invested  | 2601.78        | 2710.06        | 2792.14        |
| 5         | Working capital<br>(Current assets - Current liabilities)               | -133.53        | -164.34        | -166.07        |
| <b>XI</b> | <b>Working results: (Rs. in lakhs)</b>                                  |                |                |                |
| <b>1.</b> | <b>Income</b>   |                |                |                |
|           | a. Sales/Service charges  | 121.26         | 51.22          | 130.85         |
|           | b. Increase / decrease in stock of<br>finished goods & work-in-progress | -3.01          | -3.04          | -11.12         |
|           | <b>Total</b>  | <b>118.25</b>  | <b>48.18</b>   | <b>119.73</b>  |
| <b>2.</b> | <b>Expenditure</b>  |                |                |                |
|           | a. Raw materials,chemicals etc.<br>consumed                             | 72.05          | 17.86          | 36.63          |
|           | b. Power, fuel and water charges  | 13.22          | 12.02          | 16.02          |
|           | c. Excise duty  | 0.19           | -              | -              |
|           | d. Other expenses   | 0.71           | 1.95           | 0.74           |
|           | e. Personnel expenses   | 157.99         | 147.80         | 142.14         |
|           | f. Selling & distribution expenses                                      | 2.34           | 1.90           | 2.39           |
|           | g. Administration expenses  | 6.97           | 5.47           | 5.34           |
|           | h. Depreciation   | 4.32           | 4.32           | 4.32           |
|           | <b>Total</b>  | <b>257.79</b>  | <b>191.32</b>  | <b>207.58</b>  |

|             |  |                                |                             |           |                                |
|-------------|--|--------------------------------|-----------------------------|-----------|--------------------------------|
|             | Operating profit/loss(+/-)                               | -139.54                        | -143.14                     | -87.85    |                                |
|             | +/- Prior period adjustment                              | -                              | -                           | -         |                                |
|             | Net profit/loss(+/-)                                     | -139.54                        | -143.14                     | -87.85    |                                |
| <b>XII</b>  | <b>Taxes &amp; duties:</b>                               |                                |                             |           |                                |
|             | a. Excise duty   | 0.19                           | -                           | -         |                                |
|             | b. CST   | 10.38                          | -                           | 0.54      |                                |
|             | c. Sales Tax   | 3.23                           | 1.12                        | 3.14      |                                |
| <b>XIII</b> | <b>Dividend</b>  | Nil                            | Nil                         | Nil       |                                |
| <b>XIV</b>  | <b>Long Term Loans: (Rs. In lakhs)</b>                   | State                          | KSIE                        | SFCK Ltd. | Total                          |
|             | (Including interest)                                     | Govt.                          |                             |           |                                |
|             | a. Opening balance (01-04-04)                            | 931.90                         | 484.96                      | 1052.75   | 2469.61                        |
|             | b. +Additional loans availed during the year             | -                              | -                           | 87.78     | 87.78                          |
|             | c. +Interest due for the year                            | -                              | -                           | -         | -                              |
|             | d. -Payments made during the year (Principal + Interest) | -                              | -                           | -         | -                              |
|             | e. Closing balance (As on 31-03-05)                      | 931.90                         | 484.96                      | 1140.53   | 2557.39                        |
| <b>XV</b>   | <b>Interest charges on term loans</b>                    | Nil                            |                             | Nil       | Nil                            |
| <b>XVI</b>  | <b>Statutory dues as on 31-03-05</b>                     | Opening balance as on 01-04-04 | Amount paid during the year |           | Balance to be paid on 31-03-05 |
|             | a. Provident Fund  | 1.77                           | 11.11                       |           | 0.79                           |
|             | b. ESI   | 0.54                           | 4.71                        |           | 0.38                           |
|             | c. Gratuity  | -                              | 14.68                       |           | -                              |
|             | d. Others (Gratuity arrears)                             | -                              | 0.28                        |           | -                              |

**XVII Production: (Rs. in lakhs)**

|              |                   | 2003-04 |          |           |                      |       |                                  |
|--------------|-------------------|---------|----------|-----------|----------------------|-------|----------------------------------|
| Sl. No.      | Products          | Units   | Capacity |           | Production           |       | % of capacity utilised Installed |
|              |                   |         | Licensed | Installed | during the year Qty. | Value |                                  |
| i.           | Precured tread    | MT      | 684      | 600       | 22.00                | 12.71 | 3.67                             |
| ii.          | Bonding gum       | MT      | 360      | 600       | 3.34                 | 1.93  | 0.56                             |
| iii.         | Vulanising Cement | KLts    | 90       | 60000     | 2.31                 | 0.77  | -                                |
| iv.          | Foam products     | Nos     | 54000    | 54000     | -                    | -     | -                                |
| v.           | Sheeting          | MT      | -        | 900       | 1.50                 | 0.75  | -                                |
| vi.          | Retreaded tyres   | No.     | 10800    | 19800     | 5320                 | 45.01 | 26.87                            |
| <b>Total</b> |                   |         |          |           | <b>61.17</b>         |       |                                  |
|              |                   | 2004-05 |          |           |                      |       |                                  |
| Sl. No.      | Products          | Units   | Capacity |           | Production           |       | % of capacity utilised Installed |
|              |                   |         | Licenced | Installed | during the year Qty  | Value |                                  |
| i.           | Precured tread    | MT      | 684      | 600       | 48.88                | 28.22 | 8.15                             |
| ii.          | Bonding gum       | MT      | 360      | 600       | 7.38                 | 4.26  | 1.23                             |
| iii.         | Vulanising Cement | KLts.   | 90       | 60000     | 5.73                 | 1.89  | 0.01                             |

|              |                           |       |       |       |      |               |       |
|--------------|---------------------------|-------|-------|-------|------|---------------|-------|
| iv.          | Foam products             | Nos.  | 54000 | 54000 | -    | -             | -     |
| v.           | Sheeting                  | MT    | -     | 900   | 2.10 | 1.47          | 0.23  |
| vi.          | Retreaded tyres           | No.   | 10800 | 19800 | 9780 | 88.02         | 49.39 |
| vii.         | Rubber finishing solution | KLts. | -     | 6000  | 0.12 | 0.10          |       |
| <b>Total</b> |                           |       |       |       |      | <b>123.96</b> |       |

**XVIII Sales(Product-wise) (Rs. in lakhs)**

|              |                  | 2003-2004 |                             |              |
|--------------|------------------|-----------|-----------------------------|--------------|
| Sl. No.      | Products         | Unit      | Sales for the year Domestic |              |
|              |                  |           | Qty.                        | Value        |
| i.           | Precured tread   | Kg        | 4839.00                     | 3.03         |
| ii.          | Retreading tyres | Nos       | 5320.00                     | 44.63        |
| iii.         | Sheeting         | Kg        | 1507.00                     | 1.06         |
| iv.          | Bonding gum      | Kg        | 3812.00                     | 2.50         |
| <b>Total</b> |                  |           |                             | <b>51.22</b> |

|              |                              | 2004-2005 |                             |               |
|--------------|------------------------------|-----------|-----------------------------|---------------|
| Sl. No.      | Products                     | Unit      | Sales for the year Domestic |               |
|              |                              |           | Qty.                        | Value         |
| i.           | Retreading tyres and others  | Nos       | -                           | 83.25         |
| ii.          | Vehicle                      |           | -                           | 1.63          |
| iii.         | Sheetings, latex, goods, etc |           |                             | - 3.70        |
| iv.          | Miscellaneous                |           |                             | 42.27         |
| <b>Total</b> |                              |           |                             | <b>130.85</b> |

| <b>XIX. Financial/Operating ratios</b>               | <b>2002-03</b> | <b>2003-04</b> | <b>2004-05</b> |
|--|----------------|----------------|----------------|
| a. Debt-equity ratio                                 | 10.08:1        | 10.54:1        | 10.89:1        |
| b. Current ratio                                     | 0.71:1         | 0.65:1         | 0.66:1         |
| c. Receivables to sales (in months)                  | 23.90          | 49.63          | 21.92          |
| d. Stock of finished goods to sales (in months)      | 3.63           | 7.94           | 2.09           |
| e. Stock of raw materials to consumption (in months) | 5.35           | 23.55          | 4.08           |
| f. Consumption to sales (%)                          | 59.42          | 34.87          | 27.99          |
| g. Net profit to sales(%)                            | -115.08        | -279.46        | -67.14         |
| h. Return on investment (%)                          | -ve            | -ve            | -ve            |

**XX Status of Accounts**

- a. Year up to which Accounts have been finalised by the company 1999-2000
- b. Year up to which audit is complete 1998-99

**XXI Employee Development:** NIL

**XXII Income-tax Benefits/Reduction/Relief**

- (a) Have you initiated any activity or project during the year that would result in income tax benefits/reduction/relief for the company ? No

### **XXIII Summary of Performance**

During the year under review, the turnover of the Company has increased by 61% to Rs.130.85 lakhs as against a turnover of Rs.51.22 lakhs during the previous year. The net loss has come down to Rs.87.85 lakhs as compared to Rs.143.14 lakhs during 2003-04. The net worth and working capital have been further eroded and remains negative. The accumulated loss at the end of the year has gone up to Rs.3111.54 lakhs.

IT IS REPORTED THAT THE FUTURE OF THE COMPANY IS AT STAKE SINCE THE LAND IS BEING TAKEN OVER BY THE AIRPORT AUTHORITY.

THE AUDIT OF ACCOUNTS OF THE COMPANY IS COMPLETE UP TO 1998-99 ONLY.