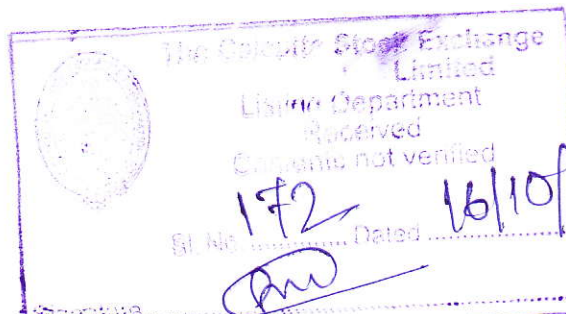


WCIL/69/2009 /35
October 12, 2009



The Secretary
The Calcutta Stock Exchange Association Ltd.
7, Lyons Range
Kolkata – 700 001.

Sub. : Submission of Annual Report for the Year 2008-2009.

Dear Sir,

We enclose six copies of Annual Report for the year 2008-2009 containing Balance Sheet and Profit & Loss Account together with Directors' and Auditors' Reports thereon.

Kindly acknowledge receipt of above Annual Report.

Thanking you,

Yours faithfully,
For **WEBEL COMMUNICATION INDUSTRIES LTD.**

(P K CHATTOPADHYAY)
ACCOUNTS OFFICER

Encl. : As above

ANNUAL REPORT

2008 - 2009



Webel Communication Industries Limited

BOARD OF DIRECTORS

Shri Prabir Kumar Das
Shri Shyamal Dasgupta
Shri D. K. Pal

AUDITORS

Messrs, Singhi & Co.
Chartered Accountants
1B, Old Post Office Street
Kolkata - 700 001

BANKERS

Axis Bank Ltd.
Electronics Complex Branch
Salt Lake
Kolkata - 700 091

REGISTERED OFFICE & WORKS

S.D.F. Building,
(Module Nos. 111 to 118)
Saltlec Electronics Complex
Sector V, Bidhannagar,
Kolkata - 700 091

NOTICE

Notice is hereby given that 23rd Annual General Meeting of the Members of the Company will be held on Tuesday the 30th September 2009 at 3 p.m. at SDF Building, Saltlec Electronics Complex, Sector -V, Bidhannagar, Kolkata - 700 091, to transact the following Business :

1. To receive, consider and adopt the Audited Accounts of the Company for the Year ended 31st March 2009 together with Directors' and Auditors' Reports thereon.
2. To appoint a Director in place of Shri D. K. Pal, who retires by rotation, and being eligible, offer himself for re-appointment.
3. To consider and if thought fit, to pass the following Resolution with or without modification as a SPECIAL RESOLUTION.

"RESOLVED that, pursuant to Section 224A of the Companies Act 1956, Mis. Singhi & Co. Chartered Accountants, Kolkata, be and are hereby reappointed as the Auditors of the Company to hold office from the conclusion of this meeting upto the conclusion of the next Annual General Meeting of the company at such remuneration as will be determined by the Board of Directors of the Company and that the Board of Directors be and is hereby authorised to determine that remuneration payable to the Auditors of the Company as aforesaid."

AS SPECIAL BUSINESS

4. To appoint Shri Prabir Kumar Das (who was appointed as an Additional Director by the Board of Directors pursuant to Article 92 of the Company's Articles of Association and who holds Office under the said Article and Section 260 of the Companies Act 1956, only up to the date of this meeting, and in respect of whom the Company has received a notice in writing along with a deposit of Rs.500/- under Section 257 of the Companies Act 1956 from some Members signifying their intention to propose him as a candidate for the Office of a

Director) as a Director of the Company and to consider and if thought fit, to pass the following Resolution which will be proposed as an Ordinary Resolution :

"RESOLVED that pursuant to the provisions of Section 257 and all other applicable provisions if any, of the Companies Act 1956, Shri Prabir Kumar Das be and is hereby elected and appointed as a Director of the Company liable to retire by rotation."

5. To appoint Shri Shyamal Dasgupta (who was appointed as an Additional Director by the Board of Directors pursuant to Article 92 of the Company's Articles of Association and who holds Office under the said Article and Section 260 of the Companies Act 1956, only up to the date of this meeting, and in respect of whom the Company has received a notice in writing along with a deposit of Rs.500/- under Section 257 of the Companies Act 1956 from some Members signifying their intention to propose him as a candidate for the Office of a Director) as a Director of the Company and to consider and if thought fit, to pass the following Resolution which will be proposed as an Ordinary Resolution :

"RESOLVED that pursuant to the provisions of Section 257 and all other applicable provisions if any, of the Companies Act 1956, Shri Shyamal Dasgupta be and is hereby elected and appointed as a Director of the Company liable to retire by rotation."

By Order of the Board
(D K PAL)

Director.

REGISTERED OFFICE

SDF Building
Saltlec Electronics Complex
Sector V, Bidhannagar
Kolkata - 700 091
Dated 1st September 2009

NOTES :

- (a) Explanatory Statement pursuant to Section 173 of the Companies Act 1956, in respect of item no.3, 4, & 5 is annexed hereto.
- (b) A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member.
- (c) The instrument appointing proxy should however be deposited at the Registered Office of the Company not less than fortyeight hours before the commencement of the meeting.
- (d) The Register of Members and Share Transfer Books of the Company were closed on 29th September 2009 and 30th September 2009(both days inclusive).

**EXPLANATORY STATEMENT AS REQUIRED
UNDER SECTION 173 OF THE COMPANIES ACT 1956.**

ITEM NO. 3

Section 224A of the Companies Act 1956 provides for the appointment or reappointment at each Annual General Meeting of an Auditor of a Company by Special Resolution if the Company is one in which not less than 25 percent of its subscribed share capital is held singly or in combination by the Public Financial Institutions, Government Companies etc.

The holdings of the aforesaid Company and Institutions in the Company exceed 25 percent of its subscribed Share capital and hence the re-appointment of Mis. Singhi & Co., Chartered Accountant, as Auditors of the Company is required to be made by Special Resolution. As required under Section 224 of the Act. Certificate has been received from them of the effect that their appointment, if made, will be in accordance with the limits specified in Section 224(1B) of the Act.

No Director of the Company is concerned or interested on the proposed Special Resolution.

ITEM NO. 4

Shri Prabir Kumar Das was appointed as Additional Director of the Company by the Board of Directors pursuant to the provisions contained in Article 92 of the Articles of Association of the Company and Section 260 of the Companies Act 1956, and he will hold office upto the date of Annual General Meeting. As required under Section 257 of the Companies Act, notices have been received from some Members signifying their intention to propose Shri Prabir Kumar Das as a candidate for the Office of the Director along with deposit of Rs.500/- for him.

Shri Prabir Kumar Das is an Engineer by profession. He has worked in several companies for 32 years in the field of IT & Electronics and has about 32 years of experience. It is in the best interest of the Company to continue

to avail of his services as Member of the Board.

Your Director recommend his re-appointment as a Director.

None of the Director except Shri Prabir Kumar Das in any way is concerned or interested in the Resolutions.

ITEM NO. 5

Shri Shyamal Dasgupta was appointed as Additional Director of the Company by the Board of Directors pursuant to the provisions contained in Article 92 of the Articles of Association of the Company and Section 260 of the Companies Act 1956, and he will hold office upto the date of Annual General Meeting. As required under Section 257 of the Companies Act, notices have been received from some Members signifying their intention to propose Shri Shyamal Dasgupta as a candidate for the Office of the Director along with deposit of Rs.500/- for him.

Shri Shyamal Dasgupta is an Engineer by profession. He has worked in several companies for 5 years in the field of IT and has about 25 years of experience. It is in the best interest of the Company to continue to avail of his services as Member of the Board.

Your Director recommend his re-appointment as a Director.

None of the Director except Shri Shyamal Dasgupta in any way is concerned or interested in the Resolutions.

**By Order of the Board
(D K PAL)
Director.**

REGISTERED OFFICE

SDF Building
Saltlec Electronics Complex
Sector V, Bidhannagar
Kolkata - 700 091
Dated 1st September 2009

REPORT OF THE DIRECTORS

Your Directors submit the 23rd Annual Report together with the Audited Accounts for the year ended 31st March 2009. The Company has stopped the production since May, 2003 due to unremunerative selling price, as a result of which there is no production and sales during the year.

OPERATIONS

The invoiced value for the year Rs. Nil as against Rs.0.30 lacs in the previous year.

In view of the unremunerative selling price of EPBT manufacturing of the same is suspended since the month of May 2003. The company is exploring the possibility of other revenue earning activities through alternative products/services.

PARTICULARS OF EMPLOYEES

The Company had no employee attracting the provision of Section 217(2A) of the Companies Act 1956.

DIRECTORS RESPONSIBILITIES

- i) While preparing the Annual Accounts, an applicable accounting system had been followed and there have been no materials departures.
- ii) The Directors have selected accounting policies and complied with them consistently for the period under review. Necessary systems and judgements have been made which are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company and also the Profit & Loss of the Company for that period.

- iii) The Directors have taken proper and sufficient care for the maintenance of the adequate accounting records in accordance with the provisions of this act safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv) The Annual Accounts of the Company have been prepared on a "going concern" basis.

DIRECTORS

The Board appointed Shri P. K. Das and Shri Shyamal Dasgupta as Additional Directors of the Company at its Board Meeting held on 30.03.2009 and 30.07.2009 respectively. They hold Office up to the date of the next Annual General Meeting on 30.09.2009 and being eligible offer themselves for re-election.

Shri U. K. Mukherjee and Shri G. Bhattacharya both resigned from the Board on 30.01.2009 and also Dr. J. N. Maiti resigned from the Board on 30.07.2009. The Board placed on record their deep appreciation of the valuable guidance and services rendered by them during their association with the Company as a Director. Shri D. K. Pal retires from the Board by rotation and being eligible, offer himself for re-appointment.

AUDITORS

M/s Singhi & Co., Chartered Accountants, retire and have expressed their willingness to continue in Office, if reappointed.

For and on behalf of the Board
SHYAMAL DASGUPTA
DIRECTOR

**AUDITORS' REPORT
TO THE SHAREHOLDERS**

1. We have audited the attached Balance Sheet of WEBEL COMMUNICATION INDUSTRIES LIMITED as at 31st March 2009 and also the Profit and Loss Account and the Cash Flow Statement of the said Company for the year ended on that date, both annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003(Amendment) as amended by the Companies (Auditors Report) (Amendment) Order, 2004 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.

Further to our comments in the Annexure referred to above, we report that :

- i) We have obtained all the information and explanation, which to the best of our knowledge and belief were necessary for the purposes of our audit.

- ii) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books,
- iii) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of Account.
- iv) In our Opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statements except Accounting Standard-2 regarding "Valuation for Inventories"; Accounting Standard-15 (revised) regarding "Employees Benefit"; Accounting Standard-22 regarding "Accounting for Taxation on Income, Accounting Standard-28 regarding "Impairment of Assets" & Accounting Standard-29 regarding "Provisions, Contingent Liabilities and Contingent Assets" comply with the requirements of the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.(as amended).
- v) On the basis of written representations received from the directors as on 31st March, 2009 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2009 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with the significant accounting policy and notes on accounts in schedule-17 subject to :
 - i) *The Company has incurred substantial losses in the last few years and its net worth has been fully eroded. The accounts of the company has been prepared on going*

concern assumption considering the Company will get financial support and restructuring of its loan from its existing lender or would be able to make alternative arrangements and would be in a position to meet its financial obligations. However, if the company is unable to continue its operations and loses its going concern assumption, then adjustment may be required to the reported amount of assets and classification of its liabilities. We are however unable to comment on the above.

- ii) Note No. B-3 in Schedule 17 regarding non-provision of Gratuity and Leave Accrued Liabilities on actuarial basis amounting to Rs. 71.39 Lacs and Rs. 32.15 Lacs including Rs. 5.46 Lacs and Rs. 2.49 Lacs respectively for the year;
- iii) Note No. B - 9 in Schedule 17 regarding Non Provision of Doubtful Debts amounting Rs. 5.38 Lacs resulting in understatement of Losses and overstatement of Sundry Debtors by equivalent amount. Balances of Sundry Debtors are old debts and in the absence of confirmation we are unable to comment on the recoverability of the same.
- iv) Note No. B - 12 in Schedule 17 regarding Non ascertainment and Provision of Impairment of Assets.
- v) In the absence of any confirmation we are unable to comment on the unsecured loan of the company at the year end.
- vi) No interest income has been booked on Fixed Deposit Of Rs.25.56/- lacs kept with an Overseas Bank for the reasons mentioned in the note No. B-19 in Schedule 17. The Fixed deposit balance is also unconfirmed at the year end.
- vii) Balances of Sundry Creditors as on 31.03.2009 are subject to confirmation.
- viii) Stock of Inventory has been valued at cost instead of at lower of cost and net

realizable value as market value of such stock is not available. We are unable to comment on ultimate realization from such stock.

Impact of Paras No. (i), (iv), (v), (vi), (vii) and (viii) are not ascertainable. However, had our observation made in Para No. (ii) and (iii), been considered the Loss for the year would have been Rs. 150.90 lacs (as against the reported Loss figure of Rs.137.57 lacs) and carried forward losses would have been Rs. 1756.53 lacs (as against the reported figure of Rs.1743.20 lacs), Current Liabilities & Provisions would be Rs. 147.49 lacs (as against the reported figure of Rs. 38.57 lacs) and read with the other notes particularly Note No B-22 in Schedule No "17" give the information required by the Companies Act 1956 in the manner so required and give a true and fair view:

- (a) In the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2009,
- (b) In the case of Profit and Loss Account, of the Loss of the Company for the year ended on that date and
- (c) In case of Cash Flow Statement of the Cash flows for the year ended on that date.

For SINGHI & CO.
Chartered Accountants
(L.N. DEY)
Partner
Membership No.F/3569

1B, Old Post Office Street
Kolkata - 700 001
Dated the 1st day of September 2009

*ANNEXURE TO THE
AUDITORS' REPORT*

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets. However company has not updated the same from the last few year.
- (b) The fixed assets have been physically verified by the management as per programme of verification of its Fixed Assets adopted by the company. In absence of proper details and documents we are not in position to express our opinion whether the frequency of verification is reasonable having regard to the size of the Company and the nature of its Assets. As per the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) The Company has not disposed off substantial part of its fixed assets during the year.
2. (a) According to the information and explanations given to us, the inventories have been physically verified at reasonable interval during the year by the management.
- (b) In our opinion and according to the information and explanations given to us the procedures of physical verification of inventories followed by the Management is reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventories and the discrepancies noticed on such physical verification of stocks as compared to book records, which were not materials has been adjusted in the books of Accounts.
3. (a) According to the information and explanations given to us, the Company has not granted/accepted unsecured loan to/ from Companies covered in the register maintained under Section 301 of the Companies Act, 1956. Hence, clauses (iii)(b),(c),(d),(f) & (g) are not applicable.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods;
5. (a) As the Company has not taken/accepted any secured/unsecured loans from/to the parties listed in the register maintained u/s 301 of the Companies Act 1956, so the transaction that needs to be entered into the said register does not arise.
- (b) As per the information and explanations given to us, there are no transactions of purchase of goods, materials and services aggregating during the year to Rs 5.00 lacs or more in respect of each party, made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956.
6. The Company has not accepted any deposit during the year from the public within the meaning of the provisions of Section 58A and 58AA of the Companies Act, 1956 and rules made there under.
7. In our opinion, the company has internal audit system commensurate with the size and nature of its business of the Company.
8. The Central Government has not prescribed maintenance of cost record under section 209(1)(d) of the Companies Act, 1956 for the products of the Company.
9. (a) As per the information and explanation given to us, The Company has been

generally regular in depositing undisputed statutory dues, Provident Fund, Employees' State Insurance, Income Tax, Service Tax, Cess and any other statutory dues with the appropriate authorities during the year except West Bengal Sales Tax of Rs. 52963/-, Purchase tax of Rs. 4917/- Central Sales Tax of Rs. 6,20,603/- and Surcharge for Sales Rs. 2,81,515/-. Which has not been deposit and outstanding as at 31st March, 2009 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, there are no dues of sales tax, Wealth Tax, Service Tax, Income tax, Custom duty, Excise duty and Cess outstanding an account of any dispute other than Sales Tax for the Asst. Year 1988-89 amounting to Rs.139.30 lacs and Rs.10.83 lacs on account of Sales Tax Grant for the Asst. Year 1994-95 which are under appeal before the Commissioner of sales Tax. However there is no deposit under protest against that amount. (Ref. Note No. 8-1(a) and 8-11 of the Schedule 17).
10. The Company has accumulated losses at the end of the year and its net worth is fully eroded and has incurred cash losses during the current financial year and immediately preceding financial year.
11. Based on our audit procedures and on the basis of information and explanations given by the management, we are of the opinion that the Company has not defaulted in the repayment of dues to financial institutions, banks and debenture holders.
12. According to the information and explanations given to us, the Company has not granted loans or advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The Company is not a chit fund/nidhi/mutual benefit fund/society.

14. According to the information and explanations given to us, the Company is not dealing or trading in shares, securities, debentures and other investments.
15. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
16. According to the information and explanations given to us, the Company has not raised any term loan during the year.
17. According to the information and explanations given to us, on an overall basis, funds raised on short term basis have prima facie, not been used during the year for long term investment and vice versa.
18. The Company has not made any preferential allotment of shares to parties or companies covered in the Register maintained under Section 301 of the Companies Act, 1956, during the year and hence the question of whether the price at which shares have been issued is prejudicial to the interest of the Company does not arise.
19. The Company has not issued any debentures during the year.
20. The Company has not raised monies by public issues during the year.
21. To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company was noticed or reported during the year.

For SINGHI & CO.
Chartered Accountants
(L.N. DEY)
Partner
Membership No.F/3569

1B, Old Post Office Street
Kolkata - 700 001
Dated the 1st day of September 2009

BALANCE SHEET AS AT 31ST MARCH, 2009

(Rs in '000)

	Schedule	As at 31st March, 2009 Rs.	As at 31st March, 2008 Rs.
I. SOURCES OF FUNDS			
1. Shareholder's Funds			
a) Capital	1	26,168	26,168
b) Reserves & Surplus	2	1,000	1,000
		<u>27,168</u>	<u>27,168</u>
2. Loan Funds	3		
a) Unsecured Loans		151,651	138,964
		<u>178,819</u>	<u>166,132</u>
II. APPLICATION OF FUNDS			
1. Fixed Assets	4		
a) Gross Block		21,800	21,800
b) Less : Depreciation		<u>17,562</u>	<u>16,632</u>
c) Net Block		4,238	5,168
2. Current Assets, Loans and Advances			
a) Inventories	5	498	498
b) Sundry Debtors	6	687	698
c) Cash and Bank Balances	7	2,587	2,584
d) Loans and Advances	8	346	375
		<u>4,118</u>	<u>4,155</u>
Less :			
3. Current Liabilities and Provisions			
Current Liabilities	9	3,780	3,613
Provision	10	77	64
Net Current Assets		261	478
		<u>174,320</u>	<u>160,486</u>
4. Debit balance of Profit and Loss Account			
Significant Accounting Policy		178,819	166,132
and Notes to the Accounts	17		

As per our report annexed
For SINGHI & CO.
L. N. DEY
Partner
Chartered Accountants
Membership No. F/3569
1-B, Old Post Office Street
Kolkata, the 1st day of September, 2009

Sd/- PRABIR KUMAR DAS
Director

Sd/- SHYAMAL DASGUPTA
Director

Sd/- D.K. PAL
Director

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2009

	Schedule	For the year Ended 31.03.09 Rs.	(Rs in '000) For the year Ended 31.03.08 Rs.
INCOME			
Sales		-	30
Other Income	11	32	144
Accretion (Decretion)		-	-
In Stock of Finished Goods	12	-	-
		32	174
EXPENDITURE			
Cost of Bought out Items	13	-	22
Expenses on Employees	14	11,506	10,495
Manufacturing Administrative	15	1,350	1,328
And other Expenses		-	-
Rates & Taxes	16	3	3
Depreciation		-	-
		930	956
Profit/(Loss) Before Provision for Fringe Benefit Tax		13,789	12,804
Provision for Fringe Benefit Tax		-	-
Profit/(Loss) After Fringe Benefit Tax		(13,747)	(12,630)
Balance Brought Forward from Previous year		77	64
Balance Transferred to Balance Sheet		(13,834)	(12,694)
		(160,486)	(147,792)
Basic & Diluted earning per share Rs.		(174,320)	(160,486)
Significant Accounting Policy and Notes to the Accounts		(5.29)	(4.85)
	17		

As per our report annexed

For SINGHI & CO.
L. N. DEY
Partner
Chartered Accountants
Membership No. F/3569
1-B, Old Post Office Street
Kolkata, the 1st day of September, 2009

Sd/- PRABIR KUMAR DAS
Director

Sd/- SHYAMAL DASGUPTA
Director

Sd/- D.K. PAL
Director

SCHEDULES TO THE BALANCE SHEET
SCHEDULE - 1
SHAREHOLDERS' FUNDS

Share Capital

Authorised

30,00,000 Equity Shares

Of Rs. 10/- Each.

 As at
31st March, 2009
Rs.

 (Rs in '000)
As at
31st March, 2008
Rs.

30,000
30,000

Issued, Subscribed & Paid up

26,17,685 Equity Shares

(26,17,685 of Rs. 10/- Each)

26,177

26,177

Less calls in arrears

9
9
26,168
26,168

(Out of the above 4,30,000 Equity shares are allotted as fully paid up pursuant to contract without payments being received in cash.)

SCHEDULE - 2

Reserves & Surplus

Capital Subsidy

1,000
1,000
1,000
1,000
SCHEDULE - 3
UNSECURED LOANS

1. West Bengal Electronics Industry Development Corporation Ltd.

140,745

128,058

2. Inter Corporate Deposit (Free of Interest)

3,700

3,700

 3. Sales Tax Loan from govt. of West Bengal
(Free of Interest)

1,710

1,710

4. Interest accrued & Due

5,496
5,496
151,651
138,964

SCHEDULE TO THE BALANCE SHEET (Contd.)

SCHEDULE - 4

(Rs in '000)

SCHEDULE OF FIXED ASSETS AS AT 31ST MARCH 2009

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	Cost as at 31st March '08	Additions During the year	Sales Adjustments during the year	Cost as at 31st March '09	Up to 31st March '08	Additions During the year	Adjustments During the year	As at 31st March '09	As at 31st March '09	As at 31st March '08
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Building (Lease Hold)	2480	-	-	2480	524	28	-	552	1928	1956
Plant & Machinery	15870	-	-	15870	13035	754	-	13789	2081	2835
Furniture & Fixture And Office Equipment	3450	-	-	3450	3073	148	-	3221	229	377
Total	21800	-	-	21800	16632	930	-	17562	4238	5168
Previous Period	21800	-	-	21800	15676	956	-	16632	5168	-

Note : (1) The Lease Agreement for Building is yet to be executed with M/s WBEIDC Ltd.
(2) Leasehold building has been amortised over the period of the lease

SCHEDULE - 5

(Rs in '000)

Inventories (As Certified by the Management)

Stock of Stores/Components

(Packing Materials & Consumable Stores)

Valued at cost (Including Goods at Bonded)

Warehouse Rs. 195074/(Rs. 195074/)

Stock of Bought Out Items

Stock of Finished Goods

Own Production (Valued at Lower

Of Cost or Market Price)

As at 31st March, 2009 Rs.	As at 31st March, 2008 Rs.
432	432
22	22
44	44
499	498
538	570
149	128
687	698

SCHEDULE - 6

Sunday Debtors (Unsecured)

More than six months

Considered Good

Considered Doubtful

Other Debts (Considered Good)

SCHEDULES TO THE BALANCE SHEET

(Rs in '000)

SCHEDULE - 7
CASH & BANK BALANCES

Balance with Schedule Banks

In Current Account

IN FIXED DEPOSIT ACCOUNT

As at
31st March, 2009
Rs.

As at
31st March, 2008
Rs.

31

28

2,556

2,556

2,587
2,584
SCHEDULE - 8
LOANS & ADVANCES

Advances recoverable in cash or in kind
or value to be received or adjusted

ADVANCES

Prepaid Expenses

Tax deducted at source

others

Balance with excise Department

(Including Modvat Credit)

—

4

6

6

145

170

1

1

152
181

Deposit with Government Department

And others

TOTAL (A + B)

194

194

346
375
SCHEDULE - 9

Current Liabilities & Provisions

CURRENT LIABILITIES

Sundry Creditors

- Micro and Small Entreprises

- Others

- Other Liabilities

3,780

3,613

3,780
3,613

SCHEDULES FOR PROFIT AND LOSS ACCOUNT

(Rs in '000)

	Rs.	As at 31st March, 2009 Rs.	As at 31st March, 2008 Rs.
SCHEDULE - 10			
Provision for Fringe Benefit Tax		77	64
		<u>77</u>	<u>64</u>
SCHEDULE - 11			
OTHER INCOME			
1. Installation, Maintenance and Service Charges	22		163
Less : Expenses			
2. Installation, Maintenance and Service Charges	<u>—</u>	22	<u>35</u>
Interest			128
On FDR			14
(Including Tax deducted Rs. Nil.			
Previous year NIL			
3. Liability no Longer Required Written Back		10	2
		<u>32</u>	<u>144</u>
SCHEDULE - 12			
ACCRETION/(DECRETION) TO MANUFACTURING STOCKS			
(Valued at cost)			
Stock as at 31.03.2008			
Finished Goods		44	44
LESS :			
Stock as at 31.03.2009		44	
Finished Goods		<u>—</u>	<u>44</u>
		<u>—</u>	<u>—</u>

SCHEDULES FOR PROFIT AND LOSS ACCOUNT

(Rs in '000)

SCHEDULE - 13

COST OF BOUGHT OUT ITEMS SOLD

Opening Stock

Add : Purchase during the year

Less : Closing stock

As at
31st March, 2009
Rs.

As at
31st march, 2008

22
22

22
22

22
22

SCHEDULE - 14

EXPENSES ON EMPLOYEES

Salary wages & allowances

Contribution to provident fund

And other funds

Staff welfare

9,458
1,234
8,500
1,213

SCHEDULE - 15

1. Power & Fuel
2. Service Charges
3. Repairs & Maintenance
4. Insurance premium
5. Miscellaneous Expenses
6. Conveyance Charges
7. Printing & stationery
8. Postage & Telegram expenses
9. Telephone charges
10. Bank charges (including guarantee Commission)
11. Audit fees
 - As audit fees
 - Tax audit fees
 - Issue of certificates
12. Previous year adjustment (net)

814
11,506
782
10,495

211
242
153
246

12
10
17
726

4
732
14
44

12
41
30
44

16
39
6
38

10
18
9
11

29
2
1,350
1,328

SCHEDULES FOR PROFIT AND LOSS ACCOUNT

SCHEDULE - 16 OTHER TAXES Rates & Taxes

For the year ended 31.03.08 Rs.
3
3

(Rs in '000)
For the year
ended 31.03.07
Rs.

3
3

SCHEDULE - 17 SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31.03.2009 AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE

A. SIGNIFICANT ACCOUNTING POLICIES

1. FIXED ASSETS

Fixed Assets are stated at cost including preoperative expenses and interest up to the date of commencement of commercial production. In case of Fixed Assets purchased out of foreign currency loans, cost of respective assets are adjusted by the amount of difference arising out of conversion of Foreign Currency into Indian Rupee.

2. DEPRECIATION

Depreciation is being computed at the rates prescribed in Schedule-XIV to the Companies ACT 1956, as amended, on straight line method.

3. INVENTORIES

Inventories are valued as under :-

- Stock of stores and components are valued at cost.
- Stock of finished goods
 - Own Produced (Valued at cost)
 - Bought out (valued at cost)
- Work in progress in valued at cost.

The basis of determining cost of various categories of inventories are as follows :-

Stores and components	-	Weighted Average rates for the year
Finished Goods & work in Progress	-	Material cost plus appropriate share of labour and overheads.
Bought-Out-Items	-	Specific Purchase Price.

The Accounting Standard-2, Valuation of Inventory, states that the inventory should be valued at lower of cost or net realizable value. The goods manufactured in F.Y. 2002-03 and lying in stock are being valued at cost, however the management states that the net realizable value of the inventory cannot be ascertained and hence are being valued at stock.

4. EXCISE DUTY

Excise duty payable on finished goods are accounted for on clearance of goods from the factory premises/bonded warehouses, as the case may be.

SCHEDULES 17 (Contd.)

5. RETIREMENT BENEFITS TO EMPLOYEES

i) Gratuity liability and accrued leave salary is accounted for as and when it become due for payment.

6. TAXATION

Provision for Taxes comprises of Current Tax and Deferred Tax. The deferred tax charge of credit recognized, using current tax rates, for timing difference between book and tax profits. Since the company is having brought forwards losses and unabsorbed depreciation, deferred tax assets in respect thereof are only accounted for when these exist virtual certainty for realisation of such assets.

7. REVENUE RECOGNITION

Sales are recognized at the point of dispatch of goods to customers and include freight excise duty but exclude sales taxes. Service charges are accounted for at the time of renewal. Other incomes are accounted for on accrual basis.

8. RECOGNITION OF EXPENDITURE

Expenditures are accounted for on accrual basis except for gratuity and leave salary which are accounted for on due basis & Ex-gratia which is accounted for on cash basis.

9. CONTINGENT LIABILITIES

Contingent liabilities are not provided for and are disclosed by way of notes

B. NOTES ON ACCOUNTS

1. Contingent liabilities not provided for in respect of : (Rs. in '000)
 - a) Sales Tax Demand of Rs. 139.30 Lacs (P.Y-Rs. 139.30 Lacs) for C/D Forms due from MTNL/DOT. Efforts being made to collect the forms.
2. Stock of components valued at Rs. 1,95,074/- lying at Bonded Ware House since 1992-93, which is still to be cleared and any liability on these amount will be accounted for at the time of clearance.
3. No provision for gratuity and accrued leave salary has been made in the accounts. Liability ascertained as per actuarial valuation amounting to Rs. 71.39 lacs and Rs. 32.15 lacs including Rs. 5.46 lacs and Rs. 2.49 lacs respectively for the year, resulting in loss for the year current liabilities being understated by the respective amount.
4. Amount of excise duty on closing stock of finished goods, not provided for in the accounts, is Rs. 7.13 Thousands (Previous year Rs. 7.13 thousands). However such non provision has no effect on the loss made by the company during the year.

5. Earning Per Shares :	For the year 2008-2009	For the year 2007-2008
Profit / (Loss) for the year (Rs. '000)	13,758	12,630
Weighted Nos. of Equity Shares (NO)	2617685	2617685
Basic and Diluted earning per shares (Rs.)	(5.22)	(4.85)

6. Particulars of goods manufactured during the year :
(Figures in brackets are for previous year)

		Licensed Capacity	Installed Capacity	Actual Production
	QTY	Per Annum	Per Annum	Per Annum
Electronic Push	Nos.	5,00,000	2,00,000	NIL
Button Telephones (EPBTs)		(5,00,000)	(2,00,000)	(NIL)

The Installed capacity is as certified by the company's Technical experts.

7. a) Particulars in respect of stock and sales of goods manufactured

(Figures in brackets are for previous year)

(Rs. in '000)

	Opening Stock		Sales		Closing Stock	
	Qty (Nos)	Value (Rs.)	Qty (Nos)	Value (Rs.)	Qty (Nos)	Value (Rs.)
Electronic Push	297	44	NIL	NIL	297	44
Button Telephones	(297)	(44)	(NIL)	(NIL)	(297)	(44)

* Including Samples Nil (NIL) and Discarded NIL (44) Nos.

- b) Particulars in respect of Purchase, Stock and Sales of Bought out items :

Inventory Stock and Sales of Bought out Items :										
	Opening Stock		Purchase During The Year		Total (1+2)		Sales		(Rs. in '000) Closing Stock (3 - 4)	
	Qty (Nos)	Value (Rs.)	Qty (Nos)	Value (Rs.)	Qty (Nos)	Value (Rs.)	Qty (Nos)	Value (Rs.)	Qty (Nos)	Value (Rs.)
	1		2		3		4		5	
EPABX	NIL (NIL)	NIL (NIL)	NIL (1)	NIL (21)	NIL (1)	NIL (21)	NIL (1)	NIL (29)	NIL (NIL)	NIL (NIL)
	1		2		3		4		5	
SPVHLS	2 (2)	22 (22)	NIL (NIL)	NIL (NIL)	2 (2)	22 (22)	NIL (NIL)	NIL (NIL)	2 (2)	22 (22)

8. The Company has not been treated as a sick company within the meaning of clause "O" of sub sec. 1 of sec. 3 of sick Industrial Companies (special Provision) Act 1985 (1 of 1985) on a reference made to the board of BIFR in 1994.
9. No provision has been made in the accounts for Sundry Debtors considered doubtful amounting Rs. 5.38 Lacs since the Company is making efforts to realize the debt amount.
10. In absence of necessary documents the clause as to "free of Interest" in case of inter corporate deposits amounting to Rs. 37 lacs has been accepted by the auditors as confirmed by the management.
11. As per West Bengal industrial promotion Assistance to Industrial unit Scheme 1994 the company has to pay Sales Tax amount collected by it and in turn it should have received 90% of the amount from the Government as Sales Tax grant under the above scheme. Instead of depositing the full amount for three quarters of the year 1994-95 it has deposited only 10% (retaining 90% amounting to Rs. 10.83 lacs). The company is yet to get the order from sales tax authorities in this regard. The matter is under appeal.
12. In the opinion of management there are no assets requiring impairment in terms of Accounting Standard (As 28), which has not been taken into consideration in preparing these Financial Statements.
13. The company has not recognized Deferred Tax Asset (Net) as per Accounting standard - 22, regarding "Accounting for Taxes on Income" in view of consistent losses and uncertainty regarding estimation of future profit with reasonable certainty.
14. The company has not provided any interest payable on unsecured loan from WBEIDC Ltd. As the corporation in their Books of Accounts has not booked interest income for the year as approved by their Board of Directors.
15. There is no related party transactions which is required to be disclosed as per Accounting Standards - 18 regarding "Related party Disclosure".
16. Borrowing cost capitalized during the year is Rs. 126.87 Lacs.
17. The Company does not have any expense of foreign exchange fluctuation at the end of the year.
18. Amount due to Micro and small enterprises is Rs. Nil.
19. In the absence of any confirmation from the Bank no interest income provision has been made in fixed assets held with Overseas Bank.
20. Previous year figures have been regrouped and rearranged wherever considered necessary.
21. Previous year figures have been given in brackets.
22. The company has ceased off the production but as informed by management, the going concern status is still intact.

As per our report annexed

For SINGHI & CO.

(L.N. DEY)

Partner

Chartered Accountants

Membership No.F/3569

1-B, Old Post Office Street

Kolkata, the 1st day of September, 2009

(PRABIR KUMAR DAS)

Director

(SHYAMAL DASGUPTA)

Director

(D.K. PAL)

Director

ADDITIONAL INFORMATION AS REQUIRED UNDER PART IV, OF SCHEDULE VI TO THE COMPANIES ACT, 1956 BALLANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE.

i) Resistration Details :

Registration No. 39300 State Code No. 21 Balance Sheet Date 31st March, 2009

ii) Capital Raised during the year (Amt. in Rs. '000)

Public Issue	Nil	Right Issue	Nil
Bonus Issue	Nil	Private Placement	Nil
Total Liabilities	178819	Total Assets	178819
Sources of Funds		Application of Funds	
Paid up Capital	26168	Net Fixed Assets	4238
Reserve & Surplus	1000	Investments	Nil
Secured Loans	—	Net Current Assets	261
Unsecured Loans	151651	Accumulated Losses	174320
		Miscellaneous Expenditure	Nil

iii) Position of Mobilisation and Deployment of Funds (Amt. in Rs. '000)

iv) Performance of Company (Amt. in Rs. '000)

Turnover	32	Total Expenditure	13,789
Profit before tax	(13,757)	Profit after tax	(13,834)
Earning per share Rs.	(5.29)	Dividend Rate %	N.A

v) Generic names of the Principal Products

Item code No. 8517

Product Description

1) Electronic Push Button Telephone

Sd/-
(PRABIR KUMAR DAS)
DIRECTOR

Sd/-
(SHYAMAL DASGUPTA)
DIRECTOR

Sd/-
(D. K. PAL)
DIRECTOR

WEBEL COMMUNICATION INDUSTRIES LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2009

		Year Ended 31st March, 2009	(Rs in '000) Year Ended 31st March, 2008
	Rs.	Rs.	Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES			
Net Profit / (Loss) before Tax and Extraordinary Items		(13,834)	(12,694)
Adjustment for :			
1) Depreciation	930	930	956
2) Interest Expenses	—	—	—
		(12,904)	(11,738)
Operating Profit / (Loss) before working Capital Changes			
Adjustment for :			
1) (Increase)/Decrease in Trade & Other Receivables	11	274	
2) (Increase)/Decrease in Loans & Advance	29	(83)	
3) (Increase)/Decrease in Current Liabilities	180	326	
Cash Generated from Operations		220	(517)
Cash Flow before Extraordinary Items		(12,684)	(11,221)
B. CASH FLOW INVESTING ACTIVITIES			
1) Additions/Sales to Fixed Assets		—	—
Net Cash used in Investing Activities		—	—
C. CASH FLOW FROM FINANCING ACTIVITIES			
1) Proceeds from Short term borrowings		12,687	10,376
		12,687	10,376
NET CASH USED IN FINANCING ACTIVITIES		—	—
NET INCREASE IN CASH AND CASH EQUIVALENTS : (A+B+C)		3	(845)
Cash & Cash Equivalents (Opening Balance)		2,584	3,429
Cash & Cash Equivalents (Closing Balance)		2,587	2,584
CASH & CASH EQUIVALENT, CONSISTS OF			
Cash in Bank in current Accounts		31	28
In Fixed Deposit / Margin Money Account		2,556	2,556

We have verified the above cash flow statement of Webel Communication Industries Ltd. Compiled from the audited Annual Financial Statements for the years ended 31st March 2009 and March 31st 2008 and found the same in accordance therewith and also with the requirements of clause 32 of the listing agreements with stock exchanges.

Sd/-
(PRABIR KUMAR DAS)
DIRECTOR

Sd/-
(SHYAMAL DASGUPTA)
DIRECTOR

Sd/-
(D. K. PAL)
DIRECTOR

As per our report Annexed For SINGHI & CO.

L. N. Dey, Partner Chartered Accountants, Membership No. F/3569 1-B, Old Post Office Street, Kolkata, the 1st day of September, 2009.



Webel Communication Industries Limited

Regd. Office : SDF Building, (Module Nos. 111 to 118)

Saltlec Electronics Complex, Sector V,

Bidhannagar, Kolkata, 700 091

FORM OF PROXY

I/We.....

to.....

being a member / members of Webel Communication Industries Ltd., hereby appoint.....

.....of.....(or

failing him

of as

my / our proxy in my/our absence to attend and vote for me/us on my/our behalf, at the 23rd Annual General Meeting of the Company, to be held on 30th day of September 2009 at 3 PM at our Registered Office and at any adjournment thereof.

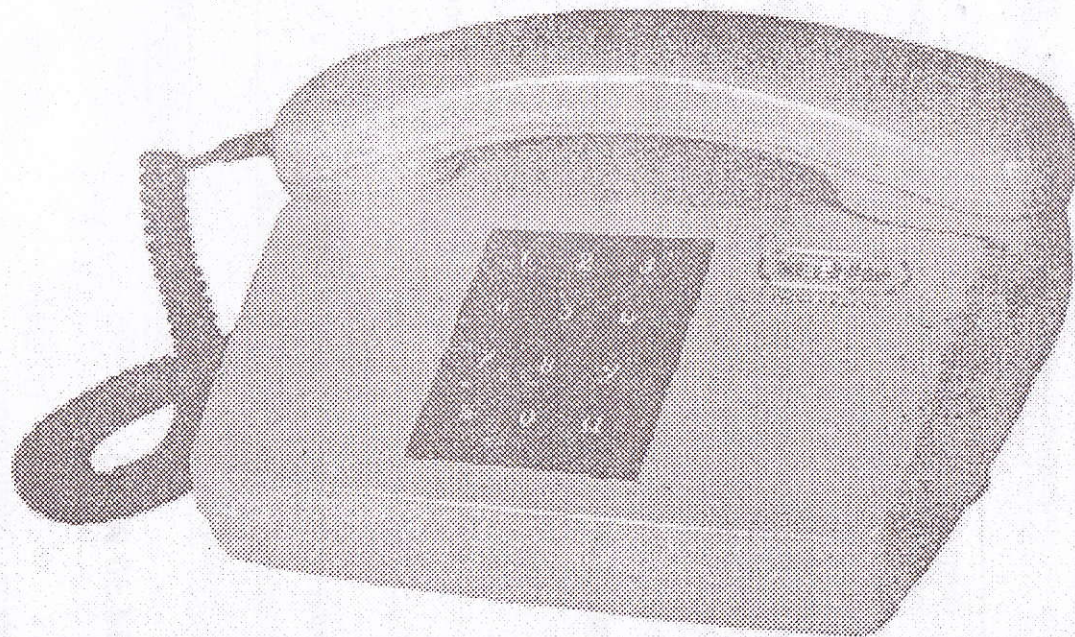
AS WITNESS my / our hand / hands this.....day of.....2009

Signed by the said.....



.....

- NOTE : (1) The Proxy need not be a member
(2) The proxy form duly signed across revenue stamp of One Rupee should reach the Company's Registered Office at Least 48 hours before the time for holding the Meeting.
*Please strike out whichever is not applicable.



Always A Beat Ahead In Technology.

BOOK POST
PRINTED MATTER

If undelivered please return to :
Webel Communication Industries Limited
S.D.F. Building, (Module Nos. 111 to 118)
Saltlec Electronics Complex Sector V,
Bidhannagar, Kolkata - 700 091

Designed and Printed by :
P. K. BASAK
Ph : 9830153665
9339683245