

## e. Additions in assets:

The Company has invested Rs. 54 Million (previous year Rs. 71 Million) in Fixed Assets during the year as under

Asset	2002 - 2003		2001 - 2002	
	Rs. in Millions	%	Rs. in Millions	%
Infrastructure Assets	20.83	38.4%	25.86	36.4%
Moulds, Dies and Patterns	4.17	7.7%	33.45	47.1%
Others	3.93	7.3%	4.94	6.9%
Assets under Print & Save	25.24	46.6%	6.85	9.6%
Total	54.17	100.0%	71.10	100.0%

During the year the company has spent mainly on infrastructure for e-enablement and Printers for the "Print & Save" services. The Company is reaping benefit out of its continuous investment in creating infrastructure for e-enablement and Research & Development areas.

## f. Share capital:

Pursuant to the option for conversion and redemption given to the Preference shareholders of the Company, during the year, 98,500 Preference Shares of Rs.10/- each were converted to 39,400 Equity Shares of Rs.10/- each at Rs.25/- per share and 2,025,000 Preference Shares of Rs.10/- each were redeemed at Rs.12.30 per share.

This leaves a balance of 2,518,000 Preference shares of Rs.10/- each to be redeemed in August 2003 at Rs.14/- per share.

During the year your company has issued 1,600,000 fresh Equity shares at a price of Rs. 25/- per share aggregating to Rs. 40 Millions to Wipro Limited, pursuant to the approval of members in the last Annual General Meeting.

## g. Dividend:

The Directors' recommend a dividend of 7% per annum for the year 2002-03 (6% in 2001-02), subject to the approval of members in the ensuing Third Annual General Meeting.

## 3. CHANGE IN NAME OF THE COMPANY

In August 2002, after successful transition from a division of Wipro to an independent company and with 2 years track record, your Company has moved to the next logical phase of establishing a distinct name and brand for the Company.

Since, December 2000, your Company has created an image for the Company using the "WeP Innovate" brand. "W" upholds the legacy of Wipro, whose core values form the foundation on which we seek to build the Company and its identity. "e" is very clearly our employees, the co-owners of India's largest, truly employee owned Company while "P" denotes the Passion which our "e" employees are known for.

Hence, as appropriate, the name of the Company was changed to WeP Peripherals Limited effective 29<sup>th</sup> July 2002. This name change also facilitates your Company to go into the public domain and to initiate steps to eventualise one of the main purposes of spinning off this company, i.e. creation of wealth for its shareholders and employees.

## 4. ACQUISITION

It is the stated intention of your Company to grow by organic and inorganic means. Acquisition of synergistic business is an integral part of the growth strategy.

In February 2001, your Company acquired the Electronic Design and Manufacturing unit from Godrej and Boyce in Hyderabad. The integration of this unit with WeP is complete and it today serves as the manufacturing base for exports and the UPS business.

Your Company has acquired majority stake in Select Technologies Limited an unlisted 2½ year old Networking company in November 2002.

Your Company has invested Rs 39 Millions into Select for a 93% equity stake in the Company. After our acquisition, for five months of operation since November 2002, the Company has achieved Rs 117 Million sales and Rs. 5 Million profit before tax.

Pursuant to the requirement of Indian Accounting guidelines, the Accounts of Select Technologies Limited is consolidated and presented elsewhere in this report.

The audited statements of account of this subsidiary company for the year ended 31st March 2003, together with the reports of the Directors and the Auditors and a Statement under Section 212 of the Companies Act, 1956 are attached elsewhere in this report.