

22nd
ANNUAL REPORT

AS AT 31ST MARCH 2015

SYSCHEM (INDIA) LIMITED



Independent Auditors' Report

To the Members of

SYSCYHEM (INDIA) LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **SYSCHEM (INDIA) LIMITED** ("the Company") which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matter stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgement and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Accounting specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.





We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2015;
- b) in the case of the Statement of Profit and Loss, of the loss for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015, ("the Order") issued by the Central Government of India in terms of Section 143 sub – section (11) of the Act, , we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that :
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) 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;
 - c) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid financial statements comply with Accounting Standards notified specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rule, 2014;
 - e) On the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164(2) of the Act; and





- f) With respect to the order matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rule 2014, in our opinion and the best of our information and according to explanations given to us:
- The Company has disclosed the impact of pending litigations on its financial position in its financial statements as of March 31, 2015.
 - The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts.
 - There were no amount which required to be transferred by the company to the Investor Education and Protection Fund.

For BANSAL VIJAY & ASSOCIATES
Chartered Accountants
(Firm Registration No. 014930N)



(CA VIJAY KUMAR)
Partner
M. No. 093412

Place : CHANDIGARH
Dated : 30.05.2015



Annexure to the Independent Auditors' Report

Referred to in paragraph 1 of our Report of even date on the accounts for the year ended on 31st March, 2015 of SYSCHEM (INDIA) LIMITED.

On the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanation given to us during the course of audit, we state that : -

- (i) (a) The Company has generally maintained proper records showing full particulars, including quantitative details and situation of fixed assets on the basis of available information.
- (b) The Company has verified all its fixed assets during the period. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the company and the nature of its assets. The discrepancies noticed on such verifications have been properly dealt with in the books of accounts.
- (ii) (a) As explained to us, the physical verification of the inventory has been conducted by the management at reasonable intervals during the year.
- (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 are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) As explained to us, no material discrepancies have been noticed on physical verification. The balances of stock as established on physical verification as at the year end have been incorporated in the books of accounts. Consequently, the shortage / excess, if any have been adjusted in the consumption of medicines.
- (iii) The Company has not granted any loans secured or unsecured loans to Companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- (iv) In our opinion and according to the information and explanations given to us, there exists adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of inventories, fixed assets and sale of services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control.
- (v) In our opinion and according to the information given to us, the company has not accepted deposits from the public during the year





(vi) We have broadly reviewed the cost records maintained by the company pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended and prescribed by the Central Government under section 148 (1) of the Companies Act, 2013 and are of the opinion that prima facie the prescribed cost records have been made and maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete

(vii) (a) According to the information and explanations given to us and on the basis of records produced before us, the Company is not regular in depositing undisputed statutory dues including provident fund, income tax, sales tax, service tax with appropriate authorities applicable to the Company. The arrears of outstanding statutory dues as at the last day of financial year for a period of more than six months from the date they became payable is as under : -

S.NO.	Nature of Statutory Dues	Amount (In Lacs)
1.	Provident Fund	24.11
2.	Tax Deducted at Source	3.58
3.	Central Sales Tax	12.96
4.	Value Added Tax	5.33
5.	Service Tax	0.90

(b) According to the information and explanations given to us, there are no material dues of income tax, sales tax, wealth tax, service tax, custom duty, excise duty, value added tax or any other cess applicable to the Company which have not been deposited with the appropriate authorities on account of any dispute except the following : -

S.No	Name of the Statute	Nature of Dues	Amount (In Lacs)	Forum where dispute is pending
1	Central Excise Act, 1944	Excise Duty	14.94	Central Excise Department

(c) There were no amount which required to be transferred by the company to the Investor Education and Protection Fund.

(viii) The Company has been registered for a period more than five years and its accumulated losses at the end of the financial year are not more than 50% of its net worth. The Company has incurred cash losses during the financial year under report. During the immediately preceding year Company had not incurred any cash losses.

(ix) In our opinion and according to the information and explanations given to us, the Company has defaulted in repayment of dues to Banks & Financial Institutions. The amount of default is Rs. 1920.33 Lacs since 29.01.2015.



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- (x) In our opinion and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institution.
- (xi) In our opinion and according to the information and explanations given to us, the term loan has been applied for the purpose for which they were raised.
- (xii) According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.

For BANSAL VIJAY & ASSOCIATES
Chartered Accountants
(Firm Registration No. 014930N)



(CA VIJAY KUMAR)
Partner
M. No. 093412

Place : CHANDIGARH
Dated : 30.05.2015

SYSCEM (INDIA) LIMITED
BALANCE SHEET AS AT March 31, 2015

Particulars	Note No.	31st March 2015 Rs.	31st March 2014 Rs.
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	1	1,691.04	1,691.04
(b) Reserves and Surplus	2	(591.56)	(204.56)
		1,099.48	1,486.48
(2) Share Application Money Pending Allotment	-		
(3) Non - Current Liabilities			
(a) Long Term Borrowings	3	1,850.31	2,137.37
(b) Deferred Tax Liabilities (Net)	4	-	52.69
(c) Other Non Current Liabilities	4A	229.64	56.90
		2,079.95	2,246.95
(4) Current Liabilities			
(a) Short Term Borrowings	5	656.00	663.95
(b) Trade Payables	6	949.87	496.89
(c) Other Current Liabilities	7	277.93	536.43
(d) Short Term Provisions	8	15.16	33.00
		1,898.97	1,730.27
TOTAL		5,078.40	5,463.71
II ASSETS			
(1) Non - Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	9	3,267.45	3,463.10
(ii) Intangible Assets	9	100.97	108.97
(iii) Capital Work in Progress	10	60.72	46.11
(iv) Intangible Assets under development	-	-	-
		3,429.12	3,618.18
(b) Non - current investments		-	-
(c) Deferred tax assets (Net)	4	92.35	-
(d) Long Term Loans and Advances	11	79.40	104.47
(e) Other Non Current Assets	-	-	-
		3,600.87	3,722.65
(2) Current Assets			
(a) Current Investments	-	-	-
(b) Inventories	12	745.78	758.99
(c) Trade Receivables	13	580.84	722.81
(d) Cash and Cash Equivalents	14	10.59	70.00
(e) Short Term Loans and Advances	15	51.14	50.30
(f) Other Current Assets	16	89.18	138.95
		1,477.53	1,741.06
TOTAL		5,078.40	5,463.71
Significant Accounting Policies Notes on Financial Statements			
	1 to 27		

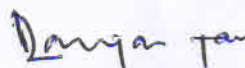
As per our report of even date

For and on behalf of the Board

for BANSAL VIJAY & ASSOCIATES
CHARTERED ACCOUNTANTS


(CA VIJAY KUMAR)
PARTNER
M.NO. 093412
FRN : 014930N


(JAGMOHAN ARORA)
Director
DIN : 00828060


(RANJAN JAIN)
Director
DIN : 00635274

DATE : 30th May 2015
PLACE : CHANDIGARH

SYSCHEM (INDIA) LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED MARCH 31, 2015

Particulars	Note No.	31st March 2015		31st March 2014	
		Rs.	Rs.	Rs.	Rs.
I. Revenue from Operations	18		1,136.45		1,840.83
II Other Income	19		7.38		123.74
III Total revenue (I + II)			<u>1,143.84</u>		<u>1,964.57</u>
IV Expenses					
Cost of Materials Consumed	20	972.60		1,311.91	
Changes in Inventories of Finished Goods, Work in Progress and Stock in Trade	21	221.02		(301.76)	
			1,193.62		1,010.15
Employee Benefits Expense	22		72.93		156.45
Finance Costs	23		80.82		277.75
Depreciation and Amortization Expense	24		192.53		175.26
Other Expenses	25		127.63		269.06
Total Expenses			<u>1,667.54</u>		<u>1,888.66</u>
V Profit/(Loss) before exceptional and extraordinary items and tax (III-IV)			(523.70)		75.91
VI Exceptional Items			-		-
Profit/(Loss) before extraordinary items and tax (V-VI)			(523.70)		75.91
VIII Extraordinary Items			-		-
IX Profit before tax (VII-VIII)			(523.70)		75.91
X Tax Expense					
(1) Current tax			-	15.50	
(2) Deferred tax		(145.04)		24.19	
(3) MAT Credit Entitlement		8.34		(22.80)	
(4) Income tax related to earlier years		-		(0.38)	
			(136.70)		16.51
XI Profit/(Loss) for the period from continuing operations (IX-X)			(387.00)		59.40
XII Earning per equity share:	26				
(1) Basic			(0.24)		0.04
(2) Diluted			(0.24)		0.04
Significant Accounting Policies					
Notes on Financial Statements	1 to 27				

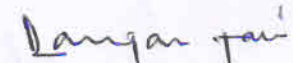
As per our report of even date

For and on behalf of the Board

for BANSAL VIJAY & ASSOCIATES
CHARTERED ACCOUNTANTS


(CA VIJAY KUMAR)
PARTNER
M.NO. 093412
FRN : 014930N


(JAGMOHAN ARORA)
Director
DIN : 00828060


(RANJAN JAIN)
Director
DIN : 00635274

DATE : 30th May 2015
PLACE : CHANDIGARH

SYSCHEM (INDIA) LIMITED				
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2015				
Particulars	31st March 2015		31st March 2014	
	Rs.	Rs.	Rs.	Rs.
Cash flows from operating activities				
Profit before taxation		(523.70)		75.91
Adjustments for:				
Depreciation and amortization expense	192.53		175.26	
Loss/(Profit) on sale of fixed asset	(0.20)		(0.35)	
Provision for gratuity	-		5.30	
Interest received	(6.72)		(8.23)	
Finance Cost	80.82	266.43	277.75	449.71
		(257.27)		525.63
(Increase)/ decrease in trade and other receivables	191.74		(209.24)	
(Increase)/ decrease in inventories	13.20		(361.64)	
Increase/ (decrease) in trade payables	194.48	399.42	450.18	(120.70)
		142.15		404.93
Income taxes paid		15.50		16.57
Net cash from operating activities		126.65		388.36
Cash flows from investing activities				
Purchase of fixed assets	(14.70)		(443.05)	
Proceeds from sale of fixed assets	11.43		6.60	
Movement in Loans and Advances	15.90		144.43	
Interest received	6.72		8.23	
Net cash from investing activities		19.35		(283.78)
Cash flows from financing activities				
Proceeds from issue of share capital	-		-	
Proceeds from long term borrowings	172.74		290.70	
Proceeds from short term borrowings	(7.95)		139.73	
Repayment of long term borrowings	(287.06)		(246.93)	
Finance Cost	(80.82)		(277.75)	
Dividend paid	(2.34)		-	
Net cash from financing activities		(205.42)		(94.24)
Net increase/(decrease) in cash and cash equivalents		(59.42)		10.34
Cash and cash equivalents at beginning of reporting period		70.00		59.66
Cash and cash equivalents at end of reporting period		10.58		70.00
Cash & Cash equivalents:				
Cash and cash equivalents included in the statement of cash flows comprise the following amounts in the balance sheet:				
Cash in hand and bank balances		10.59		70.00
Short term investments		-		-
Cash and cash equivalents as reported		10.59		70.00
Effect on exchange rate changes		-		-
Cash and cash equivalents as restated		10.59		70.00

As per our report of even date

for BANSAL VIJAY & ASSOCIATES
CHARTERED ACCOUNTANTS

(CA VIJAY KUMAR)
PARTNER
M.NO. 093412
FRN : 014930N

DATE : 30th May 2015
PLACE : CHANDIGARH

For and on behalf of the Board

(JAGMOHAN ARORA)
Director
DIN : 00828060

(RANJAN JAIN)
Director
DIN : 00635274

SYSCHEM (INDIA) LIMITED

SIGNIFICANT ACCOUNTING POLICIES

1) BASIS OF ACCOUNTING

The accompanying financial statements are prepared under the historical cost conventions following accrual basis of accounting. Accounting policies not specifically referred to otherwise are consistent and in consonance with generally accepted accounting principles.

2) REVENUES RECOGNITION

The incomes and expenditures are accounted for on accrual basis. The sales are net of returns and inclusive of applicable excise duties.

3) FIXED ASSETS AND DEPRECIATION

The fixed assets are stated at historical cost less depreciation. The cost includes the cost of purchase or construction together with interest of borrowing for the purpose of acquiring fixed assets up to the date of commissioning of fixed assets and other incidental expenses incurred up to that date. Depreciation on Fixed Assets has been provided on straight-line method based on useful life of the assets as prescribed in Schedule II of the Companies Act, 2013. Depreciation on assets sold during the year is provided upto the date of sale of fixed assets..

4) EXCISE DUTY

CENVAT credits are taken into account at the time of purchase of Capital Goods and raw materials, to the credit of respective purchases and utilized for the clearance of goods manufactured. Expenditure in respect of excise duty on finished products is accounted for as and when the clearance is made from factory premises. The amount of excise duty payable on the finished goods, not cleared from the factory as at 31st March 2015 has not been added to the value of closing stocks of finished goods. However, the non-provision of such excise duty will not effect the profits for the year.

5) BORROWING COSTS

Borrowing costs attributable to the acquisition, construction or production of an asset is capitalized as part of the cost of that asset. The borrowing costs, which are not related to fixed assets, are recognized as an expense in the period in which they are incurred.



6) **INVENTORIES**

The stocks of Raw Material and Stores & Spares are valued at cost price. The Finished Goods have been valued at cost or net realizable value whichever is less, work- in process is valued at estimated cost as certified by management. Goods in transit are carried at cost.

7) **EMPLOYEE TERMINAL BENEFITS**

The contribution to provident fund, under the defined contribution plans is charged to revenue. The Company has also provided towards the Gratuity benefits, of the eligible employees. No provision is made towards bonus during the year. The provisions for the above benefit relating to the current year are charged to the revenue.


8) **INCOME TAXES**


- a. Provision for taxation has been made on the basis of taxable profits computed for the current accounting year in accordance with the provisions of the Income Tax Act, 1961.
- b. Deferred income tax is provided using the asset method on all timing differences at the balance sheet date between the tax base of assets all liabilities and their carrying amounts for financial reporting purposes.
- c. Deferred tax assets and liabilities are measured using the tax laws that have been enacted or subsequently enacted at the balance sheet date.

As per our attached report of even date
for **BANSAL VIJAY & ASSOCIATES**
Chartered Accountants


(CA VIJAY KUMAR)
PARTNER
M.No. 093412

For & on behalf of the Board


(JAGMOHAN ARORA)
DIRECTOR
DIN : 00828060


(RANJAN JAIN)
DIRECTOR
DIN : 00635274

PLACE : CHANDIGARH
DATE : 30.05.2015

SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

1 Share Capital :

Particulars	31st March 2015		31st March 2014	
	Number	Rs	Number	Rs
Authorized:				
18000000 Equity shares of Rs. 10/- each	18000000	1,800.00	18000000	1,800.00
2000000 Preference shares of Rs. 10/- each	2000000	200.00	2000000	200.00
		<u>2,000.00</u>		<u>2,000.00</u>
Issued, subscribed and fully paid up:				
<i>15910400 Equity shares of Rs. 10 /- each (Previous Year 159104000 Equity shares of Re. 1/- each)</i>				
At the beginning of the reporting period	15910400	1,591.04	159,104,000	1,591.04
Issued during the reporting period	-	-	-	-
Bought back during the reporting period	-	-	-	-
At the close of the reporting period	15910400	<u>1,591.04</u>	159,104,000	<u>1,591.04</u>
<i>1000000 Preference shares of Rs. 10/- each (Previous Year 100000000 Equity shares of Re. 1 /- each)</i>				
At the beginning of the reporting period	10000000	100.00	10,000,000	100.00
Issued during the reporting period	-	-	-	-
Bought back during the reporting period	-	-	-	-
At the close of the reporting period	10,000,000	<u>100.00</u>	10,000,000	<u>100.00</u>
Less Calls in arrears		-		-
		<u>1,691.04</u>		<u>1,691.04</u>
Add: Amount originally paid up on forfeited shares		-		-
Total		<u>1,691.04</u>		<u>1,691.04</u>

Other Information:

I. Particulars of equity share holders holding more than 5% of the total number of equity share capital:

EQUITY SHARE CAPITAL

a. Allychem Securities Private Limited	1251000	7.86%	12510000	7.86%
b. Ranjan Jain	1271778	7.99%	12125957	7.62%
c. Allychem Laboratories Private Limited	950700	5.98%	9507000	5.98%

PREFERENCE SHARE CAPITAL

a. Ranjan Jain	1,000,000	100.00%	10,000,000	100.00%
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II. Preference shares are redeemable on 31st March 2019



SYSICHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

2 Reserves and Surplus:

Particulars	Capital Reserve	Capital redemption reserve	Securities Premium Reserve	Revaluation Reserve	Surplus i.e. balance in Statement of Profit & Loss	Total
At the beginning of the reporting period	6.28	0.00	76.01	0.00	(286.85)	(204.56)
Transferred from/to Profit & Loss Account						
Allocation towards allotment of bonus shares					(387.00)	(387.00)
Proposed Dividends					0	0
Provision towards dividend distribution tax					0	0
At the close of 31st March 2015	6.28	0.00	76.01	0.00	(673.85)	(591.56)
At the close of the 31st March 2014	6.28	0.00	76.01	0.00	(286.85)	(204.56)



SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

3 Long term Borrowings

Particulars	Rs in	
	31st March 2015	31st March 2014
1) Secured Loans:		
a) Term Loans		
- from Banks	739.63	727.09
- from Others	-	-
b) Letter of Credit		
- from Banks	342.09	-
c) Vehicle Loans	4.34	5.79
d) Other loans	94.70	104.85
	1,180.76	837.73
2) Unsecured Loans:		
a) Loans and advances from related parties #	380.06	569.11
b) Other loans @	289.50	730.53
	669.55	1,299.64
Total long term borrowings (1+2)	1,850.31	2,137.37

Includes loans from directors and their relatives and director of associated concern

@ Includes deposits and loans from companies



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SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

4 Deferred Tax Asset / Liability

Particulars	31st March 2015	31st March 2014
i) Deferred tax liability:		
a) On account of depreciation on fixed assets	-	52.69
b) On account of timing differences in recognition of expenditure	-	-
Total	-	52.69
ii) Deferred tax asset:		
a) On account of timing differences in recognition of expenditure	-	-
b) On account disallowance under section 40 (ia)	-	-
c) On account of Unabsorbed losses and depreciation under the Income Tax Act, 1961	92.35	-
	92.35	-
Net Deferred tax asset (liability)	92.35	(52.69)
4A Other Long term liabilities		
a) Trade Payables	-	-
b) Others	229.64	56.90
	229.64	56.90



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SYSCHEM (INDIA) LIMITED**NOTES TO FINANCIAL STATEMENTS****5 Short term Borrowings**

Particulars	31st March 2015	31st March 2014
1) Secured Loans:		
a) Cash Credit from PNB	656.00	663.95
	656.00	663.95
2) Unsecured Loans:	-	-
Total	656.00	663.95



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SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

Particulars	31st March 2015	31st March 2014
6 Trade Payables		
a) To Micro, Small and Medium Enterprises	-	-
b) Others	949.87	496.89
	<u>949.87</u>	<u>496.89</u>
7 Other current liabilities:		
a) Current maturities of long term debt	182.61	283.58
b) Interest accrued and due on borrowings	8.04	30.49
c) Capital Payables	7.36	21.50
d) Advance from customers	1.24	5.79
e) Other payables -		
Statutory Payables	70.39	40.99
Other Expenses Payable	8.29	154.08
	<u>277.93</u>	<u>536.43</u>
8 Short term provisions:		
a) Provision for employee benefits	15.16	15.16
b) Provision for income tax	-	15.50
c) Provision for Prefence Dividend	-	2.00
d) Others	-	0.34
	<u>15.16</u>	<u>33.00</u>



NOTES TO FINANCIAL STATEMENTS

9 Fixed Assets:

	GROSS BLOCK (AT COST)			DEPRECIATION				NET BLOCK		
	As at 1st April, 2014	Additions for the year	Sales / Adjustments	As at 31st March, 2015	Upto 1st April, 2014	During the period	Adjustment of Opening Reserves	Sold / Adjustments	As at 31st March, 2015	As at 31st March, 2014
Tangible Assets - Own assets										
Land	19.07	-	-	19.07	-	-	-	-	19.07	19.07
Buildings	573.05	-	-	573.05	104.06	17.19	-	-	451.80	468.99
Plant & Machinery	3,269.18	-	3.83	3,265.35	565.46	135.63	-	1.00	2,703.72	2,703.72
D.G. Sets	87.71	-	-	87.71	18.14	5.35	-	-	64.22	69.57
Furniture & Fixtures	4.71	-	-	4.71	2.08	0.33	-	-	2.41	2.30
Vehicles	32.56	-	-	32.56	9.52	3.84	-	-	13.36	23.04
Office equipment	24.17	-	-	24.17	9.82	4.78	-	-	14.61	19.20
Electrical Fittings & Installation	9.63	-	-	9.63	7.32	1.83	-	-	9.15	9.57
Electrical Installation	129.70	-	-	129.70	7.78	7.24	-	-	15.02	14.35
Misc. Fixed Assets	13.03	-	-	13.03	0.77	0.94	-	-	1.71	2.31
Computer Peripherals	9.32	0.09	-	9.41	0.44	5.70	-	-	6.14	121.93
Laboratory Equipment	7.87	-	-	7.87	0.69	0.90	-	-	1.59	12.26
Bus	11.68	-	11.68	-	2.49	0.78	-	3.28	6.28	8.88
	4,191.70	0.09	15.51	4,176.27	728.58	184.51	-	4.28	-	7.18
									3,267.45	9.19
Intangible assets										
Process Know- how	80.00	-	-	80.00	9.97	8.00	-	-	17.97	62.03
R&D and Process Development	38.94	-	-	38.94	-	-	-	-	38.94	70.03
TOTAL	4,310.64	0.09	0.00	4,295.22	738.56	192.51	-	4.28	3,368.42	3,572.08
PREVIOUS YEAR FIGURES	3,510.47	806.96	6.79	4,310.64	563.82	175.26	-	0.55	738.56	3,572.08
										2,946.63



SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

Particulars	31st March 2015	31st March 2014
10 Capital work in progress:		
a) Plant and Machinery	59.95	46.11
b) Building under Construction	0.77	-
	60.72	46.11
Less:		
Provision for impairment	-	-
	60.72	46.11
11 Long term loans and advances:		
a) Capital Advances	0.32	2.63
b) Security Deposits	13.11	23.52
c) MAT Credit Entitlement	48.15	56.48
d) Other loans & advances	17.82	21.84
	79.40	104.47
<u>Additional information:</u>		
1) Breakup of above:		
i) Secured, considered good	13.11	23.52
ii) Unsecured, considered good	66.29	80.95
iii) Doubtful	-	-
Total	79.40	104.47
Less:		
Provision for doubtful advances	-	-
	79.40	104.47



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SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

Particulars	31st March 2015	31st March 2014
12 Inventories:		
a) Raw materials	527.33	312.94
b) Work in progress	184.25	295.09
c) Finished goods	-	110.18
d) Stores and spares	34.20	40.77
	745.78	758.99

Raw material and stores and spares are valued at cost, Work in progress is valued at Estimated cost and Finished goods is valued at cost or realisable value whichever is less

13 Trade receivables:

a) Trade receivables exceeding six months	304.36	114.22
b) others	276.48	608.59
(a+b)	580.84	722.81
Less: Provision for doubtful debts	-	-
	580.84	722.81

Additional information:

1) Breakup of above:

i) Secured, considered good	-	-
ii) Unsecured, considered good	580.84	722.81
iii) Doubtful	-	-
Total	580.84	722.81
Less:		
Provision for doubtful debts	-	-
	580.84	722.81



SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

Particulars	31st March 2015	31st March 2014
14 Cash and cash equivalents:		
a) Balances with banks		
- in margin money, security for borrowings, guarantees and other commitments		60.66
- in other accounts		0.02
b) Cash in hand	10.59	9.32
	10.59	70.00
15 Short term loans and advances:		
a) Loans and advances to related parties		
b) Other loans and advances	51.14	50.30
	51.14	50.30
Less: Provision for doubtful advances		
	51.14	50.30
16 Other Current Assets		
a) Service Tax recoverable	19.96	18.54
b) Excise Duty recoverable	42.18	67.67
c) Input Tax Credit	4.26	2.05
d) Income Tax refund A.Y. 2008-2009	0.18	0.18
e) TDS & TCS	3.04	17.79
f) Other Current assets	19.56	32.72
	89.18	138.95



B *A*

SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

Particulars	31st March 2015	31st March 2014
17 Contingent Liabilities and Comitments : (to the extent not provided for)		
a) Contingent Liabilities :		
i) Claims against the Company not acknowledged as debts	22.50	22.50
ii) Tax demands under disputes	14.94	14.94
iii) Other monies for which Company is contigently liable	0.00	0.00

The management believes, based on internal assessment and / or legal advice, that the probability of an ultimate adverse decision and outflow of resources of the Company is not probable and accordingly, no provision for the same is considered necessary.



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SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

(Rs in Lacs)

Particulars	31st March 2015	31st March 2014
18 Revenue from operations:		
i) Sale	1,204.06	1,610.42
ii) Job Work	7.79	387.58
	<u>1,211.85</u>	<u>1,998.00</u>
Less:		
Excise duty	75.40	157.17
	<u>1,136.45</u>	<u>1,840.83</u>
19 Other Income:		
i) Commission income	-	115.14
ii) Interest income		
- non current assets	6.72	8.23
iii) Profit on sale of fixed assets (Net)	0.20	0.35
iv) Misc. Income	0.47	0.02
	<u>7.38</u>	<u>123.74</u>
20 Cost of materials consumed:		
a) i) Consumption of raw materials	962.82	1,290.76
ii) Consumption of stores and spare parts	9.78	21.15
	<u>972.60</u>	<u>1,311.91</u>
TOTAL	972.60	1,311.91



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SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

(Rs in Lacs)

Particulars

31st March 2015

31st March 2014

21 Changes in inventories of finished goods, work in progress and stock in trade:

Stocks at the end of the year

i) Work in progress	184.25	295.09
ii) Finished goods	-	110.18
iii) Scrap	-	-
TOTAL	184.25	405.28

Less:

Stocks at the beginning of the year

i) Work in progress	295.09	102.00
ii) Finished goods	110.18	1.52
iii) Scrap	-	-
TOTAL	405.28	103.52

22 Employee Benefit Expenses:

i) Salaries and wages	67.93	139.47
ii) Contribution to provident and other funds	4.49	14.76
iii) Remuneration to whole time directors	-	-
iv) Staff welfare expenses	0.51	1.88
v) Recruitment and training expense	-	0.35
	72.93	156.45

23 Finance Costs:

i) Interest expense	71.94	259.52
ii) Other borrowing costs	8.87	18.22
	80.82	277.75

24 Depreciation and amortization:

i) Depreciation	184.53	167.26
ii) Amortization of intangible assets	8.00	8.00
	192.53	175.26



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SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

(Rs in Lacs)

Particulars	31st March 2015	31st March 2014
25 Other expenses:		
i) Power and electricity	44.03	116.14
ii) Diesel and fuel	45.12	90.00
iii) Rent	6.88	8.33
iv) Repairs to buildings	1.30	0.09
v) Repairs to machinery	2.12	6.57
vi) Insurance	1.96	9.09
vii) Rates and taxes	6.13	3.26
viii) Payment to the auditors		
- as auditor	1.50	1.13
- for taxation matters	-	0.13
ix) Selling expenses	1.29	0.45
x) Donations	-	0.33
xi) Legal and professional charges	1.57	3.32
xii) Advertisement & Publicity	1.03	3.03
xiii) Business Promotion	-	1.73
xiv) Directors sitting fees	-	0.06
xv) Travelling & Conveyance expense	4.25	9.13
xvi) Postage & Telegram	3.86	0.10
xvii) Printing & Stationery	0.60	2.10
xviii) Service Tax Exp.	2.59	1.36
xix) Office Expenses	1.20	4.52
xx) Watch & Ward Expenses	-	4.93
xxi) R&D Expenses	1.32	0.32
xxii) Miscellaneous expenses	0.89	2.93
	127.63	269.06



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SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

Particulars	31st March 2015	31st March 2014
26 Earnings Per Share :		
<u>After extraordinary item:</u>		
Profit for the year after tax expense	(387.00)	59.40
	(387.00)	59.40
Weighted average number of equity shares	1591.04	1591.04
Earning per share (in Rupees)	-0.24	0.04
<u>Before extraordinary item:</u>		
Profit for the year after tax expense	(387.00)	59.40
Adjustment for		
Extraordinary item (net of tax)	-	-
	(387.00)	59.40
Less:		
Preference dividend payable including dividend tax	-	-
	(387.00)	59.40
Weighted average number of equity shares	1591.04	1,591.04
Earning per share (in Rupees)	-0.24	0.04



12

12

Other Secured Loans are secured by way of first charge on assets against which loan is taken and personal guarantee of the Whole-time Directors and Mr Kushal Pal Singh of the Company.

- b *Term Loan, Cash Credit and Bank Guarantee from PNB are guaranteed and collaterally secured by the Whole-time Directors of the Company along with Mr Kushal Pal Singh Mr Ajay Kumar Choudhary, Mr and Mrs Atul Kumar, M/s Allychem Laboratories Pvt. Limited and Allychem Securities Pvt. Limited.*

- c Terms of repayment of term loans and others

Particulars	Period of Maturity	No. of Installments Due*	Amount of Installments Due*
PNB Term Loan	23	20	913.04
ICICI Bank - Vehicle Loan	36	3	0.45
ICICI Bank - Vehicle Loan	36	2	0.30
ICICI Bank - Vehicle Loan	36	4	0.71
ICICI Bank - Vehicle Loan	36	10	2.64
Intec Capital Limited - Secured Loan	60	49	86.29
Intec Capital Limited - Secured Loan	60	46	36.30
Punjab Kashmir Finance Limited	41	46	30.53
Punjab Kashmir Finance Limited	36	20	61.96
Punjab Kashmir Finance Limited	47	36	26.38
PKF Finance Limited	46	17	17.67
PKF Finance Limited	46	22	43.39
PKF Finance Limited	47	25	22.47
PKF Finance Limited	35	22	17.12
PKF Finance Limited	35	35	55.00

** Includes Current Maturities and amount repayable after 12 months*



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SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

27 Additional Information:

1) Details related to Long term Borrowings

a Details of security

Term Loan is secured by hypothecation of Land & Building, Plant & Machinery and Misc Fixed Assets purchased from the term loan coupled with extension of charge on existing asset block of the company.

Vehicle Loans are secured against hypothecation of vehicles for which loan has been taken.

Other Secured Loans are secured by way of first charge on assets against which loan is taken and personal guarantee of the Whole-time Directors and Mr Kushal Pal Singh of the Company.

b *Term Loan, Cash Credit and Bank Guarantee from PNB are guaranteed and collaterally secured by the Whole-time Directors of the Company along with Mr Kushal Pal Singh Mr Ajay Kumar Choudhary, Mr and Mrs Atul Kumar, M/s Allychem Laboratories Pvt. Limited and Allychem Securities Pvt. Limited.*

c Terms of repayment of term loans and others

Particulars	Period of Maturity	No. of Installments Due*	Amount of Installments Due*
PNB Term Loan	23	20	913.04
ICICI Bank - Vehicle Loan	36	3	0.45
ICICI Bank - Vehicle Loan	36	2	0.30
ICICI Bank - Vehicle Loan	36	4	0.71
ICICI Bank - Vehicle Loan	36	10	2.64
Intec Capital Limited - Secured Loan	60	49	86.29
Intec Capital Limited - Secured Loan	60	46	36.30
Punjab Kashmir Finance Limited	41	46	30.53
Punjab Kashmir Finance Limited	36	20	61.96
Punjab Kashmir Finance Limited	47	36	26.38
PKF Finance Limited	46	17	17.67
PKF Finance Limited	46	22	43.39
PKF Finance Limited	47	25	22.47
PKF Finance Limited	35	22	17.12
PKF Finance Limited	35	35	55.00

** Includes Current Maturities and amount repayable after 12 months*



SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

27 Additional Information:

2) Related Party Disclosure

A) Names of Related parties where control or influence exists irrespective of whether transactions have occurred or not	
Key Management Personnel	Ranjan Jain Jagmohan Arora
Enterprises significantly influenced by key management personnel	Allychem Laboratories Pvt. Ltd. Allychem Securities Pvt. Ltd. Paramount Chemtech Pvt Ltd. Allychem Organics Pvt. Ltd.
Others	Ruchika Jain

B) Transactions with Related Parties during the year			
	Key Management Personnel	Enterprises significantly influenced by key management personnel	Others
Sale of goods	-	8.88	-
Purchase of goods	-	31.24	-

C) Balance as on 31.03.2015			
	Key Management Personnel	Enterprises significantly influenced by key management personnel	Others
Share Capital	147.19	125.10	43.58
Unsecured Loan	262.84	0.72	12.50



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SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

27 Additional Information:

3) Details of non-resident shareholdings		
i) Number of non resident share holders	164	161
ii) Number of shares held by non resident shareholders	246,364 *	2,331,439
iii) account of dividends	-	-

*Face Value Rs. 10/-

- 4) The management has certified the fixed assets installed and put to use & relied upon by the auditors, being a technical matter. During the year, Borrowing cost and other cost capitalized up to March 31, 2015 Rs 0.00 lacs (as at March 31, 2014 is Rs 209.43 lacs)
- 5) The inventory of stocks, stores and spares has been taken, valued and certified by the management.
- 6) The balance of Trade Receivable and Trade Payable, are subject to confirmation.
- 7) Segment Reporting
The Company is working under one business segment only i.e. chemicals. These chemicals are having different applications. Besides there is not any significant variances on geographical basis, so the segment reporting defined under
- 8) Previous year's figures have been re-arranged and reclassified wherever necessary to make them comparable with the current year's figures. The amount have been rounded off to nearest lakhs.



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