

SYSCHEM (INDIA) LIMITED

BALANCE SHEET AS AT MARCH 31, 2012

(Rs. In Lacs)

Particulars	Note No.	As at end of current reporting period	As at end of previous reporting period
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	1	1,691.04	1,231.04
(b) Reserves and Surplus	2	<u>(359.67)</u>	<u>(394.13)</u>
		1,331.37	836.91
(2) Share Application Money Pending Allotment	-	0.00	90.00
(3) Non - Current Liabilities			
(a) Long Term Borrowings	3	1,324.06	413.61
(b) Deferred Tax Liabilities (Net)	4	<u>0.00</u>	<u>0.00</u>
		1,324.06	413.61
(4) Current Liabilities			
(a) Short Term Borrowings	5	210.75	0.00
(b) Trade Payables	6	90.58	135.98
(c) Other Current Liabilities	7	150.71	100.62
(d) Short Term Provisions	8	<u>7.15</u>	<u>7.96</u>
		459.19	244.56
TOTAL		<u><u>3,114.62</u></u>	<u><u>1,585.08</u></u>
II. ASSETS			
(1) Non - Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	9	786.03	714.31
(ii) Intangible Assets	9	0.00	0.00
(iii) Capital Work in Progress	10	1,270.18	278.54
(iv) Intangible Assets under development	11	<u>80.00</u>	<u>0.00</u>
		2,136.21	992.85
(b) Non - current investments		0.00	0.00
(c) Deferred tax assets (Net)	4	15.14	34.93
(d) Long Term Loans and Advances	12	250.68	195.98
(e) Other Non Current Assets	13	<u>45.51</u>	<u>0.00</u>
		2,447.54	1,223.76
(2) Current Assets			
(a) Current Investments	-	0.00	0.00
(b) Inventories	14	173.63	138.43
(c) Trade Receivables	15	372.81	183.08
(d) Cash and Cash Equivalents	16	5.13	14.07
(e) Short Term Loans and Advances	17	21.92	0.00
(f) Other Current Assets	18	<u>93.59</u>	<u>25.74</u>
		667.08	361.32
TOTAL		<u><u>3,114.62</u></u>	<u><u>1,585.08</u></u>
Significant Accounting Policies Notes on Financial Statements	- 1 to 29		

As per our report of even date

For and on behalf of the Board

for BANSAL VIJAY & ASSOCIATES
CHARTERED ACCOUNTANTS

(KUSHAL PAL SINGH)
Managing Director

(RANJAN JAIN)
Director

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

(AMARJEET KAUR)
Company Secretary

DATE : 30.05.2012
PLACE : CHANDIGARH

SYSCHEM (INDIA) LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2012

(Rs. In Lacs)

Particulars	Note No.	For Current Reporting Period	For Previous Reporting Period
I. Revenue from Operations	20	1,062.11	563.49
II Other Income	21	4.66	4.71
III Total revenue (I + II)		<u>1,066.77</u>	<u>568.20</u>
IV Expenses			
Cost of Materials Consumed	22	704.42	454.53
Changes in Inventories of Finished Goods, Work in Progress and Stock in Trade	23	<u>(6.61)</u>	<u>(9.71)</u>
		697.81	444.82
Employee Benefits Expense	24	107.92	59.41
Finance Costs	25	36.29	18.87
Depreciation and Amortization Expense	26	60.11	58.49
Other Expenses	27	103.89	42.29
Total Expenses		<u>1,006.02</u>	<u>623.88</u>
V Profit/(Loss) before exceptional and extraordinary items and tax (III-IV)		60.75	(55.68)
VI Exceptional Items		-	-
VII Profit/(Loss) before extraordinary items and tax (V-VI)		60.75	(55.68)
VIII Extraordinary Items		-	-
IX Profit before tax (VII-VIII)		60.75	(55.68)
X Tax Expense			
(1) Current tax		6.50	-
(2) Deferred tax		<u>19.79</u>	<u>(16.83)</u>
		26.29	(16.83)
XI Profit/(Loss) for the period from continuing operations (VII-VIII)		34.46	(38.85)
XII Earning per equity share:	28		
(1) Basic		0.02	0.00
(2) Diluted		0.00	0.00
Significant Accounting Policies	-		
Notes on Financial Statements	1 to 29		

As per our report of even date

For and on behalf of the Board

for BANSAL VIJAY & ASSOCIATES
CHARTERED ACCOUNTANTS

(KUSHAL PAL SINGH)
Managing Director

(RANJAN JAIN)
Director

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

(AMARJEET KAUR)
Company Secretary

DATE : 30.05.2012
PLACE : CHANDIGARH

SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

1 Share Capital :

Particulars	As at end of current reporting period		As at end of previous reporting period	
	Number	Rs In Lacs	Number	Rs In Lacs
Authorized:				
180000000 Equity shares of Re. 1/- each	180000000	1800.00	200000000	2000.00
200000000 Preference shares of Re. 1/- each	200000000	200.00	0	0.00
		2000.00		2000.00
Issued, subscribed and fully paid up:				
<i>159104000 Equity shares of Rs. 1 /- each</i>				
<i>(Previous Year 123104000 Equity shares of Re. 1 /- each)</i>				
At the beginning of the reporting period	123,104,000	1231.04	113,902,000	1139.02
Issued during the reporting period	36,000,000	360.00	9,202,000	92.02
Bought back during the reporting period	0	0.00	0	0.00
At the close of the reporting period	159,104,000	1591.04	123,104,000	1231.04
<i>100000000 Preference shares of Re. 1 /- each</i>				
<i>(Previous Year Nil)</i>				
At the beginning of the reporting period	0	0.00	0	0.00
Issued during the reporting period	10,000,000	100.00	0	0.00
Bought back during the reporting period	0	0.00	0	0.00
At the close of the reporting period	10,000,000	100.00	0	0.00
Less Calls in arrears				
By directors and officers	0		0	
By others	0	0	0	0
		1691.04	1231.04	
Add: Amount originally paid up on forfeited shares		0		0
Total		1691.04	1231.04	

Other Information:

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

EQUITY SHARE CAPITAL

a. Allychem Securities Private Limited	12510000	7.86%	7000000	5.69%
b. Anil Nibber	0	0	10502400	8.53%
c. Ranjan Jain	11299400	7.10%	0	0.00%
d. Allychem Laboratories Private Limited	9507000	5.98%	0	0.00%

PREFERENCE SHARE CAPITAL

a. Ranjan Jain	10,000,000	100.00%	0	0.00%
----------------	------------	---------	---	-------

SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

(Rs. In Lacs)

2 Reserves and Surplus:

Particulars	Capital Reserve	Capital redemption reserve	Securities Premium Reserve	Debenture Redemption Reserve	Revaluation Reserve	Other reserves	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	0.00	0.00	(476.42)	(394.13)
Transferred from/to Profit & Loss Account	0.00	0.00	0.00	0.00	0.00	0.00	34.46	34.46
Allocation towards allotment of bonus shares	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Proposed Dividends	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Provision towards dividend distribution tax	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
At the close of the reporting period	6.28	0.00	76.01	0.00	0.00	0.00	(441.96)	(359.67)
At the close of the previous reporting period	6.28	0.00	76.01	0.00	0.00	0.00	(476.42)	(394.13)

SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

3 Long term Borrowings

Particulars	(Rs in Lacs)	
	As at end of current reporting period	As at end of previous reporting period
1) Secured Loans:		
a) Term Loans		
- from Banks	759.74	0.00
- from Others	0.00	0.00
b) Loans and advances from related parties	0.00	0.00
c) Vehicle Loans	10.20	0.00
	769.94	0.00
2) Unsecured Loans:		
a) Loans and advances from related parties	119.78	0.00
b) Other loans	434.35	413.61
	554.12	413.61
Total long term borrowings (1+2)	1,324.06	413.61

Additional Information:

a) Details of security for secured loans

Term Loan is secured by hypothecation of Land & Building, Plant & Machinery and Misc Fixed Assets purchased / to be purchased from 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

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. Ajay Kumar Chaudhary, Mrs. and Mr. Atul Kumar, M/s Allychem Laboratories Pvt. Limited and Allychem Securities Pvt. Limited*

c) Terms of repayment of term loans and others

Principal amount of term loans to be repaid in 23 quarterly installments of Rs. 45.65 lacs beginning after 15 months from date of 1st disbursement

Vehicle Loan taken for Mahindra Genio is to be repaid in 36 Equal Monthly Installments of Rs. 15165 starting from 15th April 2012

Vehicle Loan taken for Tata Sumo is to be repaid in 36 Equal Monthly Installments of Rs. 17815 starting from 15th April 2012

Vehicle Loan taken for Maruti Ritz is to be repaid in 36 Equal Monthly Installments of Rs. 15055 starting from 1st May 2012

SYSCHEM (INDIA) LIMITED**NOTES TO FINANCIAL STATEMENTS****4 Deferred Tax Asset / Liability**

(Rs. In Lacs)

Particulars	As at end of current reporting period	As at end of previous reporting period
i) Deferred tax liability:		
a) On account of depreciation on fixed assets	0.00	0.00
b) On account of timing differences in recognition of expenditure	0.00	0.00
Total	<u>0.00</u>	<u>0.00</u>
ii) Deferred tax asset:		
a) On account of timing differences in recognition of expenditure	0.00	0.00
b) On account disallowance under section 40 (ia)	0.00	0.00
c) On account of Unabsorbed losses and depreciation under the Income Tax Act, 1961	15.14	34.93
	<u>15.14</u>	<u>34.93</u>
Net Deferred tax asset (liability)	15.14	34.93

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

(Rs. In Lacs)

Particulars	As at end of current reporting period	As at end of previous reporting period
1) Secured Loans:		
a) Cash Credit from PNB	210.75	0.00
	<u>210.75</u>	<u>0.00</u>
2) Unsecured Loans:	0.00	0.00
Total	210.75	0.00

Additional Information:a Details of security for secured loans

Cash Credit is secured by hypothecation of entire stocks of Raw Material, Stock-in-progress, Finished Goods, Consumable Stores and Spares

SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

Particulars	(Rs. In Lacs)	
	As at end of current reporting	As at end of previous reporting
6 Trade Payables		
a) To Micro, Small and Medium Enterprises	0.00	0.00
b) Others	90.58	135.98
	<u>90.58</u>	<u>135.98</u>
7 Other current liabilities:		
a) Current maturities of long term debt	28.46	0.00
b) Interest accrued and due on borrowings	8.03	0.00
c) Capital Payables	76.64	23.84
d) Other payables -		
TDS Payable	17.64	2.21
EPF Payable	0.93	0.36
Sales Tax payable	0.00	2.37
Service Tax Payable	0.13	0.00
Gratuity Payable	1.36	0.00
Other Expenses Payable	17.52	71.83
	<u>37.58</u>	<u>76.77</u>
	<u>150.71</u>	<u>100.61</u>
8 Short term provisions:		
a) Provision for employee benefits	7.15	7.96
b) Others	0.00	0.00
	<u>7.15</u>	<u>7.96</u>

SYSICHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

9 Fixed Assets:

	GROSS BLOCK (AT COST)			DEPRECIATION			NET BLOCK		
	As at beginning of current reporting period	Additions for the year	Deductions during the year	As at end of current reporting period	As at beginning of current reporting period	For the year	Deductions	As at end of current reporting period	As at end of previous reporting period
Tangible Assets									
- Own assets									
Land	19.07	0.00	0.00	19.07	0.00	0.00	0.00	19.07	19.07
Buildings	182.02	35.48	0.00	217.50	70.91	6.34	0.00	140.25	111.11
Plant & Machinery	1073.86	100.87	131.56	1043.17	493.96	52.08	98.27	595.41	579.90
Furniture & Fixtures	1.65	0.78	0.00	2.44	1.39	0.11	0.00	0.94	0.27
Vehicles	3.96	18.71	0.00	22.66	3.14	0.86	0.00	18.67	0.82
Office equipment	7.42	9.28	0.00	16.70	4.28	0.72	0.00	11.69	3.14
	1287.98	165.12	131.56	1321.54	573.68	60.11	98.27	786.03	714.31
Intangible assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL	1287.98	165.12	131.56	1321.54	573.68	60.11	98.27	786.03	714.31

(Rs. In Lacs)

SYSCHEM (INDIA) LIMITED**NOTES TO FINANCIAL STATEMENTS**

(Rs. In Lacs)

Particulars	As at end of current reporting period	As at end of previous reporting period
--------------------	--	---

10 Capital work in progress:

a) Plant and Machinery	1089.10	260.00
b) Building under Construction	181.08	18.54
	<u>1270.18</u>	<u>278.54</u>
Less:		
Provision for impairment	0.00	0.00
	<u>1270.18</u>	<u>278.54</u>

11 Intangible assets under development:

a) Computer Software	0.00	0.00
b) Process Know-how	80.00	0.00
	<u>80.00</u>	<u>0.00</u>

Additional information:

- 1) Borrowing costs capitalized up to March 31, 2012 Rs 1067862 (as at March 31, 2011 is Nil)

SYSCHEM (INDIA) LIMITED**NOTES TO FINANCIAL STATEMENTS**

(Rs. In Lacs)

Particulars	As at end of current reporting period	As at end of previous reporting period
12 Long term loans and advances:		
a) Capital advances	93.60	31.04
b) Security Deposits	41.74	14.05
c) Loans and advances to related parties	0.00	0.00
d) Other loans & advances	115.34	150.90
	<u>250.68</u>	<u>195.99</u>
<u>Additional information:</u>		
1) Breakup of above:		
i) Secured, considered good	41.74	14.05
ii) Unsecured, considered good	208.94	181.94
iii) Doubtful	0.00	0.00
Total	<u>250.68</u>	<u>195.99</u>
Less:		
Provision for doubtful advances	0.00	0.00
	<u>250.68</u>	<u>195.99</u>
13 Other non current assets		
a) Fixed Deposit	45.51	0.00
	<u>45.51</u>	<u>0.00</u>

SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

(Rs. In Lacs)

Particulars	As at end of current reporting period	As at end of previous reporting period
14 Inventories:		
a) Raw materials	130.52	104.08
b) Work in progress	20.76	17.71
c) Finished goods	4.68	1.12
d) Stores and spares	17.67	15.52
	173.63	138.43

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

15 Trade receivables:

a) Trade receivables exceeding six months	1.79	48.41
b) others	371.02	134.67
	372.81	183.08
Less: Provision for doubtful debts	0.00	0.00
	372.81	183.08

Additional information:

1) Breakup of above:

i) Secured, considered good	0.00	0.00
ii) Unsecured, considered good	372.81	183.08
iii) Doubtful	0.00	0.00
Total	372.81	183.08
Less:		
Provision for doubtful debts	0.00	0.00
	372.81	183.08

2) a) Debts due by directors or other officers of the company	0.00	0.00
b) Debts due by firm or private company in which any director is a partner or a director	0.00	0.00

SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

(Rs. In Lacs)

Particulars	As at end of current reporting period	As at end of previous reporting period
16 Cash and cash equivalents:		
a) Balances with banks		
- in margin money, security for borrowings, guarantees and other commitments	0.00	0.00
- in other accounts	1.06	6.92
b) Cash in hand	4.07	7.15
	5.13	14.07
17 Short term loans and advances:		
a) Loans and advances to related parties	0.00	0.00
b) Other loans and advances	21.92	0.00
	21.92	0.00
Less: Provision for doubtful advances		
	21.92	0.00
18 Other Current Assets		
a) Service Tax recoverable	22.07	3.35
b) Excise Duty recoverable	54.05	5.00
c) Input Tax Credit	3.04	0.08
d) Income Tax refund A.Y. 2008-2009	0.18	9.20
e) Income Tax refund A.Y. 2011-12	0.00	6.99
f) TCS (A.Y. 2011-12)	0.00	0.03
g) Prepaid Insurance	0.60	0.58
h) Prepaid Expenses	13.65	0.51
	93.59	25.74

SYSCHEM (INDIA) LIMITED**NOTES TO FINANCIAL STATEMENTS**

(Rs. In Lacs)

Particulars	As at end of current reporting period	As at end of previous reporting period
-------------	---	--

19 Contingent liabilities and Commitments:

(to the extent not provided for)

a) Contingent Liabilities:

Claims against the Company not acknowledged

i) as debts	20.34	20.34
ii) Bank Guarantee	300.00	0.00
iii) Letters of credit	0.00	0.00
iv) Tax demands under disputes	19.49	24.94
Other monies for which company is		
v) contingently 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.

b) Commitments

i) Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	0.00	0.00
ii) Uncalled liability on shares and investments partly paid	0.00	0.00
iii) Other Commitments	0.00	0.00

SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

(Rs in Lacs)

Particulars	For the current reporting period	For the previous reporting
20 Revenue from operations:		
i) Sale	959.66	492.21
ii) Job Work	140.82	94.39
	1,100.48	586.60
Less:		
Excise duty	38.37	23.11
	1,062.11	563.49
21 Other Income:		
i) Interest income		
- non current assets (FDR)	0.56	0.00
- income tax refund	1.56	1.22
ii) Profit on sale of fixed assets (Net)	2.54	0.92
Other non operating income (net of expenses directly attributable to such income)		
iii) attributable to such income)	0.00	2.57
	4.66	4.71
22 Cost of materials consumed:		
a) i) Consumption of raw materials	598.41	363.11
ii) Consumption of stores and spare parts	11.40	23.91
	609.81	387.02
b) i) Diesel and fuel	49.01	50.06
ii) Carriage Inward	42.69	16.23
iii) Oil and lubricants	2.91	1.22
	94.61	67.51
TOTAL	704.42	454.53
<i>Additional information:</i>		
<u>Consumption of major raw materials</u>		
i) Mix Solvents	534.96	301.67
ii) Methanol	14.82	34.60
iii) Packing Material	38.43	23.84
iv) Others	10.20	3.00

SYSCHEM (INDIA) LIMITED**NOTES TO FINANCIAL STATEMENTS**

(Rs. In Lacs)

Particulars	For the current reporting period	For the previous reporting period
--------------------	---	--

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

Stocks at the end of the year		
i) Work in progress	20.76	17.71
ii) Finished goods	4.68	1.12
iii) Scrap	0.00	0.00
TOTAL	25.44	18.83
Less:		
Stocks at the beginning of the year		
i) Work in progress	17.71	8.51
ii) Finished goods	1.12	0.62
iii) Scrap	0.00	0.00
TOTAL	18.83	9.13

24 Employee Benefit Expenses:

i) Salaries and wages	76.46	43.46
ii) Contribution to provident and other funds	4.85	3.69
iii) Remuneration to whole time directors	21.50	12.00
iv) Staff welfare expenses	4.42	0.26
v) Recruitment and training expense	0.69	0.00
	107.92	59.41

25 Finance Costs:

i) Interest expense	20.33	18.35
ii) Other borrowing costs	15.96	0.52
	36.29	18.87

26 Depreciation and amortization:

i) Depreciation	60.11	58.49
ii) Amortization of intangible assets	0.00	0.00
	60.11	58.49

SYSCHEM (INDIA) LIMITED**NOTES TO FINANCIAL STATEMENTS**

(Rs. In Lacs)

Particulars	For the current reporting period	For the previous reporting period
27 Other expenses:		
i) Power and electricity	25.42	18.40
ii) Rent	5.88	6.09
iii) Repairs to buildings	4.14	0.00
iv) Repairs to machinery	2.28	0.43
v) Insurance	2.00	1.54
vi) Rates and taxes	24.11	2.42
vii) Payment to the auditors		
- as auditor	0.88	0.38
- for taxation matters	0.13	0.13
- for company law matters	0.00	0.00
- for management services	0.00	0.00
- for other services	0.00	0.00
- for reimbursement of expenses	0.00	0.00
viii) Selling expenses	8.19	2.89
ix) Irrecoverable loans and advances written off	1.00	0.00
x) Donations	0.07	0.00
xi) Legal and professional charges	8.42	0.86
xii) Advertisement & Publicity	1.05	0.31
xiii) Business Promotion	3.59	0.00
xiv) Travelling & Conveyance expense	4.50	2.72
xv) Transportation Charges	2.04	0.00
xvi) Postage & Telegram	3.06	0.43
xvii) Printing & Stationery	1.48	0.46
xviii) Service Tax Exp. (Freight)	1.36	0.44
xix) Interest Paid on T.D.S.	0.51	0.41
xx) Interest Paid on Service Tax	0.07	0.01
xxi) Miscellaneous expenses	3.71	4.37
	103.89	42.29

SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

(Rs. In Lacs)

Particulars	For the current reporting period	For the previous reporting period
28 Earnings Per Share :		
<u>After extraordinary item:</u>		
Profit for the year after tax expense	34.46	-38.85
	34.46	-38.85
Weighted average number of equity shares	156013836	114703333
Earning per share (in Rupees)	0.02	0.00
 <u>Before extraordinary item:</u>		
Profit for the year after tax expense	34.46	-38.85
Adjustment for		
Extraordinary item (net of tax)	0.00	0
	34.46	-38.85
Less:		
Preference dividend payable including dividend tax	0.00	0.00
	34.46	-38.85
Weighted average number of equity shares	156013836	114703333
Earning per share (in Rupees)	0.02	0.00

SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

29 Additional Information:

1) **Related Party Disclosure**

A) Names of Related parties where control or influence exists irrespective of whether transactions have occurred or not	
Key Management Personnel	Kushal pal singh Ranjan Jain Jagmohan Arora Rajesh Gupta Anil Nibber
Enterprises significantly influenced by key management personnel	Allychem Laboratories Pvt. Ltd. Allychem Securities Pvt. Ltd.

B) Transactions with Related Parties during the year (Rs. In Lacs)		
	Key Management Personnel	Enterprises significantly influenced by key management personnel
Sale of goods	0.00	33.32
Purchase of goods	0.00	65.08
Directors remuneration	21.50	0.00

C) Balance as on 31.03.2012 (Rs. In Lacs)		
	Key Management Personnel	Enterprises significantly influenced by key management personnel
Share Capital	318.66	220.17
Trade Receivables	0.00	0.00
Trade Payables	0.00	0.00

SYSCHEM (INDIA) LIMITED

NOTES TO FINANCIAL STATEMENTS

29 Additional Information:

2) Details of non-resident shareholdings

i)	Number of non resident share holders	161	160
	Number of shares held by non resident		
ii)	shareholders	2,639,233	2,608,822
iii)	Amount remitted during the year in foreign		
	currency on account of dividends	0.00	0.00

3) The management has certified the fixed assets installed and put to use & relied upon by the auditors, being a technical matter.

4) The inventory of stocks, stores and spares has been taken, valued and certified by the management.

5) The balance of Trade Receivable and Trade Payable, are subject to confirmation.

6) 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 Accounting Standard 17 is not applicable to the Company.

7) 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 rupee.