

---

# **OMKAR Speciality Chemicals Ltd.**

AUDITED YEARLY ACCOUNTS

MARCH 2010



# OMKAR Speciality Chemicals Limited

## DIRECTORS REPORT

The Members,  
**OMKAR SPECIALITY CHEMICALS LIMITED**

Your Directors have pleasure in presenting their Fifth Annual Report before you, on the working of the Company, for the year ended 31<sup>st</sup> March 2010 together with the audited accounts for the year ended 31<sup>st</sup> March 2010.

### 2. FINANCIAL HIGHLIGHTS

Particulars	Year ended	Year ended
	31st March 2010	31st March 2009
Total Income	68,91,90,807	50,64,63,267
Total Expenditure	61,43,03,517	45,68,42,243
Profit before Tax	74, 887,291	49,621,024
Provision for tax (inclusive of Fringe Benefit Tax and Deferred Taxes)	2,30,49,907	1,82,78,669
Profit after Tax	5,18,37, 384	3,13,42, 355
(less)/ add :(short)/ excess provision for earlier years.	-	-
Balance brought forward from Previous Year	9,04,45,617	5,91,03,262
Transfer to General Reserve	1,50,00,000	-
Proposed Dividend ( Inclusive of Corporate Tax on Dividend )	67,21,343	-
Balance carried forward to the Balance Sheet	12,05,61,658	9,04,45,617

Contd...2

Regd. & Corporate Office : B-34, M.I.D.C., Badlapur (East), Dist. Thane, Maharashtra, India. Pin - 421 503

Tel. : + 91-0251 2697340 / 2690651 • Fax : + 91-0251 2691572 / 2697347

E-mail : [omkarchem@vsnl.com](mailto:omkarchem@vsnl.com) / [info@omkarchemicals.com](mailto:info@omkarchemicals.com) Web : [www.omkarchemicals.com](http://www.omkarchemicals.com)

Unit I, W-92 (A), M.I.D.C., Badlapur (East), Dist. Thane, Maharashtra, India. Pin - 421 503. Tel. : + 91-0251 2698840 • Fax : + 91-0251 2691662

Unit II, F-24, M.I.D.C., Badlapur (East), Dist. Thane, Maharashtra, India. Pin - 421 503. Tel. : + 91-0251 2691852 • Fax : + 91-0251 2697673

Unit III, B-34, M.I.D.C., Badlapur (East), Dist. Thane, Maharashtra, India. Pin - 421 503. Tel. : + 91-0251 2697340 / 2690651 • Fax : + 91-0251 2697347 / 2691572

Unit IV, F-10/1, M.I.D.C., Badlapur (East), Dist. Thane, Maharashtra, India. Pin - 421 503. Tel. : + 91-0251 2696434 / 2696432

## **2. OPERATIONS RESULTS**

The production has increased from 316.81 M.T. to 483.85 M.T accordingly; the turnover has increased from Rs. 5436.46 Lacs in 2008-09 to Rs. 7230.59 Lacs in 2009-2010.

The operating profit has increased from Rs. 313.42 lacs in 2008-09 to Rs. 518.37 lacs in the year 2009-10.

During the year, the company has made the provision for tax of Rs. 230.50 lacs (previous year of Rs. 182.79 lakhs), the after tax profit is Rs. 518.37 lakhs.

### **DIVIDEND**

Your Board has recommended a dividend at 5% subject to your approval. The total outflow on account of the dividend (inclusive of corporate Tax on Dividend) would be Rs. 67,21,343/- ( Rupees Sixty seven Lacs Twenty One Thousand Three Hundred and Forty Three Only)

### **DEPOSIT FROM PUBLIC**

The Company has not accepted any fixed deposit during the year ended 31<sup>st</sup> March, 2010.

### **EMPLOYEE PARTICULARS AS PER SECTION 217 (2A)**

The statement as required under section 217 (2A) of Companies Act, 1956, containing the particulars as prescribed under the Companies (Particulars of Employees) Rules, 1975 is annexed as Annexure - A to this report.

### **COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) OF RULES, 1988**

The Company is a small scale unit and adopts new technology in order to conserve the energy wherever possible. Information in accordance with the provisions of section 217(1)(e) of the Companies Act, 1956 regarding conservation of energy, technology absorption is at Annexure A to this Report. The Company has earned in foreign currency amounting to Rs. 6,33,85,647 & the Company has incurred an expenditure in foreign currency amounting to Rs.10,93,706 & the Import in foreign currency at CIF value is Rs. 18,82,44,747/-.

### **RESEARCH AND DEVELOPMENT (R & D)**

R and D work is being carried out on in the import substitution items. The benefits of R & D, is accrued as reduction in cost of production and increase in product range. The relevant details as required under COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) OF RULES, 1988 are annexed as Annexure-B to this Report.

### **AUDITORS OF THE COMPANY**

Your Company's statutory Auditors M/s. Siddharth Sinkar & Associates, Chartered Accountants, Mumbai retire at the conclusion of the ensuing Annual General Meeting of the Company and are eligible for reappointment. The Company has received certificate from auditors to the effect that

Contd...3

their appointment, if made, would be within the prescribed limits under section 224 (1) of the Companies Act, 1956. You are requested to appoint auditors to hold such office from the conclusion of this Annual General Meeting till the conclusion of next Annual General meeting and to fix their remuneration.

#### **DIRECTORS**

The Board of your company has appointed Mr. Amit Pandit, Mr. Subhash Mali, Dr. Vikas Telvekar & Mr. Suhas Rane as an Independent Non Executive Director of the Company w.e.f 25<sup>th</sup> March, 2010. The Board has also appointed Mr. Pravin Herlekar as the Chairman & Managing Director of the company & Mr. Omkar Herlekar as Whole time Director of the company with effect from 1<sup>st</sup> April, 2010. You are requested to consider these matters at the ensuing Annual General Meeting and if thought fit, to accord your approval to the same.

#### **DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to the requirements under Section 217 (2AA) of the Companies Act, 1956 with respect to the Director's Responsibilities Statement, your Directors state and hereby confirm that:

- a) your Company has, in the preparation of the annual accounts for the year ended 31st March 2010, followed the applicable accounting standards alongwith proper disclosures and explanations relating to material departures, if any;
- b) the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of your Company as at March 31, 2010 and of the loss of your Company for the financial year ended March 31, 2010;
- c) the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of your Company and for preventing and detecting fraud and other irregularities;
- d) and that the directors have prepared the annual accounts for the financial year ended March 31, 2010 on a going concern basis.

#### **APPRECIATION**

The Board of Directors wish to place on record their appreciation for the support and co-operation extended by all the employees, Auditors, Bankers, staff members of the Company and all other due to whom we have been able to reach the present stage of affairs.

For and on behalf of Board of Directors  
**FOR OMKAR SPECIALITY CHEMICALS LIMITED**

  
  
**DIRECTOR**

Dated: 19/08/2010  
Place: Badlapur

**SIDDHARTH SINKAR & ASSOCIATES**

Chartered Accountants

Address: 502 Prasad Apt, Chaphekar Bandhu Marg, Mulund (East), Mumbai 400081

Phone : 21632613 Mobile : 98201 58827

AUDITORS' REPORT

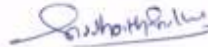
TO THE MEMBERS OF  
OMKAR SPECIALITY CHEMICALS LIMITED  
BADLAPUR

1. We have audited the attached Balance Sheet of OMKAR SPECIALITY CHEMICALS LIMITED (PREVIOUSLY KNOWN AS OMKAR SPECIALITY CHEMICALS PVT. LTD.) as at 31<sup>st</sup> March 2010, and also the Profit and Loss Account and also the Cash Flow Statement for the year ended on that date 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 the auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from any material misstatement. An audit includes, examining on the 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 presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.
3. As required by Companies (Auditor's Report) Order, 2003, as amended by the Companies (Auditor's Report) (Amendment) Order, 2004, issued by the Central Government of India in terms of sub-section (4A) of Section 277 of 'The Companies Act, 1956' and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the annexure, a statement on the matters specified in paragraphs 4 and 5 of the said order.
4. Further to our comments in the Annexure referred to above, we report that:
  - a) We have obtained all the information and explanations, which to the best of our knowledge & 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 examination of such books;
  - c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;



- d) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the applicable Accounting Standards referred to in Section 211(3C) of Companies Act, 1956;
- e) On the basis of the written representations received from the Directors and taken on record by the Board of Directors of the Company, we report that none of the Directors are disqualified as on 31<sup>st</sup> March 2010 from being appointed as a Director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956;
- f) In our opinion and to the best of our information and according to explanations given to us, the said accounts read together with the notes thereon give in the prescribed manner the information required by the Act and give a true and fair view in conformity with the accounting principles generally accepted in India.
- i. in the case of Balance Sheet, of the state of affairs of the company as on 31<sup>st</sup> March, 2010;
  - ii. in the case of the Profit and Loss Account, of the Profit of the Company for the year ended on that date ; and
  - iii. in the case of Cash Flow Statement, of the Cash Flows for the year ended on that date.

For Siddharth Sinkar & Associates  
Chartered Accountants.  
Firm Registration No. 124931W



S. S. Sinkar  
Proprietor.  
M. No. 109229

Place : Mumbai  
Date : 19.08.2010



## ANNEXURE TO THE AUDITOR'S REPORT

**(Referred to in Paragraph 3 of the Auditor's Report of even date to the members of OMKAR SPECIALITY CHEMICALS LIMITED on the financial statements for the year ended 31<sup>st</sup> March, 2010)**

1. (a) The Company is maintaining proper records showing full particulars including quantitative details & situation of fixed assets.  
  
(b) The fixed assets of the Company have been physically verified by the management during the year and no material discrepancies were found on such verification.  
  
(c) The Company has not disposed off a substantial part of its fixed assets during the year under review.
2. (a) As explained to us and on the basis of verification of the relevant records, stocks of raw materials, work in process and finished goods have been physically verified by the management at regular intervals during the year.  
  
(b) In our opinion, the procedure of physical verification of stocks followed by the management is reasonable and adequate in relation to the size of the company and nature of its business.  
  
(c) In our opinion, and according to the information and explanation given to us the Company has maintained proper records of its inventories. And no material discrepancies were noticed on physical verification .
3. The company has neither granted nor taken any loans, secured or unsecured, to /from companies, firms or other parties listed in the register required to be maintained under Section 301 of the Companies Act, 1956. of paragraph 3 of the order are not applicable.
4. In our opinion and according to information and explanations given to us, there is adequate internal control through personal supervision of the management in respect of the purchases of stores, raw materials including components, plant & machinery, equipments & other assets, & for the sale of the goods and services.
5. (a) According to the information and explanation given to us and to the best of our knowledge the contracts or arrangements that need to be entered into the register maintained in pursuance of Section 301 of the Companies Act, 1956 have been so entered.  
  
(b) In our opinion and according to information and explanation given to us, transactions made in pursuance of such contracts or arrangements and exceeding the value of Rupees Five Lakhs in respect of any party during the year have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.



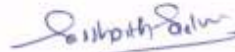
6. The Company has not accepted any deposits from the public during the year, to which the directives issued by the Reserve Bank of India & the provisions of Section 58-A and 58-AA of the Companies Act 1956 and the rules framed there under apply.
7. In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
8. As informed to us, the maintenance of the cost records has not been prescribed by the Central Government under Section 209(1)(d) of the Companies Act, 1956, in respect of the activities carried on by the Company.
9. (a) The Company has been generally regular in depositing undisputed statutory dues including Provident fund, Investor Education and Protection Fund, Employee's State Insurance, Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty, Cess and other statutory dues with the appropriate authorities.  
  
(b) According to the information and explanations given to us and the books and records examined by us, there was no undisputed amount outstanding as on 31<sup>st</sup> March 2010 in respect of Income Tax, Sales Tax, Service Tax, Customs Duty, Excise Duty & Cess.
10. The Company has no accumulated losses as on 31<sup>st</sup> March 2010 and not incurred cash losses during the financial year covered by our audit as also in the immediately preceding financial year.
11. Based on our audit procedures, and as per the information and explanations given to us by the management, we are of the opinion that according to the information and explanation given to us, the company has not defaulted in repayment of dues to financial institutions and banks.
12. The company has not granted any loans or advances on the basis of the security by way of pledge of shares, debentures and other securities.
13. The provisions of any special statute applicable to chit fund, nidhi or mutual benefit fund/ societies are not applicable to the Company.
14. In our opinion, the Company is not dealing or trading in shares, securities, debentures and other investments.
15. According to the information and explanation given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
16. In our opinion and according to the information and explanations given to us, the term loans have been applied for the purpose for which they were obtained.
17. On the basis of an overall examination of the Balance Sheet of the Company, in our opinion and according to the information and explanations given to us, there are no funds raised on a short-term basis, which have been used for long-term investment.





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.
19. The Company did not issue any debentures during the year.
20. The company has not raised any money through a public issue during the year.
21. During the course of our examination of the books and records of the Company, carried out in accordance of with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of such case by the management.

For Siddharth Sinkar & Associates  
Chartered Accountants.  
Firm Registration No. 124931W



S. S. Sinkar  
Proprietor.  
M. No. 109229

Place : Mumbai  
Date : 19.08.2010



**OMKAR SPECIALITY CHEMICALS LIMITED**

**(PREVIOUSLY KNOWN AS OMKAR SPECIALITY CHEMICALS PVT. LTD.)**  
**BALANCE SHEET AS AT 31.03.2010**

	SCHEDULE	CURRENT YEAR	PREVIOUS YEAR
		AS AT 31.03.2010 RUPEES	AS AT 31.03.2009 RUPEES
<b>SOURCES OF FUNDS :</b>			
<b>SHAREHOLDERS FUNDS</b>			
SHARE CAPITAL	1	115,280,000	2,620,000
RESERVES AND SURPLUS	2	43,531,973	113,035,617
		<b>158,811,973</b>	<b>115,655,617</b>
<b>LOAN FUNDS</b>			
SECURED LOANS	3	251,901,106	199,163,474
UNSECURED LOANS	4	15,754,872	61,657,045
		<b>267,655,978</b>	<b>260,820,519</b>
<b>DEFERRED TAX LIABILITY</b>		4,296,743	2,194,227
<b>TOTAL</b>		<b>430,764,694</b>	<b>378,670,363</b>
<b>APPLICATION OF FUNDS :</b>			
<b>FIXED ASSETS</b>			
GROSS BLOCK	5	183,879,866	158,879,258
LESS: DEPRECIATION		27,852,148	9,317,928
NET BLOCK		156,027,718	149,561,330
ADD : CAPITAL WORK IN PROGRESS		5,792,781	-
		<b>161,820,499</b>	<b>149,561,330</b>
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>			
INVENTORIES	6	194,818,039	152,431,393
SUNDRY DEBTORS	7	165,771,386	149,659,306
CASH AND BANK BALANCES	8	4,193,140	2,069,733
LOANS AND ADVANCES	9	85,831,810	50,541,202
		<b>450,614,375</b>	<b>354,701,633</b>
<b>LESS : CURRENT LIABILITIES &amp; PROVISIONS</b>	10		
LIABILITIES		122,022,682	96,338,430
PROVISIONS		59,647,498	29,281,011
		<b>181,670,180</b>	<b>125,619,441</b>
<b>NET CURRENT ASSETS</b>		<b>268,944,195</b>	<b>229,082,193</b>
<b>MISCELLANEOUS EXPENDITURE</b>			
(To the extent not written-off or adjusted)			
Preliminary Expenses		-	26,840
<b>TOTAL</b>		<b>430,764,694</b>	<b>378,670,363</b>
<b>NOTES ON ACCOUNTS</b>	17		

As per our report of even date  
 For Siddharth Sinkar & Associates  
 Chartered Accountants  
 Firm Registration No. 124931W

*Siddharth Sinkar*

S.S. Sinkar  
 (Proprietor)  
 M. No. 109229  
 Place : Mumbai  
 Date : 19.08.2010



For Omkar Speciality Chemicals Limited

*[Signature]* & *[Signature]*

Director

**OMKAR SPECIALITY CHEMICALS LIMITED**

**(PREVIOUSLY KNOWN AS OMKAR SPECIALITY CHEMICALS PVT. LTD.)  
PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 31.03.2010**

	<b>SCHEDULE</b>	<b>CURRENT YEAR ENDED 31.03.2010 RUPEES</b>	<b>PREVIOUS YEAR ENDED 31.03.2009 RUPEES</b>
<b>INCOME</b>			
<b>Sales:</b>			
Domestic Sales		665,463,305	476,483,346
Export Sales		57,595,676	67,162,707
Sales (Gross)		723,058,981	543,646,053
Less: Excise Duty		39,562,899	33,545,464
Sales (Net)		683,496,082	510,100,589
Other Income	11	2,653,620	226,573
Increase/(Decrease) in stock of Finished Goods		3,041,105	(3,863,895)
		<b>689,190,807</b>	<b>506,463,267</b>
<b>EXPENDITURE</b>			
Cost of Material Consumed	12	461,928,120	333,500,745
Other Manufacturing Expenses	13	40,276,939	38,105,850
Cost of Employment	14	34,062,204	27,303,352
Administrative, Selling and Distribution Expenses	15	22,062,349	17,142,599
Finance Expenses	16	37,439,684	35,959,421
		<b>595,769,296</b>	<b>452,011,967</b>
Profit before Depreciation		<b>93,421,511</b>	<b>54,451,300</b>
Less : Depreciation		18,534,220	4,830,276
Profit before Tax		<b>74,887,291</b>	<b>49,621,024</b>
Provision for Taxation -			
Previous year adjustment		(252,599)	670,396
Current Tax		21,200,000	15,500,000
Deferred Tax		2,102,506	1,938,273
Fringe Benefit Tax		-	170,000
<b>Net Profit After Tax</b>		<b>51,837,384</b>	<b>31,342,355</b>
Add: Surplus brought forward from previous year		90,445,617	59,103,262
		<b>142,283,001</b>	<b>90,445,617</b>
<b>Amount Available for Appropriation</b>		<b>142,283,001</b>	<b>90,445,617</b>
<b>APPROPRIATIONS</b>			
Transfer to general Reserve		15,000,000	-
Proposed Dividend on Equity Shares		5,764,000	-
Corporate Tax on Dividend		957,343	-
<b>Balance Carried to Balance Sheet</b>		<b>120,561,658</b>	<b>90,445,617</b>
		<b>142,283,001</b>	<b>90,445,617</b>
Earning Per Share (in Rs.)			
Basic		45	27
Face Value of Equity Shares (in Rs.)		100	100
Significant Accounting Policies and Notes to Accounts	17		

As per our report of even date  
For Siddharth Sinkar & Associates  
Chartered Accountants  
Firm Registration No. 124931W

*S.S. Sinkar*  
S.S. Sinkar  
(Proprietor)  
M. No. 109229  
Place : Mumbai  
Date : 19.08.2010



For Omkar Speciality Chemicals Limited

*[Signature]*  
Director

*[Signature]*

**OMKAR SPECIALITY CHEMICALS LIMITED**

**PREVIOUSLY KNOWN AS OMKAR SPECIALITY CHEMICALS PVT. LTD.**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2010**

	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
	<b>ENDED</b>	<b>ENDED</b>
	<b>31.03.2010</b>	<b>31.03.2009</b>
	<b>RUPEES</b>	<b>RUPEES</b>
<b>A CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Net profit before tax and extra ordinary items	74,887,291	49,621,024
Adjustment for :		
Depreciation	18,534,220	4,830,276
Preliminary Expenses written off	26,840	26,840
Interest Income	(733,561)	(109,083)
Unrealised Foreign Currency Gain/Loss	(93,305)	(1,793,202)
Finance Expenses	37,439,684	35,959,420
Operating profit before working capital changes :	130,061,169	88,535,275
Adjustment for :		
Decrease/(Increase) in Inventories	(42,386,646)	(73,175,018)
Decrease/(Increase) in Sundry Debtors	(16,018,775)	(69,888,725)
Decrease/(Increase) in Loans and Advances	(13,219,939)	12,484,854
Increase/ (Decrease) in Trade and Other Payables	26,422,321	57,376,659
Taxes Paid	(22,070,669)	(13,725,161)
Cash flow from operations	62,787,460	1,607,884
Extra ordinary items:	-	-
<b>Net cash flow from operating activities:</b>	62,787,459	1,607,884
<b>B CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Purchase of fixed assets/Capital Work in Process	(30,793,389)	(87,246,232)
Interest Income	733,561	109,083
Net cash flow from investing activities:	(30,059,828)	(87,137,149)
<b>C CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Increase/(Decreases) in Un-secured loans	(45,902,173)	22,027,506
Increase/(Decreases) in Secured loans	52,737,632	98,148,886
Finance expenses	(37,439,684)	(35,959,420)
Net cash flow from financing activities :	(30,604,225)	84,216,972
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS : (A+B+C)</b>	2,123,405	(1,312,293)
Cash and cash equivalents as at 01.04.2009 (Opening Balance)	2,069,733	3,382,026
Cash and cash equivalents as at 31.03.2010 (Closing Balance)	4,193,138	2,069,733

Place : Badlapur  
Date: 19.08.2010

**FOR OMKAR SPECIALITY CHEMICALS LIMITED**

**DIRECTOR**

**AUDITORS CERTIFICATE**

We have verified the above cash flow statement of Omkar Speciality Chemicals Ltd. derived from the audited financial statements for the year ended 31st March, 2010 and found the same to be drawn in accordance therewith.

As per our report of even date  
For Siddharth Sinkar & Associates  
(Chartered Accounts)  
Firm Registration No. 124931W

S.S. Sinkar  
Proprietor  
M. No. 109229

Place : Mumbai  
Date : 19.08.2010



**OMKAR SPECIALITY CHEMICALS LIMITED**  
**(PREVIOUSLY KNOWN AS OMKAR SPECIALITY CHEMICALS PVT. LTD.)**  
**SCHEDULES ATTACHED TO AND FORMING PART OF THE BALANCE SHEET**  
**AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2010**

	AS AT 31.03.2010 Rupees	AS AT 31.03.2009 Rupees
<b>SCHEDULE 1 : SHARE CAPITAL</b>		
<b>Authorised :</b>		
25000.00- Equity shares of Rs. 100/- each./ .1000000 Equity Shares of Rs. 100/- each	250,000,000	100,000,000
<b>Issued,Subscribed and Paid-up:</b>		
1152800 (previous year 26,200)Equity shares of Rs.100/- each fully paid-up	115,280,000	2,620,000
	115,280,000	2,620,000
<b>Notes:</b>		
of the above equity shares:-		
1)25100( Previous year 25100) Equity shares of Rs. 100/- each have been issued for consideration other than cash		
2)11,26,600 (previous year Nil) Equity shares of Rs.100/- each have been allotted as fully paid -up by way of bonus shares by way of capitalisation of Profits & Security Premium A/c		
<b>SCHEDULE 2 : RESERVES &amp; SURPLUS</b>		
<b>Securities Premium Account</b>		
Balance as per last Balance Sheet	22,590,000	22,590,000
Less : Capitalised by way of bonus issue	22,590,000	-
	-	22,590,000
<b>General Reserve</b>		
Balance as per Last Balance Sheet	-	-
Add: Transferred from Profit and Loss Account	15,000,000	-
	15,000,000	-
Less: Transferred Provision for Gratuity for the earlier year	1,959,685	-
	13,040,315	-
<b>Profit &amp; Loss Account :</b>		
Balance as per last Balance Sheet	90,445,617	59,103,262
Add: Current year profit	30,116,041	31,342,355
	120,561,658	90,445,617
Less: Capitalised by way of bonus issue	90,070,000	-
	30,491,658	90,445,617
	43,531,973	113,035,617
<b>SCHEDULE 3 : SECURED LOANS</b>		
<b>Term Loans</b>		
(i) From Banks		
Rupee Loans	60,750,000	81,000,000
Working Capital Loans from Banks	191,151,106	118,163,474
	251,901,106	199,163,474

**Note:**

- 1) a)Term loans from Banks were secured by way of hypothecation of stock and book debts and first charge on land, building and plant and machinery situated at plot No. F-24, plot No. W -92A, plot No. F -10/1, MIDC, Badlapur, Dist : Thane in Maharashtra  
b)Personal guarantee of the promotor directors of the company
- 2) a) Working Capital Loans Banks were secured by way of hypothecation of stock and book debts and first charge on land, building and plant and machinery situated at plot No. F-24, plot No. W -92A, plot No. F -10/1, MIDC, Badlapur, Dist : Thane in Maharashtra  
b)Personal guarantee of the promotor directors of the company



**OMKAR SPECIALITY CHEMICALS LIMITED**  
(PREVIOUSLY KNOWN AS OMKAR SPECIALITY CHEMICALS PVT. LTD.)

**SCHEDULE 5 : FIXED ASSETS**

SR. No.	Description of the Assets	Rate of Depreciation	GROSS BLOCK				DEPRECIATION				NET BLOCK	
			Cost as on 01/04/2009 Rs.	Additions during the year Rs.	Deduction Rs.	Cost as on 31/03/2010 Rs.	Upto 01/04/2009 Rs.	For the year Rs.	Deduction Rs.	Upto 31/03/2010 Rs.	WDV as on 31/03/2010 Rs.	WDV as on 31/03/2009 Rs.
1	Land	-----	22,519,865	294,340	-	22,814,205	-	734,073	-	734,073	22,080,132	22,519,865
2	Factory Building	10.00%	54,203,707	4,856,154	-	59,059,861	2,302,452	5,529,279	-	7,831,731	51,228,130	51,901,255
3	Plant & Machinery (R&D)	13.91%	4,400,011	5,537,956	-	9,937,967	542,068	942,066	-	1,484,134	8,453,833	3,857,943
4	Plant & Machinery	13.91%	70,571,393	11,192,909	-	81,764,302	4,380,261	10,004,138	-	14,384,399	67,379,903	66,191,133
5	Electrical Installation	13.91%	1,984,239	913,269	-	2,897,508	338,890	298,159	-	637,049	2,260,459	1,645,349
7	Furniture & Fixture	18.10%	1,688,043	390,138	-	2,078,181	449,853	267,209	-	717,062	1,361,119	1,238,190
8	Office Equipments	13.91%	1,003,190	628,311	-	1,631,501	214,973	156,907	-	371,880	1,259,621	786,217
9	Computer	40.00%	853,450	1,146,973	-	2,000,423	523,068	319,573	-	842,641	1,157,782	330,382
10	Motor Car and Cycle	25.89%	1,655,359	40,559	-	1,695,918	566,363	282,816	-	849,179	846,739	1,088,996
11	Total Capital Work in Progress		<b>158,879,257</b>	<b>25,000,609</b>	-	<b>183,879,866</b>	<b>9,317,928</b>	<b>18,534,220</b>	-	<b>27,852,148</b>	<b>156,027,718</b>	<b>149,561,330</b>
				5,792,781		5,792,781						
	<b>TOTAL</b>		<b>158,879,257</b>	<b>30,793,390</b>	-	<b>189,672,647</b>	<b>9,317,928</b>	<b>18,534,220</b>	-	<b>27,852,148</b>	<b>161,820,498</b>	<b>149,561,330</b>
	Previous Year		(71,633,026)	(132,353,444)	(45,107,212)	(158,879,258)	(4,487,652)	(4,830,276)	-	(9,317,928)	(149,561,330)	(67,145,374)



*Handwritten signature*

**SCHEDULE 4: UNSECURED LOANS**

Term Loans from Financial Institutions	5,979,881	28,312,959
Short Term loans from Financial Institutions	9,253,640	30,322,735
Loans from Directors	521,351	3,021,351
	<b>15,754,872</b>	<b>61,657,045</b>

Note:

- 1) Term Loans from Financial Institutions due within a year is Rs.45,55,660/- (previous year Rs 2,23,33,077/-)
- 2) Short Term Loans from Financial Institutions due within a year is Rs.9253640/- (previous year Rs 3,03,22,735/-)
- 3) Term Loans from Financial Institutions are secured by personal guarantee of the promotor directors of the company

**SCHEDULE 6: INVENTORIES**

Stock in Trade		
Raw Material and Packing Materials	62,943,129	73,870,189
Work in Process	116,837,227	66,564,626
Finished Goods	15,037,683	11,996,578
	<b>194,818,039</b>	<b>152,431,393</b>

Note:

- 1) Stock of Raw Materials and Work in Process is valued at cost and Finished Goods is valued at lower of cost or net net realisable value

**SCHEDULE 7: SUNDRY DEBTORS**

(Unsecured, Considered Good)

Over Six months	9,316,518	8,668,373
Others	156,454,868	140,990,933
	<b>165,771,386</b>	<b>149,659,306</b>

**SCHEDULE 8: CASH AND BANK BALANCE**

Cash in Hand	154,681	44,472
Balances with Scheduled Banks :		
In Current Accounts	4,038,459	2,025,261
	<b>4,193,140</b>	<b>2,069,733</b>

**SCHEDULE 9: LOANS AND ADVANCES**

unsecured, Considered good unless otherwise stated

Advances recoverable in cash or in kind or for value to be received		
Considered good	7,539,638	5,338,917
Deposits	19,124,331	6,787,619
Balance With Customs, Excise and Service Tax Authorities	7,190,057	8,931,501
Advance payment of Income Tax	48,128,621	26,331,128
Advance payment of Fringe Benefit Tax	287,780	364,778
Advance payment of Sales tax	3,561,383	2,787,259
	<b>85,831,810</b>	<b>50,541,202</b>

**SCHEDULE 10: CURRENT LIABILITIES AND PROVISIONS****LIABILITIES**

Sundry Creditors for Goods	106,983,941	73,258,467
Sundry Creditors for Expenses	13,856,704	16,528,489
Statutory Liabilities	676,241	826,674
Interest Accrued but not due on loans	79,180	392,791
Advance Recd. from Customers	426,616	5,332,009
	<b>122,022,682</b>	<b>96,338,430</b>

**PROVISIONS**

For Gratuity	2,563,375	-
For Taxation	50,362,780	29,281,011
For Proposed Dividend on Equity Shares	5,764,000	-
For Corporate tax on Dividend	957,343	-
	<b>59,647,498</b>	<b>29,281,011</b>



*Handwritten signatures and initials.*

**SCHEDULE NO. 11: OTHER INCOME**

Duty Draw Back Receivable	894,393	73,198
Forex gain	863,254	-
Interest Receivable	733,561	109,083
Income From Sale of Sample	162,412	44,292
	<u>2,653,620</u>	<u>226,573</u>

**SCHEDULE NO. 12: COST OF MATERIAL CONSUMED**

Opening Stock	73,870,189	38,339,601
Add : Purchases	501,273,661	410,539,658
Less: Closing Stock	62,943,129	73,870,189

Consumption (A) **512,200,721** **375,009,070**

**Increase/ Decrease in Work in Process**

Opening stock:	66,564,626	25,056,301
Work in Process		
Closing Stock:	116,837,227	66,564,626
Work in Process		

Increase/ Decrease (B) **(50,272,601)** **(41,508,325)**

Total (A+B) **461,928,120** **333,500,745**

**SCHEDULE NO. 13: OTHER MANUFACTURING EXPENSES**

Central Excise Duty (Net)	2,946,919	980,675
Factory Electricity charge	3,361,718	1,648,144
Water Charges	1,014,456	551,175
Packing & Testing Charges	130,331	15,650
Laboratory Expenses	1,308,229	813,073
Consumable Stores	8,639,861	9,618,920
Processing Charges	13,911,361	17,081,432
Repairs & Maintenance	5,620,778	4,053,795
Freight Inward	3,257,134	2,829,534
Machinery Hire Charges	-	321,697
Sundry Factory Expenses	86,152	191,755
	<u>40,276,939</u>	<u>38,105,850</u>

**SCHEDULE NO. 14: COST OF EMPLOYMENT**

Salary & Wages -Factory	2,558,233	1,440,196
Labour Charges	9,649,936	5,929,392
Directors Remuneration	13,970,400	13,842,357
Salary & Wages- Others	7,279,945	6,081,407
Gratuity	603,690	-
	<u>34,062,204</u>	<u>27,303,352</u>

**SCHEDULE NO. 15: ADMINISTRATIVE, SELLING AND DISTRIBUTION EXPENSES**

Rates & Taxes	923,540	630,314
Printing & Stationery	408,599	346,209
Postage, Telephone & Internet charges	1,149,572	835,089
Conveyance and Travelling	331,993	200,305
Freight & Transportation Charges	3,345,287	3,600,033
Insurance	1,475,216	1,980,340
Sales Promotion Expenses	2,136,616	2,798,876
Commission	3,832,458	1,549,247
Repairs & Maintenance- Others	1,410,743	1,036,529
Staff Welfare Expenses	731,012	642,454
Auditors Remuneration	264,720	172,068
Professional Fees	4,076,417	1,508,018
ROC Charges	1,238,968	711,987
Misc. Expenses	710,367	1,104,289
Preliminary Expenses Written off	26,840	26,840
	<u>22,062,349</u>	<u>17,142,599</u>

**SCHEDULE NO. 16: FINANCE EXPENSES**

Bank Interest	26,424,864	16,752,879
Other Interest	4,246,035	14,163,372
Other Finance Charges	6,768,785	5,043,170
	<u>37,439,684</u>	<u>35,959,421</u>



*Handwritten signature and initials.*



**M/S. OMKAR SPECIALITY CHEMICALS LIMITED**

**(PREVIOUSLY KNOWN AS OMKAR SPECIALITY CHEMICALS PVT. LTD.)**

**SCHEDULE 17: SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE BALANCE SHEET AND PROFIT AND LOSS ACCOUNT**

**(A) SIGNIFICANT ACCOUNTING POLICIES:**

**a) BASIS OF PREPARATION OF FINANCIAL STATEMENTS:**

The financial statements are prepared under the historical cost convention in accordance with the generally accepted accounting principles in India, the provisions of the companies Act, 1956 and the applicable accounting standards. The company follows mercantile system of accounting and recognizes income and expenditure on accrual basis.

**b) USE OF ESIMATES:**

The preparation of financial statements requires estimates and assumptions that affect the reported amount of Assets and Liabilities on the date of the financial statements and the reported amount of Revenues and Expenses during the reporting period. Difference between the actual results and the estimates are recognized in the period in which the same are known/materialized.

**c) FIXED ASSETS:**

Fixed Assets are recorded and stated at cost, net of excise duty (CENVAT) and VAT less accumulated depreciation and impairment loss, if any. Cost includes all direct and indirect costs relating to the acquisition and installation of fixed assets, interest on borrowed funds, if any, used to finance/construction of fixed assets ready for commercial use. Leasehold land is amortised over the period of lease.

**d) FOREIGN CURRENCY TRANSACTIONS/TRANSLATION:**

Foreign currency transactions denominated in foreign currencies are recorded at the rate of exchange prevailing on the date of transaction. Exchange differences, if any, arising out transactions settled during the year are recognized in the profit & loss account.

Monetary items denominated in foreign currency as at the balance sheet date are translated at the closing exchange rate on that date. The Exchange differences, if any, are recognized in the profit & loss account. Non monetary foreign currency items are carried at cost.

The premium in respect of forward exchange contract is amortized over the life of the contract. The net gain or loss on account of any exchange difference, cancellation or renewal of such forward exchange contracts is recognized in the Profit & Loss Account in the reporting period.

**e) INVENTORIES :**

1)The company is valuing Raw material stock by taking costs of purchase consist of the purchase price including duties and taxes (other than those subsequently recoverable by the enterprise from the taxing authorities), freight inwards and other expenditure directly attributable to the acquisition. Trade discounts, rebates, duty drawbacks, finance cost and other similar items are deducted in determining value of the stock of Raw materials. In determining the cost the First In First Out (FIFO) method is used.



Handwritten signature in blue ink, appearing to be "S. S. S.", followed by a checkmark and another signature.

2) Finished Goods & WIP are valued taking into consideration Material cost plus share of labour and manufacturing overheads. Finished goods are valued at cost or net realizable value whichever is lower.

**f) REVENUE RECOGNITION:**

- i) Revenue from sale of goods is recognized when the significant risks and rewards in respect of ownership of products are transferred by the company.
- ii) Revenue from product sale is stated net of returns, sales tax/VAT and applicable trade discounts and allowances.
- iii) Interest income is recognized on time accrual basis.

**g) EXPORT BENEFITS**

Export benefits available under prevalent schemes are accrued in the year in which the goods are exported and are accounted to the extent considered receivable.

**h) EXCISE DUTY/CUSTOM DUTY:**

Excise duty / Customs duty has been accounted on the basis of payments made in respect of goods cleared. Modvat credit on raw materials and capital goods has been accounted for, by reducing the purchase cost of raw materials and capital goods respectively.

**i) DEPRECIATION:**

Depreciation on all fixed assets is provided as per the provisions of Companies Act, 1956 on Written Down Value Method.

**j) EMPLOYEE BENEFITS:**

a) Short Term Employee Benefits:

All short-term employee benefits such as salaries, wages, bonus, special awards, medical benefits which fall due within twelve months of the period in which the employee renders the related services which entitles him to avail such benefits and non-accumulating compensated absences are recognized on an undiscounted basis charged to the profit and loss account.

b) Provision for Gratuity is made and provided on actuarial valuation basis.

Other retirement benefits are accounted as per company's policy.

**k) TAXES ON INCOME**

Income Taxes are accounted for in accordance with Accounting Standard 22 (AS 22) "Accounting for Taxes on Income". Tax expense comprises of Current Tax and Deferred Tax:

a) Current Tax is determined as the amount of tax payable in respect of taxable income for the year.

b) "Deferred tax assets and liabilities are recognised for the future tax consequences attributable to Timing Differences, between the taxable income and accounting income, that originate in one period and are capable of reversal in one or more periods. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realized in the future, however when there is unabsorbed depreciation or carry forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written-up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realised."



Handwritten signatures and initials, including a large signature and a smaller one with a checkmark.

**l) PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:**

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in the Notes to Accounts. Contingent Assets are neither recognized nor disclosed in the financial statements.

**m) BORROWING COST:**

Borrowing cost attributable to acquisitions and construction of capital goods are capitalized as a part of cost of such assets up to the date when such assets are ready for its intended use and all other borrowing costs are charged to profit & loss Account.

**n) IMPAIRMENT OF ASSETS:**

The Company assesses at each Balance Sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the Profit and Loss account. If at the Balance Sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount.

**(B) NOTES TO ACCOUNTS:**

(1) Estimated amount of contingent liability for contracts remaining to be executed on capital account and not provided for, net of advances, Rs. 492.08 lacs (previous year Rs. Nil).

(2) Contingent Liability for Letter of Credit issued by the company's bankers in connection with the credit facilities to the company aggregating Rs. 125.52 lacs (previous year Rs. Nil)

(3) The value of the closing stock of raw materials, work in process and finished goods has been arrived at on the basis of the records maintained and certified by the Management.

(4) In the opinion of the board, the current assets (except stock of raw material, work in process and finished goods), loans and advances are approximately of the value stated, if realized, in the ordinary course of business.

**(5) DEFERRED TAX ASSET/LIABILITY:**

Particulars	2009-10	2008-09
Difference between net book value of the capital assets as per books vis-à-vis written down value as per Income Tax Act and on account of Gratuity	1,26,41,197/-	64,55,509/-
Deferred Tax Liability	42,96,743/-	21,94,227/-



*Handwritten signatures and initials.*

- (6) Auditors Remuneration includes :
- |                |                |                |
|----------------|----------------|----------------|
| Audit Fees     | Rs. 1,32,360/- | (Rs.88,240/- ) |
| Tax Audit Fees | Rs. 66,180/-   | (Rs.44,120/- ) |
| Other Services | Rs. 66,180/-   | (Rs.39,708/- ) |

- (7) Basic and Diluted Earnings Per Share is calculated as under:

Particulars	2009-10	2008-09
Profit attributable to Equity Shareholders	5,18,37,379	3,13,42,355
Weighted average number of Equity Shares:		
-Basic and Diluted	1152800	1152800
Earnings per Share (in Rs.)		
-Basic and Diluted	45	27

- (8) Remuneration to Director :  
Shri P. S. Herlekar, the director of the company was in receipt of and/ or entitled to a remuneration of Rs. 10.00 lakhs per month (Rs.10.00 lakhs per month).

(9) SEGMENT REPORTING:

The Principal business of the company is manufacturing and sale of chemicals. All other activities of the company revolve around its main business. Hence, there is only one primary reportable business segment as defined by Accounting Standard -17 as notified by the Companies (Accounting Standards ) Rules , 2006.

(10) RELATED PARTY TRANSACTIONS:

As required by Accounting Standard -AS 18 "Related Parties Disclosure" issued by the Institute of Chartered Accountants of India are as follows:

Party	Relationship
Mr. Shivdas.R. Herlekar	Director – Key Management Personnel
Mr. Pravin.S. Herlekar	Director – Key Management Personnel
Mr. Dattatraya M. Deshpande*	Director – Key Management Personnel
Mr. Girish M. Deshpande*	Director – Key Management Personnel
Mr. Omkar P. Herlekar	Director – Key Management Personnel
Ms. Anjali P.Herlekar	Director – Key Management Personnel
Rishichem Research Limited	Related Party – Common Control Exists

(Rs. in Lakhs)

Particulars		2009-10	2008-09
Processing Charges Paid	Related-Common Control Exists		



*ms* *ms*

Rishichem Research Pvt. Ltd.	Opening Bal Receivable(payable)	Nil	(7.22)
	Processing Charges Payable	32.64	32.98
	Received during year	Nil	Nil
	Paid during year	14.14	40.20
	Receivable / (Payable) during the year	18.50	Nil
Directors Remuneration/Salary	Key Management Personnel		
Mr.Pravin Shivdas Herlekar	Paid during the year	120.00	120.00
Ms.Anjali Herlekar	Paid during the year	3.00	3.00
Mr.Shivdas Herlekar	Paid during the year	1.20	1.20
Mr.Omkar Herlekar	Paid during the year	6.70	6.10
Mr.D.M.Deshapnde	Paid during the year	4.69	4.43
Mr.G.M.Deshpande	Paid during the year	4.11	3.69
<b>Unsecured Loan</b>			
Mr.Pravin S. Herlekar	Opening Balance	25.00	Nil
	Taken During the year	10.00	25.00
	Repaid During the Year	35.00	Nil
	Closing Balance	Nil	25.00
Ms.Anjali P. Herlekar	Opening Balance	1.82	1.82
	Taken During the year	Nil	Nil
	Repaid During the Year	Nil	Nil
	Closing Balance	1.82	1.82
Mr.Shivdas Herlekar	Opening Balance	3.39	3.39
	Taken During the year	Nil	Nil
	Repaid During the Year	Nil	Nil
	Closing Balance	3.39	3.39

(11) Quantative Details:

Particulars in respect of licensed and installed capacity:

Licensed capacity: Not Applicable

Installed capacity:

Selenium Compound	70000 kgs per annum
Iodine Compound	470000 kgs per annum
Molybdenium Compound	60000 Kgs per annum
Others	150000 kgs per annum



*Handwritten signatures and initials in blue ink.*

## A) Raw Material : -Opening Stock

Sr. No.	Particulars	<b>Current year</b>		<b>Previous Year</b>	
		Opening Stock		Opening Stock	
		Quantity (Kg)	Rupees	Quantity (Kg)	Rupees
1.	Crude Iodine	17047	26786825	8284	7901004
2.	Selenium Metal Powder	9958	28105164	5845	21787705
3.	Tetra Hydro Furon	455	48458	2135	305305
4.	Caustic Soda Flakes	1649	51944	8710	182213
5.	Others	97287	18877798	62738	8163374
	<b>TOTAL</b>	<b>126396</b>	<b>73870189</b>	<b>87712</b>	<b>38339601</b>

## B) Work In Process: -Opening Stock

Sr.No.	Particulars	<b>Current year</b>		<b>Previous Year</b>	
		Opening Stock		Opening Stock	
		Quantity (Kg)	Rupees	Quantity (Kg)	Rupees
1.	Selenium Compounds	5918	41540764	3433	15517813
2.	Iodine Compouns	15567	18408285	6064	5814985
3.	Molybdenium Compounds	2196	1600950	708	814275
4.	Others	10899	5014627	4327	2909228
	<b>TOTAL</b>	<b>34580</b>	<b>66564626</b>	<b>14532</b>	<b>2,50,56,301</b>

## C) Finished Goods: -Opening Stock

Sr.No.	Particulars	<b>Current year</b>		<b>Previous Year</b>	
		Opening Stock		Opening Stock	
		Quantity (Kg)	Rupees	Quantity (Kg)	Rupees
1.	Selenium Compounds	2427	5063693	2298	6252108
2.	Iodine Compouns	4270	4266815	8214	7940025
3.	Molybdenium Compounds	1385	1328085	227	907250
4.	Others	1789	1337985	782	761090
	<b>TOTAL</b>	<b>9871</b>	<b>11996578</b>	<b>11521</b>	<b>15860473</b>



*Handwritten signatures and initials in blue ink.*

## D) Purchses of Materials :

Sr.No.	Particulars	<b>Current year</b>		<b>Previous Year</b>	
		Purchases		Purchases	
		Quantity (Kg)	Rupees	Quantity (Kg)	Rupees
1.	Crude Iodine	156633	186631146	167286	208303333
2.	Selenium Metal Powder	21605	60297827	28662	71039584
3.	Tetra Hydro Furon	108000	11069280	3420	399420
4.	Caustic Soda Flakes	285700	6502241	145500	4517750
5.	Others	1451164	236773166	726594	126279572
	<b>TOTAL</b>	<b>2023101</b>	<b>501273660</b>	<b>1071462</b>	<b>410539659</b>

## E) Consumption of Materials :

Sr.No.	Particulars	<b>Current year</b>		<b>Previous Year</b>	
		Consumption		Consumption	
		Quantity (Kg)	Rupees	Quantity (Kg)	Rupees
1.	Crude Iodine	147542	192026528	148424	190271499
2.	Selenium Metal Powder	29294	79971957	24474	63868138
3.	Tetra Hydro Furon	106455	10829738	5100	656267
4.	Caustic Soda Flakes	278224	6389874	152561	4648019
5.	Others	1392566	222982623	683134	115565148
	<b>TOTAL</b>	<b>1954080</b>	<b>512200720</b>	<b>1013693</b>	<b>375009070</b>

\* above consumptions also includes cost of goods traded

## F) Raw Material :- Closing Stock

Sr.No.	Particulars	<b>Current year</b>		<b>Previous Year</b>	
		Closing Stock		Closing Stock	
		Quantity (Kg)	Rupees	Quantity (Kg)	Rupees
1.	Crude Iodine	26138	21391443	17047	26786825
2.	Selenium Metal Powder	2269	8431034	9958	28105164
3.	Tetra Hydro Furon	2000	288000	455	48458
4.	Caustic Soda Flakes	9125	164311	1649	51944
5.	Others	155885	32668341	97287	18877798
	<b>TOTAL</b>	<b>195417</b>	<b>62943129</b>	<b>126396</b>	<b>73870189</b>



tel < />

## G) Work In Process: Closing Stock

**Current year****Previous Year**

Sr.No.	Particulars	Closing Stock		Closing Stock	
		Quantity (Kg)	Rupees	Quantity (Kg)	Rupees
1.	Selenium Compounds	11940	67739852	5918	41540764
2.	Iodine Compounds	21479	27692025	15567	18408285
3.	Molybdenium Compounds	13114	7762903	2196	1600950
4.	Others	24558	13642447	10899	5014627
	<b>TOTAL</b>	<b>71091</b>	<b>116837227</b>	<b>34580</b>	<b>66564626</b>

## H) Finished Goods: Closing Stock

**Current year****Previous Year**

Sr.No.	Particulars	Closing Stock		Closing Stock	
		Quantity (Kg)	Rupees	Quantity (Kg)	Rupees
1.	Selenium Compounds	398	781119	2427	5063693
2.	Iodine Compounds	10107	10976343	4270	4266815
3.	Molybdenium Compounds	1775	1158627	1385	1328085
4.	Others	4128	2121594	1789	1337985
	<b>TOTAL</b>	<b>16408</b>	<b>15037683</b>	<b>9871</b>	<b>11996578</b>

## I) Sale of Materials:

**Current year****Previous Year**

Sr.No.	Particulars	Producti on Quantity (Kgs)	Sales Quantity (Kgs)	Sales Rupees	Producti on Quantity (Kgs)	Sales Quantity (Kgs)	Sales Rupees
1.	Selenium Compounds	47943	49972	219805143	50039	49910	180057654
2.	Iodine Compounds	255423	249586	359507711	206415	210359	284776424
3.	Molybdenium Compounds	45359	44969	41578406	4068	2910	4909542
4.	Others	112790	110451	39391184	56292	55285	18124822
	<b>Total</b>	<b>461516</b>	<b>454979</b>	<b>660282444</b>	<b>316814</b>	<b>318463</b>	<b>487868442</b>



Handwritten signatures and initials.



J) Goods traded

Sr.No.	Particulars	Current year		Previous Year	
		Sales Quantity (Kgs)	Sales Rupees	Sales Quantity (Kgs)	Sales Rupees
1.	Selenium Compounds	1335	3390328	75	255569
2.	Iodine Compounds	21299	22433753	10099	13222096
3.	Others	19761	3849272	8911	9422991
	Total	42395	29673353	19085	22900656

J) Job Work Charges for goods received for Processing

Sr.No.	Particulars	Current year		Previous Year	
		Sales Quantity (Kgs)	Sales Rupees	Sales Quantity (Kgs)	Sales Rupees
1.	Selenium Compounds	21356	32797783	30452	32731556
2.	Iodine Compounds	--	--	40	4000
3.	Others	976	305401	202	141400
	Total	22332	33103184	19085	32876956

(12) Value of Imported raw materials & Stores Consumed and percentage of consumption:

**Raw Materials**

Sr.No.	Particulars	Current year		Previous Year	
		Rupees	Percentage	Rupees	Percentage
1.	Imported	214007327	41.78%	217360355	57.96%
2.	Indigenous	298193393	58.22%	157648715	42.04%
	TOTAL	512200720		375009070	

**Consumable Stores**

Sr.No.	Particulars	Current year		Previous Year	
		Rupees	Percentage	Rupees	Percentage
1.	Imported	Nil	-	Nil	-
2.	Indigenous	8639861	100%	9618920	100%
	TOTAL	8639861		9618920	

(13) Earnings in foreign exchange:

Value of Exports at F.O.B.

(including exchange difference)

2009-10

Rs.6,33,85,647/-

2008-09

Rs.6,50,07,790/-



*(Handwritten signatures)*

Technical Service Fees – Gross	Nil	Nil
Dividends – Gross	Nil	Nil
Interest from Investments	Nil	Nil
Others	Nil	Nil
(14) Expenditure in foreign currency :		
Selling expenses	Nil	Rs.12,64,166/-
Foreign travel	Nil	Nil
Other Expenses	Rs.10,93,706/-	Nil
(15) Dividend remitted in foreign currency :		
No. of Shareholders	Nil	Nil
No. of Shares held in Lakhs	Nil	Nil
Net Dividend remitted	Nil	Nil
(16) Value of Imports C. I. F. basis :		
Raw Materials	Rs.18,53,56,792/-	Rs.23,36,16,436/-
Store , Spare etc.	Nil	Nil
Capital Goods	Rs. 28,87,955/-	Rs. 9,86,520/-

(17) The Company has not received the required information from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures as required under Schedule VI of the Companies Act, 1956 relating to amounts unpaid as at the year end together with interest paid/ payable, etc., have not been made.

(18) Basic earnings per share are computed by dividing net profit after tax by 11,52,800 equity shares of Rs.100 each. Since there are no dilutive potential equity shares, the diluted earnings per share are the same as basic earnings per share.

**(C) ADDITIONAL INFORMATION PURSUANT TO PART IV OF SCHEDULE VI:  
BALANCE-SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE.**

- I. Registration Details :
- |                                |            |
|--------------------------------|------------|
| Registration No.               | State Code |
| U 24110 MH 2005 PLC 151589     | 11         |
| (date: 24.02.2005)             |            |
| Balance Sheet Date : 31.3.2010 |            |
- II. Capital raised during the year (amount in Lakhs):
- |              |                    |
|--------------|--------------------|
| Public Issue | Right Issue.       |
| Nil          | Nil                |
| Bonus Issue  | Private Placement. |
| Nil          | Nil                |
- III. Position of mobilization and deployment of funds (amount in Rs. in lakhs):
- |                    |                       |
|--------------------|-----------------------|
| Total Liabilities. | Total Assets.         |
| 4264.67            | 4264.67               |
| Sources of Funds   | Reserves and Surplus. |



*Handwritten signatures and initials.*