

*30th*  
**ANNUAL REPORT**  
*2008*

**SHIVALIK RASAYAN LIMITED**

# SHIVALIK RASAYAN LIMITED

## BOARD OF DIRECTORS

Shri Rahul Bishnoi	:	Chairman
Shri S. K. Singh	:	Managing Director
Shri Anirudh Bishnoi	:	Director
Shri Tejasvi Bishnoi	:	Director
Shri Ashwani Sharma	:	Director
Shri Puneet Chandra	:	Director
Shri Harish Pande	:	Director

**AUDITORS** : M/s Ramkrishna & Company,  
Chartered Accountants,  
D-63, Panchsheel Enclave,  
New Delhi – 110 017

**REGISTERED OFFICE  
AND FACTORY** : Village Kolhupani,  
P.O. Chandanwari,  
Dehradun – 248 007

**CORPORATE OFFICE** : 1506, Chiranjiv Tower,  
43, Nehru Place,  
New Delhi – 110 019

## **NOTICE**

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NOTICE is hereby given that the Thirtieth Annual General Meeting of Shivalik Rasayan Limited will be held on Wednesday the 10<sup>th</sup> Sept., 2008 at 3.00 P.M. at the Registered Office of the Company at Village Kolhupani, Dehradun to transact the following business:

### **ORDINARY BUSINESS**

1. To consider and adopt the Balance Sheet as on 31<sup>st</sup> March 2008, Profit & Loss Account for the period from 1<sup>st</sup> April 2007 to 31<sup>st</sup> March 2008 and the report of the Directors and Auditors thereon.
2. To appoint a Director in place of Shri Anirudh Bishnoi, who retires by rotation and being eligible offers himself for re-appointment.
3. To consider and if thought fit, to pass with or without modification(s), the following Resolution as an Ordinary Resolution:-

"RESOLVED THAT pursuant to the provisions of Section 224 and other applicable provisions, if any, of the Companies Act, 1956, approval of the members be and is hereby accorded for re-appointment of M/s Ramkrishna & Company, Chartered Accountants, as auditors of the Company to hold office from the conclusion of this Annual General Meeting, till the conclusion of the next Annual General Meeting of the company on such remuneration as may be fixed by the Board of Directors plus Services Tax, reimbursement of actual traveling and out-of-pocket expenses incurred by them for the purpose of audit."

### **SPECIAL BUSINESS**

4. To consider and if thought fit, to pass with or without modification(s), the following Resolution as an Ordinary Resolution:-

"RESOLVED FURTHER THAT pursuant to the provisions of section 94 of the Companies Act, 1956, the Authorised Capital of the Company be and is hereby increased from Rs.75,00,000/- (Rupees Seventy Five Lacs) to Rs.3,50,00,000/- (Rupees Three Crores Fifty Lacs) by creation of 27,50,000 Equity shares of Rs.10/- (Rupees Ten) each ranking pari-passu with the existing equity shares of the Company."

"RESOLVED FURTHER THAT the existing clause V of the Memorandum and Association be substituted by the following clause as V:

- V. The Authorised share capital of the company is Rs.3,50,00,000/- (Rupees Three Crores Fifty Lacs Only) divided into 35,00,000 (Thirty Five Lac Only) Equity shares of Rs.10/- (Rupees Ten) each."

By order of the Board  
for **Shivalik Rasayan Ltd.**

Place : New Delhi  
Dated : 28<sup>th</sup> June 2008

**S. K. Singh**  
Managing Director

## NOTICE

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1. The relevant explanatory statement pursuant to section 173(2) of the Companies Act, 1956 is annexed hereto.
2. **A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the company. A Proxy Form is sent herewith. The Proxy Form duly completed should reach the Registered Office of the company not later than 48 hours before the start of the meeting.**
3. If any more information is require by any shareholder, he is requested to convey the same to the Registered Office of the Company so as to reach us at least one week before the date of the meeting.

### **EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956**

#### **Item No.4**

The present Authorised Capital of the Company is Rs.75,00,000/- divided into 7,50,000 Equity shares of Rs.10/- each. In order to facilitate raising fund by issue of a additional shares for increased activities of the company, increase in share capital of the Company is necessary, therefore it is proposed to increase the present Authorised Capital from Rs.75,00,000/- (Rupees Seventy Five Lacs) to Rs.3,50,00,000/- (Rupees Three Croes Fifty Lacs) by creation of 27,50,000 Equity shares of Rs.10/- (Rupees Ten) each ranking pari-passu with the existing equity shares of the Company.

The Memorandum of Association of the Company is proposed to be altered in order to reflect the proposed change in Authorised Capital require approval of the members. The directors recommend the resolution in the best interest of the company.

None of the Directors are interested in the resolution.

By order of the Board  
for **Shivalik Rasayan Ltd.**

Place : New Delhi  
Dated : 28<sup>th</sup> June 2008

**S. K. Singh**  
Managing Director

## **DIRECTORS' REPORT**

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### **TO THE MEMBERS**

Your Directors have pleasure in presenting their 30<sup>th</sup> Annual Report together with an audited statement of account for the year ended on 31<sup>st</sup> March 2008 and Auditors' Report thereon.

### **WORKING RESULTS**

The Sales of your company have dropped by 8% during the year when compared to last year's performance though the net profits have increased.

<b>Financial Data (Rs. in Lac)</b>	<b>Current Year</b>	<b>Previous Year</b>
Sales	1695.27	1843.39
Other Income	6.22	8.11
Profit before Depreciation	56.52	30.87
Depreciation	8.57	7.11
Profit fro the year before Tax	47.95	23.75
Provision for taxation	(4.83)	(0.00)
Deferred Tax Assets/(Liability)	(11.29)	(7.71)
<b>NET PROFIT FOR APPROPRIATION</b>	<b>31.83</b>	<b>16.04</b>

### **DIVIDEND**

In view of accumulated losses of the company, the Directors regret their inability to recommend payment of any dividend.

### **CURRENT OUTLOOK**

The company has made a profit of Rs.56.52 lacs before depreciation. This year also the company focused on the sales of Dimethoate Technical. The company continued to supply Malathion Technical for export through third parties in this year also.

The company has really improved this year in terms of efficiency and improved its margin. Though China factor remained an issue. But company could convince its customers and retained their faith in its products.

### **DIRECTORS' RESPONSIBILITY STATEMENT**

In terms of provisions of Section 217(2AA) of the Companies Act, 1956, your directors confirm as under:-

that in preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;

that the directors have selected such accounting policies 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 the company at the end of the financial year and of the profit or loss of the company for that period;

that the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

that the directors have prepared the annual accounts on a going concern basis.

## **DIRECTORS' REPORT**

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### **DIRECTORS**

Shri Anirudh Bishnoi retires by rotation and is eligible for re-appointment.

### **SECRETARIAL COMPLIANCE CERTIFICATE**

A Secretarial Compliance Certificate pursuant to Section 383A of the Companies Act, 1956, is attached herewith.

### **QUALIFICATION IN THE AUDITORS' REPORT**

The qualifications in the Auditors' Report have been well explained in the Notes to Financial Statements and are self-explanatory. Further, the Directors would like to clarify as under:-

The company has been making a provision towards the payment of gratuity liability in its books of account as per the provisions of the Payment of Gratuity Act, 1972. Similarly, liability towards leave encashment is being provided for encashable leave due to the employees on the basis of last salary drawn. Accounting Standard (AS) – 15 "Accounting for Retirement Benefits in the Financial Statements of Employers" issued by the Institute of Chartered Accountants of India, states that the liability towards retirement benefits should be ascertained and provided for on the basis of actuarial valuation. Further, it requires that the company should make contribution to a trust fund or insurer for this purpose. The circumstances of the company so far do not permit it to bear expenses for an Actuarial Valuation and contribute to a trust fund from the already scarce sources of funds. However, your Directors are hopeful that with the improving position of the company, steps will be taken to comply with the relevant provisions in the future.

### **REVOCATION OF TRADING FROM DELHI STOCK EXCHANGE**

The compliance with Delhi Stock Exchange (DSE) has been done and all the dues have been paid. The Delhi Stock Exchange vide its letter dated 5<sup>th</sup> May 2008 has revoked its suspension of trading. Now company's shares are tradable on DSE.

### **AGREEMENT WITH REGISTRAR & SHARE TRANSFER AGENT**

The company has appointed the Registrar & Share Transfer Agent to get the equity shares of the company admitted for dematerialization with National Securities Depository Limited and/or Central Depository Services Limited and any other Depository. Soon the company will get the dematerialization facility of share and will be informed to the shares holder accordingly.

### **AUDITORS**

M/s Ramkrishna & Company, Chartered Accountants, New Delhi retire at the conclusion of this Annual General Meeting and being eligible, offer themselves for re-appointment. A letter has been received from them stating that the re-appointment, if made, will be in accordance with the provisions of Section 224(1B) of the Companies Act, 1956.

## DIRECTORS' REPORT

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### CONSERVATION OF ENERGY/TECHNOLOGY ABSORPTION/RESEARCH AND DEVELOPMENT

#### 1. Disclosure of Particulars with respect to Conservation of Energy

##### Power and Fuel consumption

##### Electricity

	Current Year	Previous Year
Units (Kwh)	1035015	1053909
Total Cost (Rs.)	3126914	2865282
Rate / unit (Rs.)	3.02	2.72

##### Coal (used in boiler)

Quantity (kg.)	1006320	897920
Total Cost (Rs.)	6326309	5759657
Average Rate (Rs.)	6.29	6.41

The company is taking measures to achieve more efficiency in power and fuel consumption. The quality of coal used is being monitored to bring down consumption levels.

#### 2. Technology Absorption

The company could not undertake any technology absorption measures due to constraint of funds.

#### 3. Foreign exchange earnings and outgo: Rs.Nil

### PARTICULARS OF EMPLOYEES

There were no employees as per the requirements of Section 217(2A) of the Companies Act, 1956.

### PERSONNEL

The company continued to maintain harmonious and cordial relations with its workers. The Directors wish to place on record their appreciation for the services and untiring efforts of the employees at all levels.

for and on behalf of the Board of Directors

Place : New Delhi  
Dated : 28<sup>th</sup> June 2008

**RAHUL BISHNOI**  
Chairman

## SECRETARIAL COMPLIANCE CERTIFICATE

To

The Members,

**SHIVALIK RASAYAN LIMITED**

We have examined the registers, records, books and papers of **SHIVALIK RASAYAN LIMITED** as required to be maintained under the Companies Act, 1956 (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the company for the financial year ended on 31<sup>st</sup> March, 2008. In my/ our opinion and to the best of my/our information and according to the examinations carried out by me/us and explanations furnished to me/us by the company, its officers and agents, I/We certify that in respect of the aforesaid financial year:

1. The company has kept and maintained all registers as stated in Annexure "A" to this certificate, as per the provision of the Act and the rules made there under and all entries therein have been duly recorded.
2. The company has duly filed the forms and returns as stated in Annexure "B" to this certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities as per detail prescribed therein.
3. The company being limited Company, the comments are not required.
4. The Board of Directors duly met Eleven Times respectively on 9<sup>th</sup> April 2007, 22<sup>nd</sup> June 2007, 27<sup>th</sup> June 2007, 16<sup>th</sup> July 2007, 26<sup>th</sup> July 2007, 31<sup>st</sup> July 2007, 27<sup>th</sup> September 2007, 29<sup>th</sup> October 2007, 10<sup>th</sup> December 2007, 15<sup>th</sup> January 2008 and 31<sup>st</sup> March 2008 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the minutes Book maintained for the purpose.
5. The company did not close its Registrar of Members during the financial year.
6. The Annual General Meeting for the financial year ended on 31/03/2007 was held on 29<sup>th</sup> September, 2007 after giving due notice to the members of the company and the resolutions passed there at were duly recorded in Minutes Book maintained for the purpose.
7. No Extra Ordinary General Meetings was held during the Financial Year.
8. As per the explanations and information given, the company has not advanced any loan to its directors/ person/company/ to which Section 295 of the Act.
9. The company has complied with the provisions of section 297 of the Act.
10. The company has made necessary entries in the register maintained under section 301 of the Act.
11. As there were no instances falling within the purview of section 314 of the Act, the company has not obtained any approvals from the Board of directors, members or Central Government.
12. The company has not issued any duplicate share certificates during the financial year.
13. I. The company has delivered all the certificates on lodgment thereof for transfer in accordance with the provisions of the Act. However, there was no allotment/transmission of securities during the financial year.  
II. The company has not deposited any amount in a separate bank account as no dividend was declared during the financial year.  
III. The company was not required to post warrants to any member of the company as no dividend was declared during the financial year.  
IV. The company was not required to deposit any amount in unpaid dividend account, application money due for Refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years to Investors Education and protection Fund as there was no amount outstanding.  
V. The company has complied with the requirements of section 217 of the Act.
14. The Board of the director of the company is duly constituted. There was an appointment of additional director in the board meeting during the financial year.

15. The Appointed of Managing Director/Whole time Director/ Manager during the financial year was made according to the provisions of the Companies Act, 1956.
16. The company has not appointed any sole-selling agents during the financial year.
17. The company was not obtained any approvals of the Central Government, Company Law Board, Regional Director, Registrar or such other authorities as prescribed under the various provisions of the Act during the financial year.
18. The directors have disclosed their interest in other firms/ companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. The company has not issued any securities during the financial year.
20. The company has not bought back any shares during the financial year.
21. There was no redemption of preference shares or debentures during the financial year.
22. There were no transactions necessitating the company to keep in abeyance rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited/accepted any deposit including any unsecured loans falling within the purview of sections 58A during the financial year.
24. The amount borrowed by the company from its directors, members, banks, public financial institutions and others during the financial year are within the borrowing limits of the company and that the necessary resolutions as per the section 293(1)(d) of the Act have been passed.
25. The companies has complied the provisions of the Act regarding loans and Investments, or given guarantees or provided securities to other bodies corporate.
26. The company has not altered the provision of the Memorandum with respect to situation of the company's registered office from one state to another during the year under scrutiny.
27. The company has not altered the provision of the Memorandum with respect to the objects of the company during the year under scrutiny.
28. The company has not altered the provision of the Memorandum with respect to name of the company during the year under scrutiny and complied with provisions of the Act.
29. The company has not altered the provision of the Memorandum with respect to share capital of the company during the year under scrutiny and complied with provisions of the Act.
30. The company has not altered its Articles of Associations of the company during the year under scrutiny and complied with provisions of the Act.
31. As explain by the Company representative there was/were no prosecution initiated against or show cause notices received by the company and no fines or penalties or any other punishment was imposed on the company during the financial year, for offences under the Act.
32. The company has not received any money as security from its employees during the year.
33. The provisions of section 418 of the Act relating to Provident Fund are not applicable to the company.

For AMJ & Associates  
Company Secretaries

Place: New Delhi  
Date : 28.06.2008

Manoj Kumar Jain  
(Partner)  
C.P. No. : 5629

**Annexure "A"****Registers as maintained by the Company :**

1. Register of Members U/s 150 of the Act
2. Minutes Books of the Meetings u/s 193 of the Act.
3. Books of Accounts U/s 209
4. Register of Directors, Managing Directors, Manager and Secretary U/s 303
5. Register of directors' shareholding u/s 307.
6. Register of particulars of contracts in which directors are interested u/s 301
7. Share Transfer Register
8. Board Meeting Attendance Register

**Annexure "B"**

Forms and Returns as filed by the Company with the ROC, or other authorities during the financial year ending 31<sup>st</sup> March, 2008.

<u>S. No.</u>	<u>Form No./Return</u>	<u>Filed U/s</u>	<u>For</u>	<u>Date of Filing and Receipt Number</u>	<u>Whether Filed within prescribed time</u>	<u>Whether additional fees paid</u>
1.	Form -23AC and 23ACA (Balance Sheet & P & L A/c)	220	31.03.2007	27.11.2007 Vide S.R. N. P13778691	No	Yes
2.	Form-20B (Annual Return)	159	29.09.2007	27.11.2007 Vide S.R. N. P13776885	Yes	No
3.	Form-66 (Compliance Certificate)	383A	31.03.2007	27.11.2007 Vide S.R. N. P13756846	No	Yes
4.	Form-32	303	22.06.2007	13.07.2007 Vide S.R. N. A18124958	Yes	No
5.	Form-I (Cost Audit Report)	233(B)(4)	31.03.2007	06.12.2007 Vide S.R. N. A27398742	Yes	No
6.	Form-DIN-3	Rule-6	For filing of DIN-2	22.08.2007 Vide S.R. N. A20588448	Yes	No
7.	Form-23C	233B (2)	For App of Cost Auditor	11.04.2007 Vide S.R. N. A13172416	Yes	No
8.	Form-23	192	For App of WTD	02.08.2007 Vide S.R. N. A19282656	Yes	No
9.	Form-25C	269	For App of WTD	02.08.2007 Vide S.R. N. A19283068	Yes	No
10.	Form-18	146	15.12.2007	01.01.2008 Vide S.R. N. A29000692	Yes	No
11.	Form-23	192	For App of WTD	01.01.2008 Vide S.R. N. A29022548	Yes	No
12.	Form-25C	269	For App of WTD	03.01.2008 Vide S.R. N. A29138989	Yes	No

## AUDITORS' REPORT

TO THE MEMBERS OF SHIVALIK RASAYAN LTD.

- 1) We have audited the attached Balance Sheet of M/s Shivalik Rasayan Ltd. as at 31<sup>st</sup> March 2008 and also the annexed Profit and Loss account and the Cash Flow Statement of the Company 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 auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
- 3) As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of section 227(4A) of the Companies Act, 1956, we enclose in the annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.
  - a) Further to our comments in the Annexure referred to above, we report that:
  - b) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - c) 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 of the Company;
  - d) The balance sheet, profit and loss account and cash flow statement dealt with by this report are in agreement with the books of account;
  - e) In our opinion, the balance sheet, profit and loss account and cash flow statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956, to the extent applicable, except as reported in Para (f) hereunder;
  - f) On the basis of written representations received from the Directors as on 31<sup>st</sup> March, 2008 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31<sup>st</sup> March, 2008 from being appointed as a Director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956;
  - g) As indicated in Note No. 1(vi) of Schedule 14, Provision for Gratuity to the tune of Rs.3,88,860/- (Previous Year Rs.2,00,835/-) has been made on managements estimate as per the provisions of the payment of Gratuity Act, 1972. Provision for leave encashment has been made this year Rs.1,53,098/- (Previous Year Rs.61,261/-) for encashable leave due to the employees on the basis of last salary drawn. The above treatment is not in compliance with Accounting Standard (AS) – 15 "Accounting for Retirement Benefits in the Financial Statements of Employers" issued by the Institute of Chartered Accountants of India, which states that the liability towards retirement benefits should be ascertained and provided for on the basis of actuarial valuation;
  - h) Subject to the foregoing, in our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the notes thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India: -
    - i) In the case of the Balance Sheet, of the state of affairs of the company as at 31<sup>st</sup> March, 2008;
    - ii) In the case of Profit and Loss Account, of the profit for the year ended on that date; and
    - iii) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

For **RAMKRISHNA & COMPANY**  
Chartered Accountants

**(R.K. GUPTA)**  
F.C. A.  
Proprietor

Place: New Delhi  
Dated: 28<sup>th</sup> June 2008

# AUDITORS' REPORT

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## ANNEXURE TO THE AUDITORS' REPORT

Annexure to the auditors' report of even date to the members of Shivalik Rasayan Limited on the financial statements for the year ended 31<sup>st</sup> March 2008.

1.
  - a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
  - b) The fixed assets of the company have been physically verified by the management during the year and no serious discrepancies between the book records and physical inventory have been noticed.
  - c) The company has disposed off a scrap portion of the machinery out of the fixed asset during the year out of the block of fixed assets.
2.
  - a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
  - b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
  - c) The company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material and have been properly dealt with in the books of accounts.
3.
  - a) The company has taken loan from two companies covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year from the companies was Rs.37,25,000/- and the year-end balance for loan taken from such companies was Rs.37,25,000/-. The company has not granted any loan to any party covered in the register maintained under section 301 of the Companies Act, 1956.
  - b) In our opinion, the terms and conditions on which loan has been taken from companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956, are prima facie not prejudicial in the interest of the company.
  - c) The company was regular in repayment of principal as stipulated.
  - d) There is no overdue amount of loan taken from companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchase of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal controls.
5. In our opinion and according to the information and explanations given to us, there were no transactions that need to be entered in the register maintained u/s 301 of the Companies Act, 1956 and exceeding the value of Rs. five lakh in respect of any party during the year.
6. In our opinion and according to the information and explanations given to us, the company has not accepted any deposit from the public.
7. In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
8. We have broadly reviewed the books of account relating to materials, labour and other items of cost maintained by the company pursuant to the Order made by the Central Government for the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956, and are of the opinion that prima facie the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determining whether they are accurate or complete.
9.
  - a) The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, sales tax, income-tax, wealth tax, customs duty, excise duty and other material statutory dues applicable to it.
  - b) According to the information and explanations given to us and the records of the company examined by us, there are no dues of sales tax, income-tax, customs duty, wealth-tax, excise duty and cess which have not been deposited on account of any dispute.

## **AUDITORS' REPORT**

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10. In our opinion and according to the information and explanation given to us, the accumulated losses of the company have reduced to only 8.7%. The company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
11. In our opinion and according to the information and explanation given to us, the company has no dues payable to a financial institution, bank or debenture holders during the year.
12. In our opinion and according to the information and explanation given to us, the company has not granted any loan and advances on the basis of securities by way of pledge of shares, debentures and other securities
13. In our opinion, the company is not a chit fund or a nidhi mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
14. In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
15. In our opinion and according to the information and explanation given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions.
16. In our opinion and according to the information and explanation given to us, the company did not have any term loan.
17. According to the information and explanations given to us and on an overall examination of the balance sheet of the company, in our opinion funds raised on short-term basis have not been used for long-term investment and vice versa.
18. According to the information and explanations given to us, the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
19. In our opinion and according to the information and explanation given to us, the Company has not issued any debentures.
20. In our opinion and according to the information and explanation given to us, the Company has not raised money by public issues during the period covered by our audit report.
21. According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

**For RAMKRISHNA & COMPANY**  
**Chartered Accountants**

Place : New Delhi  
Dated: 28<sup>th</sup> June 2008

**(R.K. GUPTA)**  
F.C. A.  
Proprietor

**SHIVALIK RASAYAN LIMITED**  
BALANCE SHEET AS AT 31ST MARCH, 2008

PARTICULARS	SCHEDULES	AS AT 31.3.2008 AMOUNT(Rs.)		AS AT 31.3.2007 AMOUNT(Rs.)
<b>SOURCES OF FUNDS</b>				
<b>Shareholders Funds</b>				
Share Capital	1	7,100,000		6,628,912
Reserves & Surplus	2	<u>6,825,193</u>	13,925,193	<u>6,825,193</u> 13,454,105
<b>Loan Funds</b>				
Secured Loans	3	356,048		614,523
Unsecured Loans	4	<u>3,725,000</u>	4,081,048	<u>2,825,000</u> 3,439,523
<b>TOTAL</b>			<u>18,006,241</u>	<u>16,893,628</u>
<b>APPLICATION OF FUNDS</b>				
<b>Fixed Assets</b>				
Gross block	5	46,170,028		43,802,142
Less : Depreciation		<u>30,640,356</u>	15,529,672	<u>29,915,456</u> 13,886,687
<b>Deferred Tax Assets/(Liability)</b>	6		(350,045)	778,593
<b>NET CURRENT ASSETS</b>				
<b>Current Assets, Loans &amp; Advance</b>				
Inventories		21,620,714		8,895,019
Sundry Debtors		34,256,948		26,808,182
Cash and Bank balances		2,252,107		2,920,237
Loans and Advances		<u>2,305,168</u>		<u>2,360,680</u>
		60,434,937		40,984,118
<b>Less : Current liabilities &amp; Provisions</b>				
Current liabilities	8	55,594,393		40,148,954
Provisions		<u>3,171,744</u>	1,668,800	<u>2,947,694</u> (2,112,530)
		58,766,137		
<b>Profit and Loss account</b>	9		1,157,814	4,340,878
<b>TOTAL</b>			<u>18,006,241</u>	<u>16,893,628</u>
<b>NOTES TO FINANCIAL STATEMENTS</b>	14			

(VINOD KUMAR)  
ACCOUNTS OFFICER

(S.K.SINGH)  
MANAGING DIRECTOR

(RAHUL BISHNOI)  
CHAIRMAN

**AUDITORS' REPORT**

Signed in terms of our report of even date attached  
for **RAMKRISHNA & COMPANY**  
Chartered Accountants

(R.K. GUPTA)  
F.C.A.  
Proprietor

Place : New Delhi  
Dated : 28th June, 2008

## SHIVALIK RASAYAN LIMITED

### PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2008

PARTICULARS	SCHEDULES	FOR THE YEAR ENDED 31.03.2008 AMOUNT	FOR THE YEAR ENDED 31.03.2007 AMOUNT
<b>INCOME</b>			
Gross Sales		169,527,636	184,339,743
Less: Excise Duty		23,522,349	26,188,312
Net Sales		<u>146,005,287</u>	<u>158,151,431</u>
Other income	10	622,802	811,360
Increase/(Decrease) in stock	11	5,891,963	127,857
		<u>152,520,052</u>	<u>159,090,649</u>
<b>EXPENDITURE</b>			
Raw Materials, Consumables, Stores and Spare consumed		119,422,205	129,461,416
Manufacturing & Other expenses	12	27,039,235	26,445,110
Financial charges	13	406,332	97,206
		<u>146,867,772</u>	<u>156,003,731</u>
Profit before depreciation		5,652,280	3,086,917
Depreciation		857,201	711,574
Profit for the year before Tax		<u>4,795,079</u>	<u>2,375,343</u>
		4,795,079	2,375,343
Provision for taxation		(483,377)	-
Profit for the Year		<u>4,311,702</u>	<u>2,375,343</u>
Deferred Tax Assets/Liability		(1,128,638)	(771,212)
BALANCE CARRIED OVER TO BALANCE SHEET		<u>3,183,064</u>	<u>1,604,131</u>
<b>EARNINGS PER SHARE(Rs.)</b>			
BASIC / DILUTED		6.07	3.35

(VINOD KUMAR)  
ACCOUNTS OFFICER

(S.K.SINGH)  
MANAGING DIRECTOR

(RAHUL BISHNOI)  
CHAIRMAN

#### AUDITORS' REPORT

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for **RAMKRISHNA & COMPANY**  
Chartered Accountants

Place : New Delhi  
Dated : 28th June, 2008

(R.K. GUPTA)  
F.C.A.  
Proprietor

# SHIVALIK RASAYAN LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2008

PARTICULARS	<-----2007-08----->		<-----2006-07----->	
	AMOUNT	AMOUNT	AMOUNT	AMOUNT
<b>A. Cash flow from Operating Activities</b>				
Net Profit after interest and prior period adjustments	4311702		2375343	
	4311702		2375343	
Adjustments for				
Financial Charges	333290		61507	
Depreciation	857201		711574	
Interest Received	(114417)		(42795)	
<b>Operating Profit before Working Capital Changes</b>	5387776		3105629	
Adjustments for				
Trade & other receivables (net)	(7393254)		(4393678)	
Inventories	(12725695)		2840299	
Trade Payables & Other liabilities	15669489		(5567418)	
<b>Cash generated from Operations</b>	938316		(4015169)	
Financial Charges	(333290)		(61507)	
<b>Net Cash Flow from Operating Activities</b>		<b>605026</b>		<b>(4076676)</b>
<b>B. Cash Flow from Investing Activities</b>				
Addition to Fixed Assets	(2507150)		(4621340)	
Sale of Fixed Assets	139264		441234	
Interest Received	114417		42795	
<b>Net Cash Flow from Investing Activities</b>		<b>(2253470)</b>		<b>(4137311)</b>
<b>C. Cash Flow from Financing Activities</b>				
Net proceeds of long term borrowings	(258475)		581130	
Net proceeds of short term borrowings	900000		2352600	
<b>Net Cash Flow from Financing Activities</b>		<b>641525</b>		<b>2933730</b>
<b>NET INCREASE IN CASH &amp; CASH EQUIVALENTS</b>		<b>(1006919)</b>		<b>(5280257)</b>
<b>CASH &amp; CASH EQUIVALENTS AT THE START OF THE YEAR</b>		<b>2920237</b>		<b>8200494</b>
<b>CASH &amp; CASH EQUIVALENTS AT THE CLOSE OF THE YEAR</b>		<b>2252107</b> <b>(668130)</b>		<b>2920237</b> <b>(5280257)</b>

Note : Previous year figures have been recast/regrouped wherever necessary to confirm to the classification adopted for the current year.

(VINOD KUMAR)  
ACCOUNTS OFFICER

(S.K.SINGH)  
MANAGING DIRECTOR

(RAHUL BISHNOI)  
CHAIRMAN

### AUDITORS' REPORT

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Chartered Accountants

(R.K. GUPTA)  
F.C.A.  
Proprietor

Place : New Delhi  
Dated : 28th June, 2008

## SHIVALIK RASAYAN LIMITED

### Schedule To Financial Statements

PARTICULARS	SCHEDULES	AS AT 31.03.2008 AMOUNT(Rs.)	AS AT 31.03.200 AMOUNT(Rs.)
<b>SHARE CAPITAL</b>			
Authorised capital			
750000 equity shares of Rs.10/- each		<u>7,500,000</u>	<u>7,500,000</u>
Issued, subscribed and paid up			
710000 equity shares of Rs.10/- each			
fully called up	1	7,100,000	6,628,912
		<u>7,100,000</u>	<u>6,628,912</u>
		<u>7,100,000</u>	<u>6,628,912</u>
<b>RESERVES AND SURPLUS</b>			
General Reserve	2	6,825,193	6,825,193
		<u>6,825,193</u>	<u>6,825,193</u>
		<u>6,825,193</u>	<u>6,825,193</u>
<b>SECURED LOAN</b>			
From Banks			
ICICI Bank Car Loan	3	356,048	614,523
(Against hypothecation of car)		<u>356,048</u>	<u>614,523</u>
		<u>356,048</u>	<u>614,523</u>
<b>UNSECURED LOANS</b>			
From Companies	4	3,725,000	2,825,000
		<u>3,725,000</u>	<u>2,825,000</u>
		<u>3,725,000</u>	<u>2,825,000</u>
<b>DEFERRED TAX ASSETS (NET)</b>			
Deferred Tax Asset arising on account of:	6		
Unabsorbed Depreciation & Business Loss			1,302,506
Expenditure incurred-allowable in future		286,450	147,895
Retirement Benefits		<u>1,067,609</u>	<u>890,371</u>
		<u>1,354,059</u>	<u>2,340,772</u>
Less: Deferred Tax Liability arising on account of:			
Depreciation		<u>1,704,104</u>	<u>1,562,179</u>
		<u>(350,045)</u>	<u>778,593</u>

PARTICULARS	SCHEDULES	AS AT 31.03.2008		AS AT 31.03.2007
		AMOUNT(Rs.)		AMOUNT(Rs.)
<b>CURRENT ASSETS, LOAN AND ADVANCES</b>	<b>7</b>			
Inventories (Valued at cost or net realisable value, whichever is lower, as certified by the management)				
Raw Material		11,010,843	4,413,838	
Coal		238,890	173,190	
Packing & Consumable Stores		1,311,950	1,140,923	
Work-in-progress		1,155,591	763,826	
Finished stock		<u>7,903,440</u>	<u>2,403,242</u>	8,895,019
<b>Sundry Debtors</b> (Unsecured -considered good)				
Debts outstanding for a period exceeding 6 months		-	-	
Other debts		<u>34,256,948</u>	<u>26,808,182</u>	26,808,182
<b>Cash and Bank balances</b>				
Cash in hand		39,163	131,865	
<u>Balance with Scheduled banks</u>				
In Current account		<u>2,212,944</u>	<u>2,788,372</u>	
			2,252,107	2,920,237
<b>LOANS AND ADVANCES</b> (Unsecured-considered good)				
Advance recoverable in cash or in kind or for value to be received		270,292	174,178	
Security deposits		1,412,074	855,178	
Other deposits		495,634	703,792	
MAT 2005-06	236,548		236,548	
MAT 2006-07	302,505		302,505	
Less: Current year tax provision	<u>(483,377)</u>	55,676	-	
Tax Deducted at Source		701	9,061	
Pre-paid Expenses		70,791	79,418	2,360,680
			<u>2,305,168</u>	
			<u>60,434,937</u>	<u>40,984,118</u>

PARTICULARS	SCHEDULES	AS AT 31.03.2008		AS AT 31.03.2007
		AMOUNT(Rs.)		AMOUNT(Rs.)
<b>CURRENT LIABILITIES AND PROVISIONS</b>	<b>8</b>			
<b>CURRENT LIABILITIES</b>				
Sundry Creditors		51,836,708		35,843,335
Expenses payable		2,340,265		1,461,737
Advance Received for Supplies		1,082,979		2,526,591
Tax Deducted at Source Payable & cess thereon		171,004		121,319
Securities of Employees		15,000		46,000
Sales Tax payable		148,435		121,996
Service Tax Payable & cess thereon		-		27,976
		<u>55,594,393</u>		<u>40,148,954</u>
<b>PROVISIONS</b>				
Provision for Taxation		-		302,505
Provision for Gratuity		2,488,579		2,118,014
Provision for Leave Encashment		683,164		527,175
		<u>3,171,744</u>		<u>2,947,694</u>
<b>PROFIT AND LOSS ACCOUNT</b>	<b>9</b>			
Balance as per last Balance Sheet		4,340,878		5,945,009
Add: Profit/(Loss) during the year		3,183,064		1,604,131
		<u>1,157,814</u>		<u>4,340,878</u>
<b>OTHER INCOME</b>	<b>10</b>			
Miscellaneous income		508,385		768,565
Interest received		114,417		42,795
		<u>622,802</u>		<u>811,360</u>
<b>INCREASE/(DECREASE) IN STOCK</b>	<b>11</b>			
Closing stock				
Stock-in-process		1,155,591	763,826	
Finished Goods (excluding Excise Duty)		<u>7,903,440</u>	<u>2,403,242</u>	3,167,068
Less : Opening stock				
Stock-in-progress		763,826	249,442	
Finished Goods (excluding Excise Duty)		<u>2,403,242</u>	<u>2,789,769</u>	3,039,211
		<u>5,891,963</u>		<u>127,857</u>

PARTICULARS	SCHEDULES	AS AT 31.03.2008 AMOUNT(Rs.)	AS AT 31.03.2007 AMOUNT(Rs.)
<b>MANUFACTURING AND OTHER EXPENSES</b>	<b>12</b>		
Establishment		7,699,677	6,001,660
Contribution to Provident and Other Funds		442,326	385,575
Pantry expenses		-	111,692
E.D. Penalty		25,342	4,081
Directors' Remuneration		815,840	726,920
Rent, Rates and Taxes		915,776	755,755
Printing and Stationery		101,689	96,536
Postage, Telegram & Telephone		263,552	272,417
Fuel and Power expenses		9,704,578	9,351,783
Ice Consumed		1,165,131	1,036,895
Travelling and Conveyance expenses			
Directors	696,295		889,403
Other	<u>302,619</u>	998,914	<u>325,124</u>
Vehicle Maintenance		343,188	415,094
Legal expenses		1,190	17,716
Business Promotion		123,895	81,878
Insurance		359,079	428,476
General Expenses		182,421	89,759
Donation		18,152	6,651
Advertisement Expenses		3,000	19,137
Annual Fees		147,062	-
Books & Periodicals		6,751	5,878
Diwali Expenses		65,015	75,549
Filing Fees		11,948	10,859
Office Maintenance		48,169	48,647
Membership & Subscription		49,001	24,501
Water & Electricity		62,450	63,530
Repairs & Maintenance			
Plant and Machinery	449,522		226,722
ETP	-		230
Others	<u>87,075</u>	536,597	<u>196,699</u>
Testing Charges		90,610	38,250
Auditors Remuneration			
Audit fee		42,000	42,000
Freight and Cartage		372,526	38,753
Laboratory expenses		167,723	282,635
Sales Commission		2,126,856	4,249,155
Fringe Benefit Tax		105,030	115,863
Fire & Safety		43,747	9,287
		<u>27,039,235</u>	<u>26,445,110</u>
<b>FINANCIAL CHARGES</b>	<b>13</b>		
Interest Paid		333,290	61,507
Bank Charges		73,042	35,699
		<u>406,332</u>	<u>97,206</u>

(VINOD KUMAR)  
ACCOUNTS OFFICER

(S.K. SINGH)  
MANAGING DIRECTOR

(RAHUL BISHNOI)  
CHAIRMAN

**AUDITORS' REPORT**  
Signed in terms of our report of even date attached  
for **RAMKRISHNA & COMPANY**  
Chartered Accountants

Place : New Delhi  
Dated : 28th June, 2008

(R.K. GUPTA)  
F.C.A.  
Proprietor

## SHIVALIK RASAYAN LIMITED

## SCHEDULE- 5 - OF FIXED ASSETS AS PER THE COMPANIES ACT, 1956

PARTICULARS	GROSS BLOCK			DEPRECIATION BLOCK				NET BLOCK		
	As On 01.04.2007	Additions during the year	Sold during the year	As on 31.03.2008	Upto 01.04.2007	During the year	Sold / Adjst.	Up to 31.03.2008	As on 31.03.2008	As on 31.03.2007
Land	2360502	0	0	2360502	0	0	0	0	2,360,502	2360502
Building	3465947	314496	0	3780443	2223088	120697	0	2343785	1,436,659	1242859
Plant & Machinery	33190988	1855009	139264	34906733	25755386	477952	132301	26101037	8,805,696	7435602
Water & Effluent treatment Plant	724769	0	0	724769	539530	8940	0	548470	176,298	185239
Furniture & Fixture	618908	0	0	618908	158746	33444	0	192190	426,718	460162
Workshop Equipment	20582	0	0	20582	20078	0	0	20078	504	504
Laboratory Equipment	467612	114931	0	582543	271597	24658	0	296255	286,288	196015
Electric Installation	790124	189111	0	979235	316446	27475	0	343921	635,314	473678
Safety Equipment	126080	6129	0	132209	42183	6183	0	48366	83,842	83897
Office Equipment	389423	27475	0	416898	188565	19157	0	207722	209,176	200858
Airconditioner	278625	0	0	278625	108100	13235	0	121335	157,290	170525
Generator	21745	0	0	21745	10845	1033	0	11878	9,867	10900
Cycle	1300	0	0	1300	984	92	0	1076	224	316
Computer	271165	0	0	271165	203359	22270	0	225629	45,536	67806
Vehicle	1074372	0	0	1074372	76549	102065	0	178614	895,758	997824
<b>TOTAL</b>	<b>43802142</b>	<b>2507150</b>	<b>139264</b>	<b>46170028</b>	<b>29915456</b>	<b>857201</b>	<b>132301</b>	<b>30640356</b>	<b>15529672</b>	<b>13886687</b>
<b>PREVIOUS YEAR</b>	<b>39808067</b>	<b>4621340</b>	<b>627265</b>	<b>43802142</b>	<b>29389911</b>	<b>711574</b>	<b>186029</b>	<b>29915456</b>	<b>13886687</b>	<b>10418156</b>

(VINOD KUMAR)  
ACCOUNTS OFFICER

(S.K. SINGH)  
MANAGING DIRECTOR

(RAHUL BISHNOI)  
CHAIRMAN

## AUDITORS' REPORT

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Chartered Accountants

(R.K. GUPTA)  
F.C.A.  
Proprietor

Place : New Delhi  
Dated : 28th June, 2008

# SHIVALIK RASAYAN LIMITED

## SCHEDULE – 14 – NOTES TO FINANCIAL STATEMENTS

### 1. Significant Accounting Policies

#### i) Basis of Accounting

The accounts have been prepared under the historical cost convention except where otherwise stated. All the incomes and expenditure have been accounted for on accrual basis, except where otherwise stated.

ii) All fixed assets are stated at cost less accumulated depreciation.

#### iii) Depreciation

Depreciation has been calculated for the year on all assets of the Company on straight line method on the basis of actual number of days used at the rates specified in Schedule – XIV (inserted by the Companies Amendment Act, 1988) to the Companies Act, 1956. However, depreciation has not been provided on workshop equipment as these have already reached their retention values.

#### iv) Inventories

Inventories are valued at cost or net realizable value, whichever is lower. Cost of inventories is ascertained on the weighted average basis. Further, in respect of the manufactured inventories, i.e. process stocks and finished goods, appropriate share of manufacturing expense is included on direct cost basis. Finished goods valuation is inclusive of excise duty payable on them.

#### v) Investments

No Long term investments are by the company during the current financial year.

#### vi) Retirement benefits

Provision for Gratuity to the tune of Rs.3,88,860/- (Previous Year Rs. 2,00,835/-) has been made on management's estimate as per the provisions of the Payment of Gratuity Act, 1972.

Provision for leave encashment has been made this year Rs.1,53,098/- (Previous Year Rs.61,261/-) for encashable leave due to the employees on the basis of last salary drawn.

The above treatment is not in compliance with Accounting Standard (AS) – 15 "Accounting for Retirement Benefits in the Financial Statements of Employers" issued by the Institute of Chartered Accountants of India, which states that the liability towards retirement benefits should be ascertained and provided for on the basis of actuarial valuation.

#### vii) Revenue Recognition

a) Sales are accounted for on dispatch of goods from the factory to the customers. Net Sales are stated exclusive of returns, sales tax, excise duty and applicable trade discounts and allowances.

b) The claims are accounted for on settled basis.

#### viii) Earnings per Share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. For calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

ix) A deferred tax asset or deferred tax liability is recorded for timing differences, namely the differences that originate in one accounting period and reverse in another, based on the tax effect of the aggregate amount being considered. The tax effect is calculated on the accumulated timing differences at the end of an accounting period based on prevailing enacted or substantially enacted regulations. Deferred tax assets are recognized only if there is reasonable certainty that they will be realized and are reviewed for the appropriateness of their respective carrying values at each balance sheet date.

### 2. Contingent Liabilities – (as confirmed and certified by the management)

Guarantee issued by the Banker on behalf of the company Rs.5,00,000/- (Previous year Rs. 5,00,000/-)

3. Estimated amount of contracts remaining to be executed on capital account and not provided for Rs. Nil (Previous year Rs. Nil).

4. The Company has provide Rs.4,83,377/- for Income Tax by debiting to Profit & Loss Account. This amount has been provided out of MAT Recoverable Account.

5. In the opinion of the Management, the value on realization of current assets, loans and advances in the ordinary course of business will not be less than the amount at which they are stated in the Balance Sheet.

6. As per direction of Institute of Chartered Accountants of India, net sales are shown after deducting excise duty paid thereon.
7. The company has pledged its fixed deposit receipts aggregating Rs.50,000/- (Previous Year Rs. 2,36,604/-) with Punjab National Bank, Indira Nagar Branch, Dehradun as security against guarantee issued in favor of Sales-Tax Officer.
8. Additional information pursuant to the provisions of Schedule VI to the Companies Act, 1956.  
(Certified by the management but not verified by the Auditors being technical matter)

	<u>Current Year</u>		<u>Previous Year</u>	
<b>A. Production Data:</b>				
Actual Production				
Malathion Technical	265.350 MT		274.750 MT	
Dimethoate Technical	860.370 MT		906.000 MT	
NaSH (By Product)	516.644 MT		552.968 MT	
<b>B. Finished goods Product</b>				
	<u>Current Year</u>		<u>Previous Year</u>	
	<u>Qty.</u>	<u>Amount</u>	<u>Qty.</u>	<u>Amount</u>
Malathion Technical				
Opening Stock	Nil	Nil	19.500 MT	2081040
Closing Stock	0.250	24450	NIL	NIL
Dimethoate Technical				
Opening Stock	17.750 MT	2379920	4.50 MT	617310
Closing Stock	59.500 MT	7878990	17.750 MT	2379920
NaSH (By Product)				
Opening Stock	4.879 MT	23322	19.006 MT	91419
Closing Stock	5.553 MT	Nil	4.879 MT	23322
<b>C. Turnover Product-Sales</b>				
Malathion Technical	265.100 MT	31880046	294.250 MT	36645894
Dimethoate Technical	818.620 MT	134540721	892.750 MT	142653592
NaSH	515.970 MT	3106869	567.095 MT	4942058
Others	Nil	Nil	Nil	98199
<b>D. Consumption</b>				
	<u>Current Year</u>		<u>Previous Year</u>	
	<u>Consumption</u>	<u>Value</u>	<u>Consumption</u>	<u>Value</u>
Raw Material and consumable consumed				
Organic Chemicals	2183888 Kg/Lt.	67180832	2308176 Kg/Lt.	72323311
Inorganic Chemicals	1526976 Kg/Lt.	48331631	1647139 Kg/Lt.	51979611
Others	4648 Kg/No.	133211	4609 Kg/No.	113243
<b>E.</b>				
	<u>% of</u>		<u>% of</u>	
	<u>Consumption</u>	<u>Value</u>	<u>Consumption</u>	<u>Value</u>
Consumption of imported and indigenous raw materials and stores and percentage of each consumption.				
<b><u>Phosphorus Pentasulphide</u></b>				
Imported	26.12 %	9570982	-	-
Indigenous	73.88 %	31358606	100 %	43489173
<b><u>Methanol</u></b>				
Imported	100 %	16196833	-	-
Indigenous	-	-	100 %	20720021
<b><u>Maleic</u></b>				
Imported	100 %	7122367	-	-
Indigenous	-	-	100 %	7080563
<b><u>Others</u></b>				
Imported	-	-	-	-
Indigenous	100 %	51396886	100 %	53126408

F. Personal Expenses

- a) Employees drawing remuneration of Rs. 24,00,000/- or more per annum employed throughout the year:

	<u>Current Year</u>	<u>Previous Year</u>
Number of Employees	Nil	Nil

- b) Employees drawing remuneration of Rs. 2,00,000/- or more per month employed part of the year:

Number of Employees	Nil	Nil
---------------------	-----	-----

- G. CIF Value of Imported Raw Materials Rs.3,28,90,182/- Nil

H. Remuneration to Directors

	Rs.	Rs.
Salary	815840/-	726920/-
Perks	75241/-	47325/-
	-----	-----
	891081/-	774245/-
	-----	-----

9. The company has brought forward losses under the Income Tax Act, 1961 which are available for carry forward and set-off against future income of the company. Accounting Standard (AS) – 22 "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India states that carried forward losses which can be set-off against future taxable income are considered as timing differences and result in deferred tax assets, subject to consideration of prudence.

Profit before tax of the Company for the Financial Year ended 31/03/2007 and 31/03/2008 was Rs. 23.75 Lakh and Rs.47.95 Lakh respectively. As a result, Company's Carried forward losses under Income Tax Act have become Nil in Assessment Year 2008-09 as per records. Company hopes to maintain its profitability in future also and the Deferred Tax Assets adjusted accordingly.

10. Commission for marketing the products of the company has been paid to the selling agents this year Rs. 21,26,856/- (previous year Rs. 42,49,155/-).
11. Miscellaneous Income Rs. 6,22,802/- (Previous Year Rs. 8,11,360/-) includes Sale of Unusable Stores Rs. 3,97,650/- (Previous Year Rs.4,05,000/-), Insurance Claim received Rs.33,361/- (Previous Year Rs. 2,63,565/-), Other Miscellaneous Income Rs.77,374/- (Previous Year Rs.1,00,000/-) and Interest Rs.1,14,417/- (Previous Year Rs.42,795/-).

12. Balance with banks other than Scheduled Banks in Current Account are as under:-

	<u>Current Year</u>	<u>Previous Year</u>
	Nil	Nil

Maximum amount deposited at any time during the year was as under:-

	Nil	Nil
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13. Particulars in respect of car taken on lease required to be disclosed under the Accounting Standard - 19 on 'Leases' issued by Institute of Chartered Accountants of India.

a) Minimum lease payments outstanding	Rs.3,76,920/-
b) Present value of minimum lease payments	Rs.3,56,048/-

c) Amount Due	Minimum lease payments	Present value of minimum lease payments
(i) Not later than one year	Rs. 3,01,536/-	Rs. 2,76,408/-
(ii) Later than one year	Rs.75,384/-	Rs.79,640/-

14. The Company has complied with all the regulations of Delhi Stock Exchange and the stock exchange has revoked its trading on Delhi Stock Exchange w.e.f., 5<sup>th</sup> May 2008.

15. The company has not dealt with any organization covered by "The Micro, Small & Medium Enterprises Development Act, 2006" during the year as certified by the management.

16. Earnings per Share

The following is a computation of earnings per share and a reconciliation of the equity shares used in the computation of basic and diluted earnings per share.

	<u>Current Year</u>	<u>Previous Year</u>
a) Profit after Taxation (Rs.)	43,11,702	23,75,342
b) Basic earnings per equity share - weighted average number of equity shares outstanding	7,10,000	7,10,000
c) Effect of dilutive potential equity shares	Nil	Nil
d) Dilutive earnings per equity share - weighted average number of equity shares and potential Equity share equivalents outstanding	7,10,000	7,10,000
e) Nominal Value of Equity Shares (Rs.)	10	10
f) Basic Earnings per Share (Rs.)	6.07	3.35
g) Diluted Earnings per Share (Rs.)	6.07	3.35

17. Previous year figures have been recast / regrouped wherever necessary to confirm the classification adopted for the current year.

18. Schedule 1 to 18 form integral part of the Balance Sheet.

**(VINOD KUMAR)**  
ACCOUNTS OFFICER

**(S.K. SINGH)**  
MANAGING DIRECTOR

**(RAHUL BISHNOI)**  
CHAIRMAN

**AUDITORS' REPORT**

Signed in terms of our separate report of even date attached  
For **RAMKRISHNA & COMPANY**  
Chartered Accountants

Place: New Delhi  
Dated: 28<sup>th</sup> June 2008

**(R.K. GUPTA)**  
F.C.A.  
Proprietor

# SHIVALIK RASAYAN LIMITED

PART-IV

## Balance Sheet Abstract and Company's General Business Profile

L. Registration Details      Registration No.       State Code  (Refer Code List I)

Balance Sheet Date          
Date      Month      Year

II Capital Raised during the year (Amount to Rs. Thousands)

Public Issue	Rights Issue	Bonus Issue	Private Placement
<input type="text" value="NIL"/>	<input type="text" value="NIL"/>	<input type="text" value="NIL"/>	<input type="text" value="NIL"/>

III. Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousands)

Total Liabilities	Total Assets
<input type="text" value="18006"/>	<input type="text" value="18006"/>

Sources of Funds	Paid up Capital	Reserves & Surplus	Secured Loans	Unsecured Loans
Applications of Funds	Net Fixed Assets	Investments	Net Current Assets	Misc. Expenditure
	<input type="text" value="7100"/>	<input type="text" value="6825"/>	<input type="text" value="356"/>	<input type="text" value="3725"/>
	<input type="text" value="15529"/>	<input type="text" value="NIL"/>	<input type="text" value="1668"/>	<input type="text" value="NIL"/>
	Accumulate Losses			
	<input type="text" value="1157"/>			

IV. Performance of Company (Amount in Rs. Thousands)

	Turnover Total	Expenditure
	<input type="text" value="152520"/>	<input type="text" value="147724"/>
+ - Profit / Loss before tax	+ - Profit / Loss after tax	Earning per Share in Rs.
<input checked="" type="checkbox"/> <input type="checkbox"/>	<input checked="" type="checkbox"/> <input type="checkbox"/>	<input type="text" value="6"/>
<input type="text" value="4795"/>	<input type="text" value="4311"/>	Divided rate%
		<input type="text" value=""/>

(Please tick Appropriate box + for Profit - for Loss)

V. Generic Names of Three Principal Products / Services of Company (as per monetary terms)

Item Code No.	<input type="text" value=""/>
(ITC Code)	
Product Description	<input type="text" value="DIMETHOATE TECHNICAL"/>
Item Code No.	<input type="text" value=""/>
(ITC Code)	
Product Description	<input type="text" value="MALATHION TECHNICAL"/>
Item Code No.	<input type="text" value=""/>
(ITC Code)	
Product Description	<input type="text" value=""/>

**(VINOD KUMAR)**  
ACCOUNTS OFFICER

**(S.K. SINGH)**  
MANAGING DIRECTOR

**(RAHUL BISHNOI)**  
CHAIRMAN

Place: New Delhi  
Dated: 28<sup>th</sup> June 2008

**FORM OF PROXY**  
**SHIVALIK RASAYAN LIMITED**  
**DEHRADUN**

I/We \_\_\_\_\_ of \_\_\_\_\_ in the District of \_\_\_\_\_ being a member of SHIVALIK RASAYAN LIMITED hereby appoint Mr. \_\_\_\_\_ or failing him, Mr. \_\_\_\_\_ of \_\_\_\_\_ in the district of \_\_\_\_\_ as my/our proxy in my / our absence to attend and vote for me/us and on my/our behalf at THIRTIETH Annual General Meeting of the Company to be held at 3.00 p.m. on Wednesday the 10<sup>th</sup> Sept., 2008 and at any adjournment thereof. As witness my/our hand/hands this \_\_\_\_\_ day of \_\_\_\_\_ 2008.

Signed by the said \_\_\_\_\_

In the presence \_\_\_\_\_

- Notes:** i) The Proxy need not be a member  
ii) The Proxy duly signed across Rs.1/- revenue stamp should reach the Company's Registered Office at least 48 hours before the time fixed for meeting.

----- CUT HERE -----

**ATTENDANCE SLIP**

**SHIVALIK RASAYAN LIMITED**  
**Village Kolhupani, P.O. Chandanwari,**  
**Dehradun – 248 007**

Please complete attendance slip and hand it over at the entrance of the Meeting Hall. Joint Shareholders may obtain additional Attendance Slip or request.

**NAME AND ADDRESS OF THE SHAREHOLDERS.**

L.F. No(s)  
No. of Share(s) held:

I hereby record my presence at THIRTIETH ANNUAL GENERAL MEETING of the Company on Wednesday the 10<sup>th</sup> Sept., 2008

**SIGNATURE OF THE SHAREHOLDERS / PROXY**

Strike out whichever is not applicable.

# **BOOK POST / UPC**

If Undelivered please return to :

**Shivalik Rasayan Limited**

1506, Chiranjiv Tower

43, Nehru Place

New Delhi - 110019