

# **12<sup>TH</sup> ANNUAL REPORT**

**2006 – 2007**

**M/S NATURA HUE CHEM LTD.**

**Address :-**

**C-97, SECTOR-2,  
DEVENDRA NAGAR,  
RAIPUR (C.G.)**

# NATURA HUE CHEM LIMITED

## DIRECTORS REPORT

### TO THE MEMBERS

The Directors present their 12<sup>th</sup> Annual Report together with the Audited Accounts for the year ended 31st March, 2007.

#### 1. FINANCIAL RESULTS

<u>YEAR ENDED</u>	<u>31-03-2007</u>	<u>31-03-2006</u>
SALES / INCOME	129.13	127.82
PROFIT / (LOSS) BEFORE INTT. & DEP.	4.63	(0.88)
INTEREST	--	--
PROVISION FOR DEPRECIATION	0.12	0.16
NET PROFIT / (LOSS)	4.51	(1.04)

#### 2. DIVIDEND

In view of insufficient profit, your directors do not recommended any dividend for the year ended 31st March 2007.

#### 3. OPERATIONS

During the year the company continued its cultivation activities and substantial outcome has achieved by the company. Directors are hopeful that this activity will further be expanded and gain profit in future.

#### 4. DIRECTORS

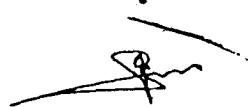
- a. In accordance with the provision of the Companies Act, 1956, and the Company's Articles of Association, Shri Ravi Pokharna & Shri Laxmi Narayan retire by rotation and are eligible for re-appointment.
- b. Directors declare that none of the directors is disqualified from being appointed as Director of the Company under clause-g of sub-section-1 of Section 274 of the Companies Act, 1956.

#### 5. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956, with respect to Directors' Responsibility Statement, it is hereby confirmed :-

- i. That in the preparation of the account for the financial year ended on 31st March' 2007, the applicable accounting standards have been followed and there were no material departures.
- ii. That the Directors have selected such accounting policies and applied them consistently and made judgment and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the

For, Natura Hue Chem Limited



  
Director

company at the end of the financial year and of the profit or loss of the company for the year under review;

- iii. That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- iv. That the Directors have prepared the accounts for the financial year ended 31st March' 2007 on a going concern basis.

The following accounting standards were not applicable to the company during the year under review due to non occurrence of events and transactions covered under the scope of these accounting standards :-

- AS-14 Accounting for amalgamation.
- AS-17 Segment Reporting.
- AS-21 Consolidated Financial Statements.
- AS-23 Accounting for investments in associates in consolidated financial statements.
- AS-7 Accounting for construction contract.
- AS-11 Accounting for the effects of changes in Foreign Exchange Rates.
- AS-12 Accounting for Government Grants.
- AS-19 Leases Agreement.

6. CORPORATE GOVERNANCE

As a listed company on Mumbai, Indore Ahmedabad & Jaipur Stock Exchanges, the company has complied in all material respects with the features of corporate governance as specified in the Listing Agreement

7. AUDITORS

Directors recommended the appointment of M/s Madhuresh Gupta & Co., Chartered Accountants, Raipur who hold office as auditors of the company upto the conclusion of the ensuing Annual General Meeting are eligible for re-appointment.

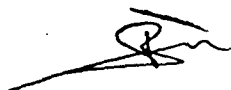
8. PERSONNEL

There was no employee who was drawing more than Rs.24.00 lacs per annum, if employed through out the year, or Rs.2,00,000/- per month if employed for the part of the year. The required information under sub-section (2A) of section 217 of the companies Act, 1956 read with companies (Particulars of the Employees) rules 1975 as amended is NIL.

10. CONSERVATION OF ENERGY & TECHNICAL ABSORPTION

Since the company is engaged only in cultivation activity the requirements of section 217 (i) (e) of the Companies Act, 1956 read with the Companies

For, Natura Hue Chem Ltd.



Director

(1)

(Disclosure of Particulars in report of Board of Directors) Rules 1988, regarding conservation of energy technology absorption and foreign exchange earnings and outgo, are not applicable.

11. **ACKNOWLEDGEMENT**

Your directors wish to place on record their sincere appreciation to the employees of the company and your directors also acknowledge the trust and confidence reposed by you in the company.

PLACE : RAIPUR

DATED : 15-06-2007

For and on behalf of the Board  
for, Navara Hue Chem Ltd.

  
MANSOOR AHMED  
DIRECTOR

# NATURA HUE CHEM LIMITED

## Corporate Governance Report for the year ended on 31<sup>st</sup> March 2007

### 1 Company Philosophy:

We continue to believe that good corporate Governance is essential to achieve long-term corporate goals and to enhance stockholders value. Company is a listed company on the Mumbai, Indore, Jaipur & Ahmedabad. The Company has complied with in all material respect with the features of corporate governance as specified in the Listing Agreement. The securities are being regularly traded at Stock Exchange, Bombay.

### 2 Board of Directors:

#### a. Policy

All statutory & other significant and material informations are placed before the Board to enable it to discharge its responsibilities of strategic supervision of the company and as trustees of stakeholders. As per policy the Board meets at least once every quarter. During the year the Board met 7 times on 26th Apr'06, 31st Jul'06, 18th Aug'06, 18<sup>th</sup> Oct'06, 20<sup>th</sup> Dec'2006, 29th Jan'07 & 08th Feb'07.

#### b. Composition and Category of directors:

The Executive director is Shri Ravindra Pokhrana. Dr. V. K. Agrawal and Shri Ravi Kamra are non-executive directors. Shri Mansoor Ahmed, Shri L.N. Kachawat, Shri Rishi Dave and Smt. Satyawati Parashar are non-executive and independent directors. There was neither a nominee director nor any institutional or shareholder director during the year.

#### c. Meetings attendance of each director at the BOD meetings and last AGM is as under:

<u>Name of the Director</u>	<u>No. of Board Meetings Attended</u>	<u>Attendance at last AGM</u>
1. Shri Ravi Kamra	7	Yes
2. Dr. V. K. Agrawal	0	No
3. Shri Ravindra Pokhrana	7	Yes
4. Shri Mansoor Ahmed	7	Yes
5. Shri L. N. Kachawat	4	No
6. Shri Rishi Dave	4	Yes
7. Satyawati Parashar	4	Yes

### 3 **COMMITTEES OF THE BOARD.**

#### (a) **Audit Committee**

The Audit Committee continued working under Chairmanship of Shri Mansoor Ahmed with Shri Ravi Kamra and Shri Rishi Dave as co-members. During the year, the sub-committee met on four occasions with full attendance of all the members.

#### (b) **Executive Committee**

The Executive Committee continued working under Chairmanship of Shri Mansoor Ahmed with Shri L. N. Kachawat and Satyawati Parashar as co-members. During the year, the sub-committee met on six occasions with full attendance of all the members.

#### (c) **Remuneration Committee**

The Remuneration Committee formed during the last year continued working under Chairmanship Shri L. N. Kachawat with Shri Mansoor Ahmed as co-members. During the year, the sub-committee met on two occasions with full attendance of all the members. Remuneration Policy is to pay on reasonable and economical basis. Recommendations of the Committee that in view of the present losses, directors should not draw any remuneration, has been accepted.

**(d) Shareholders Committee**

The Shareholder Committee continued working under the Chairmanship of Shri Mansoor Ahmed with Shri Ravi Kamra and Satyawati Parashar as co-members. During the year, the sub-committee met on two occasions with full attendance of all the members. Shri Ravi Kamra is the Compliance Officer notified to the stock exchanges.

Only one complaint was received from a shareholder and was attended to. No unsolved complaints were pending. No share transfers were pending for more than a fortnight.

**4 General Body Meetings**

Particulars of last three Annual general meetings

AGM	Year ended 31 <sup>st</sup> March,	Venue	Date	Time
9 <sup>th</sup>	2004	At the Registered Office	26.08.2004	11.00 a.m.
10 <sup>th</sup>	2005		30.09.2005	11.00 a.m.
11 <sup>th</sup>	2006		30.09.2006	11.00 a.m.

**5 Disclosures:**

**(a) Materially Significant related party transactions**

There was no transaction of material nature with any of the related party, which is in conflict with the interest of the company.

**(b) Details of non compliance by the company, penalties, strictures imposed on the company by the Stock Exchange or SEBI or any authority on any matter related to capital markets during last 3 years**

There was no instance of levy of any penalties during the last three years. However, due to some non-compliance in the earlier years, the trading of the listed securities has remained suspended.

**6 Means of Communication**

i. Half yearly report sent to each shareholders registered address	No
ii. In which newspapers quarterly results were normally published	Mahakoshal, Raipur
iii. Any Website where results or official news are displayed	No

No presentation made to institutional investors or to the analysts. Management Discussion & Analysis are not a part of Annual Report.

**7 General Shareholder Information**

AGM – Date, time and venue	12.07.07, 11.00 a.m. at Registered office.
Financial Year	31 <sup>st</sup> March, 2007
Book Closure Date	07 <sup>th</sup> July, 2007 to 11 <sup>th</sup> July, 2007 (both inclusive)
Dividend Payment Date	No dividend declared.
Listing of Eq. shares on stock exchanges.	BSE, Indore, Jaipur & Ahmedabad
Stock Code	BSE – 531834 Others - awaited
Market Price Data and other related informations	Equity shares, Rs.10/- each: High: 31.45 & Low Rs.9.77
Registrar & Transfer Agents	<b>Beetal Financial &amp; Computer Services (P) Ltd.</b> 99, Madangir, Behind Local shopping Centre, Opp. Dada Harsukhas Mandir, Mandangir, NEW DELHI-110062

## MANAGEMENT DISCUSSION AND ANALYSIS

### **FORWARD-LOOKING STATEMENTS**

This report contains forward-looking statements based on certain assumptions and expectations of future events. The Company, therefore, cannot guarantee that these assumptions and expectations are accurate or will be realised. The Company's actual results, performance or achievements can thus differ materially from those projected in any such forward-looking statements. The Company assumes no responsibility to publicly amend, modify or revise any forward looking statements, on the basis of any subsequent developments, information or events.

### **INDUSTRY**

Corporate agriculture and in particular the herb plantation is entering a demand market. Global pharmaceutical demand for different herbs is rising.

India being an agriculture intensive country with a vast tropical range is bound to play a significant role and become a major player. Directors are well aware of the opportunities and would do all their best to capture their share.

### **BUSINESS OVERVIEW**

The Sales during the year 2006-07 are to the tune of 129.13 lacs, which is an all time high but marginally over the last year. The current year performance will further improve.

### **MARKETING**

The Company is setting up a good marketing team to enter to increased turnover.

### **SWOT**

Our strength is our determination, weakness is the low equity base, opportunities are multiples and threats are practically none.

The financial highlights are as under: -

	(Rs. in lacs)
Sales for the year 2006-2007	129.13
Provision for taxation	NIL
Profit after tax	4.51
Paid up equity share capital as on 31 <sup>st</sup> Mar'2007	414.53

### **INTERNAL CONTROL**

The Company has an internal control system, commensurate with the size of its operations. Adequate records and documents were maintained as required by laws. The Company's audit Committee reviewed the internal control system. All efforts are being made to make the internal control systems more effective.

### **SEGMENT WISE REPORTING**

During the year under review, Company has achieved all sales through agriculture segment only.

### **RISKS AND CONCERNS**

In any business, risks and prospects are inseparable. As a responsible management, the Company's principal endeavour is to maximize returns. The Company continues to take all steps necessary to minimise losses through detailed studies and interaction with experts.

**CAUTIONARY STATEMENT**

Statement in this **Management's** Discussion and Analysis detailing the Company's objectives, projections, estimates, estimates, expectations or predictions are "forward-looking statements" within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include global and Indian demand-supply conditions, finished goods prices, feedstock availability and prices, cyclical demand and pricing in the Company's principal markets, changes in Government regulations, tax regimes, economic developments within India and the countries within which the Company conducts business and other factors such as litigation and labour negotiations.



**MADHURESH GUPTA & CO.**  
**CHARTERED ACCOUNTANTS**

**ASHIRWAD BHAWAN,**  
**1ST FLOOR, BYRON BAZAR,**  
**RAIPUR - 492 001**

**AUDIT CERTIFICATE**

To the Members of  
**Natura Hue Chem-Ltd.**  
Raipur

We have read the report of the Board of Directors on Corporate Governance and have examined the relevant records relating to compliance of Corporate Governance by **Natura Hue Chem Ltd.**, for the year ended on 31st March' 2007, as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was conducted in the manner described in the guidance note on certificate of Corporate Governance issued by the Institute of Chartered Accountants of India and was limited to the procedures and implementation thereof, adopted by the company for ensuring the compliance of the condition of the corporate governance as stipulated in the said clause. It is neither an audit nor an expression of opinion on the financial statements of the company.

In our opinion and to the best of our information and according to the explanation given to us, subject to :-

1. Our reliance upon the certificate received from the company for the number of Complaints received from the shareholders and the number of complaints resolved during the financial year and that there are no share transfers pending as at the year end as stated under Serial No.3 of the company's report on the Corporate Governance.
2. Our having relied on the representation of the management that there were no transactions of material nature with the management or their relatives that may have potential conflict with the interest of the company at large, as stated under Serial No.5 of the company's report on Corporate Governance.

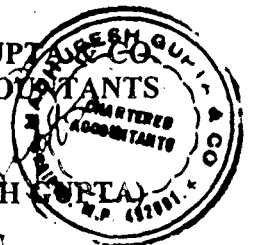
We certify that the company has complied in all material respects with the conditions of Corporate Governance as stipulated in the abovementioned Listing Agreement.

We further state that such compliance is neither an assurance as to the future viability of the company nor the efficiency or effectiveness with which the management has conducted the affairs of the company.

PLACE : RAIPUR  
DATE : 15-06-2007

FOR, MADHURESH GUPTA & CO.  
CHARTERED ACCOUNTANTS

(MADHURESH GUPTA)  
PROR



**MADHURESH GUPTA & CO.**  
**CHARTERED ACCOUNTANTS**

**ASHIRWAD BHAWAN,  
1ST FLOOR, BYRON BAZAR,  
RAIPUR - 492 001**

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**AUDITORS' REPORT**

**TO THE MEMBERS OF  
NATURA HUE CHEM LIMITED  
RAIPUR.**

We have audited the attached Balance Sheet of M/s Natura Hue Chem Ltd., as at 31st March, 2007 and also the Profit & Loss A/c and 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.

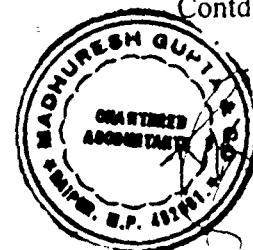
We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence 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.

As required by the companies (Auditor's Report) order, 2003 including Companies (Auditor's Report) (Amendment) Order' 2004 issued by the Central Government of India in terms of Sub-section (4A) of section 227 of the companies Act, 1956, we enclose in the Annexure, a Statement on the matters specified in paragraphs 4 & 5 of the said order.

Further to our comments in the Annexure referred to above, we report that :-

- i. 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.
- ii. 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.
- iii. The Balance Sheet and Profit & Loss A/c dealt and cash flow statement with by this report are in agreement with the books of account.
- iv. In our opinion, the Balance Sheet and Profit & Loss A/c deal with by this report comply with the accounting standards referred to in Sub-section (4) of section 211 of the Companies Act, 1956.

Contd. ...2.



**MADHURESH GUPTA & CO.**  
**CHARTERED ACCOUNTANTS**

**ASHIRWAD BHAWAN,  
1ST FLOOR, BYRON BAZAR,  
RAIPUR - 492 001**

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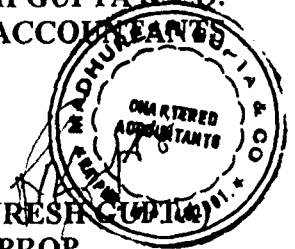
- v. On the basis of written representations received from the Directors, as on 31st March, 2007, and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2007 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- vi. In our opinion and to the best of our information and according to the explanations given to us, the said accounts 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.
- a. In the case of Balance Sheet, of the state of affairs of the company as at 31st March' 2007; and
- b. In the case of the Profit & Loss A/c, of the Profit for the year ended on that date.
- c. In the case of cash flow statement, of the cash flows for the year ended on that date.

**PLACE : RAIPUR**

**DATE : 15-06-2007**

**FOR, MADHURESH GUPTA & CO.**  
**CHARTERED ACCOUNTANTS**

**(MADHURESH GUPTA)**  
**PROP.**



**MADHURESH GUPTA & CO.**  
**CHARTERED ACCOUNTANTS**

**ASHIRWAD BHAWAN,  
1ST FLOOR, BYRON BAZAR,  
RAIPUR - 492 001**

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**AUDITORS' REPORT**

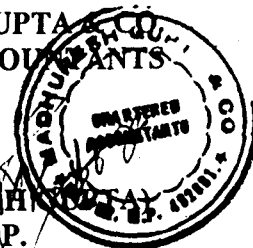
We have examined the above Cash Flow of Natura Hue Chem Limited for the year ended 31st March 2007 and certify that this is based on and is in agreement for the corresponding Balance Sheet and Profit & Loss A/c of the company covered by our report dt.15-06-2007 to the members of the company.

**PLACE : RAIPUR**

**DATE : 15-06-2007**

**FOR, MADHURESH GUPTA & CO.**  
**CHARTERED ACCOUNTANTS**

**(MADHURESH GUPTA)**  
**PROP.**

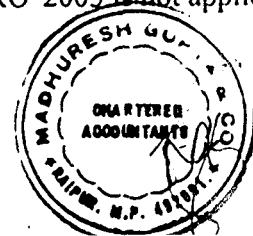


**NATURA HUE-CHEM LIMITED**

**ANNEXURE TO THE AUDITORS'S REPORT REFERED TO IN PARAGRAPH (1)  
OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF  
NATURA HUE-CHEM LTD. - 2006 - 2007**

- I. a. The Fixed Assets register is being maintained by the Company showing full particulars including quantitative details and situation of Fixed Assets.
- b. We are informed that the Fixed Assets were physically verified at reasonable intervals during the year. No serious discrepancies were noticed on such verification.
- c. None of the fixed assets of the company have been disposed off during the year so the question of affecting the going concern does not arises at all.
- II. a. We are informed that the stock of finished goods, stores, spare parts and raw material have been physically verified by the management on quarterly basis during the period.
- b. The procedure of the physical verification of the stock followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- c. Company is maintaining proper records of inventory. No material discrepancy was found during the physical verification. However the normal wastage of raw material into the process of finished goods have been reported during the year also but that is not material having regard to the nature of industry as it is normal loss.
- III. The Company has not granted/taken any loans, secured or unsecured to companies, firms or other parties listed in the Registers maintained U/S 301 of the Companies Act 1956 (1 of 1956). Hence the other information is not given here.
- IV. 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 nature of its business for the purchase of stores, raw materials including components, plant and machinery, equipment and other assets and for the sale of goods. There is no such major weakness, which requires any corrective steps.
- V. As explained to us, no transactions have been carried out during the year, which is required to be entered in the register maintained U/s 301 of the Act.
- VI. The company has not accepted any public deposit hence this clause is not applicable.
- VII. In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.
- VIII. Central Government has not prescribed maintenance of records U/s 209 (1)(d) in respect of the any of the products and hence Para 4(viii) of CARO' 2003 is not applicable.

(11)



- IX. a.** According to the information and explanations given to us and according to the books and records as produced and examined by us. In our opinion, undisputed statutory dues including provident fund, employee's state insurance, income tax, sales tax, wealth tax, customs duty, excise duty, cess and other material statutory dues applicable to the Company have generally been regularly deposited with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, sales tax, customs duty, excise duty and cess were in arrears, as at 31st March 2007 for a period of more than six months from the date they became payable.
- b.** As informed by the management, there is no disputed amount pending under the sales tax, income tax, customs, and wealth tax, excise duty cess hence the question relating to the forum where the dispute is pending does not arise at all.
- X.** The company does not have accumulated losses of more than 50% of its net worth as at 31st March' 2007 and have not incurred cash losses during the financial year ended on the date and cash losses in the immediately preceding financial year.
- XI.** The company has not taken any loan from financial institution; hence this clause is not applicable.
- XII.** In our opinion and according to the information and explanation given to us, the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- XIII.** The provision of any special status as specified under Clause (xiii) of the Order are not applicable to the Company.
- XIV.** In our opinion and according to the information and explanations given to us, the company is not a dealer or trader in securities.
- XV.** The company has not given guarantees for loans taken by others from bank or financial institution.
- XVI.** No term loan has been taken by the company hence the question of application of term loan for the required purpose does not arise.
- XVII.** According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that no funds raised on short-term basis have been used for long-term investment by the Company.
- XVIII.** During the year under audit the company has not made any allotment of shares so the question of preferential allotment and pricing of the share whether it is prejudiced are does not arise.
- XIX.** The company has not issued debentures; hence question of creation of securities does not arise.



XX. The company has not raised any money through the public issue during the year so the question of end use of money & the issue is not comes.

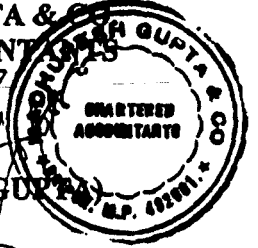
XXI. According to the information and explanations given to us, during the year no fraud on or by the Company has been noticed or reported.

PLACE : RAIPUR

DATE : 15-06-2007

FOR, MADHURESH GUPTA & CO  
CHARTERED ACCOUNTANTS

(MADHURESH GUPTA)  
PROP.



# **MADHURESH GUPTA & CO.**

**CHARTERED ACCOUNTANTS**

**ASHIRWAD BHAWAN,  
1ST FLOOR, BYRON BAZAR,  
RAIPUR - 492 001**

## **FORM NO.3CA (See rule 6G(1)(a))**

**Audit report under section 44AB of the Income-tax Act, 1961, in a case where the accounts of the business or profession of a person have been audited under any other law**

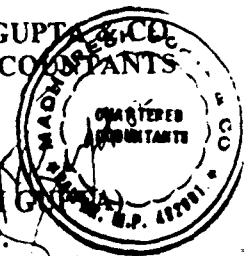
1. We report that the statutory audit of M/s NATURA TUBE CHEM LTD. Raipur, (P.A.NO.AAACN 7654 E) was conducted by us M/s Madhuresh Gupta & Co., Raipur in pursuance of the provisions of the companies Act, and we annex hereto a copy of our audit report dated : 15-06-2007 alongwith a copy each of :-
  - a. the audited profit & loss a/c for the year ended on 31st March' 2007.
  - b. the audited balance sheet as at 31st March' 2007, and
  - c. documents declared by the said act to be part of, or annexed to the profit & loss account and balance sheet.
2. The statement of particulars required to be furnished under section 44AB is annexed herewith in Form No.3CD.
3. In our opinion and to the best of our information and according to explanations given to us, the particulars given in the said Form No.3CD are true and correct.

**PLACE : RAIPUR**

**DATE : 15-06-2007**

**FOR, MADHURESH GUPTA & CO.  
CHARTERED ACCOUNTANTS**

**(MADHURESH GUPTA)  
PROP.**





# M/S NATURA HUE CHEM LTD.

## ANNEXURE TO FORM 3CD

### PART - A

1	Name of the Assessee	NATURA HUE CHEM LTD.
2	Address	C-97, Sector-2, Indira Nagar, Raipur
3	Permanent Account Number	AAACN 7654 E
4	Status	Public Limited Company
5	Previous year ended	31 <sup>st</sup> March' 2007
6	Assessment Year ended	2007 - 2008

### PART - B

Nature of business :

Code -

#### RS IN LACS

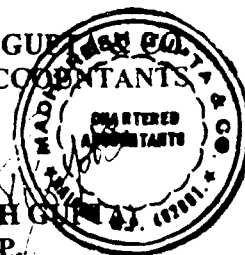
Sl. No.	Parameters	Current Year	Preceding Year
1	Paid-up Share Capital	414.53	414.53
2	Share application money	XXX	XXX
3	Reserves & Surplus	131.47	131.47
4	Secured loans	XXX	XXX
5	Unsecured loans	XXX	XXX
6	Current Liabilities & Provisions	9.16	4.24
7	Total of balance sheet	546.00	546.00
8	Gross Turnover	129.13	124.87
9	Gross Profit	8.71	19.24
10	Commission received	XXX	XXX
11	Commission paid	XXX	XXX
12	Interest Received	XXX	0.46
13	Interest Paid	XXX	XXX
14	Depreciation as per books of account	0.12	0.16
15	Net profit (Or loss) before tax	4.51	(1.04)
16	Taxes on income paid / provided for in the books	XXX	XXX

PLACE : RAIPUR

DATE : 15-06-2007

FOR, MADHURESH GUPTA & CO.  
CHARTERED ACCOUNTANTS

(MADHURESH GUPTA)  
PROP.



**FORM NO.3CD**  
**[SEE RULE 6G(2)]**

**STATEMENT OF PARTICULARS REQUIRED TO BE FURNISHED U/S 44 AB OF THE**  
**INCOME-TAX ACT, 1961**

**PART - A**

1	Name of the Assessee	<b>NATURA HUE CHEM LTD.</b>
2	Address	C-97, Sector-2, Devendra Nagar, Raipur
3	PAN	AAACN 7654 E
4	Status	<b>Public Limited Company</b>
5	Previous year ended	31 <sup>st</sup> March 2007
6	Assessment Year	2007 - 2008

**PART - B**

7. a	If firm or Association of person indicate name of partner / members and their profit sharing ratios.	N.A.
b.	If there is any change in the partners or members or in their profit sharing ratios, since the last date of preceding year, the particulars of such change.	N.A.
8. a	Nature of business or profession. (if more than one business or profession is carried on during the previous year, nature of every business or profession)	Cultivation of Herbs
b.	If there is any change in the nature of business or profession, the particulars of such change.	No material change reported in the nature of business or profession during the year.
9. a	Whether books of account are prescribed U/s 44 AA, if yes, list of books so prescribed.	No Books of Accounts have been Prescribed as assessee Covered U/S 44AA(2)
b.	Books of accounts maintained. (In case books of account are maintained in a computer system, mention the books of account generated by such computer system).	(1) Cash Book (2) Ledger (3) Journal Books (4) Bank Book (Books of accounts are generated by Computer system).
c.	List of books of account examined	(1) Cash Book (2) Ledger (3) Journal Books (4) Bank Book
10.	Whether the profit & loss account included any profits and gains assessable on presumptive basis, if yes, indicate the amount and the relevant section (44 AD, 44 AE, 44 AF, 44B, 44 BB, 44 BBA, 44 BBB or any other relevant section).	No.
11. a	Method of accounting employed in the	Mercantile system of accounting has been



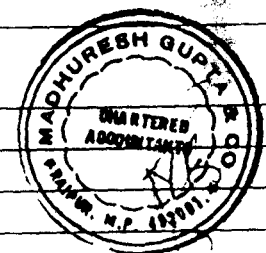
	previous year.	followed during the previous year.
b.	Whether there has been any change in the method of accounting employed vis-a-vis the method employed in the immediately preceding previous year.	No there is no change in the method of accounting employed vis-à-vis the method employed in the immediately preceding previous year.
c.	If answer to (b) above is in the affirmative, give details of such change, and the effect thereof on the profit or loss.	N.A.
d.	Details of deviation, if any, in the method of accounting employed in the previous year from accounting standards prescribed U/s 145 and the effect thereof on the profit or loss.	No deviation observed in the method of accounting employed in the previous year from accounting standards prescribed U/s 145.
12. a	Method of valuation of closing stock employed in the previous year.	Stock in trade is valued at cost.
b.	Details of deviation, if any from the method of valuation prescribed U/s 145A, and the effect thereof on the profit or loss.	N.A.
12 A	Give the following particulars of the capital asset converted into stock-in-trade:	
a	Description of capital asset,	NIL
b	Date of acquisition;	NIL
c	Cost of acquisition;	NIL
d	Amount at which the asset is converted into stock-in-trade.	NIL
13.	Amount not credited to the profit and loss account, being: -	
a.	The items falling outside the scope of section 28	NIL
b.	The proforma credits, drawbacks, refunds of duty of customs or Excise, or refunds of sales tax, refund of duty or customs or excise or service-tax or refund of sales-tax or value added tax, where such credits, drawbacks or refunds are admitted as due by the authorities concerned.	No
c.	Escalation claims accepted during, the previous year.	NIL
d.	Any other item of income.	NIL
e.	Capital receipt, if any.	NIL
14.	Particulars of depreciation allowable as per the Income-tax Act, 1961 in respect of each assets or block of assets, as the case may be, in the following, form: -	As per table given below
a.	Description of asset/block of assets.	
b.	Rate of Depreciation.	
c.	Actual cost or written down value, as the case may be.	
d.	Addition/deduction during the year with dated; in the case of any addition of an	



	asset, date put to use; including adjustments on account of -	
i.	Modified value added tax, credit claimed and allowed under the Central Excise Rules, 1944, in respect of assets acquired on or after 1st March, 1994.	
ii.	Change in rate of exchange of currency, and.	
iii.	Subsidy or grant or reimbursement, by whatever name called.	
e.	Depreciation Allowable	
f.	Written down value at the end of the year.	

DESCRIPTION OF ASSETS/BLOCK OF ASSETS	RATE OF DEP.	ACTUAL COST OR W.D.V.	ADDITION		DEP. ALLOWABLE	W.D.V. AS ON 31.03.07
			Upto 30-09-2006	After 30-09-2006		
A	B	C	D	E	F	G
LAND & SITE DEVELOPMENT		872000.00			--	872000.00
CIVIL CONSTRUCTION	10%	65610.00			6561.00	59049.00
COMPUTER	60%	4.24			183.00	121.24
		937	4.24		6744	931170.24

15.	Amount admissible U/s 33 B, 33ABA, 33AC, 35, 35ABB, 35C, 35CCA, 35CCB, 35D, 35DD, 35DDA, 35E.	
a.	Debited to the profit & loss account (showing the amount debited and deduction allowable under each section separately).	U/S 33AB - NIL U/S 33ABA - NIL U/S 33AC - NIL U/S 35 - NIL U/S 35ABB - NIL U/S 35AC - NIL U/S 35CCA - NIL U/S 35CCB - NIL U/S 35D - NIL U/S 35E - NIL U/S 35DDA - NIL U/S 35DDA - NIL
b.	Not debited to the profit & loss account.	NIL
16. a	Any sum paid to an employee as bonus or commission for services rendered, where such sum was otherwise payable to him as profits or dividend, [Section 36(1)(ii)].	N.A.
b.	Any sum received from employees towards contributions to any provident fund or superannuating fund or any other fund mentioned in section 2(24)(x); and due date for payment and the actual date of payment to the concerned authorities U/s 36(1)(va).	N.A.
17.	Amount debited to the profit & loss account, being: -	
a.	Expenditure of capital nature;	NIL
b.	Expenditure of personal nature;	NIL
c.	Expenditure on advertisement in brochure.	NIL



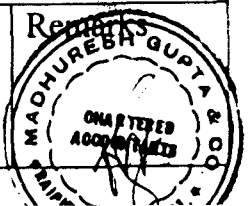
	tract pamphlet, like published by a political party;	
d.	Expenditure incurred at clubs;	
i.	As entrance fees and subscriptions;	NIL
ii.	At cost for club services and facilities used;	NIL
e. i.	Expenditure by way of penalty or fine for violation of any law for the time being in force;	NIL
ii.	Any other penalty or fine;	NIL
iii.	Expenditure incurred for any purpose, which is an offence or which is prohibited by law.	NIL
f.	Amount inadmissible U/s 40(a);	NIL
g.	Interest, Salary, Bonus, Commission or remuneration inadmissible Under 40(b)/40(ba) and computation thereof.	NIL
h. A	Whether a certificate has been obtained from the assessee regarding payments relating to any expenditure covered under section 40A(3) that the payments were made by account payee cheques drawn on bank or account payee bank draft, as the case may be, [Yes/No]	Yes
B	Amount inadmissible under section 40A(3), read with rule 6DD [with break-up of inadmissible amounts];	NIL
i.	Provision for payment of gratuity not allowable U/s 40A(7).	NIL
j.	Any sum paid by the assessee as an employer not allowable U/s 40A(9).	NIL
k.	Particulars of any liability of a Contingent nature.	NIL
l.	Amount of deduction inadmissible in terms of section 14A in respect of the expenditure incurred in relation to income which does not form part of the total income,	NIL
m.	Amount inadmissible under the proviso to section 36(1)(iii).;	NIL
18.	Particulars of payment made to persons specified U/s 40A(2)(b).	NIL
19.	Amount deemed to be profits and gains U/s 33AB or 33ABA or 33AC.	NIL
20.	Any amount of profit chargeable to tax U/s 41 and Computation thereof.	NIL
21. i.	In respect of any sum referred to in clause (a), (c), (d) or (e) of Section 43B, the liability for which,	
A.	Pre-existed on the first day of the previous year but was not allowed in the assessment of any preceding previous year and was.	



	number (if available with the assessee) of the lender or depositor.	
ii.	Amount of loan or deposit taken or accepted.	
iii.	Whether the loan or deposit was squared up during the previous year.	
iv.	Maximum amount outstanding in the account at any time during the previous year.	
v.	Whether the loan or deposit was taken or accepted otherwise than by an account payee cheque or an account payee bank draft.	

\* (These particulars need not be given in the case of company or a corporation established by a Central, State or Provincial Act).

b.	Particulars or each repayment of loan or deposit in an amount exceeding the limit specified in Section 269T made during the previous year.	NIL			
i.	Name, address and permanent account number (if available with the assessee) of the payee;				
ii.	Amount of repayment				
iii.	Maximum amount outstanding in the account at any time during the previous year.				
iv.	Whether the repayment was made otherwise than account payee cheque or account payee bank draft.				
c	Whether a certificate has been obtained from the assessee regarding taking or accepting loan or deposit, or repayment of the same through an account payee cheque or an account payee bank draft. [Yes/No]	During the year company has not accepted any loan or deposit.			
	The particulars (i) to (iv) at (b) and the Certificate at (c) above need not be given in the case of a repayment of any loan or deposit taken or accepted from Government, Government company, banking company or a corporation established by a Central, State or Provincial Act,				
25.	Details of brought forward loss or depreciation allowance, in the following manner, to extent available.				
Sr. No.	Assessment Year	Nature of Loss / Allowance (In Rupees)	Amount at Returned (In Rupees)	Amount as Assessed (Give reference relevant order)	Remarks (Give to)



1	2002-03	Business Loss	123475.45	Rs.118475.00 order dt.18-01-05	Rs.5000 was disallow
2	2003-04	Business Loss	127087.45	Not communicated	Rs.63601 was set/off in A.Y. 2006- 07
3	2004-05	Business Loss	21170.15	Not communicated	
4	1998-99	Unabsorbed Depreciation	8387.00	Not communicated	
5	2000-01	Unabsorbed Depreciation	22316.45	Not communicated	
6	2001-02	Unabsorbed Depreciation	17833.00	Not communicated	
7	2002-03	Unabsorbed Depreciation	7133.40	Not communicated	
8	2003-04	Unabsorbed Depreciation	2853.36	Not communicated	
9	2004-05	Unabsorbed Depreciation	1141.00	Not communicated	
10	2005-06	Unabsorbed Depreciation	5157.05	Not communicated	

Note : Figures have been taken from the return of income filed.

B	Whether a change in shareholding of the company has taken place in the previous year due to which the losses incurred prior to the previous year cannot be allowed to be carried forward in terms of section 79.;	N.A.
26.	Section-wise details of deductions, if any, admissible under chapter VI-A.	NIL
27. a.	Whether the assessee has complied with the provisions of Chapter XVII-B regarding deduction of tax at source and regarding the payment thereof to the credit of the Central Government. [Yes/No]	Yes
b.	If the provisions of Chapter XVII-B have not been complied with, please give the following details*, namely:-	

I	Tax deductible and not deducted at all	NIL
ii	Shortfall on account of lesser deduction than required to be deducted	NIL
iii	Tax deducted late	NIL
iv	Tax deducted but not paid to the credit of the Central Government	NIL

"Please give the details of cases covered in (i) to (iv) above."

(21)



28. a.	In the case of a trading concern give quantitative details of principal items of goods traded.	N.A.
i.	Opening Stock	
ii.	Purchase during the previous year	
iii.	Sales during the year	
iv.	Transfer For Own Consumption	
v.	Closing Stock	
vi.	Shortage/Excess if any	
b.	In the case of manufacturing concern, give quantitative details of the principal items of raw materials, finished products and by-products;	NOT APPLICABLE

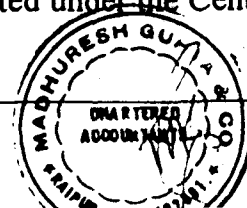
(Qty. in MT.)

A.	RAW MATERIAL	Seed	Fertilizers	Others
i	Opening Stock			
ii	Purchase during the year			
iii	Consumption during the year			
iv	Sales during the year		NIL	
v	Closing Stock			
vi	Yield of finished products			
vii	Percentage of yield			
viii	Shortage/Excess if any.			

Notes :-

B.	FINISHED PRODUCTS/BY-PRODUCTS	
	Opening stock	
	Purchase during the year	
	Quantity Produced during the previous year	NIL
	Sales during the year	
	Closing Stock	
	Shortage/Excess if any	

29.	In the case of a domestic company. Details of tax distributed profit U/s 115-O in the following form :-	N.A.
a.	Total amount of distributed profits :	N.A.
b.	Total tax paid thereon;	N.A.
c.	Dates of payment with amounts.	N.A.
30.	Whether any cost audit was carried out, if yes, enclose a copy of report of such audit [See Section 139(9)].	No audit was carried.
31.	Whether any audit was conducted under the Central Excise Act, 1944, if yes, enclose a copy of the report of such audit.	No audit was conducted under the Central Excise Act, 1944.





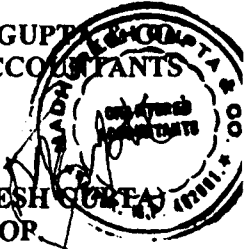
32.	Accounting ratios with calculations as follows :-		%
a.	Gross Profit / Turnover	871000 / 12913000	6.75
b.	Net Profit / Turnover	451418 / 12913000	3.50
c.	Stock-in-trade / Turnover	NIL	
d.	Material consumed / Finished Goods produced.	NIL	

PLACE : RAIPUR

DATE : 15-06-2007

FOR, MADHURESH GUPTA & CO. CHARTERED ACCOUNTANTS

(MADHURESH GUPTA)  
PROP.



**M/S NATURA HUE CHEM LIMITED**  
**C-97, SECTOR-2, DEVENDRA NAGAR, RAIPUR (C.G.)**

**BALANCE SHEET AS AT 31st MARCH 2007**

PARTICULARS	SCHEDULE	AS AT 31.03.2007	AS AT 31.03.2006
<b>A. SOURCES OF FUNDS</b>			
<b>1. SHARE HOLDERS FUNDS</b>			
A. SHARE CAPITAL	A	41453000.00	41453000.00
B. RESERVE AND SURPLUS		13146675.00	13146675.00
		<b>54599675.00</b>	<b>54599675.00</b>
<b>2. LOANS FUNDS</b>			
		0.00	0.00
		<b>0.00</b>	<b>0.00</b>
		<b>54599675.00</b>	<b>54599675.00</b>
<b>B. APPLICATION OF FUNDS</b>			
<b>1. FIXED ASSETS</b>			
LESS : DEPRECIATION	B	1097540.00	1097540.00
		158514.87	146636.87
NET BLOCK		<b>939025.13</b>	<b>950903.13</b>
<b>2. INVESTMENT</b>			
	C	41152840.00	346038.00
<b>3. CURRENT ASSETS, LOANS &amp; ADVANCES:</b>			
INVENTORIES		0.00	0.00
CASH & BANK BALANCES	D	1408921.60	38574.160
OTHER CURRENT ASSETS	E	947000.00	947000.00
LOANS & ADVANCES	F	8111950.00	11757731.00
		<b>10467871.60</b>	<b>16562202.60</b>
LESS : CURRENT LIABILITIES & PROVISIONS	G	415636.00	424263.00
NET CURRENT ASSETS		<b>10052235.60</b>	<b>16137939.60</b>
<b>4. MISCELANEOUS EXPENDITURE</b>			
<b>I. PRELIMINARY EXP.</b>			
TO THE EXTENT NOT WRITTEN OFF OR ADJUSTED	H	2047004.82	2047004.82
<b>5. PROFIT &amp; LOSS A/C</b>			
OPENING BALANCE		859987.45	
LESS : PROFIT DURING THE YEAR		<u>451418.00</u>	859987.45
		<b>54599675.00</b>	<b>54599675.00</b>

ACCOUNTING POLICIES AND NOTES ON ACCOUNTS "K"

IN TERMS OF OUR REPORT OF EVEN DATE:

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS  
 For, Natura Hue Chem Limited.

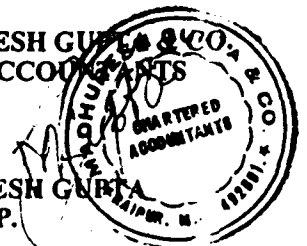
DIRECTOR

DIRECTOR

FOR, MADHURESH GURTA & CO. CHARTERED ACCOUNTANTS

MADHURESH GURTA  
 PROP.

PLACE : RAIPUR  
 DATED : 15-06-2007



**M/S NATURA HUE CHEM LIMITED**  
**C-97, SECTOR-2, DEVENDRA NAGAR, RAIPUR (C.G.)**

**PROFIT & LOSS A/C FOR THE YEAR ENDED 31-03-2007**

PARTICULARS	SCHEDULE	AS AT	AS AT
		31.03.2007	31.03.2006
<b>INCOME</b>			
SALES		12913000.00	12487000.00
OTHER INCOME			294926.00
		<b>12913000.00</b>	<b>12781926.00</b>
<b>EXPENDITURE</b>			
MATERIAL CONSUMED	I	10735000.00	10563000.00
SALARY & WAGES		1307000.00	1630480.00
ADMINISTRATIVE EXPENSES	J	407704.00	676004.00
		<b>12449704.00</b>	<b>12869484.00</b>
PROFIT BEFORE DEPRECIATION		463296.00	(87558.00)
LESS : DEPRECIATION FOR THE YEAR		11878.00	16152.10
PROFIT C/F TO BALANCE SHEET		451418.00	(103710.10)
NOMINAL VALUE OF EQUITY SHARE		10.00	10.00
NO. OF EQUITY SHARES		4145300	4145300
EPS		0.109	(0.025)

ACCOUNTING POLICIES AND NOTES ON ACCOUNTS "K"

IN TERMS OF OUR REPORT OF EVEN DATE

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

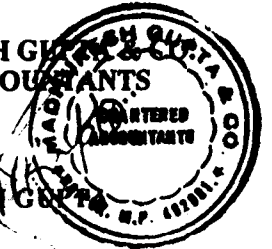
For, Natura Hue Chem Limited

  
DIRECTOR

  
Director DIRECTOR

FOR, MADHURESH GUPTA & CO. P.  
 CHARTERED ACCOUNTANTS

MADHURESH GUPTA & CO. P.  
 PROP.



PLACE : RAIPUR  
 DATED :15-06-2007

**M/S NATURA HUE CHEM LIMITED**  
**C-97, SECTOR-2, DEVENDRA NAGAR, RAIPUR (C.G.)**

**SCHEDULE "A" TO "J" FORMING PART OF BALANCE SHEET AS ON 31-03-2007**

PARTICULARS	AS AT 31.03.2007	AS AT 31.03.2006
<b>SCHEDULE - A</b>		
<b>SHARE CAPITAL</b>		
AUTHORISED SHARE CAPITAL (70,00,000 EQUITY SHARES OF 10 EACH)	70000000.00	70000000.00
ISSUED		
6097300 EQUITY SHARE OF RS.10/- EACH	60973000.00	60973000.00
SUBSCRIBED		
6097700 EQUITY SHARE OF RS.10/- EACH	60977000.00	60977000.00
PAID UP SHARE CAPITAL (4145300 SHARES OF RS.10/- EACH)	41453000.00	41453000.00
SHARE FOREFEITED A/C (1952400 EQUITY SHARE)	13146675.00	13146675.00
	<b>54599675.00</b>	<b>54599675.00</b>
<b>SCHEDULE - C</b>		
<b>INVESTMENTS</b>		
LONG TERM INVESTMENTS (AT COSTS) :-		
<u>NON-TRADE QUOTED INVESTMENTS</u>		
CLIO FINANCE LTD. *(MARKET VALUE OF THIS SHARE IS RS. 4.01 PER SHARE )	1375000.00	1375000.00
<b>TOTAL - A</b>	<b>1375000.00</b>	<b>1375000.00</b>
<u>NON-TRADE UN-QUOTED INVESTMENTS</u>		
COSMOS CASTINGS (I) LTD.	7535000.00	7535000.00
BHAVANI METAL PVT.LTD	750000.00	
BHAVANI MOULDERS PVT.LTD	1000000.00	
GARUDA ISPAT PVT.LTD.	825000.00	
GOYAL PIPES PVT. LTD.	3000000.00	3000000.00
MAHAVEER STEELS PVT. LTD.	452000.00	452000.00
NAVYUG PLYWOOD INDUSTREIS PVT. LTD.	2200000.00	2200000.00
PRESSWELL INDUSTRIES (I) LTD.	850000.00	850000.00
RAGHUVIR FERRO ALLOY PVT. LTD.	500000.00	500000.00
SEERO FOOD PVT. LTD.	1686340.00	1686340.00
SHINSON INDIA LTD.	3000000.00	3000000.00
SHIVAM RUBBER INDUSTRIES PVT. LTD.	2000000.00	2000000.00
SHUBHAM ENTERPRISES (RAIPUR) PVT. LTD.	1000000.00	1000000.00
SPECIAL BLASTS LTD.	8445500.00	6505500.00
VASWANI INDUSTRIES LTD.	6534000.00	4500000.00
<b>TOTAL - B</b>	<b>39777840.00</b>	<b>33228840.00</b>
<b>GRAND TOTAL A + B</b>	<b>41162840.00</b>	<b>34603840.00</b>
AGGREGATE COST OF QUOTED INVESTMENT	1375000.00	1375000.00
AGGREGATE MARKET VALUE OF QUOTED INVESTMENTS	551375.00	551375.00
AGGREGATE COST OF UNQUOTED INVESTMENT	398337840.00	33228840.00
<b>SCHEDULE - D</b>		
<b>CASH &amp; BANK BALANCES</b>		
CASH IN HAND	1376268.60	556218.60
BANK A/C		
STATE BANK OF INDORE, RAIPUR	32653.00	1253.00
VIJAYA BANK, DELHI		3300000.00
	<b>1408921.60</b>	<b>3857471.60</b>

For, Natura Hue Chem Limited



**M/S NATURA HUE CHEM LIMITED**  
**C-97, SECTOR-2, DEVENDRA NAGAR, RAIPUR (C.G.)**

<b>SCHEDULE - B - FIXED ASSETS</b>										
PARTICULARS	Gross Block as on 01/04/2006	Additions	DEDUCTION	Total	DEPRECIATION				Net Block as on 31/03/2007	Net Block as on 31/03/2006
					Rate of Depreciation	Upto 31/03/2006	For the Year upto 31/03/2006	Total		
LAND & SITE DEVELOPME	872000.00			872000.00					872000.00	872000.00
CIVIL CONSTRUCTION	81000.00			81000.00	10.00%	15390.00	6561.00	21951.00	59049.00	65610.00
COMPUTER	144540.00			144540.00	40.00%	131246.87	5317.00	136563.87	7976.13	13293.13
<b>TOTAL</b>	<b>1097540.00</b>			<b>1097540.00</b>		<b>146636.87</b>	<b>11878.00</b>	<b>158514.87</b>	<b>939025.13</b>	<b>950903.13</b>



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**M/S NATURA HUE CHEM LIMITED  
C-97, SECTOR-2, DEVENDRA NAGAR, RAIPUR (C.G.)**

<b>SCHEDULE - E</b>			
<b>OTHER CURRENT ASSETS</b>			
COMPUTECH INTERNATIONAL LTD.		47000.00	47000.00
M.P. STOCK EXCHANGE		400000.00	400000.00
A.K. LEATHERS		500000.00	500000.00
		<b>947000.00</b>	<b>947000.00</b>
<b>SCHEDULE - F</b>			
<b>LOANS &amp; ADVANCES -</b>			
<b>1. SUPPLIER OF CAPITAL GOODS</b>			
ASSOCIATE ENGINEERS		300000.00	1600000.00
		<b>300000.00</b>	<b>1600000.00</b>
<b>2. FOR OTHERS</b>			
AARTI SPONGE AND POWER LTD.		0.00	300000.00
ASHIRWAD ISPAT (RYP) LTD., RAIPUR		1711950.00	1711950.00
KWALITY FOUNDRY		800000.00	800000.00
NIKITA CASTINGS LTD.		1000000.00	1000000.00
PRAMOD VASWANI		3000000.00	3000000.00
SHIVAM ESTATE & FINANCE PVT. LTD.		300000.00	300000.00
SOUTHERN ISPAT LTD.			2045781.00
SURENDRA CONSULTANCY		1000000.00	1000000.00
	<b>TOTAL - B</b>	<b>7811950.00</b>	<b>10157731.00</b>
	<b>GRAND TOTAL A + B</b>	<b>8111950.00</b>	<b>11757731.00</b>
<b>SCHEDULE - G</b>			
<b>CURRENT LIABILITIES &amp; PROVISIONS</b>			
<b>CREDITOR FOR GOODS</b>			
GANGOTRI CEMENT LTD.		409500.00	409500.00
<b>PROVISIONS</b>			
AUDIT FEES PAYABLE		4490.00	4490.00
TDS			10273.00
FBT PAYABLE		1646.00	
		<b>415636.00</b>	<b>424263.00</b>
<b>SCHEDULE - H</b>			
<b>PRELIMINARY EXPENSES</b>			
PRE-OPERATIVE & PUBLIC ISSUE EXPENSES		2047004.82	2047004.82
		<b>2047004.82</b>	<b>2047004.82</b>
<b>SCHEDULE - I</b>			
<b>RAW MATERIAL CONSUMED</b>			
OPENING STOCK		0.00	409500.00
PURCHASES		10735000.00	10153500.00
LESS CLOSING STOCK		0.00	
		<b>10735000.00</b>	<b>10563000.00</b>

For, Natura Hue Chem Limited

  
Director



**M/S NATURA HUE CHEM LIMITED**  
**C-97, SECTOR-2, DEVENDRA NAGAR, RAIPUR (C.G.)**

**SCHEDULE - J**

**ADMINISTRATIVE EXPENSES**

AUDIT FEES	4490.00	4490.00
BANK COMMISSION	1196.00	9331.00
COMMISSION EXPENSES	0.00	5807.00
COMPANY SECRETARY FEES	10000.00	14000.00
DIRECTOR SITTING FEES	3250.00	
FBT EXP.	9593.00	
LISTING FEES	83413.00	15000.00
OFFICE EXPENSES	66600.00	51360.00
PENALTY	0.00	180000.00
PETROL EXPENSES	20440.00	51470.00
POSTAGE	47130.00	47716.00
PRELIMINARY EXPENSES W/OFF		24515.45
PROFESSIONAL FEES	55158.00	
ROC FEES	2500.00	4000.00
STATIONERY EXPENSES	79484.00	63400.00
TELEPHONE EXPENSES	4880.00	72720.00
TRAVELLING EXPENSES	19570.00	132194.55
	<b>407704.00</b>	<b>676004.00</b>

For, Natura Hue Chem Limited

  
 Director



**M/S NATURA HUE CHEM LIMITED**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH' 2007**

	31-03-2007	31-03-2006
<b>A <u>CASH FLOW FROM OPERATING ACTIVITIES</u></b>		
NET PROFIT/LOSS BEFORE TAXES & EXTRAORDINARY ITEMS	451418.00	(103710.10)
ADJUSTMENT FOR :-		
MISCELLANEOUS EXPENSES WRITTEN OFF DURING THE YEAR MAT W/OFF		24515.45
DEPRECIATION	11878.00	16152.10
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	<u>463296.00</u>	<u>(63042.55)</u>
ADJUSTMENT FOR :		
SUNDRY CREDITORS	(8627.00)	(253383.00)
NET CASH FROM OPERATING ACTIVITIES	<u>454669.00</u>	<u>(316425.55)</u>
<b>B <u>CASH FLOW FROM INVESTING ACTIVITIES</u></b>		
PURCHASE OF FIXED ASSETS / INVENTORY	0.00	409500.00
PRE-OPERATIVE EXPENSES INVESTMENT	(5549000.00)	(380500.00)
ADVANCE TO PRINCIPAL SUPPLIERS		
DEPOSIT & RECEIVABLES	645781.00	(2045781.00)
INCREASE IN CAPITAL WIP		
NET CASH USED IN INVESTING ACTIVITIES	<u>(2903219.00)</u>	<u>(2016781.00)</u>
<b>C <u>CASH FLOW FROM FINANCING ACTIVITIES</u></b>		
MONIES RECEIVED TOWARDS SHARE CAPITAL UNSECURED LOAN		
ADVANCE TO PARTIES		
NET CASH FROM FINANCING ACTIVITIES	<u>0.00</u>	<u>0.00</u>
NET INCREASE / DECREASE IN CASH AND CASH EQUIVALENT (A + B + C)	(2448550.00)	(2333206.55)
CASH AND CASH EQUIVALENT AS AT BEGINNING	3857471.60	6190678.15
CASH AND CASH EQUIVALENT AS AT 31-03-2007	1408921.60	3857471.60

FOR AND ON BEHALF OF THE BOARD

PLACE :- RAIPUR  
DATED :15-06-2007

  
**MANSOOR AHMED**  
 DIRECTOR





# NATURA HUE-CHEM LIMITED

## SCHEDULE - K NOTES ON ACCOUNTS:

### I. SIGNIFICANT ACCOUNT POLICIES:

- i. **CONVENTION:** The Financial Statement are prepared under the historical cost convention in accordance with the applicable Accounting standards and relevant requirements of the Companies Act, 1956.
- ii. **DEPRECIATION:** Depreciation on the fixed assets have been charged on WDV Method as per rate prescribed in Schedule – XIV of Companies Act.
- iii. **GRATUITY, LEAVE ENCASHMENT:** No provision of gratuity has been made as no employee has become eligible for the same as per the provisions of the Gratuity Act.

No provision has been made in the accounts towards encashment of earned leaves not availed by the employees up to 31/3/2007, since their encashment as per the rules of the company does not fall due on the said date. The same shall be accounted for as and when paid.

- iv. **INVESTMENT:** Long term Investment are valued at cost.
- v. **CONTINGENT LIABILITIES:** Contingent Liabilities are generally not accounted for in the accounts.
- vi. **BORROWING COSTS:** Borrowing cost that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes a standard period of time to get ready for its intended use or sale. All other borrowing costs are charged to revenue.

### II. NOTES ON BALANCE SHEET AND PROFIT & LOSS A/C

1. Information & flow of stock invest not provided by Registrar hence amount of stock invest received on share application debited to Registrar's Account, as per previous years Balance Sheet.
2. Pre-operative expenses are pending capitalization.
3. Earning Per Share: -

Net Profit/Loss for the year  
No. of Equity Share  
Earning Per Share

Rs.451,13,000  
4145300  
Rs.0.109

For, Natura Hue Chem Limited

Director



4. **DEFERRED TAX**

The net deferred tax assets of the company come to around Rs.0.88 Lacs. But it is not recorded in the books of the company on conservation basis.

5. **Related Party Disclosure: -**

a. **Names of Related Parties**

i. **Subsidiaries** - NIL

ii. **Key Management Personal** -

A. Shri Ravi Kamra  
C. Shri Ravindra Pokharna

iii. **Transaction with related parties: -** No transaction has been conducted during the year.

6. **Figures have been rounded of nearest Rupees & regrouped and rearranged as compare to previous year, wherever felt necessary.**

7. **In the opinion of the board of directors the Current Assets, Loans and Advances have not a value on realization in the ordinary course of business, at least equal to the amounts at which these are stated and that the provisions for the known liability is adequate and not in excess of the amount reasonable necessary. There are no contingent liabilities.**

8. **There were no employee at any time during the year drawing Rs.2,00,000.00 or more per month.**

9. **Debit Balances in the accounts of Supplier, Banks & Others are subject to confirmation and reconciliation.**

10. **Schedule "A" to "J" Form an integral part of the Balance Sheet and Statement of Pre-operative Expenditure and have been duly authenticated.**

11. **Details required to be given as per the clause 4, 4A, 4B, 4C and 4D of the Schedule VI of the Companies Act, 1956 :**

4. <b>Managerial remuneration/benefit</b>	Rs.NIL
4A. <b>Commission paid or payable to directors</b>	Rs.NIL
4B. <b>Auditors remuneration Statutory Audit Fees</b>	Rs.4490.00
4C. <b>The License Capacity</b>	
Antimaleria Drugs	1200 Kg.
Processed Shallec	270000 Kg.
Natural Colours	600000 Kg.
<b>The Installed Capacity</b>	N.A.
<b>The Actual Production</b>	N.A.

For, Natura Hue Chem Limited

  
Director



4D. a) Value of imports calculated on C.I.F. basis by the company during the financial year in respect of :

1. Raw Materials	NIL
2. Components & Spare Parts	NIL
3. Capital Goods	NIL

b) Expenditure in foreign currency during the financial year on account of :-

1. Royalty	NIL
2. Technical Fees	NIL

c) Value of all imported raw materials, spare parts and components :-

	Raw Material	Spare Parts & Comp.
Indigenous	NIL	NIL
Imported	NIL	NIL

d) Amount remitted during the pre. yr. NIL

e) Earnings in foreign exchange NIL

12. QUANTITATIVE DETAILS

a) Raw Material consumed	292.52 MT	287.63 MT
b) Goods produced	579.18 MT	565.02 MT

As per our report attached

For and on behalf of Board of Director

For, M/s MADHURESH GUPTA  
CHARTERED ACCOUNTANTS

For, Natura Neo Chem Limited

(MADHURESH GUPTA)  
PROP.

DIRECTOR

Director

DIRECTOR

PLACE : RAIPUR  
DATED : 15-06-2007

