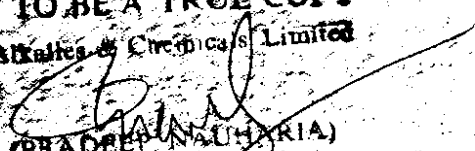


PACI

Punjab Alkalies & Chemicals Limited
35TH ANNUAL REPORT 2009 - 10

CERTIFIED TO BE A TRUE COPY

For Punjab Alkalies & Chemicals Limited


(PRADEEP NAUHARIA)
Company Secretary &
Gen. Manager (Co. Affairs)

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Punjab Alkalies & Chemicals Limited

BOARD OF DIRECTORS

Dr. S.S. Channy, IAS, Chairman
Dr. A.K. Kundra, IAS (Retd.)
Shri J.S. Saraon
Shri D.C. Mehandru
Shri S.K. Sharma
Shri J.S. Mann
Shri Yogesh Goel
Shri Rajinder Kumar (IDBI Nominee)
Shri O.P. Yadav (IFCI Nominee)
Shri Ajay Kumar Mahajan, Managing Director

COMPANY SECRETARY & GENERAL MANAGER (CO. AFFAIRS)

Shri Pradeep Nauharia

BANKERS

Punjab National Bank
Punjab & Sind Bank

AUDITORS

M/s. S. Tandon & Associates,
Chartered Accountants,
S.C.O. 201-203, 3rd Floor, Sector 34-A,
Chandigarh - 160 022

M/s. A.K. Sood & Associates,
Chartered Accountants,
S.C.O. 126-127, 2nd Floor, Sector 8-C,
Chandigarh - 160 008

INTERNAL AUDITORS

M/s. D.K. Singla & Associates,
Chartered Accountants,
S.C.O. 1126-27, Sector 22-B,
Chandigarh-160 022

REGISTERED OFFICE

S.C.O. 125-127, Sector 17-B,
Chandigarh-160 017

WORKS

Nangal-Una Road,
Naya Nangal-140 126
Distt. Ropar, Punjab

DIRECTORS' REPORT

Your Directors submit their 35th Annual Report together with the Audited Accounts for the financial year ended 31st March, 2010.

Financial Results

The financial results of the Company for the financial year ended 31st March, 2010 are summarised below :-

	(Rs. in crores)	
	2009-10	2008-09
Sales Turnover & Other Income	169.02	233.78
Total Expenditure excluding Finance Charges and Depreciation	173.97	198.92
Finance Charges	8.08	9.78
Cash Profit / (Loss)	(13.04)	25.08
Depreciation, etc.	11.94	11.87
Net Profit / (Loss) before tax	(24.98)	13.21
Provision for taxation	(2.56)	6.09
Net Profit / (Loss) after tax	(22.41)	7.12

Your Directors report that the fiscal year 2009-10 has been a tough year as the Company's operations came under tremendous pressure due to factors over which the Company had virtually no control. The imbalance in demand and supply in the Chlor-Alkali Industry due to excess capacity and cheaper imports, adversely affected the operations of the Company. This kept the combined realisation of Caustic Soda and related products under strain during the financial year under review. The combined average realisation went down from Rs.29,000 per Electro-Chemical Unit (ECU) in the financial year 2008-09 to Rs.23,600 per ECU during the financial year 2009-10. Lesser production - because of the power restrictions imposed by the Punjab State Electricity Board (PSEB) during the period June - October, 2009 and technical disruptions in the Plant operations, coupled with escalation in the cost of power by 5.79%, further aggravated the situation. These factors, inter-alia, combined to cause a Cash Loss of Rs.13.04 crores and a Net Loss (after tax) of Rs.22.41 crores on a Turnover of Rs.169.02 crores in the financial year under review.

In view of the Loss incurred by the Company, the Directors regret their inability to recommend any dividend for the financial year 2009-10.

Finance and Corporate Debt Restructuring

The Corporate Debt Restructuring (CDR) Empowered Group of CDR Cell had approved a Rework Package of the CDR approved Revised Restructuring Package for the Company, in May and June, 2009, for deferment of repayment of principal long term dues of the Financial Institutions and Banks for enabling the Company to meet the fund requirements for the essential capital and other expenditure in the Plant of the Company. The CDR Empowered Group has further modified the said Revised Restructuring Package in June and July, 2010, for further deferment of repayment of outstanding principal long term dues of the Financial Institutions and Banks (two Quarters deferment), which shall be repayable within the CDR approved terminal date and funding of 90% of interest which had fallen due on 1st April, 2010 and 1st July, 2010, with a marginal increase in the rate of interest.

During the financial year under review, despite the Rework Package approved by the CDR Empowered Group of CDR Cell, the liquidity remained under strain due to the Net Loss (after tax) of Rs.22.41 crores in the said financial year.

During the financial year under review, the Company did not raise funds by way of fixed deposits.

Current Operations and Outlook

The operations of the Company during the first Four Months ended 31st July, 2010 of the financial year 2010-11, continued to reel under the pressure of the preceding year's conditions. During the said period the capacity utilisation of the plant was 77.70%. The combined average realisation in this period was Rs.25,300 per ECU as against Rs.25,600 per ECU during the corresponding period in the financial year 2009-10. The upward revision in the basic power tariff by 5.77% w.e.f. 1st April, 2010 by the Punjab State Electricity Regulatory Commission (PSERC), discontinuation of H.T. rebate by the PSERC and increase in the rate of electricity duty from 10% to 13% w.e.f. 1st April, 2010 by the Government of Punjab, with these increases having an aggregate overall annual impact to the tune of approx. Rs.15 crores per annum on the Company on 100% production basis, further adversely affected the operations in the said period. The Company has incurred a Cash Loss of Rs.3.70 crores and a Net Loss of Rs.7.92 crores during the Four Months ended 31st July, 2010.

The Company's endeavor to reduce costs continued. The major cost is on account of Power, which accounts for about 60% of the cost of production. In this regard, the Company is exploring the possibility of purchase of cheaper Power on Energy Exchanges in India. The Company has replaced the Membranes in two Electrolysers of its Plant Unit-I and one Electrolyser of its Plant Unit-II and got the Anodes and Cathodes recoated in one Electrolyser of its Plant Unit-II, at a cost of about Rs.4.13 crores. The Company is also getting the Anodes and Cathodes recoated in one Electrolyser of its Plant Unit-II at a cost of about Rs.1.36 crores. These will result in reduction in power consumption per unit of Caustic Soda Lye and increase in capacity utilisation.

The Chlor-Alkali Industry is passing through a crucial phase and the Company's performance in the current year will depend upon the actual market scenario. Your Directors are optimistic of improvement in the performance of the Company in the days to come.

Environment and Energy Conservation

The Company's endeavor has always been to run its operations in an environment-friendly manner. The Company is fully committed to take all possible measures towards maintaining safety and good house keeping in its Plants. A Safety Audit of the Plant was got conducted during the financial year 2009-10 from the National Safety Council and its recommendations are being implemented. An Environmental Audit of the Plant was also got conducted during the financial year 2009-10 from M/s. Mantec Consultants Private Limited and their recommendations are being implemented. The Punjab Pollution Control Board has directed many industrial units in Punjab including the Company to implement Zero Discharge of Effluents and the Company has initiated necessary steps in this regard.

The Company strives to make its Plant energy efficient. The Company has, in December, 2009, been awarded a Trophy, a Certificate of Merit and an Award of Rs.1.00 lac by the Punjab Energy Development Agency for securing the First Position in the category of Energy Intensive Industries in the State Level Energy Conservation Award Competition, for the Company's efforts in the field of Energy Conservation during the year 2008. The information required under the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, is given in Annexure-I forming a part of this report.

Listing

The Equity Shares of the Company are listed on the Bombay Stock Exchange Limited. The Annual listing fee for the year 2010-11 has been paid to the Bombay Stock Exchange Limited.

Human Resources

The Company continues to place great value on its human resources. The process of training and development of human resources continued. The industrial relations remained cordial during the financial year under review.

During the financial year ended 31st March, 2010, there was no employee of the Company whose particulars need to be included in this report under Section 217(2A) of the Companies Act, 1956.

Corporate Governance

The Management Discussion and Analysis Report for the financial year 2009-10 required in terms of Clause 49 of the Listing Agreement with the Bombay Stock Exchange Limited is annexed herewith as Annexure - II forming a part of this report. The Corporate Governance Report for the financial year 2009-10 and Auditors' Certificate regarding compliance of conditions of Corporate Governance, required in terms of Clause 49 of the Listing Agreement with the Bombay Stock Exchange Limited are also annexed.

Directors

The Punjab State Industrial Development Corporation Limited (PSIDC) nominated Shri S.S. Rajput, IAS as its Nominee Director on the Board of Directors of the Company in place of Shri Karan Avtar Singh, IAS w.e.f. 21st August, 2009 and thereafter Shri Anurag Agarwal, IAS as its Nominee Director on the Board of Directors of the Company in place of Shri S.S. Rajput, IAS w.e.f. 8th March, 2010.

The IFCI Limited has nominated Shri O.P. Yadav as its Nominee on the Board of Directors of the Company in place of Shri Rattan Singh and had advised the Company to co-opt him on the Board of Directors. Shri Rattan Singh resigned as a Director of the Company w.e.f. 26th September, 2009. Accordingly, the Board has appointed Shri O.P. Yadav as Additional Director of the Company on 26th September, 2009. Shri O.P. Yadav holds office till the date of the ensuing Annual General Meeting. Notices in writing have been received from some members under Section 257 of the Companies Act, 1956, signifying their intention to propose at the ensuing Annual General Meeting the appointment of Shri O.P. Yadav as Director of the Company, whose period of office shall be liable to determination by retirement of Directors by rotation.

The Board has appointed Shri Jagtar Singh Mann as Additional Director of the Company on 12th August, 2010. Shri Jagtar Singh Mann holds office till the date of the ensuing Annual General Meeting. Notices in writing have been received from some members under Section 257 of the Companies Act, 1956, signifying their intention to propose at the ensuing Annual General Meeting the appointment of Shri Jagtar Singh Mann as Director

of the Company, whose period of office shall be liable to determination by retirement of Directors by rotation. Dr. A.K. Kundra, IAS (Retd.) and Shri S.K. Sharma retire by rotation at the ensuing Annual General Meeting. Dr. A.K. Kundra being eligible offers himself for re-appointment. Shri S.K. Sharma has indicated his unwillingness to offer himself for re-appointment in view of his other pre-occupations.

The Directors place on record their appreciation of the valuable contribution made by Shri Karan Avtar Singh, IAS, Shri S.S. Rajput, IAS, Shri Rattan Singh and Shri S.K. Sharma.

Audit Committee

The Audit Committee of the Board comprises of Shri J.S. Saraon, Shri D.C. Mehandru, Shri S.K. Sharma and Shri Rajinder Kumar with Shri J.S. Saraon as its Chairman.

Directors' Responsibility Statement

Pursuant to Section 217(2AA) of the Companies Act, 1956, the Directors confirm that:

- (i) In the preparation of the annual accounts for the financial year ended 31st March, 2010, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (ii) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the Company for the year under review;
- (iii) 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) The Directors have prepared the annual accounts for the financial year ended 31st March, 2010 on a 'going concern' basis.

Auditors

M/s. S. Tandon & Associates, Chartered Accountants and M/s. A.K. Sood & Associates, Chartered Accountants, Auditors of the Company retire on the conclusion of the ensuing Annual General Meeting and being eligible they have indicated their willingness to be re-appointed.

Acknowledgements

The Directors wish to thank the Central and State Governments, Financial Institutions, Punjab State Industrial Development Corporation Limited, erstwhile Punjab State Electricity Board, Punjab State Power Corporation Limited, Company's Bankers and Business Constituents for their continued cooperation and support to the Company.

The Directors also wish to express their appreciation of the valuable services rendered by the employees of the Company at all levels.

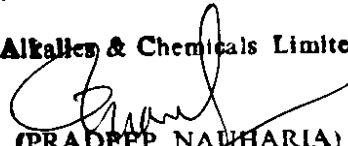
For and on behalf of the Board

Place: Chandigarh
Date : August 12, 2010

Sd/-
(DR. S.S. CHANNY)
Chairman

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For Punjab Alkalies & Chemicals Limited


(PRADEEP NAUHARIA)
Company Secretary &
Gen. Manager (Co. Affairs)

Punjab Alkalies & Chemicals Limited

ANNEXURE – I TO THE DIRECTORS' REPORT

Disclosure of particulars with respect to Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo as required under Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 and forming part of the Directors' Report for the financial year ended 31st March, 2010.

Energy Consumption and Conservation

	2009-10	2008-09
A. Power and Fuel Consumption		
1. Electricity		
(a) Purchased		
Units (lacs KWH)	1961.99	2228.65
Total Amount (Rs. in lacs)	9326.97	10025.75
Rate / Unit (Rs.)	4.75	4.50
(b) Own Generation	Nil	Nil
2. Coal	Nil	Nil
3. Furnace Oil/LDO/HSD		
Quantity (K. litres)		
Total Amount (Rs. in lacs)	3709.50	3743.41
Average Rate (Rs. per K.litre)	869.74	897.43
4. Others	23446.22	23973.50
B. Consumption per Unit of Caustic Soda Produced	Nil	Nil
1. Electricity (KWH)		
— Caustic Soda Lye	2670	2632
— Additional Consumption for conversion to Caustic Soda Flakes	100	108
2. Furnace Oil/LDO/HSD(ltrs.)		
— For Caustic Soda Lye	42.20	42.07
— Additional Consumption for conversion to Caustic Soda Flakes	77	58

Keeping in view the costing pattern adopted by the Company, per unit energy consumption for by-products cannot be separated from Caustic Soda Lye figures.

The marginal increase in electricity consumption per unit of Caustic Soda Lye over that of previous financial year is due to ageing of Membranes. But for certain energy conservation measures adopted by the Company, the increase would have been higher.

The Company has replaced the Membranes in two Electrolysers of its Plant Unit-I and one Electrolyser of its Plant Unit-II and got the Anodes and Cathodes recoated in one Electrolyser of its Plant Unit-II, at a cost of about Rs.4.13 crores. The Company is also getting the Anodes and Cathodes recoated in one Electrolyser of its Plant Unit-II at a cost of about Rs.1.36 crores. These will result in reduction in power consumption per unit of Caustic Soda Lye and increase in capacity utilisation.

Research and Development

The main focus of the Research & Development effort of the Company continued to be on energy conservation and pollution control.

Expenses incurred on R & D are booked under respective general accounting heads and no amounts can therefore be quantified separately under the head of R & D expenses.

Technology Absorption, Adaptation and Innovation

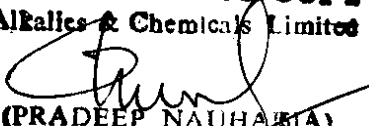
The know-how for the Company's 100 TPD Membrane Cell Caustic Soda Plant has been fully absorbed. The know-how for the Company's Mercury Cell to 200 TPD Membrane Cell Converted Caustic Soda Plant has also been fully absorbed.

Total foreign exchange utilised during the accounting year is Rs.320.19 lacs on account of imported Stores & Spares and Membranes.

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For Punjab Alkalies & Chemicals Limited

Place: Chandigarh
Date: August 12, 2010


(PRADEEP NAUHAN)
Company Secretary &
Gen. Manager (Co. Affairs)

For and on behalf of the Board

Sd/-
(DR. S.S. CHANNY)
Chairman

ANNEXURE - II TO THE DIRECTORS' REPORT MANAGEMENT DISCUSSION AND ANALYSIS REPORT FOR THE FINANCIAL YEAR 2009-10

Caustic Soda Industry in India

There are around 34 Caustic Soda Units in operation in India at present with a total operational installed capacity of about 32 lac M.T. per annum. The production of Caustic Soda results in co-production of 1 M.T. of Caustic Soda and 0.886 M.T. of Chlorine – collectively representing 1 Electro-Chemical Unit (ECU).

The products of this industry are used in diverse sectors of Chemical and other industries. The profitability of a Caustic Soda manufacturer depends upon the ability of the combined ECU prices to offer a margin over the total cost of production.

During the financial year under review, the Caustic Soda Industry witnessed an imbalance in the demand and supply because of increase in the installed capacity and import of Caustic Soda at cheaper rates. The Caustic Soda Industry's capacity utilisation has been 73% in the financial year under review as against 75% during the financial year 2008-09.

Performance

During the financial year under review, the Company's operations came under severe pressure due to factors over which the Company had virtually no control viz. imbalance in demand and supply in the Chlor-Alkali Industry due to excess capacity and cheaper imports; strained combined average realisation per ECU; lesser production - because of the power restrictions imposed by the Punjab State Electricity Board in the period June-October, 2009 and technical disruptions in the Plant operations; and escalation in the cost of power. The capacity utilisation of the Company's plant was 74% in the financial year 2009-10 as against the industry average of 73% during the said financial year. The Caustic Soda Lye production was 73362 M.T. during the financial year under review as against 84551 M.T. in the preceding financial year. The Sales Turnover during the financial year 2009-10 was Rs.169.02 crores. The combined average realisation was Rs.23,600 per Electro-Chemical Unit (ECU) during the financial year under review as against Rs.29,000 per ECU during the preceding financial year. These factors, inter-alia, combined to lead to a Net Loss (after tax) of Rs.22.41 crores in the financial year 2009-10.

Marketing

The product-wise Sales of the Company are given below:

Product	Sales	
	Quantity	Value (Rs. in crores)
Caustic Soda Lye	66801 M.T.	130.03
Caustic Soda Flakes	3735 M.T.	8.19
Liquid Chlorine	49354 M.T.	15.19
Hydrochloric Acid	47203 M.T.	7.31
Sodium Hypochlorite	11834 M.T.	3.11
Hydrogen Gas	21.27 Lacs NM ³	3.05

The combined average sales realisation of all the products has been Rs.23,600 per M.T. of Caustic Soda in the financial year 2009-10 as against Rs.29,000 during the financial year 2008-09.

Opportunities

The Company's two Caustic Soda Plants are located in its Works Complex at Naya Nangal, District Ropar, Punjab in close vicinity of a State Highway and around 12 Kms. from the Bhakra Left Bank Power Generating Station and about 2.5 Kms. from Sutlej River. The Company has locational advantages of availability of uninterrupted Power supply – a major input, perennial source of water, skilled labour and close proximity to road/rail and the presence of several end-user Units in industries like paper, fertilizers, soaps and detergents, etc. in its natural marketing vicinity. The Company is supplying Hydrogen Gas to one Hydrogen Compressing & Bottling Unit situated near the Work's Complex of the Company and is also utilising Hydrogen as a fuel, which result in a considerable improvement of utilisation of its by-product Hydrogen Gas. GAIL (India) Limited is planning to extend its Gas Pipe-line upto Nangal, which will open up the prospects of availability of Natural Gas for setting up a Gas based Power Plant at Nangal.

Punjab Alkalies & Chemicals Limited

Threats

The Chlor-Alkali Industry is a power-intensive industry and the power costs of the Company constitute about 60% of its total production cost. Every increase of 10 paise per KWH in power tariff burdens the cost of production by about Rs.265 per ton of Caustic Soda and the Company annually by about Rs.2.60 crores on 100% production basis. The possibility of power tariff hike by the Punjab State Electricity Regulatory Commission (PSERC) for the power supplied by the Punjab State Power Corporation Limited, the burden of which may not be absorbed by the market, constitutes a threat. The expansion of installed capacities in the domestic caustic industry, import of Caustic Soda Lye at cheaper prices and increase in input costs are also possible threats.

Outlook

The situation of imbalance in demand and supply in the Chlor-Alkali Industry is likely to improve. The demand from consuming industries is expected to increase. The levy of anti-dumping duty by the Government of India would be able to reduce unhealthy competition from abroad. The Company is optimistic about a better performance in the days to come.

Risks and Concerns

The major areas of concern for the Company are hike in power tariff, expansion of installed capacities in the domestic caustic industry, cheaper imports of Caustic Soda, installation of Chemical Recovery Plants in Paper Units and increase in input costs.

Internal Control Systems

The Company has adequate internal control systems commensurate with its size and nature of its business. The internal control is supplemented by internal audits conducted by the Internal Auditors of the Company. The reports of the Internal Auditors are reviewed by the Management and the Audit Committee of the Board of Directors. The adequacy of the internal control systems is also examined by the Statutory Auditors of the Company.

Human Resources

The Company considers its human resources to be a key thrust area. The Company has always stood by its commitment of harnessing and developing its human resources. The process of training and development of human resources continued. The industrial relations remained cordial during the financial year under review. The Company had 482 employees as on 31st March, 2010.

Cautionary Statement

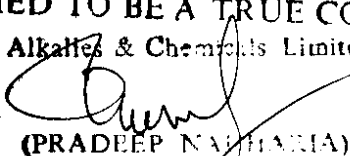
The statements in this Management Discussion and Analysis Report describing the Company's objectives, projections, estimates, expectations or predictions may be 'forward looking statements' within the meaning of applicable laws or regulations. These statements are based on certain assumptions and expectations of future events. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions affecting global and domestic demand-supply, finished goods prices, power and raw materials costs and availability, changes in Government regulations, tax regimes, economic developments within India and other factors such as litigation and industrial relations. 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.

For and on behalf of the Board

Place: Chandigarh
Date : August 12, 2010

Sd/-
(DR. S.S. CHANNY)
Chairman

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For Punjab Alkalies & Chemicals Limited


(PRADEEP NATHANIA)
Company Secretary &
Gen. Manager (Co. Affairs)



CORPORATE GOVERNANCE REPORT FOR THE FINANCIAL YEAR 2009-10

1. Brief Statement on the Company's philosophy on Code of Governance

The Company believes in good Corporate Governance and has been practising it for the conduct of its business and for meeting its obligations towards its stakeholders.

The Company had modified its corporate practices in the financial year 2001-02 so as to bring them in line with the requirements of Clause 49 of the Listing Agreements with the Stock Exchanges. The Company had further modified its corporate practices so as to bring them in consonance with the requirements of the revised Clause 49 of the Listing Agreement with the Bombay Stock Exchange Limited.

2. Board of Directors

The Board of Directors as on 12th August, 2010 comprises of 10 Directors. The Company has a Non-Executive Chairman and 6 Independent Directors. The Company has a Managing Director and 9 Non-Executive Directors.

The names and categories of the Directors on the Board, their attendance at the Board Meetings during the financial year and at the last Annual General Meeting, as also the number of Directorships held by them in other Companies and memberships of the Committees of the Board of the Companies in which they are Directors are given below:-

Name	Date of Appointment	Date of Cessation	Category	Attendance at Board Meetings during 2009-10 (1.4.2009 to 31.3.2010)	Attendance at last AGM on 26.9.2009	No. of Directorships in other Companies		Memberships of the Committees of the Board of all the Companies*	
						Chairman	Director	Chairman	Member
Dr. S.S. Channy, IAS, Chairman (PSIDC Nominee)	31.3.2008	-	NE&NI	5	Yes	1	4	-	-
Shri Ajay Kumar Mahajan, Managing Director (PSIDC Nominee)	-As Director: 30.7.2007 -As Managing Director: 1.8.2007	-	E&NI	6	Yes	4	5	-	3
Shri J.S. Saraon	30.11.1987	-	NE&I	6	Yes	-	-	1	1
Shri S.K. Sharma	24.9.1997	-	NE&I	6	No	-	2	1	2
Shri D.C. Mehandru	26.6.2002	-	NE&I	6	Yes	-	-	-	1
Dr. A. K. Kundra, IAS. (Retd.)	13.12.2004	-	NE&I	4	No	-	4	1	2
Shri Rattan Singh (IFCI Nominee)	22.5.2008	26.9.2009	NE&I	3	No	N.A.	N.A.	N.A.	N.A.
Shri Rajinder Kumar (IDBI Nominee)	3.6.2008	-	NE&I	3	No	-	-	-	1
Shri Karan A. Singh, IAS (PSIDC Nominee)	29.7.2008	21.8.2009	NE&NI	1	N.A.	N.A.	N.A.	N.A.	N.A.
Shri S.S. Rajput, IAS (PSIDC Nominee)	21.8.2009	8.3.2010	NE&NI	1	No	N.A.	N.A.	N.A.	N.A.
Shri O.P. Yadav (IFCI Nominee)	26.9.2009	-	NE&I	2	N.A.	-	-	-	-
Shri Anurag Agarwal, IAS (PSIDC Nominee)	8.3.2010	-	NE&NI	-	N.A.	5	2	-	-
Shri J.S.Mann (PSIDC Officer)	12.8.2010	-	NE&NI	N.A.	N.A.	3	5	-	-

* Includes only Audit Committee and Shareholders/Investors Grievance Committee.

NE&NI - Non-Executive Non-Independent Director PSIDC - Punjab State Industrial Development Corporation Limited (Promoter-holding 44.26% of the Subscribed Capital)

NE&I - Non-Executive Independent Director

E&NI - Executive Non-Independent Director

IDBI - IDBI Bank Limited (Lender)

IFCI - IFCI Limited (Lender)

Six Board Meetings were held during the financial year 2009-10 as against the minimum requirement of four meetings in a year. The dates on which the Board Meetings were held are given below :

27th May, 2009, 29th June, 2009, 29th July, 2009, 26th September, 2009, 29th October, 2009 and 29th January, 2010.

During the financial year 2009-10, the Company had paid (a) Rs.25,000/- as Arbitrator's Fee to Dr. A.K. Kundra, IAS (Retd.), Director for an arbitration case and (b) Rs.7,500/- as Arbitrator's Fee to Dr. S.S. Channy, IAS, Chairman and Director for an arbitration case. The Non-Executive Directors had no other pecuniary relationship or transactions with the Company in their personal capacity during the financial year 2009-10 other than receiving Sitting Fees and/or reimbursement of expenses, if any, incurred for attending the meetings of the Company.

Punjab Alkalies & Chemicals Limited

The Board of Directors of the Company in its meeting held on 30th October, 2006 had approved a Code of Conduct for Directors and Senior Management Personnel of the Company with effect from 1st January, 2006. The same has also been placed on the Company's Website www.punjabalkalies.com. All the Directors and Senior Management Personnel have affirmed compliance with the said Code during the financial year 2009-10 and the Chief Executive Officer's Declaration to this effect is annexed herewith.

3. Audit Committee

The Company had constituted an Audit Committee of the Board of Directors in the year 1986. In June, 2001, the Committee was reconstituted and its terms of reference were revised so as to bring its composition and functions in consonance with the provisions of Section 292A of the Companies Act, 1956 and the requirements of Clause 49 of the Listing Agreement. In January, 2005, the terms of reference of the Committee were further revised to also bring them in line with the requirements of revised Clause 49 of the Listing Agreement.

The names and categories of the Chairman and members of the Audit Committee and their attendance at the Audit Committee meetings during the financial year under review are given below :-

Name	Date of Appointment as Member	Category	Attendance at Audit Committee meetings during 2009-10 (1.4.2009 to 31.3.2010)
Shri J.S. Saraon (Chairman - From 28.7.2005; Alternate Chairman - From 28.1.2004 to 28.7.2005)	16.5.2002	NE&I	6
Shri S.K. Sharma	24.9.1997	NE&I	6
Shri D.C. Mehandru	26.6.2002	NE&I	6
Shri Rajinder Kumar (IDBI Nominee)	27.6.2008	NE&I	2

NE&I - Non-Executive Independent Director

Six meetings of the Audit Committee were held during the financial year 2009-10. The dates on which the meetings of the Audit Committee were held are given below:

26th May, 2009, 29th June, 2009, 28th July, 2009, 25th September, 2009, 28th October, 2009 and 28th January, 2010.

4. Remuneration of Directors

The Company is having a Remuneration Committee of the Board of Directors of the Company to approve the remuneration of the Managing Director(s) and Whole-time Director(s) of the Company with the following Directors as its members:-

- a) From 27th June, 2008 to 29th January, 2010
 - i. Dr. A.K. Kundra, IAS (Retd.) (Chairman)
 - ii. Shri D.C. Mehandru
 - iii. Shri Rattan Singh (till 28th September, 2009)
- b) Since 29th January, 2010
 - i. Dr. A.K. Kundra, IAS (Retd.) (Chairman)
 - ii. Shri D.C. Mehandru
 - iii. Shri O.P. Yadav

During the financial year 2009-10, no meeting of the Remuneration Committee was required to be held.

The remuneration of the Managing Director(s) and Whole-time Director(s) is also approved by the Board of Directors subject to the requisite approvals under the provisions of the Companies Act, 1956.

The following are the details of the remuneration paid to the Managing Directors in the financial year 2009-10:-

- Shri Ajay Kumar Mahajan, Managing Director : Nil
(From 1st August, 2007)
- Shri Som Parkash, IAS, Former Managing Director : Rs. 0.65 lac
(Arrears in respect of the year 2006-07)
- Shri S. P. Singh, IAS, Former Managing Director : Rs. 3.44 lacs
(Arrears in respect of the years 2005-06 and 2006-07)

The Non-Executive Directors are entitled to Sitting Fee decided by the Board of Directors in accordance with the provisions of the Companies Act, 1956 and the Articles of Association of the Company. The Sitting Fee from 1st January, 2008 is (a) Rs.5,000/- per meeting of the Board of Directors attended and (b) Rs.2,000/- per meeting of the Committee of the Board of Directors attended.

Dr. A.K. Kundra, IAS (Retd.), Director was holding 600 Equity Shares of the Company as on 31st March, 2010. None of the other Directors, was holding any Equity Shares of the Company as on 31st March, 2010.

5. Share Transfer Committee

The Company is having a Share Transfer Committee of the Board of Directors to approve the transfer and transmission of shares, sub-division and consolidation of Share certificates, issue of duplicate share certificates and dematerialisation and rematerialisation of shares, etc., with the following Directors as its members:-

- i. Managing Director (Chairman)
- ii. Shri S.K. Sharma
- iii. Shri J.S. Saraon

During the financial year 2009-10, thirty five meetings of the Share Transfer Committee were held. During the financial year 2009-10, 84 requests for transfer of physical mode shares and 270 requests for dematerialisation were received. Out of the same Nil requests for transfer of physical mode shares and Nil requests for dematerialisation were pending for approval as on 31st March, 2010.

The Share Transfers are normally processed within 15 days of receipt if the documents are found in order. The requests for dematerialisation are also processed within 15 days of receipt of physical share certificates if the documents are found in order.

6. Shareholders/Investors Grievance Committee

The Company is having a Shareholders/Investors Grievance Committee of the Board of Directors for looking into the redressing of shareholders and investors complaints like transfer of shares, non-receipt of balance sheet, non-receipt of declared dividends, etc., with the following Directors as its members:-

- i. Shri S.K. Sharma (Chairman)– Non-Executive Independent Director
- ii. Shri J.S. Saraon – Non-Executive Independent Director
- iii. Managing Director – Executive Non-Independent Director

Shri Pradeep Nauharia, Company Secretary & General Manager (Co. Affairs) is the Compliance Officer. During the financial year 2009-10, four meetings of the Shareholders/Investors Grievance Committee were held.

During the financial year under review, the total number of complaints/queries received and replied to the satisfaction of shareholders were 27. Outstanding complaints/queries as on 31st March, 2010 were Nil. Complaints/correspondence are usually dealt with within 10-12 days of receipt.

7. General Body Meetings

a) The particulars of the last three Annual General Meetings (AGMs) of the Company are :-

S.No.	AGM Particulars	Venue	Date	Time	Details of Special Resolutions passed
1.	32 nd AGM in respect of the financial year 2006-07	National Institute of Technical Teachers' Training and Research Auditorium, NITTTR Complex, Sector 26, Chandigarh	29 th September, 2007	10.30 hours	Re-appointment of Auditors.
2.	33 rd AGM in respect of the financial year 2007-08	National Institute of Technical Teachers' Training and Research Auditorium, NITTTR Complex, Sector 26, Chandigarh	27 th September, 2008	10.30 hours	Re-appointment of Auditors.
3.	34 th AGM in respect of the financial year 2008-09	National Institute of Technical Teachers' Training and Research Auditorium, NITTTR Complex, Sector 26, Chandigarh	26 th September, 2009	10.30 hours	Re-appointment of Auditors.

b) No item of business, which required the members' approval through postal ballot, was transacted during the financial year 2009-10. It is not proposed to pass any Special Resolution through postal ballot in the ensuing Annual General Meeting of the Company.

8. Disclosures

- a) There are no materially significant related party transactions that may have potential conflict with the interests of the Company at large.
- b) There has been no non-compliance by the Company or penalties or strictures imposed on the Company by any of the Stock Exchanges or SEBI or any other statutory authority, on any matter related to capital markets, during the last three years.

9. Means of communication

The quarterly Financial Results and Annual Financial Results of the Company are being published in the newspapers and sent to the Bombay Stock Exchange Limited in accordance with the requirements of Clause 41 of the Listing Agreement. The Company is also sending CDs containing the said Financial Results to the said Stock Exchange for enabling it to put the same on its Web-site. The said Results are also being sent to the other Stock Exchanges in India.

The Management Discussion and Analysis Report for the financial year 2009-10 is a part of the Annual Report for the said financial year.

10. General Shareholders Information

- a) Annual General Meeting : The 35th Annual General Meeting will be held on 25th September, 2010 at 10.30 hours in National Institute of Technical Teachers' Training and Research Auditorium, NITTTR Complex, Sector 26, Chandigarh.
- b) Financial Calendar : 1st April, 2009 to 31st March, 2010
- c) Date of Book Closure : 11th September, 2010 to 25th September, 2010 (both days inclusive)
- d) Dividend Payment Date : N.A.
- e) Listing on Stock Exchanges : Bombay Stock Exchange Limited, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400 001
- f) Stock Code : Bombay Stock Exchange Limited : 506852
ISIN No. for Demat Mode Shares : INE607A01014
- g) Share Transfer System : The Company has an in-house system of processing the transfer of its Physical Mode shares at its Registered Office at: Punjab Alkalies & Chemicals Limited, S.C.O.125-127, Sector 17-B, Chandigarh- 160 017. Ph. : (0172) – 2703645-47 Fax : (0172) – 2704797.
- h) Dematerialisation of Shares and liquidity : The trading in the Equity Shares of the Company on the Stock Exchanges is permitted only in Dematerialised Mode w.e.f. 24th July, 2000 due to SEBI's directive. The Company has arrangements with both National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) for facilitating holding of Company's Shares in Dematerialised Mode. The Company has appointed M/s. MCS Limited, New Delhi as Registrar and Transfer Agent for the purpose of establishing Electronic Connectivity with NSDL and CDSL. As on 31st March, 2010, 86.31% of the total shares have been dematerialised.
- i) Outstanding GDRs/ ADRs/ Warrants or : Nil
Convertible instruments, conversion date and likely impact on equity.
- j) Plant Location : Nangal-Una Road, Naya Nangal, Distt. Ropar (Punjab) – 140 126.
- k) Address for Correspondence : Punjab Alkalies & Chemicals Limited, S.C.O. 125-127, Sector 17-B, Chandigarh-160 017.
Website : www.punjabalkalies.com
sharesqueries@punjabalkalies.com
- l) E-mail ID for Investors' Complaints/Queries : sharesqueries@punjabalkalies.com
- m) Market Price Data :

High/Low during each month of 2009-10 (1st April, 2009 to 31st March, 2010) on the Bombay Stock Exchange Limited:

Month	High (Rs.)	Low (Rs.)	Month	High (Rs.)	Low (Rs.)
April, 2009	22.45	17.70	October, 2009	35.45	29.10
May, 2009	28.30	22.10	November, 2009	37.50	28.00
June, 2009	30.95	20.80	December, 2009	32.40	29.50
July, 2009	28.90	20.10	January, 2010	38.35	29.10
August, 2009	36.70	24.30	February, 2010	33.85	25.00
September, 2009	35.45	26.00	March, 2010	30.75	25.00

- n) Distribution of Shareholding as on 31st March, 2010 :

Range of Shares	No. of Shareholders	% of Shareholders	No. of Shares held	% of Shareholding
1-500	23688	90.43	3615493	17.61
501-1000	1574	6.01	1287182	6.27
1001-2000	542	2.07	848012	4.13
2001-3000	153	0.58	399936	1.95
3001-4000	51	0.20	183536	0.89
4001-5000	52	0.20	247469	1.20
5001-10000	76	0.29	581256	2.83
10001 & above	58	0.22	13372666	65.12
Total	26194	100.00	20535550	100.00



o) Categories of Shareholding as on 31st March, 2010 :

Category	No. of Shareholders	No. of Shares held	% of Shareholding
Promoters	1	9090000	44.26
Mutual Funds & UTI	10	11700	0.06
Banks & Insurance Companies	12	9400	0.05
Central/State Govt.	-	-	-
NRIs/OCBs/FIIs	519	501920	2.44
Corporate Bodies	1140	4059001	19.77
Indian Public	24512	6863529	33.42
Total	26194	20535550	100.00

For and on behalf of the Board

Sd/-
(DR. S.S. CHANNY)
Chairman

Place : Chandigarh
Date : August 12, 2010

Chief Executive Officer's Declaration regarding the Code of Conduct for Directors and Senior Management Personnel.

I hereby declare that the Board of Directors of the Company in its meeting held on 30th October, 2006 had approved a Code of Conduct for Directors and Senior Management Personnel of the Company with effect from 1st January, 2006.

I hereby also declare that all Directors and Senior Management Personnel of the Company have affirmed compliance with the said Code of Conduct during the financial year ended 31st March, 2010.

Sd/-
(AJAY KUMAR MAHAJAN)
Managing Director

Place : Chandigarh
Date : August 12, 2010

Auditors' Certificate on Compliance of conditions of Corporate Governance as per Clause 49 of the Listing Agreement with the Stock Exchange

To the Members of Punjab Alkalies & Chemicals Limited

We have examined the compliance of conditions of Corporate Governance by Punjab Alkalies & Chemicals Limited, for the financial year ended on 31st March, 2010, as stipulated in Clause 49 of the Listing Agreement of the said Company with the Bombay Stock Exchange Limited.

The compliance of conditions of Corporate Governance is the responsibility of management. Our examination was limited to procedures and implementation thereof, adopted by the Company to ensure compliance with the conditions of Corporate Governance. 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 explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the abovementioned Listing Agreement.

We state that no investor grievances are pending for a period exceeding one month against the Company as per the records maintained by the Company.

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.

For A.K. SOOD & ASSOCIATES
Chartered Accountants

For S. TANDON & ASSOCIATES
Chartered Accountants

CERTIFIED TO BE A TRUE COPY
For Punjab Alkalies & Chemicals Limited

Place : Chandigarh

Date : August 12, 2010

(PRADEEP NAUHARIA)
Company Secretary &
Gen. Manager (Co. Affairs)

Sd/-
(GAURAV SOOD)
Partner
Membership No. 507583

Sd/-
(H.S. KHURANA)
Partner
Membership No. 86331

Punjab Alkalies & Chemicals Limited

AUDITORS' REPORT

To the Shareholders of
PUNJAB ALKALIES & CHEMICALS LIMITED

1. We have audited the attached Balance Sheet of PUNJAB ALKALIES & CHEMICALS LIMITED as at 31st March, 2010, and also the Profit and Loss Account 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.
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 misstatements. 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 the management, as well as evaluating the overall Financial Statements presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 (CARO) issued by the Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we annex hereto a statement on the matters specified in Paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in Paragraph 3 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 these books;
 - (iii) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (iv) 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;
 - (v) On the basis of written representations received from the Directors and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2010 from being appointed as a Director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.
 - (vi) 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 in Schedule O, 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 the Balance Sheet, of the state of the affairs of the Company as at 31st March, 2010;
 - (b) In the case of the Profit and Loss Account, of the Loss of the Company for the year ended on that date; and
 - (c) In the case of Cash Flow Statement, of the Cash Flows for the year ended on that date.

For A.K. SOOD & ASSOCIATES
Chartered Accountants

For S. TANDON & ASSOCIATES
Chartered Accountants

CERTIFIED TO BE A TRUE COPY

For Punjab Alkalies & Chemicals Limited

Place : Chandigarh

Date : June 29, 2010

(PRADEEP NAUHLARIA)

Company Secretary &
Gen. Manager (Co. Affairs)

Sd/-

(GAURAV SOOD)

Partner

Membership No. 507583

13

Sd/-

(H.S. KHURANA)

Partner

Membership No. 86331

ANNEXURE TO THE AUDITORS' REPORT

Statement referred to in paragraph (3) of our Report of even date to the Shareholders of PUNJAB ALKALIES & CHEMICALS LIMITED on the accounts for the year ended 31st March, 2010.

- (i) a) The Company is maintaining proper records to show full particulars including the quantitative details of Fixed Assets.
 - b) As explained to us, the management has physically verified the major fixed assets of the Company in a phased manner, designed to cover all assets over a period of three years, which in our opinion is reasonable having regard to the size of the Company and nature of the assets. No material discrepancies were noticed on such verification.
 - c) As per the information and explanations given to us no substantial part of the fixed assets have been disposed off during the year, which affect the ability of the Company to continue as a going concern.
- (ii) a) The stock of Finished Goods, Stores, Spare Parts and Raw Material lying in the factory have been physically verified by the management during /at the year-end. In our opinion and according to information and explanations given to us the frequency of physical verification is reasonable.
 - b) In our opinion and according to the information and explanations given to us, the procedures of the physical verification of stock followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c) In our opinion and according to the information and explanations given to us the Company is maintaining proper records of its inventories.
- (iii) The Company has not taken or granted any loans, secured or unsecured from Companies, Firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956.
- (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 the nature of its business with regard to the purchases of Inventories, Fixed Assets and for the Sale of goods.
- (v) To the best of our knowledge and belief and according to the information and explanations given to us, the Company has not entered into any transactions, which are required to be entered in the register maintained in pursuance of Section 301 of the Companies Act, 1956.
- (vi) As per the information and explanations given to us, the Company has not accepted the public deposits within the meaning of Section 58A and accordingly the directives issued by the Reserve Bank of India and provisions of Section 58AA of the Companies Act, 1956 and the rules framed there under are not applicable.
- (vii) In our opinion, the Company has an adequate Internal Audit System, commensurate with its size and nature of its business.
- (viii) We have broadly reviewed the books of account as required to be maintained by the Company under Section 209(1) (d) of the Companies Act, 1956 and are of the opinion that prima facie the prescribed accounts and the records have been made and maintained. However, we are not required to and have not carried out detailed examination of such accounts and records with a view to determining whether they are accurate or complete.
- (ix) a) The Company has been regular in depositing undisputed statutory dues, including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty and Cess with the appropriate authorities during the year. As explained to us there were no arrears of the statutory dues for the

Punjab Alkalies & Chemicals Limited

period more than six months from the date they became payable at the end of the Financial year.

- b) Disputed Excise Duty/Service Tax amounting to Rs.78.05 Lacs has not been deposited, out of which Rs.7.08 Lacs, Rs.3.82 Lacs, Rs.6.37 Lacs, Rs.32.83 Lacs and Rs.27.44 Lacs pertains to years 1994-95, 1995-96, 1996-97, 2009-10 and 2004-05 to 2008-09 respectively, since the matters are pending with the Excise Appellate Authorities. In case of Sales Tax, the Company has received a demands of Rs.2430.66 Lacs and the Company has filed Civil Writ Petitions in the Punjab & Haryana High Court challenging the Assessment Order. The High Court has admitted the same and stayed the recovery of the said amount. As explained to us there were no disputed amounts in respect of Income Tax, Custom Duty and Wealth Tax during the year.
- (x) The Company does not have any accumulated losses as on 31.03.2009. The Company has incurred Cash Loss of Rs.1303.86 Lacs but has incurred no cash loss during the proceeding financial year.
- (xi) In view of the Revised Restructuring Package approved by the CDR Empowered Group (refer to Note No. 5 in Schedule O to the accounts) and according to the information and explanations given to us, the Company has not paid over due interest of Rs.44.13 Lacs to Financial Institutions and Banks.
- (xii) The Company has not granted any loans and advances on the basis of the security by way of pledge of Shares, Debentures and other Securities.
- (xv) According to the information and explanations given to us the Company has not given any guarantee for loans taken from Banks and Financial Institutions by any other Company.
- (xvi) The Company has not received any Term Loans and has not issued any Debentures during the year.
- (xvii) According to the Cash Flow Statement and other records examined by us and the information and explanations given to us, on an overall basis, funds raised on short term basis have, prima-facie, not been used during the year for long term investment and vice-versa, other than temporary deployment pending application.
- (xxi) To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company was noticed or reported during the year.
- (xxii) In our opinion and according to the information and explanations given to us, the nature of the Company's business/activities during the year are such that clauses xiii, xiv, xviii, xix and xx of CARO are not applicable to the Company.

For A.K. SOOD & ASSOCIATES
Chartered Accountants

Sd/-
(GAURAV SOOD)
Partner

Membership No. 507583

Place : Chandigarh
Date : June 29, 2010

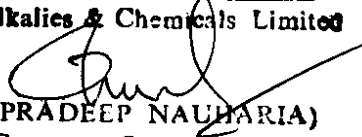
For S. TANDON & ASSOCIATES
Chartered Accountants

Sd/-
(H.S. KHURANA)
Partner

Membership No. 86331

CERTIFIED TO BE A TRUE COPY

For Punjab Alkalies & Chemicals Limited


(PRADEEP NAUHARIA)
Company Secretary &
Gen. Manager (Co. Affairs)

**BALANCE SHEET
as at 31st March, 2010**

(Rs. in Lacs)

Particulars	Schedule	As at 31.3.2010	As at 31.3.2009
SOURCES OF FUNDS			
Shareholders' Funds :			
Share Capital	A	2050.00	2050.00
Reserves and Surplus	B	<u>13243.48</u>	<u>9151.88</u>
		15293.48	11201.88
Loan Funds :			
Secured Loans	C	<u>8209.49</u>	<u>7328.83</u>
		23502.97	18530.71
APPLICATION OF FUNDS			
Fixed Assets :			
Gross Block	D	34813.62	30163.11
Depreciation		<u>17033.06</u>	<u>15639.32</u>
Net Block		17780.56	14523.79
Capital Work-in-Progress		<u>277.16</u>	<u>246.95</u>
		18057.72	14770.74
Net Deferred Tax Assets		1371.87	1115.55
Current Assets, Loans & Advances	E	5672.57	5927.77
Less: Current Liabilities & Provisions	F	<u>3989.48</u>	<u>3456.15</u>
Net Current Assets		1683.09	2471.62
Miscellaneous Expenditure (to the extent not written off or adjusted)	G	416.12	172.80
Profit and Loss Account		<u>1974.17</u>	<u>-</u>
		23502.97	18530.71
Notes on Accounts	O		
Schedules referred to above and notes attached form an integral part of the Balance Sheet			

Sd/-
(AJAY PAL SINGH)
Dy. General Manager
(Finance)

Sd/-
(PRADEEP NAUHARIA)
Company Secretary &
General Manager
(Co. Affairs)

Sd/-
(J.S. SARAON)
Director

Sd/-
(AJAY KUMAR MAHAJAN)
Managing Director

As per our separate report of even date
For A.K. SOOD & ASSOCIATES For S. TANDON & ASSOCIATES
Chartered Accountants Chartered Accountants

CERTIFIED TO BE A TRUE COPY

For Punjab Alkalies & Chemicals Limited
Place : Chandigarh
Date : June 29, 2010

(PRADEEP NAUHARIA)
Company Secretary &
Gen. Manager (Co. Affairs)

Sd/-
(GAURAV SOOD)
Partner
Membership No. 507583

Sd/-
(H.S. KHURANA)
Partner
Membership No. 86331

Punjab Alkalies & Chemicals Limited

PROFIT AND LOSS ACCOUNT for the year ended 31st March, 2010

(Rs. in Lacs)

Particulars	Schedule	2009-10	2008-09
INCOME			
Gross Sales		16687.42	23025.46
Less : Excise Duty		1321.06	2777.22
Net Sales		15366.36	20248.24
Other Income	H	214.24	352.50
Increase/(Decrease) in Stock	I	(248.11)	307.15
		<u>15332.49</u>	<u>20907.89</u>
EXPENDITURE			
Direct Manufacturing Expenses	J	13494.92	15134.84
Employee Remuneration and Benefits	K	1600.31	1489.09
Other Operating & Administration Expenses	L	395.99	403.39
Selling and Distribution Expenses	M	250.43	350.95
Finance Charges	N	808.12	977.98
Miscellaneous Expenses Written Off	G	78.80	66.42
Depreciation	D	1115.10	1121.03
		<u>17743.67</u>	<u>19543.70</u>
Profit / (Loss) for the year		<u>(2411.18)</u>	1364.19
Expenses relating to previous year		86.57	43.55
Profit / (Loss) before Taxation		<u>(2497.75)</u>	1320.64
Provision for Taxation			
Fringe Benefit Tax		-	11.59
Income Tax		-	148.32
Deferred Tax		(256.32)	449.11
Profit/ (Loss) after Taxation		<u>(2241.43)</u>	711.62
Profit / (Loss) of previous years		267.26	(1275.11)
Deferred Tax Assets on unabsorbed Depreciation		-	830.75
		<u>267.26</u>	<u>(444.36)</u>
Amount available for Appropriations		<u>(1974.17)</u>	267.26
Appropriations		<u>(1974.17)</u>	267.26
Balance carried to Balance Sheet			
Earnings per Share (Annualised)			
Basic (in Rs.)		(10.94)	3.47
Diluted (in Rs.)		(10.94)	1.03
Number of Shares used in computing Earnings per Share			
Basic		20482929	20482929
Diluted		81423829	77188929
Notes on Accounts	O		
Schedules referred to above and notes attached form an integral part of the Profit and Loss Account			

Sd/-
(AJAY PAL SINGH)
Dy. General Manager
(Finance)

Sd/-
(PRADEEP NAUHARIA)
Company Secretary &
General Manager
(Co. Affairs)

Sd/-
(J.S. SARAON)
Director

Sd/-
(AJAY KUMAR MAHAJAN)
Managing Director

As per our separate report of even date
For A.K. SOOD & ASSOCIATES For S. TANDON & ASSOCIATES
Chartered Accountants Chartered Accountants

CERTIFIED TO BE A TRUE COPY
For Punjab Alkalies & Chemicals Limited

Sd/-
(GAURAV SOOD)
Partner

Sd/-
(H.S. KHURANA)
Partner
Membership No. 86331

Place : Chandigarh

Date : June 29, 2010

(PRADEEP NAUHARIA)

Company Secretary &

Gen. Manager (Co. Affairs)

Membership No. 507583

17

Schedule A

SHARE CAPITAL

(Rs. in Lacs)

Particulars	As at 31.3.2010	As at 31.3.2009
Authorised		
400,00,000 Equity Shares of Rs. 10/- each (Previous year 400,00,000 Equity Shares)	<u>4000.00</u>	<u>4000.00</u>
Issued		
205,37,900 Equity Shares of Rs. 10/- each (Previous year 205,37,900 Equity Shares)	<u>2053.79</u>	<u>2053.79</u>
Subscribed and Paid Up		
205,35,550 Equity Shares of Rs. 10/- each fully called up (Previous year 205,35,550 Equity Shares)	<u>2053.56</u>	<u>2053.56</u>
Less: Allotment Money unpaid	<u>3.60</u>	<u>3.60</u>
	<u>2049.96</u>	<u>2049.96</u>
Share Application Money (Refer Note 3)	<u>0.04</u>	<u>0.04</u>
	<u>2050.00</u>	<u>2050.00</u>

Schedule B

RESERVES AND SURPLUS

(Rs. in Lacs)

Particulars	As at 31.3.2010	As at 31.3.2009
Capital Reserve		
Land Subsidy	5.49	5.49
Shares Forfeited Reserve Account	7.03	7.03
Revaluation Reserve		
As per last Balance Sheet	5261.23	5489.10
Add : Addition during the year	4819.99	-
Less : Adjusted in respect of Assets sold/discarded	61.69	5.02
Less : Depreciation (Net of adjustment)	<u>396.45</u>	<u>222.85</u>
	<u>9623.08</u>	<u>5261.23</u>
Share Premium		
As per last Balance Sheet	3587.74	3587.73
Add : Amount received during the year	<u>-</u>	<u>0.01</u>
	<u>3587.74</u>	<u>3587.74</u>
Investment Incentive		
As per last Balance Sheet	23.13	26.12
Less : Written back during the period	<u>2.99</u>	<u>2.99</u>
	<u>20.14</u>	<u>23.13</u>
Profit and Loss Account	<u>-</u>	<u>267.26</u>
	<u>13243.48</u>	<u>9151.88</u>

Punjab Alkalies & Chemicals Limited

Schedule C

SECURED LOANS

(Rs. in Lacs)

Particulars	As at 31.3.2010	As at 31.3.2009
Debentures		
Secured Redeemable Non-Convertible Debentures of Rs. 100/- each 1,14,280 (Previous year 1,14,280) 10.5% Debentures (4th Series) – (Redeemable in 10 quarterly instalments starting from 1.10.2010 as specified in the Rework Proposal approved by CDR Empowered Group)	114.28	114.28
1,71,430 (Previous year 1,71,430) 10.5% Debentures (5th Series) – (Redeemable in 10 quarterly instalments starting from 1.10.2010 as specified in the Rework Proposal approved by CDR Empowered Group)	171.43	171.43
Loans & Advances from Scheduled Banks		
Cash Credit Accounts	911.07	38.93
Term Loans	1099.67	1135.28
Other Loans & Advances		
Term Loans :		
Industrial Development Bank of India (IDBI) (Now IDBI Bank Limited)	4805.19	4805.19
Industrial Finance Corporation of India Limited (IFCI) (Now IFCI Limited)	834.46	834.46
Life Insurance Corporation of India (LIC)	224.05	224.05
Interest accrued & due on Other Loans and Advances	49.34	5.21
	8209.49	7328.83

- Notes:**
- The Term Loans from Punjab National Bank (PNB), Punjab & Sind Bank (PSB), IDBI, IFCI, ICICI and LIC (except for term loan of Rs.311.07 lacs from PSB, which is secured as per note 3 below) and Non-Convertible Debentures are/will be secured by way of mortgage (by way of first charge) of all the immovable properties both present and future and first charge by way of hypothecation of all the movables (save and except book debts) including movable machinery, spares, tools, accessories present and future, subject to prior charges created or to be created in favour of the bankers on stocks etc. for working capital. The above charges will rank pari passu with each other.
 - Cash Credit from the banks is secured by way of hypothecation (by way of first charge) of raw materials, stocks in process, finished goods, stores and spares and book debts of the Company wherever situated and is/ will be secured by way of mortgage (by way of second charge) on all the immovable properties both present and future.
 - The Term Loan of Rs.311.07 lacs from PSB is/will be secured by way of mortgage (by way of fourth charge) of all the immovable properties both present and future and fourth charge by way of hypothecation of all the moveables (save and except current assets).
 - The repayment of Principal had been rescheduled as per the Revised Restructuring Package sanctioned by CDR Empowered Group of CDR Cell and the same was repayable in 28 quarterly instalments commencing from 1st April, 2006. However, the CDR Empowered Group of CDR Cell has approved Rework Proposal for the Company in May-June, 2009 wherein the repayment of Principal for the period from 1st April, 2009 to 30th September, 2010 has been deferred and outstanding principal is now repayable in 10 quarterly instalments commencing from 1st October, 2010.

Schedule D

FIXED

Nature of Fixed Assets	GROSS BLOCK (At Cost)					
	As at 1.4.2009	Revaluation	Adjustments from W.I.P.	Additions	Sales / Adjustments	As at 31.3.2010
Land & Site Development	1964.71	1130.40	-	-	-	3095.11
Buildings	3185.50	342.14	-	-	-	3527.64
Plant & Machinery	24608.93	3331.15	7.47	17.48	188.40	27776.63
Railway Siding	68.04	-	-	-	7.12	60.92
Furniture, Fixtures & Office Equipment	206.90	4.57	-	1.09	-	212.56
Vehicles	129.03	11.73	-	-	-	140.76
Total	30163.11	4819.99	7.47	18.57	195.52	34813.62
Previous year	30068.96	-	93.17	40.53	39.55	30163.11

- Notes: 1. The Company had revalued its fixed assets (other than 100 TPD Membrane Cell Plant Power Line) as on 31st March, 2004 on the basis of existing use value by an independent professional valuer and the revalued figures were incorporated in the accounts in the financial year 2005-06. The Company had also revalued its 100 TPD Membrane Cell Plant Power Line as on 31st March, 2006 on the basis of existing use value by an independent professional valuer and the revalued figures were incorporated in the accounts in the financial year 2007-08.
2. The Company had revalued its fixed assets as on 31st March, 2009 on the basis of existing use value by an independent professional valuer and the revalued figures were incorporated in the accounts in the financial year 2009-10.
3. Depreciation for the year 2009-10 includes Rs.407.06 lacs (Previous year Rs.223.96 lacs) as depreciation arising on revaluation of Fixed Assets, which has been adjusted against Revaluation Reserve.

CAPITAL WORK IN PROGRESS

(Rs. in Lacs)

Particulars	Cost as at 1.4.2009	Additions/ Adjustments	Transfer to Fixed Assets	Cost as at 31.3.2010
Buildings	2.73	0.09	-	2.82
Plant & Machinery	244.22	37.59	7.47	274.34
Total	246.95	37.68	7.47	277.16
Previous year	280.89	59.23	93.17	246.95

Punjab Alkalies & Chemicals Limited

ASSETS

(Rs. in Lacs)

DEPRECIATION				NET BLOCK	
Upto 31.3.2009	For 2009-10	Adjustments	Upto 31.3.2010	As at 31.3.2010	As at 31.3.2009
-	-	-	-	3095.11	1964.71
1161.24	100.00	-	1261.24	2266.40	2024.26
14172.98	1404.74	128.08	15449.64	12326.99	10435.95
38.22	1.59	0.34	39.47	21.45	29.82
158.67	8.60	-	167.27	45.29	48.23
108.21	7.23	-	115.44	25.32	20.82
15639.32	1522.16	128.42	17033.06	17780.56	14523.79
14316.64	1344.99	22.31	15639.32	14523.79	15752.32

Schedule E

CURRENT ASSETS, LOANS AND ADVANCES

(Rs. in Lacs)

Particulars	As at 31.3.2010	As at 31.3.2009
A) CURRENT ASSETS		
Inventories		
(As taken valued and certified by the management including in-transit and lying with third parties)		
Building Material	10.42	10.96
Material in Transit	13.60	7.75
Raw Materials	181.93	252.95
Stock in Process	27.00	35.14
Finished goods	<u>126.85</u>	366.82
Stores & Spares	359.80	
Sundry Debtors	649.08	469.79
(i) Considered Good except where provided for — Debts over six months (unsecured)	818.74	557.79
(ii) Other Debts (secured to the extent of Rs.110.39 lacs)	1980.22	2355.54
	<u>2798.96</u>	2913.33
Less : Provision for doubtful debts	<u>264.67</u>	262.48
	2534.29	2650.85
Cash & Bank Balances		
Cash in hand	3.15	3.53
Cheques in hand	221.11	153.18
Balance with scheduled banks in:		
— Current accounts	0.35	1.19
— Cash Credit accounts	—	373.64
— Fixed Deposit including Margin Money for Letters of Credit and Bank Guarantees	13.15	188.15
— Interest Accrued on Fixed Deposits	—	0.02
	<u>237.76</u>	
Sub Total (A)	<u>3780.93</u>	<u>4513.97</u>
B) LOANS AND ADVANCES		
(UNSECURED CONSIDERED GOOD UNLESS OTHERWISE STATED)		
Advances recoverable in cash or in kind or for value to be received / adjusted	1959.70	1456.80
Less : Provision for doubtful debts (others)	<u>295.28</u>	271.10
	1664.42	1185.70
Advances to employees (secured)	0.01	0.18
Securities & Deposits	222.99	216.13
Balance with Central Excise		
— Personal Ledger Account (PLA)	1.90	8.60
— Cenvat Credit	<u>2.32</u>	3.19
	4.22	
Sub Total (B)	<u>1891.64</u>	1413.80
Total (A + B)	<u>5672.57</u>	<u>5927.77</u>

Punjab Alkalies & Chemicals Limited

Schedule F

CURRENT LIABILITIES AND PROVISIONS

(Rs. in Lacs)

Particulars	As at 31.3.2010	As at 31.3.2009
A) CURRENT LIABILITIES		
Sundry Creditors*		
— Other Suppliers	562.29	310.63
— Other Services	985.86	780.01
Advances from Customers	60.96	36.87
Other Liabilities	1313.90	1347.47
Interest accrued but not due	<u>173.98</u>	188.92
	3096.99	
B) PROVISIONS		
Gratuity	119.78	72.59
Leave Encashment	370.13	317.08
Taxation	<u>402.58</u>	402.58
	892.49	
	<u>3989.48</u>	<u>3456.15</u>

* Includes Rs. 35.15 lacs (Previous year Rs.16.40 lacs) for capital purchases.

Schedule G

MISCELLANEOUS EXPENDITURE (TO THE EXTENT NOT WRITTEN OFF OR ADJUSTED)

(Rs. in Lacs)

Particulars	As at 31.3.2010	As at 31.3.2009
Deferred Revenue Expenses	172.80	215.79
Additions during the year	<u>322.12</u>	23.43
Less: Written off	494.92	239.22
	<u>78.80</u>	66.42
	<u>416.12</u>	<u>172.80</u>

Schedule H

OTHER INCOME

(Rs. in Lacs)

Particulars	2009-10	2008-09
Interest Received		
— Short term deposits (Gross)	2.73	30.67
(Tax deducted at source Rs.0.50 lacs Previous year Rs. 6.30 lacs)		
— Others	<u>24.58</u>	26.37
	27.31	
Income from Scrap Sales	87.82	161.14
Miscellaneous Income	66.60	104.14
Investment Incentive Written Back	2.99	2.99
Excess Provision Written Back	12.97	27.19
Profit on sale of Fixed Assets	16.55	-
	<u>214.24</u>	<u>352.50</u>

Schedule I

INCREASE (DECREASE) IN STOCK OF FINISHED GOODS & STOCK-IN-PROCESS

(Rs. in Lacs)

Particulars	2009-10	2008-09
Closing Stocks		
Finished Goods		
— in hand	126.85	366.82
Stock in Process	27.00	35.14
	<u>153.85</u>	<u>401.96</u>
Less: Opening Stocks		
Finished goods		
— in hand	366.82	68.85
Stock in Process	35.14	25.96
	<u>401.96</u>	<u>94.81</u>
Increase (Decrease) in Stock	<u>(248.11)</u>	<u>307.15</u>

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Schedule J

DIRECT MANUFACTURING EXPENSES

(Rs. in Lacs)

Particulars	2009-10	2008-09
Raw Materials & Chemicals consumed	2912.99	3924.84
Power, Fuel & Utilities	10234.91	10957.04
Stores & Spares consumed	325.31	235.83
Packing Material	21.71	17.13
	<u>13494.92</u>	<u>15134.84</u>

Schedule K

EMPLOYEE REMUNERATION & BENEFITS

(Rs. in Lacs)

Particulars	2009-10	2008-09
Salaries, Wages & Bonus	1327.78	1251.64
Contribution to Provident, Superannuation & Gratuity funds	157.15	100.61
Staff Welfare, Recruitment & Training Expenses	115.38	136.84
	<u>1600.31</u>	<u>1489.09</u>

**Schedule L****OTHER OPERATING & ADMINISTRATION EXPENSES**

(Rs. in Lacs)

Particulars	2009-10	2008-09
Labour Charges	48.37	41.95
Railway Siding Operations	8.05	8.77
Repair & Maintenance		
— Plant & Machinery	88.70	89.77
— Building	14.54	18.61
— Others	6.24	6.12
	109.48	
Board Meeting Expenses	4.71	4.75
Travelling & Conveyance		
— Directors	1.60	0.45
— Others	41.89	47.61
	43.49	
Statutory Auditors Remuneration		
— Audit Fees	0.60	0.60
— Tax Audit Fees	0.07	0.07
— Other Services	0.34	0.34
— Out of Pocket Expenses	0.43	0.39
	1.44	
Legal & Professional Charges	9.14	6.83
Insurance	35.21	36.35
Printing & Stationery	13.21	14.03
Postage & Telephone	11.36	12.56
Electricity & Water Charges	4.02	3.62
Rent, Rates & Taxes	24.73	25.53
Pollution Control Expenses	13.42	9.10
Miscellaneous Expenses	32.55	42.75
Doubtful Debts Others	24.19	29.30
Loss on Insurance Claim	—	0.24
Loss on Assets sold/discarded	12.62	3.65
	395.99	403.39

Schedule M**SELLING & DISTRIBUTION EXPENSES**

(Rs. in Lacs)

Particulars	2009-10	2008-09
Advertisement	2.48	2.88
Freight, Cartage & Handling	76.96	126.06
Business Promotion	3.67	3.28
Discounts & Commission	165.13	218.73
Provision for doubtful debts	2.19	—
	250.43	350.95

Punjab Alkalies & Chemicals Limited

Schedule N

FINANCE CHARGES

(Rs. in Lacs)

Particulars	2009-10	2008-09
Interest and Charges		
— Term Loans	731.48	901.12
— Debentures	30.23	32.85
— Cash Credit	34.78	32.40
— Monitoring Agency Fee	7.50	7.50
— Security Deposits/Others	4.13	4.11
	808.12	977.98

Schedule O

NOTES ON ACCOUNTS

1. Significant Accounting Policies

(a) Accounting Convention

These accounts are prepared under the historical cost convention and on the basis of going concern. All expenses and incomes to the extent considered payable and receivable respectively, unless stated otherwise, have been accounted for on mercantile basis.

(b) Fixed Assets

Fixed Assets are stated at values determined by the valuer less depreciation. Machinery Spares have been capitalised as and when procured. Direct costs are capitalised till the assets are ready to be put to use. These costs also includes financing cost (including exchange rate fluctuations) relating to specific borrowing attributable to Fixed Assets. When an asset is scrapped or otherwise disposed off, the cost and related depreciation are taken out from books of accounts and resultant profit (including capital profit) or loss, if any, is reflected in Profit and Loss Account.

(c) Depreciation

Depreciation on Fixed Assets has been provided in the accounts on 'Straight Line Method' as per Schedule XIV to the Companies Act, 1956. Fixed Assets individually costing upto Rs.5,000/- are depreciated 100% in the year of purchase. Depreciation on Foreign Exchange adjustments arising from foreign exchange variations is charged on residual useful life of asset.

(d) Valuation of Inventories

The items of inventories are valued at lower of cost or estimated net realisable value. Cost of raw material, building material and stores & spares is determined (net of cenvat) at monthly weighted average basis. Material in transit is taken at cost price. Stock in process is valued at cost of raw material added. Cost of finished goods includes material cost and appropriate portion of production and administrative overheads and excludes interest and marketing expenses. The value of finished goods stock is inclusive of excise duty. Scrap, if any, at the year end does not form part of closing inventory.

(e) Revenue Recognition

Sale of goods is recognised at the point of despatch to the customer. Sales includes excise duty applicable.

(f) Foreign Exchange Transactions

Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of the transaction. Monetary items denominated in foreign currencies at the year end and not covered by forward exchange contracts are translated at year end rates and those covered by forward exchange contracts are translated at the rate ruling at the date of transaction as increased or decreased by the proportionate difference between the forward rate and exchange rate on the date of transaction, such difference having been recognised over the life of the contract. Any income or expense on account of exchange difference either on settlement or on translation is recognised in the profit and loss account except in cases where they relate to acquisition of fixed assets in which case they are adjusted to the carrying cost of such assets.

(g) Employee Benefits

i) Defined Contribution Plan

The Company's Contribution paid/payable during the year towards Provident Fund Scheme and Superannuation Scheme are recognised as expense in the Profit & Loss Account.

ii) Defined Benefit Plan

The Company's liabilities towards leave encashment and gratuity are determined by an independent actuary and LIC's actuarial valuation respectively, using the Projected Unit Credit Method. Obligation is measured at the present value of estimated future cash flows using a discounted rate that is determined by reference to the market yields at the Balance Sheet date on Government Bonds where the currency and terms of the Government Bonds is consistent with the currency and estimated terms of the defined benefit obligations. Actuarial gains and losses are recognised immediately in the statement of Profit & Loss Account as income or expense.

iii) Gratuity liability has been covered by master policy of Life Insurance Corporation of India under irrevocable trust.

(h) Earnings Per Share

The Basic Earnings per Share is computed on the basis of weighted average number of Equity Shares outstanding during the financial year. The Diluted Earnings per Share is computed on the basis of weighted average number of Equity Shares outstanding during the year and the Potential Equity Shares.

(i) Government Grants

Investment Incentive from State Government has been credited to Investment Incentive Account and is being recognised as income on a systematic and rational basis over the useful life of the assets, in the proportion in which the depreciation on these assets is charged.

(j) Taxes on Income

Tax on income for the current period is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax is recognised on timing difference between the accounting income and the taxable income for the year, and quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date.

Deferred tax assets are recognised to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

(k) Accounting policies not specifically referred above are consistent with generally accepted accounting practices.

2. Contingent Liabilities

	As at 31.3.2010 (Rs. in Lacs)	As at 31.3.2009 (Rs. in Lacs)
a) Letters of Credit Outstanding	Euro 28508.40 (Rs.16.92)	Euro 19387.88 (Rs.11.50)
b) Bank Guarantees given by Company	116.74	124.65
c) Excise/Service Tax demand/claims under appeal (including Rs.1.93 lacs (Previous year Rs.1.93 lacs) deposited under protest)	79.98	63.53
d) Differential Interest (as per Note No. 5)	5294.11	4870.63
e) Under charges and detention charges levied by railways not paid in view of the matter being subjudice.	25.17	25.17
f) Sales Tax Demand (as per Note No.17)	5345.45	1812.72
g) Estimated amounts of contracts remaining to be executed on capital account and not provided for	23.71	9.45

Punjab Alkalies & Chemicals Limited

3. The Rights Offers in respect of 2350 Equity Shares continue to be in abeyance pursuant to Section 206A(b) of the Companies Act, 1956. A sum of Rs.4,500/- had been received as Application Money for 100 Equity Shares out of the same.
4. Chandigarh Administration has allotted land to Company for construction of Office Building for Rs.169.47 lacs. Interest on delayed payments amounting to Rs.75.98 lacs has been imposed by the Estate Officer, Chandigarh. The Company is in the process of seeking appropriate legal remedy against the Orders of the Estate Officer imposing penal interest. In the meanwhile the Company has paid Rs.75.98 lacs towards penal interest under protest.
5. The Corporate Debt Restructuring (CDR) Empowered Group of CDR Cell had sanctioned a Restructuring Package for the Company which was communicated vide letter dated 2nd January, 2003. The Company had filed an Appeal before the CDR Core Group against some of the conditions stipulated in the said Restructuring Package. The CDR Empowered Group had subsequently approved a Revised Restructuring Package which had been communicated to the Company by the CDR Cell vide its letters dated 15th June, 2004 and 17th June, 2004. The Revised Restructuring Package includes inter alia the reduction of interest rates w.e.f. 1st April, 2003 on Term Loans/NCDs from 13% p.a. to 10.5% p.a. in case of Financial Institutions/Banks opting for the conversion of part of loans into the Equity and Cumulative Redeemable Preference Shares (CRPS) and to 9% p.a. in case of those not opting for the conversion, reduction of interest rate from 13% p.a. to 9% p.a. on the Working Capital Facilities and rescheduling of the payments of Terms Loans, Non-Convertible Debentures and Overdue Interest accrued upto 1st April, 2003. in the case of IDBI Bank Limited and ICICI Bank Limited, the interest rate has been reduced to 5% p.a. and 6% p.a., respectively. The Company had accepted the said Revised Restructuring Package except some of the conditions stipulated therein and had filed an Appeal before CDR Core Group against the said conditions stipulated in the said Revised Restructuring Package. The CDR Cell vide its letter dated 31st August, 2004 had modified the three conditions pertaining to recompense clause, pledge of shares and sale of converted equity by lenders to the strategic investor. The Company had subsequently accepted the Revised Restructuring Package subject to the decision of the CDR Empowered Group conveyed vide letter dated 23rd April, 2005 to keep three conditions of the said Package viz. part of recompense clause, pledge of shares and sale of converted equity by lenders to the strategic investor in abeyance till 30th June, 2005 or till disinvestment is completed, whichever is earlier and the Monitoring Committee to re-examine the Company's request with regard to modifications/waiver of these three conditions. Meanwhile, Bank of Punjab Limited submitted a new Proposal for One Time Settlement (OTS) which was approved by the CDR Empowered Group in its meeting held on 9th August, 2005. The Bank of Punjab Limited had also given its individual sanction for the said OTS vide its letter dated 16th September, 2005. As per the approved OTS, the principal amount was repayable in 24 monthly installments w.e.f. 1st June, 2004 carrying interest at the rate of 5.26% p.a. The Company had also received individual sanctions in consonance with the Revised Restructuring Package from all other lenders. As per the recompense clause stipulated in the Revised Restructuring Package, the Lenders have the right of recompense in respect of the sacrifices undertaken by them on account of reduction in interest rates, waivers etc. The CDR Empowered Group in its meeting held on 29th March, 2006 inter-alia approved keeping in abeyance three conditions viz. (a) conversion of part of the loan into equity/preference shares and lenders right to sell the converted equity; (b) conversion of sacrifices into equity and (c) pledge of shares, till 30th June, 2006 which had further been extended till 31st December, 2007. The Company has requested CDR Empowered Group to defer the above conditions till 31st March, 2010 and also to defer the repayment of the principal amount for 18 months w.e.f. 1st April, 2009 to enable the Company to meet the fund requirements for the essential expenditure on remembraning and recoating of electrolyzers and replacement/repair of some other critical items of plant and machinery. The CDR Empowered Group of CDR Cell had in its meetings held on 14th May, 2009 and 11th June, 2009 approved the Company's said proposal. The deadline of 31st March, 2010 has further been extended upto 30th September, 2010 as per the decision taken by CDR Empowered Group of CDR Cell in its meeting held on 14th May, 2010.
6. The Revised Restructuring Package sanctioned by the CDR Empowered Group on 15th June, 2004 inter-alia provided an option for conversion of part of loans into Equity Shares and Cumulative Redeemable Preference Shares on at par basis to the lenders who opt for this option. Accordingly, Industrial Development Bank of India Limited (IDBI), IFCI Limited (IFCI), Life Insurance Corporation of India (LIC) and Punjab National Bank (PNB) have opted for this option. The Company has also received notices from IDBI and IFCI for the conversion of part of loans into Equity Shares. The Company has also received notices from PNB and LIC for the conversion of part of loans into Equity Shares and Cumulative Redeemable Preference Shares. The Board of Directors had, inter-alia, agreed, in principle, to issue subject to the consent of the

- Shareholders under the relevant provisions of the Companies Act, 1956 and also subject to the outcome of the Informal Guidance of the Securities and Exchange Board of India (SEBI) by way of Interpretive Letter under the SEBI (Informal Guidance) Scheme, 2003 sought by the Company vide its letter dated 10th April, 2006, regarding applicability of the Guidelines for Preferential Issues (as amended) as per Chapter XIII of SEBI (Disclosure and Investor Protection) Guidelines, 2000, and also subject to such other approvals, permissions, sanctions and consents as may be necessary, said shares of the Company to IDBI, IFCI, PNB and LIC as per their notices. The Board of Directors had subsequently decided to defer the matter regarding the issue of Equity Shares of the Company to IDBI, IFCI, LIC and PNB upon conversion of part of their loans, for the time being.
7. The Company had revalued its Fixed Assets (other than the 100 TPD Membrane Cell Plant Power Line) as on 31st March, 2004 on the basis of existing use value by an independent professional valuer. The revaluation of assets had been approved by the Board of Directors in its meeting held on 27th October, 2005 and the revalued figures were incorporated in the accounts in the financial year 2005-06. Accordingly a sum of Rs.6243.16 lacs being the surplus of the value of assets over the written down value, had been credited to the Revaluation Reserve. The Depreciation for the year ended 31st March, 2010 charged to Profit and Loss Account does not include the depreciation arising on revaluation of Fixed Assets for the year ended 31st March, 2010, which has been debited to the Revaluation Reserve.
 8. The Company had revalued its 100 TPD Membrane Cell Plant Power Line as on 31st March, 2006 on the basis of existing use value by an independent professional valuer. The revaluation of the asset had been approved by the Board of Directors in its meeting held on 29th October, 2007 and the revalued figure was incorporated in the accounts in the financial year 2007-08. Accordingly, a sum of Rs.27.78 lacs being the surplus of the value of the asset over the written down value, had been credited to the Revaluation Reserve. The Depreciation for the year ended 31st March, 2010 charged to Profit and Loss Account does not include the depreciation arising on the revaluation of the said asset for the year ended 31st March, 2010, which has been debited to the Revaluation Reserve.
 9. The Company had revalued its Fixed Assets as on 31st March, 2009 on the basis of existing use value by an independent professional valuer. The revaluation of assets had been approved by the Board of Directors in its meeting held on 29th January, 2010 and the revalued figures were incorporated in the accounts in the financial year 2009-10. Accordingly a sum of Rs.4819.99 lacs being the surplus of the value of assets over the written down value, had been credited to the Revaluation Reserve. The Depreciation for the year ended 31st March, 2010 charged to Profit and Loss Account does not include the depreciation arising on revaluation of Fixed Assets for the year ended 31st March, 2010, which has been debited to the Revaluation Reserve.
 10. House Tax amounting to Rs. Nil (Previous year Rs.43.85 lacs (including arrears of Rs.35.98 lacs for the years 1995-96 to 2007-08)) has been deposited during the year under protest with Municipal Council, Nangal.
 11. The final adjustment of (a) expenses on common facilities with Punjab National Fertilizers & Chemicals Limited (under liquidation) for Railway Siding, Hostel Building, Power Link Line, Land, Tubewell, Staff Housing Colony and Storm Water Drain etc., and (b) other expenses aggregating to Rs.271.95 lacs incurred on behalf of Punjab National Fertilizers & Chemicals Limited shall be made as per the settlement by the Official Liquidator of Punjab National Fertilizers & Chemicals Limited. However, an amount of Rs.24.19 lacs (previous year Rs.29.30 lacs) has been provided as doubtful debt during the current year.
 12. Debit & Credit balances of parties are subject to their confirmation.
 13. Legal action had been instituted against customers from whom a total sum of Rs.157.43 lacs (Previous year Rs.159.87 Lacs) is due as the balance of the principal value of goods supplied. Out of these, some cases have been decided and decrees/awards for a principal sum of Rs.75.23 lacs (Previous year Rs.77.67 lacs) have been passed/ announced in favour of the Company. The remaining cases are pending before various Courts/Arbitrators.
 14. The cost of membranes is being amortised over a period of three years. The cost of recoating of pans of electrolyzers is being amortised over a period of eight years.
 15. In line with the Accounting Policy stated in Note No.1 (j) of Notes on Accounts, the Deferred Tax Assets of Rs.256.32 lacs relating to the year 2009-10 have been recognised and credited to the Profit and Loss Account.

Punjab Alkalies & Chemicals Limited

The major elements of Deferred Tax Liabilities and Assets are given below:-

Particulars	As at 31 st March, 2010	
	Deferred Tax Assets	Deferred Tax Liabilities
Timing difference relating to the Financial Year 2009-10		
- Difference between book depreciation and tax depreciation	287.49	
- Provision for leave encashment debited to Profit and Loss A/c	18.03	
- Provision for doubtful debts debited to Profit and Loss A/c	8.97	
- Difference between miscellaneous expenses written off in books of accounts and allowed as per Income Tax Act		82.71
- Difference between provision for gratuity debited to Profit and Loss A/c and paid during the year before filing the tax return	16.04	
- Interest (Accounted for in the previous year as per Sec 43B in Books of Accounts but allowed in Assessment Year 2010-11 on payment basis for tax purposes)	8.50	
Total	<u>339.03</u>	<u>82.71</u>
Net Deferred Tax Assets	<u>256.32</u>	

16. Employee Defined Benefits:

Defined Benefit Plans-as per Actuarial Valuation as on 31st March, 2010

Particulars	(Rs. in Lacs)	
	Leave Encashment	Gratuity
Expense Recognised in the Profit & Loss Account for the year	78.67	49.14
Present Value of Defined Benefit Obligation as at 31 st March, 2010	370.13	614.14
Funding of Plan Assets as a percentage of total Plan	Unfunded	80% with LIC
Actuarial Assumptions		
- Discount Rate	8.0%	8.0%
- Expected rate of return on Plan Assets	-	8.00%
- In-service Mortality	Indian Assured Lives (1994-96)	Indian Assured Lives (1994-96)
- Attrition Rate	1% to 2%	1% to 2%
- Salary Rise	7.0%	7.0%
- Remaining Working life	12.27 Years	12.27 Years

17. The Company had claimed Sales Tax Exemption on total production w.e.f. 1st April, 2003 in terms of Exemption Certificate under the Punjab General Sales Tax (Deferment & Exemption) Rules, 1991 granted to the Company by the Assistant Excise and Taxation Commissioner, Ropar. This exemption from the payment of Sales Tax on the total production had been claimed on the basis of Punjab Industrial Incentive Code under the Industrial Policy, 1996. However, the Assessing Authority has passed the Assessment Order for the period 1st April 2003 to 30th September 2003 disallowing the exemption and has raised Demand of Rs.823.96 lacs by charging Sales Tax on the entire sale proceeds of the Company during the said period. This has not been provided for in the books of account as the Company has filed a Civil Writ Petition in the Punjab & Haryana High Court challenging the said Assessment Order. The High Court has admitted the same and stayed the recovery of the said amount. The interest on the said demand works out to Rs.1186.50 lacs for the period from 2004-05 to 2009-10. Further the Assessing Authority has assessed the cases for the years 2003-04 (3rd and 4th quarter), 2004-05 and 2005-06 during the year after disallowing the exemption on total production and has vide Orders dated 19.11.2009 for the year 2003-04 (3rd and 4th quarter) & 2004-05 and Order dated 30.11.2009 for the year 2005-06 (Orders received by the Company on 03.03.2010) imposed Sales Tax/VAT amounting to Rs.168.57 lacs for the year 2003-04 (3rd and 4th quarter), Rs.437.30 lacs for the year 2004-05 and Rs.1000.83 lacs for the year 2005-06. These amounts have not been provided for in the books of accounts as the Company has filed three separate Civil Writ Petitions (in respect of the years 2003-04 (3rd and 4th quarter), 2004-05 and 2005-06) in the Punjab &

Haryana High Court challenging the Orders passed by the Assessing Authority. The Hon'ble Punjab & Haryana High Court has admitted the said Civil Writ Petitions and stayed the recovery of the demands. The interest on the said demands worked out to Rs.1728.29 lacs for the period up to 2009-10. The assessment of remaining years is pending for which the additional liability, if any, is unascertainable.

18. Related Party Disclosures:

a) Names of related Parties and description of relationships, having transactions during the year

1) Significant Interest Entities:

The Punjab State Industrial Development Corporation Limited holds 90,90,000 Equity Shares of the Company, which constitutes 44.26% of the Subscribed Capital.

2) Key Managerial Personnel

- Shri Ajay Kumar Mahajan, Managing Director

b) Volume of transaction of related parties

Remuneration (Key Managerial Personnel)	(Rs. in Lacs)	
	2009-10	2008-09
- Shri Ajay Kumar Mahajan, Managing Director (w.e.f. 1 st August, 2007)	-	-
- Shri Som Parkash, IAS, Former Managing Director (Arrears in respect of the year 2006-07)	0.65	0.19
- Shri S.P. Singh, IAS, Former Managing Director (Arrears in respect of the years 2005-06 and 2006-07)	3.44	1.01

19. A total of 2752 and 61 Chlorine Cylinders of 900 Kg. and 100 Kg. each respectively, were in circulation with various customers as returnable empties, as on 31.3.2010

20. 6.888 Acres of land had been given on lease to Down Stream Units for a period of 30 years. Out of the same 6.388 Acres of land has been got vacated during the year. The lease rent due from the said units has been provided as recoverable in the books of account.

21. Based on the information available with the Company, no balance is due to the micro and small enterprises as defined under the MSMED Act, 2006. Further, no interest during the period has been paid or is payable under the terms of the MSMED Act, 2006.

22. The Company operates in a single business segment viz. chemicals. Hence segment reporting under AS-17 is not applicable.

23. a) The Corresponding figures of the previous year have been regrouped/reclassified, wherever necessary.

b) The figures have been rounded off to the nearest Rs. Lacs

24. ADDITIONAL INFORMATION AS FAR AS APPLICABLE PURSUANT TO PART II OF SCHEDULE VI OF THE COMPANIES ACT, 1956:

1) PARTICULARS OF CAPACITY AND PRODUCTION

Class of Goods	Unit of Qty.	Licenced Capacity		Installed Capacity		Actual Production	
		2009-10	2008-09	2009-10	2008-09	2009-10	2008-09
Caustic Soda	MT	99000	99000	99000	99000	73362	84551
Liquid Chlorine	MT	87714	87714	87714	87714	48843	57842
Hydrochloric Acid	MT	73755	73755	39600	39600	50432	52585
		(100% basis)		(100% basis)			
Calcium Hypochlorite (Bleach Liquor)	MT	2000	2000	2000	2000	-	-
Sodium Hypochlorite	MT	277.20	277.20	990	990	11815	14026
Hydrogen Gas	Lacs NM ^s			277.20	277.20	179.02	208.50
Barium Sulphate	MT	-	-	1000	1000	-	-

Notes:- 1) The Sodium Hypochlorite Unit is within the overall licenced capacity (2000 TPA) of Calcium Hypochlorite.

2) Actual production of Calcium Hypochlorite & Sodium Hypochlorite is on liquor basis.

3) Actual production of Hydrochloric Acid is on 30-33% concentration basis.

Punjab Alkalies & Chemicals Limited

- 4) 3224 MT (Previous year 3223 MT) of Caustic Soda Lye was converted into Caustic Soda Flakes.
 5) In case of Hydrogen gas internal consumption and saleable quantity is taken as actual production.

ii) PARTICULARS IN RESPECT OF FINISHED GOODS (Rs. in Lacs)

Class of Goods	Unit of Qty.	Quantity		Value	
		2009-10	2008-09	2009-10	2008-09
SALES:					
Caustic Soda Lye	MT	66801	76522	13002.83	18888.34
Caustic Soda Flakes	MT	3735	2737	819.48	808.56
Liquid Chlorine	MT	49354	57475	1518.66	1795.17
Hydrochloric Acid	MT	47203	47993	731.07	815.58
Sodium Hypochlorite	MT	11834	13977	310.69	468.77
Hydrogen Gas	Lacs NM ³	21.27	20.71	304.69	249.04
Barium Sulphate	MT	-	-	-	-
Total				<u>16687.42</u>	<u>23025.46</u>
OPENING STOCKS:					
Caustic Soda Lye	MT	945	267	205.30	47.27
Caustic Soda Flakes	MT	526	40	152.24	8.81
Liquid Chlorine	MT	784	417	3.69	8.29
Hydrochloric Acid	MT	757	598	2.47	2.88
Sodium Hypochlorite	MT	103	54	3.12	1.60
Hydrogen Gas	Lacs NM ³	-	-	-	-
Barium Sulphate	MT	-	-	-	-
Total				<u>366.82</u>	<u>68.85</u>
CLOSING STOCKS:					
Caustic Soda Lye	MT	692	945	114.71	205.30
Caustic Soda Flakes	MT	15	526	2.88	152.24
Liquid Chlorine	MT	273	784	6.22	3.69
Hydrochloric Acid	MT	189	757	0.99	2.47
Sodium Hypochlorite	MT	84	103	2.05	3.12
Hydrogen Gas	Lacs NM ³	-	-	-	-
Barium Sulphate	MT	-	-	-	-
Total				<u>126.85</u>	<u>366.82</u>
OTHER USE (QUANTITY ONLY):					
		Internal Consumption		Neutralisation/Losses	
Caustic Soda Lye	MT	3590	4128	-	-
Liquid Chlorine	MT	-	-	-	-
Hydrochloric Acid	MT	3797	4433	-	-
Sodium Hypochlorite	MT	-	-	-	-
Hydrogen Gas	Lacs NM ³	157.75	187.79	-	-

iii) QUANTITATIVE DETAILS OF CONSUMPTION OF RAW MATERIALS AND CHEMICALS (Rs. in Lacs)

Item	Unit of Qty.	2009-10		2008-09	
		Qty.	Value (Rs.)	Qty.	Value (Rs.)
Salt (NaCl)	MT	122117	2550.25	138347	3289.42
Soda Ash	MT	448	70.38	551	92.02
Barium Carbonate	MT	975	200.19	1164	298.43
Hydrated Lime	MT	386	13.20	352	13.17
Sulphuric Acid	MT	1504	26.51	2032	166.20
Others			<u>52.46</u>		<u>65.60</u>
Total			<u>2912.99</u>		<u>3924.84</u>

iv) DETAILS REGARDING IMPORTED AND INDIGENOUS MATERIAL CONSUMED

(Rs. in Lacs)

Item	Imported Value (%)	Indigenous Value (%)	Total Value
Raw Materials and Chemicals	7.49 (0.26%) [15.96 (0.41%)]	2905.50 (99.74%) [3908.88 (99.59%)]	2912.99 [3924.84]
Stores and Spares	20.25 (6.23%) [11.09 (4.70%)]	305.06 (93.77%) [224.74 (95.30%)]	325.31 [235.83]

Note: Previous year figures are in brackets.

v) VALUE OF IMPORTS (CIF BASIS)

(Rs. in Lacs)

Particulars	2009-10	2008-09
Raw Materials	-	24.95
Stores and Spares and Membranes	320.19	1.78

vi) PARTICULARS OF PAYMENT MADE TO OR ON BEHALF OF THE DIRECTORS

(Rs. in Lacs)

Particulars	2009-10	2008-09
Salary & Allowances	4.09	1.20

viii) EXPENDITURE IN FOREIGN CURRENCY :

Nil

ix) REMITTANCE IN FOREIGN CURRENCY ON ACCOUNT OF DIVIDEND :

Nil

x) EARNING IN FOREIGN CURRENCY :

Nil

25. ADDITIONAL INFORMATION PURSUANT TO PART IV OF SCHEDULE VI OF THE COMPANIES ACT, 1956

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

i) Registration Details

Registration No.	:	3607
State Code	:	53
Balance Sheet Date	:	31.3.2010

ii) Capital Raised during the year (Amount in Rs. Thousands)

Public Issue	:	Nil
Rights Issue	:	Nil
Bonus Issue	:	Nil
Private Placement	:	Nil

iii) Position of Mobilisation and Deployment of funds (Amount in Rs. Thousands)

Total Liabilities	:	2350297
Total Assets	:	2350297



SOURCES OF FUNDS

Paid-up Capital : 205000*
 Reserves and Surplus : 1324348
 Secured Loans : 820949
 Unsecured Loans : Nil

APPLICATION OF FUNDS

Net Fixed Assets : 1805772
 Investments : Nil
 Net Deferred Tax Assets : 137187
 Net Current Assets : 168309
 Miscellaneous Expenditure : 41612
 Accumulated Losses : 197417

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

Turnover : 1533249**
 Total Expenditure : 1783024
 Profit/(Loss) before Tax : (249775)
 Profit/(Loss) after Tax : (224143)
 Earnings per Share in Rs. : (10.94)
 Dividend rate % : Nil

v) Generic Names of Three Principal Products of Company
(as per monetary norms)

Item Code No. (ITC Code) : 2815.12
 Product Description : Caustic Soda Lye

Item Code No. (ITC Code) : 2801.10
 Product Description : Chlorine

Item Code No. (ITC Code) : 2806.10
 Product Description : Hydrochloric Acid

* Includes Rs.4,500/- as Application Money for 100 Equity Shares out of the Rights offers in respect of 2350 Equity Shares in abeyance pursuant to Section 206A(b) of the Companies Act, 1956.

** Includes Rs.21424 thousands on account of Miscellaneous Income.

Sd/- (AJAY PAL SINGH) Dy. General Manager (Finance)	Sd/- (PRADEEP NAUHARIA) Company Secretary & General Manager (Co. Affairs)	Sd/- (J.S. SARAON) Director	Sd/- (AJAY KUMAR MAHAJAN) Managing Director
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As per our separate report of even date

For A.K. SOOD & ASSOCIATES

For S. TANDON & ASSOCIATES

CERTIFIED TO BE A TRUE COPY

Chartered Accountants

Chartered Accountants

For Punjab Alkalies & Chemicals Limited (SAURAV SOOD)

Place : Chandigarh
Date : June 29, 2010

Partner
Membership No. 507583

Sd/-
(H.S. KHURANA)
Partner
Membership No. 86331

(PRADEEP NAUHARIA)
Company Secretary &
Gen. Manager (Co. Affairs)

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2010

(Rs. in Lacs)

Particulars	2009-10	2008-09
A) Cash Flow From Operating Activities:		
Net Profit/(Loss) before tax	(2497.75)	1320.64
Adjustments for:		
Depreciation etc.	1115.10	1121.03
Previous year adjustment – Depreciation	-	(14.66)
Miscellaneous Expenses Written Off	78.80	66.42
Interest received	(27.31)	(57.04)
Investment Incentive Written back	(2.99)	(2.99)
Interest/Dividend	761.71	933.97
Gain or (loss) on Fixed Assets	(3.93)	3.65
Operating Profit/(Loss) Before Working Capital Changes	(576.37)	3371.02
Adjustments for:		
Trade and other receivables	(348.33)	338.94
Inventories	134.53	(373.00)
Trade Payable	548.27	(304.22)
Cash Generated From Operations	(241.90)	3032.74
Direct Taxes Paid	(12.95)	(147.74)
Cash Flow Before Extraordinary Items	(254.85)	2885.00
Extraordinary Items	-	-
Net Cash From Operating Activities	(254.85)	2885.00
B) Cash Flow From Investing Activities:		
Purchase of Fixed Assets	(18.57)	(40.53)
Sale/Adjustment of Fixed Assets	19.95	24.35
Work in progress	(37.68)	(59.23)
Purchase of Membranes and Recoating of Pans	(322.12)	(23.43)
Interest Received	27.31	57.04
Net Cash Used in Investing Activities	(331.11)	(41.80)
C) Cash Flow From Financing Activities:		
Proceeds From Issue of Share Capital (call in arrears)	-	-
Proceeds From share premium account (call in arrears)	-	0.01
Proceeds From Short Term Borrowings (Working Capital)	872.14	38.31
Repayment to FIs & Banks	(35.61)	(2424.40)
Interest Paid	(732.52)	(762.61)
Net Cash Used in Financing Activities	104.01	(3148.69)
Net Increase/(Decrease) in Cash And Cash Equivalents	(481.95)	(305.49)
Cash And Cash Equivalents – Opening Balance	719.71	1025.20
Cash And Cash Equivalents – Closing Balance	237.76	719.71

Sd/-
(AJAY PAL SINGH)
Dy. General Manager
(Finance)

Sd/-
(PRADEEP NAUHARIA)
Company Secretary &
General Manager
(Co. Affairs)

Sd/-
(J.S. SARAON)
Director

Sd/-
(AJAY KUMAR MAHAJAN)
Managing Director

As per our separate report of even date

For A.K. SOOD & ASSOCIATES
Chartered Accountants

For S. TANDON & ASSOCIATES
Chartered Accountants

CERTIFIED TO BE A TRUE COPY
For Punjab Alkalies & Chemicals Limited

Place : Chandigarh
Date : June 29, 2010

(PRADEEP NAUHARIA)
Company Secretary &
Gen. Manager (Co. Affairs)

Sd/-
(GAURAV SOOD)
Partner
Membership No. 507583
36

Sd/-
(H.S. KHURANA)
Partner
Membership No. 86331