

Annual Report 2010-11



PODDAR PIGMENTS LTD.

BOARD OF DIRECTORS

Smt. Kusum Poddar
Shri M.K. Sonthalia
Shri N. Gopaldaswamy
Shri R.K. Sureka, CEO
Shri S.S. Poddar, Managing Director
Shri V. K. Fogla

AUDITORS

M/s. K.N. Gutgutia & Company
Chartered Accountants
New Delhi

BANKERS

State Bank of India
Punjab National Bank
State Bank of Bikaner & Jaipur

REGISTERED OFFICE & WORKS

RIICO Industrial Area,
Sitapura, Jaipur - 302 022
(Rajasthan)

CORPORATE OFFICE

302, Nanak Chambers, 3rd Floor
(Opp. Fun Republic) New Link Road,
Andheri (W), Mumbai-400 053

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**NOTICE**

NOTICE is hereby given that the **TWENTIETH ANNUAL GENERAL MEETING** of the Company will be held at the Registered Office of the Company at **E-10,11 & F-14 TO 16, RIICO INDUSTRIAL AREA, SITAPURA, JAIPUR-302022 (RAJASTHAN)** on **Saturday, the 27th August, 2011 AT 11.00 A. M.** to transact the following business:-

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Profit & Loss Account for the year ended 31st March, 2011 and the Balance Sheet as at that date and the Directors' and Auditors' Report thereon.
2. To confirm the payment of Interim Dividend and to declare a Final Dividend for the year 2010-11 on Equity Shares.
3. To appoint a Director in place of Shri V. K. Fogla, who retires by rotation.
4. To appoint the Auditors to hold office till the conclusion of the next Annual General Meeting and to authorize the Board to fix their remuneration. M/S K. N. Gutgutia & Co., the retiring Auditors are eligible for re-appointment.

SPECIAL BUSINESS

5. **Appointment of Smt. Mahima P. Agarwal as a Director of the Company**

To consider and if thought fit to pass with or without modification the following resolution as an Ordinary Resolution:

"RESOLVED that Smt. Mahima P. Agarwal who was appointed as an Additional Director of the Company at the meeting of Board of Directors held on 25th July, 2011 and whose appointment expires at the ensuing Annual General Meeting of the Company and in respect of whom the Company has received a notice under Section 257 of the Companies Act,

1956 from a shareholder of the Company proposing her candidature for the Directorship of the Company, be and is hereby appointed as a Director of the Company and that her appointment shall be liable to retirement by rotation."

6. **Appointment of Shri Kishore Rungta as a Director of the Company**

To consider and if thought fit to pass with or without modification the following resolution as an Ordinary Resolution:

"RESOLVED that Shri Kishore Rungta who was appointed as an Additional Director of the Company at the meeting of Board of Directors held on 25th July, 2011 and whose appointment expires at the ensuing Annual General Meeting of the Company and in respect of whom the Company has received a notice under Section 257 of the Companies Act, 1956 from a shareholder of the Company proposing his candidature for the Directorship of the Company, be and is hereby appointed as a Director of the Company and that his appointment shall be liable to retirement by rotation."

By order of the Board

NAVIN JAIN
COMPANY SECRETARY

Registered Office:

E-10,11 & F-14 to 16
RIICO Industrial Area, Sitapura,
Jaipur-302022

DATE : 25th July, 2011

NOTES:

1. Explanatory Statement as required under section 173(2) of the Companies Act, 1956 is annexed hereto.
2. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY.
Proxies, in order to be effective, must reach to the Registered Office of the Company not less than 48 hours before the time fixed for the Meeting.
3. The Register of Members and Share Transfer Books of the Company shall remain closed from 20.08.2011 to 27.08.2011 (both days inclusive).



4. Details of Sh. V. K. Fogla, required to be provided pursuant to Clause 49 of Listing Agreement, are furnished in the Corporate Governance Report published elsewhere in the Annual Report.
5. Members are requested :
 - a. to bring their copy of the Annual Report at the Meeting.
 - b. to notify any change in their address to M/s Link Intime (R & T) / Company.
6. If the Final Dividend as recommended by the Board of Directors is approved at the 20th Annual General Meeting, payment of such dividend will be made on or after 09.09.2011 as under:
 - a. to all Beneficial Owners in respect of shares held in dematerialised form as per the data as may be made available by the National Securities Depository Limited and the Central Depository Services (India) Limited as of the close of business hours on 19.08.2011;
 - b. to all Members in respect of shares held in physical form after giving effect to valid transfers in respect of transfer requests lodged with the Company on or before the close of business hours on 19.08.2011.
7. In case of transfer of physical shares, the instrument of Share Transfer complete in all respect, should be sent so as to reach to the Registered Office of the Company or at the office of R & T Agent prior to the closure of the Register of Members as stated above.
8. The copies of relevant documents can be inspected at the Registered Office of the company on any working day between 10.30 A.M. to 12.30 P.M., till the date of Twentieth Annual General Meeting.

ANNEXURE TO NOTICE

Explanatory Statement (Pursuant to section 173 (2) of the Companies Act, 1956)

Item No. 5

Pursuant to Section 260 of the Companies Act, 1956 and Articles 81 of Articles of Association of the Company, Smt. Mahirfa P. Agarwal, was appointed as an Additional Director of the Company at the Meeting of the Board of Directors held on 25th July, 2011 and her appointment as an Additional Director expires at the ensuing Annual General Meeting. Smt. Mahima P. Agarwal, aged about 36 years, holds a Degree in B. Tech.

A notice alongwith deposit of Rs. 500/- (Rs. five hundred only) has been received under Section 257 of the Companies Act, 1956, proposing candidature of Smt. Mahima P. Agarwal for the Directorship of the Company.

Therefore, the Directors recommend this Resolution for members' approval.

None of the Directors except Smt. Mahima P. Agarwal and Shri S. S. Poddar are concerned or interested in this Resolution.

The Resolution and Explanatory Statement be treated as an information to the Shareholders under Section 257 of the Companies Act, 1956.

Item No. 6

Pursuant to Section 260 of the Companies Act, 1956 and Articles 81 of Articles of Association of the Company, Shri

Kishore Rungta, was appointed as an Additional Director of the Company at the Meeting of the Board of Directors held on 25th July, 2011 and his appointment as an Additional Director expires at the ensuing Annual General Meeting. Shri Kishore Rungta, aged about 59 years, holds a Bachelors Degree in Commerce. He has vast experience of Industry.

A notice alongwith deposit of Rs. 500/- (Rs. five hundred only) has been received under Section 257 of the Companies Act, 1956, proposing candidature of Sh. Kishore Rungta for the Directorship of the Company.

Therefore, the Directors recommend this Resolution for members' approval.

None of the Directors except Shri Kishore Rungta is concerned or interested in this Resolution.

The Resolution and Explanatory Statement be treated as an information to the Shareholders under Section 257 of the Companies Act, 1956.

By Order of the Board

**NAVIN JAIN
COMPANY SECRETARY**

Registered Office:
E-10, 11 & F-14 to 16
RIICO Industrial Area, Sitapura,
Jaipur-302022

DATE: 25th July, 2011

**Details of Directors Seeking Appointment at the Annual General Meeting**

Particulars	Smt. Mahima P. Agarwal	Sh. Kishore Rungta
Date of Birth	9th November, 1974	24th September, 1951
Date of Appointment	25th July, 2011	25th July, 2011
Qualifications	B. Tech.	B. Com.
Expertise in specific functional area	Having 10 years experience in Administrative, Foreign Trade, Taxation & Accounting fields.	He is an industrialist having vast experience. He is on the governing Board and Chairman of Finance Committee of Kanodiya Mahila Mahavidyalaya for over 15 years, a post graduate college for girls with a strength of 2,300 students alongwith a hostel.
Directorships held in other public companies (excluding foreign companies and section 25 companies)	NIL	MAN Structural Pvt. Ltd. Indo MAN Structurals Pvt. Ltd. Astha Prime Commodite Pvt. Ltd. Pukhraj Enterprises Pvt. Ltd. Bhavya Inductosteel Pvt. Ltd.
Memberships / Chairmanships of committees of other public companies (includes only Audit Committee and Shareholders / Investors Grievance Committee)	NIL	NIL
Number of shares held in the Company	5 30 000	NIL

**DIRECTORS' REPORT TO THE MEMBERS**

Dear Members,

Your Directors are pleased to present the Twentieth Report on the business and operations of the Company, together with the Audited Accounts for the year ended 31st March, 2011.

FINANCIAL RESULTS

[Rs. in Lacs]

Particulars	2010-2011	2009-2010
Revenue Receipts	20 056	16 241
Other Income (Excluding Income from Investments)	251	166
Total Revenue Receipts including other income	20 307	16 407
Operating Profit before Interest, Depreciation & Tax	1 781	1 329
Income From Investments	-	663
Less: Interest	148	61
Depreciation	233	215
Profit before tax	1 400	1 716
Less: Provision for Tax - Current	410	351
- Deferred	34	(39)
Profit after tax	956	1 404
Add: Tax adjustments for Prior years	-	15
Profit after Tax adjustments for Prior years	956	1 419
Balance brought forward from previous year	1 419	144
Profit available for appropriations	2 375	1 563
APPROPRIATIONS		
Interim Dividend on Equity Shares	159	-
Proposed Final Dividend on Equity Shares	80	-
Total Dividend on Equity Shares	239	-
Tax on Dividend	40	-
General Reserve	1 700	144
Balance Carried to Balance Sheet	396	1 419

OPERATIONS

Your Company has scaled new heights in overall performance and has set new benchmarks in terms of turnover (including export benefit). During the year, the Company has achieved a turnover of Rs. 20056 Lacs as against Rs. 16241 lacs in the previous year, registering

an increase of 23.49% over the previous year. The production capacity of the company has increased from 8400 M.T. to 11100 M.T. as a result of expansion at the company's existing plant. Production from the expanded capacity was started from third quarter of current Financial Year i.e. 2010-11.

The Company has also improved its performance in Exports and achieved direct export turnover of Rs. 4939 lacs as against Rs. 4056 lacs in previous year, registering an increase of 21.77%. Your Company Exports to over 20 countries around the Globe. The improved volume has enabled the Company to achieve significant improvement in EBITDA margin (i.e. 9.55% from 8.69% in 2009-10).

DIVIDEND

Considering the Company's financial performance, the company has declared & paid its maiden interim dividend of Rs. 1.50 per share.

Based on the Company's performance, the Directors are pleased to recommend for approval of the members a final dividend of Rs. 0.75 per share for the year 2010-11. The final dividend on the Equity Shares, if approved by the members would involve a cash outflow of Rs. 92.79 lacs including dividend tax. The total cash outflow on account interim & Final dividend including dividend tax on Equity Shares of the Company for the year 2010-11 is Rs. 278.37 lacs.

MARKETING

A sustained effort to maintain and improve the international quality standards of your Company's products has resulted in satisfactory demand. This has helped in facing price competition in both domestic and international markets and also achieved increased sales. With sustained efforts, we expect further improvements in our performance this current year. The Company will continue to seek new markets while consolidating its hold over the existing customers.

RESEARCH AND DEVELOPMENT

The R & D division of the Company, located at its plant, constantly endeavors to innovate and change the product mix/ process for creating higher value items at lower costs. The Company's full-fledged R&D Department makes constant efforts to widen its range of new generation masterbatches.

The R&D division of the company has testing equipments from world leaders. These equipments are used for dispersion, filterability, mechanical, rheological, thermal, optical & colorist properties of incoming raw materials and



outgoing furnished products. Tests are carried out conforming to internationally accepted test methods.

QUALITY INITIATIVES

Your Company is committed to produce and delivering zero-defect Masterbatches and also to achieve customer satisfaction on a continuous basis by implementing and meeting the ISO 9001 : 2008 QMS requirements. Constant interaction with Customers, Optimum utilization of resources and Training & Educating Employees.

STAR EXPORT HOUSE STATUS AND CRISIL RATING

Sustained growth in exports has enabled the Company to maintain its Star Export House Status under the Foreign Trade Policy 2009-2014.

The Company's Credit Rating is A / Stable / P1 assigned by CRISIL for its working capital borrowings which signifies strong degree of safety regarding timely payment.

DIRECTORS

Shri V. K. Fogla, retires by rotation at the ensuing Annual General Meeting pursuant to the provisions of the Companies Act, 1956 and Articles of Association of the Company.

CORPORATE GOVERNANCE

Your Company has been actively practicing the principles of good corporate governance over the years. The Board of Directors supports the broad principles of corporate governance. In addition to the basic governance issues, the Board lays strong emphasis on transparency, accountability and integrity.

The report on Corporate Governance (in accordance with 'Clause 49 of the Listing Agreements with the Stock Exchanges), the Auditors' certificate on compliance by the Company and the Management Discussion & Analysis, have all been included in the Annual Report.

COMPLIANCE WITH THE CODE OF CONDUCT

The Company had put in place a Code of Conduct for its Board Members and Senior Management Personnel from 23rd January, 2006 and has reaffirmed the same on 21st January, 2011. It is also available on the website of the Company. Declarations on compliance with the Code of Conduct have been received from all concerned. A certificate annexed to this effect forms a part of this Report.

DEPOSITS

The company has neither accepted any deposits during the year under review nor are there any fixed deposits outstanding at the year end.

EMPLOYEES

The information required under Section 217(2A) of the Companies Act, 1956 read along with Companies (Particulars of Employees) Rules, 1975, is given in the statement annexed hereto forming a part of the Report.

AUDITORS

M/s K. N. Gutgutia & Co, Chartered Accountants, the present Statutory Auditors of the Company, hold office till the ensuing Annual General Meeting and have confirmed their eligibility and willingness to accept office, if re-appointed.

ENVIRONMENT, SAFETY, ENERGY CONSERVATION, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

Your Company is continuously looking for new ways to preserve the environment and to manage resources responsibly. Your company adopts clean technologies and processes that combine both economic progress and environment sustainability. The company has taken a number of green initiatives including waste optimization, water conservation and complying with applicable laws and regulations.

The Company has Safety Committees which regularly monitor compliance with the Company's Health & Safety policy. Additional steps have been taken to install equipments such as additional fire extinguishers of different classes, fume extraction system, de-dusting stations etc. The company attaches utmost importance to safety. The only acceptable standard of safety performance for your company is "zero accidents". Safety education and training is being imparted to everyone on a regular basis.

Several initiatives were continued as part of energy saving measures. The drive for energy conservation is always a key priority and your Company continuously strives to achieve this through process improvements and through enhancement of equipment capabilities. Particulars relating to Energy Conservation, Technology Absorption and Foreign Exchange Earnings and Outgo, as required under section 217(1)(e) of the Companies Act 1956, are enclosed as a part of this report.

RISK AND INTERNAL ADEQUACY

Your Company has a low debt-equity ratio and is well placed to take care of its borrowings. Foreign Exchange transactions are largely covered to the extent of exposure otherwise not covered by natural hedging. Your Company is progressively moving towards a "net foreign-exchange earner" status.



The Company's internal control systems are adequate considering the size of the Company and are routinely tested and certified by our statutory as well as internal auditors. Significant audit observations and follow up actions thereon are reported to the Audit Committee.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to Section 217 (2AA) of the Companies (Amendment) Act, 2000, the Directors confirm :-

- (i) that in the preparation of the Annual Accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (ii) that the directors have selected such accounting policies and applied them consistently and have made judgements and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company as of 31st March, 2011 and of the profit of the Company for the period ended on that date;
- (iii) that the directors have taken proper and sufficient care for the maintenance of adequate accounting

records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

- (iv) that the directors have prepared the Annual Accounts on a 'going concern' basis.

ACKNOWLEDGEMENT

The Management is grateful to the various Government and Semi-Government Authorities, Bankers, Investors, Marketing Dealers, Vendors and Customers for their valued support and co-operation.

The Directors also wish to place on record their appreciation for the dedication and excellent contribution of the employees in realising the objectives of the Company.

For and on behalf of the Board of Directors

PLACE : JAIPUR

R. K. Sureka

S. S. Poddar

DATE : 25th July, 2011

DIRECTOR & CEO

MANAGING DIRECTOR



ANNEXURE TO THE DIRECTORS' REPORT

I. ENERGY CONSERVATION

The Company continues to accord high priority to conservation of energy on an ongoing basis.

Particulars with respect to conservation of energy:-

(A) Power & Fuel consumption	Current Year ended on 31.3.2011	Previous Year ended on 31.03.2010
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Electricity

(a) Purchased:-		
Units (Nos.)	62 37 495	53 66 880
Total Amount (Rs.)	2 88 81 355	2 40 64 599
Rate/Unit (Rs.)	4.63	4.48
(b) Own generation:-		
Through Diesel		
Units (Nos.)	3 09 248	4 70 079
Units per Ltr of Diesel	3.31	3.49
Cost/Unit (Rs.)	10.24	8.99

(B) Consumption per unit of production

Production of Masterbatches & Plastic Compounds. (M.T.)	10353.37	9260.54
Electricity per M.T. of production (Units)	632.97	633.65

II RESEARCH AND DEVELOPMENT (R&D)

1. Specific areas in which R&D was carried out by the Company.

Research & Development is one of the core areas for future product development strategy. R & D has been carried out:-

- In the development of various functional masterbatches such as Flame Retardants, Antimicrobials, Bio-degradable and other functional properties to meet the end use requirements of the industry.
- To develop Tailor-made masterbatches for different end users as per the requirements of the fiber & plastic industries.
- To develop Masterbatches to improve performance and reduce cost.
- For product improvement, process optimization, environment and pollution control.

2. Benefits derived as a result of the above R&D.

- Development of a new range of application masterbatches not being manufactured in the country, thus saving foreign exchange.
- Offering process flexibility and cost effective solutions.
- Better productivity, optimized cost, improved quality and innovative products.
- Reduction in environmental

3. Future plan of action

pollution by offering alternatives for dyed yarns & textiles.

- To continue efforts for the development of a new range of end-use specific functional, customer and environment friendly masterbatch solutions conforming to the quality and standard norms of the industry.
- To offer one stop service to customers right from masterbatch development to final product to market in color, additive and functional areas.
- Continuous updation of technology, R & D and monitoring facilities reckoning with latest development in the field of masterbatches, compounding and other such related areas.

4. Expenditure on R&D

(a) Capital	Rs. 27.82 Lacs
(b) Recurring	Rs. 126.78 Lacs
(c) Total	Rs. 154.60 Lacs
(d) Total R&D expenditure as a percentage of total turnover	0.771%

III TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION

1. Efforts, in brief, made towards technology absorption, adaptation and innovation.

Continuous efforts are being made in-house to benchmark & develop new products by:-

- Improving and bench-marking existing products to match international standards.
- Adoption of state-of-the-art technological practices to meet stringent industry requirements & quality norms.
- Indigenizing products hitherto being imported in the industry.
- New mixing & improved masterbatch preparation techniques to help improve environment, productivity & quality.
- Continuous efforts to update, optimize, review and adopt the latest technologies and process improvement techniques.

2. Benefits derived as a result of the above efforts, e.g. product improvement, cost reduction, product development, Import substitution, etc.

- The Company has achieved superior quality & cost effective production resulting in improved realization of finished goods.
- Introduction of new functional products.
- Leadership position in the market.
- Technology upgradation.



3. Technology imported during last five years. NIL
- (i) Technology imported for manufacture N.A.
- (ii) Year of Import N.A.
- (iii) Has technology been fully absorbed. N.A.

V INFORMATION AS PER SECTION 217(2A) OF THE COMPANIES ACT, 1956 READ ALONGWITH THE COMPANIES (PARTICULARS OF EMPLOYEES) RULES, 1975 AND FORMING PART OF THE DIRECTORS' REPORT FOR THE YEAR ENDED 31ST MARCH, 2011

A Employed through-out the Financial Year and in receipt of remuneration aggregating not less than Rs. 60 lacs per annum.

Name	Designation	Remuneration	Qualification	Age (Years)	Experience (Years)	Date of Joining	Previous Employment
Shri S. S. Poddar	Managing Director	63.97.104	B.E. (Chem)	62	39	1.7.1994	Whole Time Director in Rajesh Petro Synthetics Ltd.

B Employed for the part of the year under review and in receipt of remuneration aggregating not less than Rs. 60 lacs per annum. None.

For and on behalf of the Board of Directors

PLACE: JAIPUR R.K. Sureka S.S. Poddar
DATE : 25th July, 2011 DIRECTOR & CEO MANAGING DIRECTOR

IV FOREIGN EXCHANGE EARNED AND OUTGO

[Rs. in Lacs]

	2010-2011	2009-2010
1. Foreign Exchange Earned from Export of Goods (on FOB)	4 837.58	3 990.44
2. Foreign Exchange Outgo		
- Import of Raw Material & Stores	8 124.89	6 918.00
- Import of Capital Goods	477.31	120.06
- Travelling Expenses	86.91	68.18
- Technical Consultancy	9.46	12.12
- Commission	18.47	12.70
- Interest	15.70	24.08
- Others	0.35	1.59

CERTIFICATE OF COMPLIANCE WITH THE CODE OF CONDUCT

I, R. K. Sureka, Director & CEO of the Company, hereby declare that the Company has adopted a Code of Conduct for its Board Members and Senior Management, at a meeting of the Board of Directors held on 23rd January, 2006 and again reaffirmed on 21st January, 2011. The Board Members and Senior Management have affirmed compliance with the said Code of Conduct.

For PODDAR PIGMENTS LIMITED

R. K. SUREKA
DIRECTOR & CEO

Date : 25th July, 2011



MANAGEMENT DISCUSSION AND ANALYSIS

Financial and Operational Performance

Your company has scaled new heights in overall performance. We were able to sustain its business performance and have registered an overall positive growth in the domestic and export sales. Your company has achieved a turnover of Rs. 20056 Lacs in the year ended 31.03.11 as against Rs. 16241 Lacs in the previous year - a 23.49% increase.

Your company had planned an expansion to be completed in the third and fourth quarter of financial year 2010-11 which has been completed as per schedule. With this expansion the total installed capacity P.A. is now 11100 MT as against a previous 8400 MT. Sales from this increased capacity has been realized from the fourth quarter of the financial year 2010-11. The plant operated smoothly and on schedule during the year.

Achievement of 9001:2008 standards in its operation reflects your company's continuous commitment towards quality and customer satisfaction.

Segment-wise/ Product-wise Performance

Since direct export operations contribute more than 10% of the company's total revenue, this geographical segment has been considered a primary segment.

Domestic sales contributed Rs. 14911 Lacs this Year, as against Rs. 12016 Lacs in the previous year, showing an increase of 24.09%.

Export sales (Excluding Export Benefits) contributed Rs. 4939 Lacs as against Rs. 4056 Lacs in the previous year, showing an increase of 21.77%.

Industry Structure and Developments

Your Company is an ISO 9001:2008 QMS certified company manufacturing Color & Additive Masterbatches for dope dyeing of man-made fibres, various plastic applications and Engg. Plastics & Compounds.

The per capita consumption of plastics in India is also increasing rapidly. It is currently at 7.4 Kgs, but is still below global consumption of 28.9 Kgs. China and Asia have a per capita consumption of 24.2 Kgs and 21.6 kgs respectively. The per capita consumption in India is expected to increase substantially during 2011-12.

The per capita consumption of fiber in India is also quite low at 5 kgs whereas the global demand for 2010 is at 10.4 Kgs. China, North America and Western Europe have a per capita consumption 16 Kgs, 31 Kgs and 22 kgs respectively.

As the consumption of masterbatches is linked to the consumption of polymers and synthetic dope dyed fibers, the domestic market is expected to grow at the rate of 15% per annum for the next few years.

Business Outlook

2010 was a year of recovery and growth for the global petrochemical and polymer industry. The Indian polymer industry has shown a growth of more than 15% per annum. The approximate polymer consumption in India has been around 6.2 MMTPA and is expected to reach around 12.60 MMTPA by 2011-12. With the further addition of polymer capacities in India of approx. 2.5 MMTPA of PE and 1 MMTPA of PP by 2013 from the current level of 2.0 MMTPA each, the overall consumption of polymers in India is bound to increase.

Indian petrochemicals industry has seen a growth of about 14-15% per annum over 2005-2010, as per BMI, and a double-digit growth is likely to stay over the medium term. It should out-pace the global market, which is not expected to return to pre-recession levels of growth until 2012. Polymer output is set to accelerate over the next five years as capacity is expanded in India. By 2015, combined olefins capacity is forecast to cross 16 mln tpa, while polyolefins capacity is set to rise above 13 mln tpa. While PVC capacity is set to stagnate, PE capacities will grow by 80%.

India is poised to be the third largest consumer of plastics by 2013.

Your company has made in-roads into some of the world's largest masterbatch markets. The growth from export sales is expected to be around 15% per annum for the next few years.

Due to the increase in polymer consumption, the domestic demand of masterbatches is also expected to grow by around 15% per annum in the next few years.

The company's emphasis and thrust on the continuous development of new and innovative products will enable it to stay ahead of the competition.

With the growing demand of masterbatches it can be optimistically stated that in the coming years, your company to be headed for excellent growth and better all-round performance.

**Opportunities and Threats****Key opportunity:**

In India, your Company is a pioneer in the manufacture of masterbatches for the synthetic fibre industry, based on Polyesters, Nylons and Polypropylenes, for speciality and general purpose applications such as automobiles, carpets, home-furnishings, apparels, non-woven fabrics, technical fibres, etc. It is expected that the demand for the Company's product will grow manifold with the increased requirements of polyester fiber industry wherein your Company is a major player.

Key threats:

Recession in the user industry may affect demand for the products. Product changes, high fluctuation in the prices of raw materials, competition from domestic and global players and relaxation in import tariff may increase the pressure on margins.

Fluctuations in foreign currencies also play a major role in the profitability of the Company.

The threats faced by your Company are stiff competition both in domestic and global market, meeting customer's high expectations, consistency of quality, after-sale services etc.

With continuous improvements and upgrades in technology, new product development and cost effective measures, your company is confident that it will successfully meet these challenges.

Risks and concerns

The major risks which prevail in the industry are high fluctuation in the prices of raw materials, technology obsolescence, competition from the global players and further aberration in the customs duty in the coming years under general WTO obligations. These can create pressure on the margins and thereby affect the performance of the Company. Furthermore, low economic growth can affect sales and margins. Your company is taking due care against the prevailing risks in the industry by adopting new technology by introducing innovative Masterbatches through its regular R&D, by reduction in material cost by re-engineering business and manufacturing processes and much more. Foreseeable risks to the Company's assets are adequately covered by comprehensive insurance policies.

Internal Control Systems and their adequacy

Your Company has internal control procedures commensurate with the Company's size and nature of business. These controls ensure that all the assets are safeguarded and protected against loss from unauthorized use and disposition and that transactions are authorized, recorded and reported diligently. There are well established policies and procedures in place across your company. The objective of these procedures is to ensure efficient use and protection of your Company's resources, accuracy in financial reporting and due compliance of statutes and Company procedures.

The Internal Audit reports, the progress in implementation of recommendations contained in such reports and the adequacy of internal control systems are reviewed by the Audit Committee of the Board in its periodical meetings.

Human Resources

The talent base of your company during the year 2010-11 was around 369.

The Board of Directors expresses its appreciation for the sincere efforts made by the employees of your Company at all levels during the year and their co-operation in maintaining cordial relations.

Your directors believe and affirm the importance of developing human resources, which is the most valuable asset and the key element in bringing all round improvements and achieving growth. The focus is on maintaining a high level of motivation and leadership development.

The overall relations during the year under review were peaceful. Contribution and co-operation from all level of employees was excellent and the same has been appreciated & supported well by the management through its continuous & systematic training programmes.

Cautionary Statement

Estimates and expectations stated in this Management Discussion and Analysis may be "forward-looking statements" within the meaning of applicable laws and regulations. Actual results could differ materially from those expressed or implied. The important factors that could make a difference include economic conditions, domestic and international markets and changes in the Government regulations and laws.

For and on behalf of Management Team

PLACE : JAIPUR
DATE : 25th July, 2011

S. S. Poddar
MANAGING DIRECTOR

**REPORT ON CORPORATE GOVERNANCE***(Pursuant to clause 49 of the Listing Agreement)*

The Board of Directors of the Company has consistently endeavored to maintain high standard of good Corporate Governance over the years. Given below is the report on Corporate Governance:-

1. Company's Philosophy on Code of Governance

Your Company's activities are carried out in accordance with good corporate practices and the company is constantly striving to better them and adopt best practices that would ensure efficient conduct of the affairs of the company to achieve its goals and maximize value for all its stakeholders.

We believe that Corporate Governance is a voluntary and self discipline code which means not only ensuring compliance with regulatory requirements but by also being responsive to our stakeholders needs. The Company is prompt in discharging its statutory obligations and duties. The Board has adequate representation of Professionals, Qualified, Non-Executive and Independent Directors.

2. Board of Directors**2.1 Composition of the Board :**

The composition of Board, with reference to number of Executive, Non-Executive and Independent Directors, meets the requirement of Code of Corporate Governance.

The present strength of Board is six (6) Directors. The Board comprises of two (2) executive and Four (4) non executive Directors representing the optimum combination of professionalism, knowledge and business experience.

In the Year 2010-2011 -Six Board meetings were held on 19.05.2010, 14.07.2010, 16.10.2010, 10.11.2010, 01.12.2010 and 21.01.2011.

Details of composition of the Board, category, attendance of Directors at Board Meetings and last Annual General Meeting, number of other directorship and committee membership are given below :-

Sl. No	Name of the Director	Category of Directorship @	No. of Board meeting attended out of 6 held	Attendance at last AGM held on 21.08.2010	No. of other Directorship as on 31.03.2011	No. of other committees in which Chairman/Member as on 31.03.2011	
						Member	Chairman
(i)	SH. S. S. PODDAR, MANAGING DIRECTOR	\$	6	NO	4	-	-
(ii)	SH. R.K. SUREKA, DIRECTOR & CEO	#	4	YES	2	-	-
(iii)	SMT. KUSUM PODDAR	*	-	NO	1	-	-
(iv)	SH. N. GOPALASWAMY	&	1	NO	8	-	-
(v)	SH. M.K. SONTALIA	&	3	NO	7	-	-
(vi)	SH. V. K. FOGLA	&	-	YES	12	-	-

@ Category of Directors:-

- \$ Executive Promoter Director
- # Executive Director
- * Non Executive Promoter Director and wife of Sh. S. S. Poddar, Managing Director
- & Non Executive Independent Director

2.2 Composition of Remuneration Committee:

The remuneration committee consists of Shri N. Gopalaswamy, Shri M. K. Sonthalia and Shri V. K. Fogla.

**2.3 Remuneration to Executive Directors :**

The remuneration of Executive Directors are being determined by the "Remuneration Committee" subject to the approval of the Company in General Meeting and such other authority as may be necessary. The details of remuneration paid to Executive Directors during the year ended 31.03.11 are as follows:-

Particulars	Sh. S.S. Poddar, Managing Director	Sh. R.K. Sureka, Director & CEO
Salary and Allowances	37 00 000	18 00 000
Contribution to Provident Fund	3 24 000	2 16 000
Other perquisites	8 83 800	8 25 000
Commission on Profit to the Managing Director	14 89 304	-
Total (Rs.)	63 97 104	28 41 000

2.4 Terms of Contract :

Name of Director	Date of appointment	Expiry of contract	Severance fees	Notice Period
Shri S. S. Poddar	01.10.2010	30.09.2013	-	-
Shri R. K. Sureka	01.10.2009	30.09.2012	-	-

2.5 Remuneration to Non-Executive Directors :

No remuneration except sitting fee of Rs. 10000/- was paid to the Non-Executive Directors for meeting attended by them during the year ended 31.03.11.

2.6 Shareholding of the Non-Executive Directors in the Company as on 31.03.11:

None of the Non-Executive Directors, other than Smt. Kusum Poddar holding 835000 Shares, hold any share in the Company.

2.7 Information placed before the Board of Directors :

The Company has been placing before the Board information required under Annexure 1 to Clause 49 of the Listing Agreement.

3. Audit Committee :

During the year ended 31.03.11, meetings of the Audit Committee were held on 11.05.10 and 14.07.10, 27.10.10 and 17.01.11. The details of the attendance of the members at Audit Committee and constituents of the Committee are as follows :-

Name of Members	Designation	No. of Meetings Attended
Sh. V.K. Fogla	Chairman - Non Executive & Independent Director	1
Sh. M.K. Sonthalia	Member - Non Executive & Independent Director	4
Sh. N.Gopalaswamy	Member - Non Executive & Independent Director	4

The Heads of Finance Function and Internal Audit Departments are permanent invitees to the Meeting. The Statutory Auditors are also invited to attend the meetings.

Minutes of each Audit Committee Meeting are placed before and discussed in the next Board Meeting held subsequently.

The terms of reference of the Committee are in line with the requirements of the code. The brief terms of reference of the Audit Committee include :

- Review of the Company's financial reporting process and financial statements.
- Review of accounting and financial policies and practices.
- Review of internal control and internal audit systems.
- Discussion with Internal Auditors on any significant findings and follow-up thereon.



- e) Reviewing the Company's financial and risk management policies.
- f) Reviewing the Quarterly and Annual Financial Statements before submission to the Board.
- g) Recommending the appointment and removal of Statutory Auditors, audit fee and payment for any other services.

4. Share Transfer cum Investors' Grievances Committee :

The Share Transfer-cum-Investors' Grievance Committee comprises of two Executive Director namely, Sh. S. S. Poddar, Sh. R. K. Sureka and three Non-Executive Directors namely Sh. V.K. Fogla, Sh. N. Gopalaswamy and Smt. Kusum Poddar. Smt. Kusum Poddar is the Chairperson of the committee.

The Committee, in addition to considering share transfer matters, also oversees redressal of shareholders' and investors' complaints/grievances and recommends measures to improve the level of investor services, besides discharging such other related functions which may be referred to it by the Board from time to time. Your company is making all attempts to ensure that correspondences are expeditiously attended to the full satisfaction of the Shareholder.

Details of Pending Complaints :-

Complaints Received from	Nos. of Complaints Received	Nos. of Complaints pending
SEBI	NIL	NIL
Stock Exchange	04	NIL
Investors	31	NIL
Govt. Authorities	NIL	NIL

No Share is pending for transfer for more than 30 days.

Compliance Officer:

Sh. Navin Jain, Company Secretary and Sh. Dharmendra Kumar, Manager (Legal & Secretarial)

5. CEO & Sr. GM (Legal & Comm.) Certification:

Necessary certificate, pursuant to clause 49 of the listing agreement has been obtained.

6. General Body Meetings:

Annual General Meetings

Venue and time for last three Annual General Meetings :

Financial Year	Venue	Date	Time	Details of Special Resolution Passed
2007-2008	Regd. Office at RIICO Industrial Area, Sitapura, JAIPUR	11.08.2008	11.00 A.M.	Nil
2008-2009	Do	04.08.2009	11.00 A.M.	For Revision of remuneration and Re-appointment of Director & CEO
2009-2010	Do	21.08.2010	11.00 A.M.	For Revision of remuneration and Re-appointment of Managing Director

The Special Resolution at the last AGM was in relation to Revision of remuneration and Re-appointment of Managing Director. No Resolution was passed through Postal Ballot during the year and no Postal Ballot is proposed at the ensuing AGM.

7. Disclosures:

a) Disclosure regarding materially significant related party transactions :

Materially significant related-party transactions have been given in Schedule 12- Accounting Policies and Notes on Accounts (Point No. 12 to the Notes on Accounts). Adequate care was taken to ensure that the potential conflict of interest did not harm the interest of the company at large.

**b) Disclosure regarding certain non-compliance :**

There was no instance of non-compliance or penalty, strictures imposed on the Company by Stock Exchanges or SEBI or any statutory authority on any matter related to capital markets, during the last three years.

8. Means of Communication :

Half Yearly reports are not sent to shareholders. The Company sends out the Annual Report regularly.

The quarterly results of the Company are published in a leading English National Newspaper namely, The Business Standard (all editions) and in Hindi Local Newspaper namely, Daily News (Jaipur edition). The Results are also sent to Stock Exchanges as per requirement of Listing Agreement.

The Company has its own Website i.e. www.poddarpigments.com. The Quarterly Financial Results of the Company are available on the Website of The Stock Exchange, Mumbai www.bseindia.com and also on the website of SEBI www.sebi.gov.in.

No presentation was made to the Institutional Investors or to the analysts during the year ended 31.03.11.

Management Discussions and Analysis Report form a part of this Annual Report.

9. General Shareholders Information:

9.1 AGM : Date, Time and Venue - 27.08.2011, 11.00 A. M. at Regd. Office, E-10,11, F-14 to 16, RILCO Industrial Area, Sitapura, Jaipur - 302022

9.2 Financial Calendar (Tentative)

Financial Year : - 1st April, 2011 to 31st March, 2012

Results for the quarter ending:

June 30, 2011 - Second week of August, 2011

September 30, 2011 - Second week of November, 2011

December 31, 2011 - Second week of February, 2012

March 31, 2012 - Fourth week of May, 2012

9.3 Date of Book Closure - 20.08.2011 to 27.08.2011

9.4 Dividend Payment Date - 03.12.2010 for Interim Dividend for the year 2010-11.
The Final Dividend if declared, shall be paid/ credited on or after 09.09.2011

9.5 Listing on Stock Exchanges and their Code

Name of Stock Exchange	Code
Jaipur Stock Exchange Limited	367
The Stock Exchange, Mumbai	524570

The listing fee for the F.Y. 2011-12 has already been paid to both the Stock Exchanges.

9.6 Market Price Data : High, Low during each month in last Financial Year

Period	High (Rs.)	Low (Rs.)
April, 2010	44.00	36.25
May, 2010	47.50	36.55
June, 2010	49.00	40.50
July, 2010	54.70	43.75
August, 2010	52.00	44.10
September, 2010	52.50	47.10
October, 2010	57.60	48.50
November, 2010	64.95	46.30
December, 2010	54.50	44.10
January, 2011	52.30	44.20
February, 2011	46.95	40.50
March, 2011	44.20	39.10

**9.7 Performance in comparison to Broad based indices such as BSE, Sensex, CRISIL Index etc.**

Not linked to Sensex/Index

9.8 Registrar and Transfer Agents

M/S Link Intime India Private Ltd.

C-13 Pannalal Silk Mills Compound, LBS Marg,
Bhandup West, Mumbai-400 078

Phone No. : 022- 25946970

Fax No. : 022- 25946969

Email : rnt.helpdesk@linkintime.co.in**9.9 Shares Transfer System**

Share Transfer request(s) received in physical form are registered within 30 days from the date of receipt if the transfer documents are in order. The Share Transfer and Share holders'/ Investors' Grievance Committee considers & approves such transfer request(s).

All request for dematerialisation of shares, which are found to be in order, are generally processed within twenty one days.

9.10 Reconciliation of Share Capital Audit

As directed by Securities and Exchange Board of India (SEBI), Reconciliation of Share Capital audit is being carried out at the specified period, by the practicing Company Secretary. The findings of the Reconciliation of Share Capital audit was entirely satisfactory.

9.11 Distribution of Shareholding as on 31.03.11:-

No. of equity shares held	No. of Shareholders	% of Shareholders	No. of Shares	% of Shareholding
1-500	8107	91.65	1365879	12.87
501-1000	392	4.43	336237	3.17
1001-2000	163	1.84	261204	2.46
2001-3000	56	0.63	143409	1.35
3001-4000	31	0.35	109185	1.03
4001-5000	25	0.28	121045	1.14
5001-10000	30	0.34	216486	2.04
10001 & above	42	0.48	8056555	75.94
Grand Total	8846	100.00	10610000	100.00

Shareholding Pattern :-

Particulars	No. of Shareholders	% of Shareholders	No. of Shares	% of Shareholding
Resident Individuals	8658	97.87	4969072	46.83
Domestic Companies	139	1.57	5516681	52.00
Non Resident Indians	28	0.32	32519	0.31
Mutual Funds/ FIs	4	0.05	57500	0.54
Others	17	0.19	34228	0.32
Total	8846	100.00	10610000	100.00

**9.12 Nomination Facility**

Shareholders holding physical shares may, if they so desire, send their nominations in prescribed Form 2B of the Companies (Central Governments) General Rules and Forms, Rules, 1956 to the Registrars & Transfer Agents of the Company. Those holding shares in dematerialized form may contact their respective Depository Participant (DP) to avail the nomination facility.

9.13 Unclaimed Dividend

The dividends for the following year, which remain unclaimed for seven years will be transferred to Investor Education and Protection Fund established by the Central Government under Section 205C of the Companies Act, 1956. Shareholders who have not claimed dividends are, therefore, requested to do so before they are statutorily transferred to the Investor Education and Protection Fund.

Shareholders who have not encashed their dividend warrants relating to the dividends are requested to immediately approach M/s. Link Intime India Pvt. Ltd., Mumbai for the issue of duplicate warrants / demand drafts in lieu of the dividend warrants.

Year	Type of dividend	Date of declaration	Amount outstanding as on 31 March, 2011	Due for transfer on
2010-11	Interim	10.11.2010	Rs. 12 07 317	16.12.2017

9.14 Dematerialisation of Shares & liquidity

The Company's equity shares are included in the list of Companies whose scripts have been mandated by SEBI for settlement only in dematerialized Form by all investors. The Company has signed agreements with National Securities Depository Limited ("NSDL") and Central Depository Services (India) Limited ("CDSL") to offer depository services to its shareholders and 88.40% of the total number of equity shares of the Company have been dematerialized as on 31.03.11.

9.15 Outstanding GDR/ADR/Warrants or any Convertible Instruments, Conversion date and likely impact on equity.

NIL

9.16 Brief Resume of Director being re-appointed

Shri Vishnu Kumar Fogla, Non Executive Independent Director is due for retirement by rotation at ensuing AGM and is eligible for re-appointment. Shri Vishnu Kumar Fogla is Director of the Company since 2003. He holds a Bachelor's Degree in Mechanical Engineering. He is having about 41 years of business experience. Brief Particulars of Directorship in other Companies are as follow:-



Kamakhya (India) Limited
Rama Spares Mfg. Pvt. Ltd.
Kamakhya Packaging Pvt. Ltd.
Rama Laminators Pvt. Ltd.
Bhagirathi Packaging Pvt. Ltd.
Rishi Securities & Finance Pvt. Ltd.
Sai Jute Mills Pvt. Ltd.
Sai Surfactants Pvt. Ltd.
Sai Industries Pvt. Ltd.
Lagan Engineering Co. Ltd.
Sai Fertilizers Pvt. Ltd.
Happy Suppliers Pvt. Ltd.

9.17 Plant Locations and Address for Correspondence

E-10,11, F-14 to 16, RIICO Industrial Area, Sitapura, Jaipur- 302022.

Telephone : (0141) 2770202, 2770203

Fax No. : (0141) 2771922

Email : jaipur@poddarpigments.com
njain@poddarpigments.com

For and on behalf of the Board of Directors

**PLACE : Jaipur,
DATE : 25th July, 2011**

**R. K. Sureka
DIRECTOR & CEO**

**S. S. Poddar
MANAGING DIRECTOR**



AUDITORS' CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE AS STIPULATED IN CLAUSE 49 OF THE LISTING AGREEMENTS

TO THE MEMBERS OF PODDAR PIGMENTS LIMITED

We have examined the Compliance of conditions of Corporate Governance by **Poddar Pigments Limited** for the year ended 31st March, 2011, as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchanges.

The Compliance of conditions of Corporate Governance is the responsibility of the management. Our examination carried out in accordance with the Guidance Note issued by the Institute of Chartered Accountants of India, on Corporate Governance and was limited to procedure and implementation thereof, adopted by the Company, for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of an 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 above mentioned Listing Agreement.

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

For **K.N. GUTGUTIA & COMPANY**
CHARTERED ACCOUNTANTS

(B.R. GOYAL)
PARTNER

Membership No. 12172
ICAI'S FRN NO. 304153E

PLACE : JAIPUR
Dated : 25th July, 2011

**AUDITORS' REPORT TO THE MEMBERS OF PODDAR PIGMENTS LIMITED**

1. We have audited the attached Balance Sheet of PODDAR PIGMENTS LIMITED as at 31st March, 2011, the related Profit and Loss Account for the year ended on that date annexed thereto, and the cash flow statement of the Company for the year ended on that date, which we have signed under reference to this report. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An Audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government in terms of Section 227 (4A) of the Companies Act, 1956, and on the basis of such checks as considered appropriate and according to the information and explanation given to us during the course of our audit, we enclose in the Annexure hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments mentioned in the Annexure referred to in above paragraph we report that:
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of the books of the Company.
 - c) The Balance Sheet, Profit and Loss Account and the Cash Flow Statement dealt with by the report are in agreement with the Books of Account of the Company.
 - d) In our opinion, the Profit & Loss Account, Balance Sheet and Cash Flow Statement comply with the mandatory Accounting Standards referred to in Sub-Section 3 (c) of Section 211 of the Companies Act, 1956.
 - e) According to the information and explanation given to us and on the basis of written representations received from the Directors of the Company as on 31st March, 2011 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2011, from being appointed as a Director in terms of clause (g) of Sub Section (1) of Section 274 of the Companies Act, 1956.
 - f) In our opinion and to the best of our information and according to the explanations given to us, the said Accounts read with the notes and Significant Accounting Policies there on, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - (i) In the case of the Balance Sheet, of the state of affairs of the company as at 31st March, 2011.
 - (ii) In the case of the Profit and Loss Account, of the Profit of the Company for the year ended on that date;And
 - (iii) In the case of the Cash Flow statement, of the cash flows of the Company for the year ended on that date.

**FOR K.N. GUTGUTIA & COMPANY
CHARTERED ACCOUNTANTS**

**(B.R. GOYAL)
PARTNER**

**Place : Mumbai (Camp)
Dated : 28th May, 2011**

**Membership No. 12172
ICAI'S FRN NO. 304153E**

**ANNEXURE TO THE AUDITORS' REPORT****Re: PODDAR PIGMENTS LIMITED**

Referred to in paragraph 3 of our report of even date.

- i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As per the information and explanation given to us Physical verification of fixed assets has been carried out in terms of the phased programme of verification of its fixed assets adopted by the Company.
- (c) During the year the Company has not disposed off any substantial/ major part of fixed assets.
- ii) (a) As per the information furnished, the inventories have been physically verified during the year by the management. In our opinion, having regard to the nature and location of stock, the frequency of the physical verification is reasonable.
- (b) In our opinion and according to the information and explanations given to us, procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) The Company is maintaining proper records of inventory. In our opinion, discrepancies noticed on physical verification of stocks were not material in relation to the operations of the Company and the same have been properly dealt with in the book of accounts.
- iii) The company had not taken / granted any loan from / to any Company covered in the register maintained under Section 301 of the Companies Act 1956. Accordingly, paragraph 4(iii) of the order is not applicable.
- 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 purchase of inventory and fixed assets and for the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal controls.
- v) Based on the audit procedures applied by us and according to the information and explanations provided by the management, we are of the opinion that there was no transaction that needed to be entered into the register maintained under Section 301 of the Companies Act, 1956.
- vi) In our opinion and according to the information and explanations given to us the company has not accepted any deposits within the meaning of Section 58A and 58AA or any other relevant provisions of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 with regard to the deposits accepted from the public.
- vii) In our opinion, as explained to us the company has an internal audit system commensurate with the size of the company and the nature of its business.
- viii) The Central Government has ordered for audit of cost records of the Company required to be maintained u/s 209(1)(d) of the Companies Act, 1956. We have been informed by the management that representation has been made by the Company to the Central Government that the audit provisions and related records rules are not applicable to the products of the company. We have been informed that the matter has been referred by the Department of Company Affairs to the Technical Committee and the same is still under their consideration and no further communication has been received from the department.
- ix) (a) According to the information's and explanations given to us and records examined by us, the company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees state insurance, income tax, sales-tax, service tax, custom duty, excise duty, cess and other statutory dues wherever applicable. According to the information and explanations given to us, no undisputed arrears of statutory dues were outstanding as at 31st March, 2011 for a period of more than six months from the date they became payable.
- (b) According to the records of the Company, the dues of sales tax, Entry tax, income-tax, customs, wealth tax, service tax, excise duty, cess which have not been deposited on account of disputes and the forum where the dispute is pending are as under: -



Name of the Statute	Nature of the Dues	Amount Rs.	Period to which the amount relates	Forum where dispute is pending
Rajasthan Sales Tax Act & The Rajasthan Entry Tax -Goods Act	Sales Tax on sale of fixed assets , on discount allowed & Entry tax on HDPE bags	7 89 234	2003-04, 2007-08 and 2008-09	Deputy Commissioner (Appeals)
Income Tax Act	Disallowance of expenses	1 53 830	AY 2008-09	Commissioner of Income Tax (Appeals)

- x) There are no accumulated losses of the Company as on 31st March, 2011. The company has not incurred any cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- xi) Based on our audit procedures and the information given by the management, we are of the opinion that the company has not defaulted in repayment of dues to financial institution or banks.
- xii) Based on our examination of the records and the information and explanations given to us, the Company has not granted any loans and/ or advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii) The Company is not a chit/nidhi/ mutual benefit fund/ society.
- xiv) In our opinion, the Company is not dealing in or trading in shares, securities, debentures, and other investments. Accordingly, the provisions of clause 4 (xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company. However whenever shares, as investments, are purchased or sold, records for the same are properly maintained.
- xv) According to the information and explanations given to us, Company has not given any guarantees for loans taken by others from bank or financial institutions.
- xvi) The term loan availed during the year was used for the purpose for which it was obtained.
- xvii) According to the information & explanation given to us and on an overall examination of the balance sheet of the company, we report that no funds raised on short-term basis have been used for long term investment.
- xviii) The Company has not made any preferential allotment of shares during the year.
- xix) During the year covered by our audit report the Company has not issued secured debentures.
- xx) The Company has not raised any money by public issues during the year covered by our report.
- xxi) Based upon the audit procedures performed and the information and explanations given to us by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For K.N. GUTGUTIA & COMPANY
CHARTERED ACCOUNTANTS

(B.R. GOYAL)
PARTNER

Place : Mumbai (Camp)
Date : 28th May, 2011

Membership No. 12172
ICAI'S FRN NO. 304153E

**BALANCE SHEET AS AT 31ST MARCH, 2011**

	SCHEDULE	2010-11 (Rs.)	2009-10 (Rs.)
SOURCES OF FUNDS			
SHAREHOLDERS' FUNDS			
Share Capital	1	10 61 00 000	10 61 00 000
Reserves & Surplus	2	42 86 59 297	36 09 55 336
LOANS			
Secured Loans	3	20 08 95 249	6 81 26 294
Unsecured Loans		3 93 32 908	2 26 62 599
DEFERRED TAX LIABILITY (NET)		3 04 32 449	2 69 89 747
TOTAL		80 54 19 903	58 48 33 976
APPLICATION OF FUNDS			
FIXED ASSETS			
Gross Block	4	63 18 24 142	50 52 77 081
Less : Depreciation		32 30 51 295	30 43 48 622
Net Block		30 87 72 847	20 09 28 459
CAPITAL WORK-IN-PROGRESS		4 70 910	1 92 505
		30 92 43 757	20 11 20 964
INVESTMENTS	5	6 67 92 517	6 26 14 372
CURRENT ASSETS, LOANS AND ADVANCES			
Inventories	6	29 58 12 134	19 76 43 152
Sundry Debtors		25 52 11 960	19 16 01 142
Cash & Bank Balances		1 24 94 154	1 07 01 716
Loans and Advances		19 61 97 506	16 11 96 054
		75 97 15 754	56 11 42 064
LESS : CURRENT LIABILITIES & PROVISIONS	7		
Current Liabilities		19 03 52 044	14 98 40 602
Provisions		13 99 80 081	9 02 02 822
NET CURRENT ASSETS		42 93 83 629	32 10 98 640
TOTAL		80 54 19 903	58 48 33 976

ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS 12

Schedules referred to above form an integral part of the Balance Sheet
In terms of our report of even date attached.

For **K.N. GUTGUTIA & COMPANY**
CHARTERED ACCOUNTANTS

For and on behalf of the Board of Directors

B.R. GOYAL
PARTNER
Membership No. 12172
ICAI'S FRN 304153E
PLACE : MUMBAI (CAMP)
DATED : 28th MAY, 2011

NAVIN JAIN
COMPANY SECRETARY

B.K. BOHRA
Sr.GM (Legal &Comm.)

R.K. SUREKA
DIRECTOR & CEO

S.S. PODDAR
MANAGING DIRECTOR

**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011**

	SCHEDULE	2010-11 (Rs.)	2009-10 (Rs.)
INCOME			
Sales	8	2 00 55 54 619	1 62 41 00 802
Less: Excise Duty		14 07 52 507	9 32 05 051
Net Sales		1 86 48 02 112	1 53 08 95 751
Other Income	9	2 51 41 097	8 29 41 050
TOTAL		1 88 99 43 209	1 61 38 36 801
EXPENDITURE			
Trading, Manufacturing & Other Expenses	10	1 71 18 89 803	1 41 45 74 093
Interest	11	1 47 97 069	61 00 308
Depreciation		2 32 72 098	2 15 50 152
TOTAL		1 74 99 58 970	1 44 22 24 553
Profit before Tax		13 99 84 239	17 16 12 248
Provision for Taxation			
Current Income Tax		4 10 00 000	3 51 00 000
Deferred Tax		34 42 702	(38 88 718)
Profit after Tax		9 55 41 537	14 04 00 966
Add : Tax adjustments for Prior years		-	15 14 129
Net Profit after tax adjustments for prior years		9 55 41 537	14 19 15 095
Balance brought forward from Previous Year		14 19 65 336	1 44 27 346
Profit available for appropriations		23 75 06 873	15 63 42 441
APPROPRIATIONS			
Interim Dividend		1 59 15 129	-
Proposed Dividend		79 57 500	-
Tax on Dividend		39 64 947	-
Transferred to General Reserve		17 00 00 000	1 43 77 105
Balance carried to Balance Sheet		3 96 69 297	14 19 65 336
		20 96 69 297	15 63 42 441
Basic and Diluted Earnings Per Share of Rs. 10/- each		9.00	12.10

(Refer note no. B-10 of Schedule 12)

ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS 12

Schedules referred to above form an integral part of the Profit & Loss Account
In terms of our report of even date attached.

For **K.N. GUTGUTIA & COMPANY**
CHARTERED ACCOUNTANTS

For and on behalf of the Board of Directors

B.R. GOYAL
PARTNER
Membership No. 12172
ICAI'S FRN 304153E
PLACE : MUMBAI (CAMP)
DATED : 28th MAY, 2011

NAVIN JAIN
COMPANY SECRETARY

B.K. BOHRA
Sr.GM (Legal &Comm.)

R.K. SUREKA
DIRECTOR & CEO

S.S. PODDAR
MANAGING DIRECTOR

**SCHEDULE 1 : SHARE CAPITAL**

	2010-11 (Rs.)	2009-10 (Rs.)
AUTHORISED		
1 25 00 000 Equity Shares of Rs.10/- each	<u>12 50 00 000</u>	<u>12 50 00 000</u>
ISSUED, SUBSCRIBED AND PAID UP		
1 06 10 000 Equity Shares of Rs.10/- each fully paid up (Refer Note No. B-4 (C) of Schedule 12)	<u>10 61 00 000</u>	<u>10 61 00 000</u>

SCHEDULE 2 : RESERVES & SURPLUS

	2009-10 (Rs.)	ADDITION (Rs.)	DEDUCTION (Rs.)	2010-11 (Rs.)
Capital Reserve	15 00 000	-	-	15 00 000
Capital Redemption Reserve	1 59 00 000	-	-	1 59 00 000
General Reserve	20 15 90 000	17 00 00 000	-	37 15 90 000
Surplus as per Annexed Profit & Loss Account	14 19 65 336	6 77 03 961	17 00 00 000	3 96 69 297
	36 09 55 336	23 77 03 961	17 00 00 000	42 86 59 297
2009-10	25 99 27 346	17 21 92 200	7 11 64 210	36 09 55 336

SCHEDULE 3 : LOANS

	2010-11 (Rs.)	2009-10 (Rs.)
SECURED		
From Bank		
(a) Term Loan - Foreign Currency Loan	6 91 30 000	1 69 68 390
- Interest accrued and due	2 94 079	1 05 874
	6 94 24 079	1 70 74 264
(b) Working Capital Borrowings	13 14 71 170	5 10 52 030
	20 08 95 249	6 81 26 294
UNSECURED		
Short term - Buyers credit in Foreign Currency	50 07 159	1 13 12 106
Deferred Sales tax	3 43 25 749	1 13 50 493
	3 93 32 908	2 26 62 599

NOTES :

- Item No.(a) is secured by (i) first charge basis on assets created out of Term Loan (ii) Hypothecation on Second pari-passu charge basis on entire current assets (present and future) (iii) Extension on bank's share of second pari passu charge on fixed assets of the company (excluding assets created by Term Loan which are primary security for term loan and Chennai property.)
- Item No.(b) is secured by (i) Hypothecation on first pari passu charge basis on entire current assets present and future including stocks, Book Debts, Receivables (ii) Second pari passu charge basis on fixed assets present and future.
- Term Loan repayable within one year Rs. 3 00 00 000/- (US\$ 672645.74) [Previous Year Rs.1 69 68 390/- (US\$ 377915.15)].

**SCHEDULE 4 : FIXED ASSETS**

(Amount in Rs.)

PARTICULARS	GROSS BLOCK			DEPRECIATION				NET BLOCK	
	AS AT 01.04.2010	ADDITIONS	Adjustment/ Deduction	AS AT 31.03.2011	AS AT 01.04.2010	FOR THE YEAR	Adjustment/ Deduction	AS AT 31.03.2011	AS AT 31.03.2010
Land (Leasehold)	44 23 995	-	-	44 23 995	-	-	-	44 23 995	44 23 995
Buildings	8 60 23 533	4 96 77 109	-	13 57 00 642	1 34 17 168	27 48 456	-	11 95 35 018	7 26 06 365
Plant & Machinery	38 44 32 452	7 45 01 268	38 44 373	45 50 89 347	27 80 99 862	1 82 65 147	34 11 196	29 29 53 813	10 63 32 590
Office Equipments	1 21 30 289	20 90 544	1 00 000	1 41 20 833	71 03 215	7 43 030	59 759	77 86 486	50 27 074
Furniture & Fixtures	87 57 958	43 62 504	-	1 31 20 462	36 28 574	5 56 417	-	41 84 991	51 29 384
Vehicles	95 08 854	27 01 747	28 41 738	93 68 863	20 99 803	9 59 048	10 98 470	19 60 381	74 09 051
TOTAL	50 52 77 081	13 33 33 172	67 86 111	63 18 24 142	30 43 48 622	2 32 72 098	45 69 425	32 30 51 295	20 09 28 459
2009-10	46 75 39 405	4 20 96 772	43 59 096	50 52 77 081	28 31 62 248	2 15 50 152	3 63 778	30 43 48 622	20 09 28 459

NOTE:

Plant & machinery of Rs. 2 47 140/- has been capitalized for foreign exchange loss during the year (previous year Rs. 32 92 637/- decapitalized being forex gain) following the notification of MCA dated 31.03.2009 relating to AS-11 on The effect of changes in Foreign Exchange Rates.

**SCHEDULE 5 : INVESTMENTS**

	2010-11 (Rs.)	2009-10 (Rs.)
QUOTED INVESTMENTS (AT COST)		
LONG TERM		
(Other than Trade, Fully Paid-up)		
NIL (Previous year 2 50 000 Nos.) Equity Shares of Rs. 2/- each of Dalmia Cement (Bharat) Ltd.#	-	6 26 14 372
3 12 247 Nos. (Previous year Nil) Equity Shares of Rs. 2/- each of Dalmia Bharat Sugar & industries limited #	2 35 01 672	
2 50 000 Nos. (Previous year Nil) Equity Shares of Rs. 2/- each of Dalmia Bharat Enterprises Ltd.#	4 28 90 845	
CURRENT INVESTMENTS - OTHERS		
(At Cost or Fair value whichever is lower)		
Investments in Mutual Fund (Unquoted)		
943 Units (Previous year Nil) Mutual Funds of HDFC Prudence Fund Growth	2 00 000	
707 Units (Previous year Nil) Mutual Funds of HDFC Equity Fund Growth	2 00 000	
	<u>6 67 92 517</u>	<u>6 26 14 372</u>
AGGREGATE AMOUNT OF :		
Quoted Investments	6 63 92 517	6 26 14 372
(Market value as on 31.03.2011 Rs. 5 38 37 602 (Previous Year Rs. 6 29 50 000))		
Unquoted Investments		
(Market value as on 31.03.2011 Rs. 4 02 104 /- (Previous Year Rs. Nil)	4 00 000	

PURCHASES & SALES OF SECURITIES DURING THE YEAR 2010-11 :	No. of Shares	Cost (Rs.)
Name of The Company		
Dalmia Bharat Sugar & Industries Ltd	1 753	1 05 912
#Refer Note No. B-7 of schedule 12		

SCHEDULE 6 : CURRENT ASSETS, LOANS & ADVANCES

	2010-11 (Rs.)	2009-10 (Rs.)
CURRENT ASSETS		
INVENTORIES		
Raw Materials	24 29 89 946	16 14 01 900
Finished Goods	1 41 71 960	1 31 13 699
Stock-in-Process	1 58 05 573	1 10 27 232
Consumable Stores	2 28 44 655	1 21 00 321
	<u>29 58 12 134</u>	<u>19 76 43 152</u>
SUNDRY DEBTORS		
Considered Good		
Outstanding for a period exceeding six months		
- Secured	1 13 404	47 953
- Unsecured	24 87 952	36 41 343
Other Debts		
- Secured	7 65 73 468	5 22 00 080
- Unsecured	17 60 37 136	13 57 11 766
	<u>25 52 11 960</u>	<u>19 16 01 142</u>

**CASH AND BANK BALANCES****Balance with Scheduled Banks**

- On Current Accounts

1 24 94 1541 07 01 7161 24 94 1541 07 01 716**LOANS & ADVANCES**

(Unsecured-Considered good)

Advances recoverable in cash or in-kind or for value to be received

1 48 03 0053 49 19 373

Claims Receivable

69 48 73268 06 151

Advance Tax (including Income Tax Deducted at Source)

12 66 98 8958 62 07 757

Deposits with Govt. Departments & Others

65 50 81264 44 662

Income tax refundable

7 17 6438 91 425

Excise duty refundable

2 17 87 1671 38 67 664

CENVAT Receivable

1 86 91 2521 00 59 02219 61 97 50616 11 96 05475 97 15 75456 11 42 064**SCHEDULE 7 : CURRENT LIABILITIES & PROVISIONS**

	2010-11 (Rs.)	2009-10 (Rs.)
CURRENT LIABILITIES		
Sundry Creditors (refer note nos. B-8 & 9 of Notes on Accounts of Schedule 12)	15 21 63 340	11 68 17 031
Advances from Customers	7 14 698	18 19 204
Deposits from Dealers	40 50 000	37 50 000
Un Claimed Dividends	12 07 317	
Other Liabilities	3 22 16 689	2 74 54 367
	<u>19 03 52 044</u>	<u>14 98 40 602</u>
PROVISIONS		
For Taxation	12 86 00 000	8 76 00 000
For Proposed Dividend	79 57 500	
For Tax on Final Dividend	13 21 641	
For Gratuity and Leave Encashment	7 77 539	10 75 393
For Excise and Custom Duty on Stock	13 23 401	15 27 429
	<u>13 99 80 081</u>	<u>9 02 02 822</u>
	<u>33 03 32 125</u>	<u>24 00 43 424</u>

SCHEDULE 8 : SALES

	2010-11 (Rs.)	2009-10 (Rs.)
Sales	1 98 47 35 072	1 60 69 11 284
Export Benefits	2 08 19 547	1 71 89 518
	<u>2 00 55 54 619</u>	<u>1 62 41 00 802</u>

SCHEDULE 9 : OTHER INCOME

	2010-11 (Rs.)	2009-10 (Rs.)
Dividend - other than trade		
- Long Term Investments	2 50 000	14 75 236
Interest Received	18 50 685	28 91 984
(Including TDS Rs. 67 435/- Previous Year Rs. 3 57 123/-)		
Excess Provision Written back	21 02 886	14 31 750
Profit on Sale of Fixed Assets (Net)	2 70 634	
Profit on Sale of Investments (Net) - other than trade		
- Long Term Investments	-	6 56 05 341
- Current Investments	-	7 63 128
Miscellaneous Income (refer note no. B-4 (b) of Schedule 12)	2 06 66 892	1 07 73 611
(Including TDS Rs. 9 898 /- Previous Year Rs. 233/-)		
	<u>2 51 41 097</u>	<u>8 29 41 050</u>

**SCHEDULE 10 : TRADING , MANUFACTURING & OTHER EXPENSES**

	2010-11		2009-10	
	(Rs.)		(Rs.)	
RAW MATERIALS CONSUMED				
Stock At Opening	16 14 01 900		12 71 46 528	
Add : Purchases	1 52 97 50 079		1 19 28 23 560	
	1 69 11 51 979		1 31 99 70 088	
Less : Stock At Closing	24 29 89 946	1 44 81 62 033	16 14 01 900	1 15 85 68 188
TRADING PURCHASE				
			1 15 23 960	1 15 23 960
(INCREASE) / DECREASE IN STOCK IN PROCESS				
-At Opening	1 10 27 232		1 42 07 017	
-At Closing	1 58 05 573	(47 78 341)	1 10 27 232	31 79 785
FINISHED GOODS				
-At Opening	1 31 13 699		1 63 96 359	
-At Closing	1 41 71 960	(10 58 261)	1 31 13 699	32 82 660
MANUFACTURING EXPENSES				
Stores, Spares & Packing Materials	1 93 39 506		1 87 45 697	
Carriage Inward & Others	2 22 82 202		2 07 77 836	
Power & Fuel	3 23 39 728		2 85 02 347	
Repairs & Maintenance				
- Buildings	36 31 551		56 63 959	
- Plant & Machinery	18 37 938		13 55 458	
- Others	14 93 915		10 72 600	
Excise Duty On Stock	(2 04 028)	8 07 20 812	(2 23 330)	7 58 94 567
PAYMENTS TO & PROVISIONS FOR EMPLOYEES				
Salaries, Wages & Bonus etc.	8 54 73 276		6 96 19 960	
Contribution to Provident & Other Funds	51 46 167		42 95 027	
Employees Welfare Expenses	35 02 496	9 41 21 939	37 57 483	7 76 72 470
SELLING & DISTRIBUTION EXPENSES				
Commission	1 74 76 104		1 58 46 498	
Freight, Forwarding & Others	2 24 19 328	3 98 95 432	1 71 31 174	3 29 77 672
OTHER EXPENSES				
Auditors' Remuneration	1 99 091		1 81 924	
Insurance Expenses	34 13 108		32 74 746	
Directors' Sitting Fee	10 000		13 500	
Rent	12 55 500		12 73 550	
Rates & Taxes	4 40 456		8 47 922	
Bank Charges	62 44 108		57 96 633	
Charity and Donation	11 35 000		10 36 000	
Printing & Stationery	12 22 565		11 36 559	
Travelling and Conveyance	1 96 74 905		1 69 41 492	
Telephone & Postage	24 44 961		25 15 478	
Loss on Sale of Fixed Assets			3 95 742	
Miscellaneous Expenses	1 87 86 495	5 48 26 189	1 80 61 245	5 14 74 791
		1 71 18 89 803		1 41 45 74 093

**SCHEDULE 11 : INTEREST**

	2010-11	2009-10
	(Rs.)	(Rs.)
On Term Loan	18 76 317	19 89 325
On Working Capital Borrowings	91 66 145	29 20 872
On Others	37 54 607	11 90 111
	<u>1 47 97 069</u>	<u>61 00 308</u>

SCHEDULE 12 : ACCOUNTING POLICIES AND NOTES ON ACCOUNTS**A. ACCOUNTING POLICIES :****1. Basis of Accounting**

- (a) The financial statements are prepared on Historical Cost basis and on the principles of going concern. The accounting policies not specifically referred to otherwise, are consistent and in consonance with generally accepted accounting principles.
- (b) All income and expenditure are being accounted for on accrual basis.

2. Use of Estimates

In preparing Company's financial statements in conformity with accounting principles generally accepted in India, management is required to make estimates and assumptions that affect the reported amount of assets and liabilities and the disclosure of contingent liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Actual results could differ from those estimates. Any revision to accounting estimates is recognized in the period the same is determined.

3. Revenue Recognition

- (a) Revenue for sale of goods is recognized at the point of despatch of material to customers from plant. Sale includes excise duty, and is net of all rebates and discounts.
- (b) Company continues to account for export benefits on accrual basis on utilisation of advance licences.

4. Fixed Assets

- (a) Fixed Assets are stated at cost of acquisition or construction less accumulated depreciation and Cenvat benefit availed on capital goods. All expenses relating to acquisition or installation of fixed assets and pre-operative expenses till the date of commencement of commercial production are capitalised.
- (b) No amortisation of lease hold land is done, in view of long tenure of lease & which is generally renewed after the lease period.

5. Borrowing Cost

Borrowing Cost attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets upto the date when such assets are ready for intended use. Other borrowing costs are charged as expenses in the year in which they are incurred.

6. Depreciation

Depreciation on fixed assets is provided on straight-line method (on-shift basis) in accordance with the rates specified in Schedule XIV to the Companies Act, 1956. Depreciation on Capitalized Exchange Fluctuation is charged over the remaining useful life of the assets.

7. Investments

Long Term Investments are stated at cost and the same are recorded on trade date.

8. Inventory

Inventories are valued as under :-

Finished Goods

- at lower of cost (cost includes prime cost, appropriate portion of overheads etc.) or net realisable value. Excise duty on goods lying at plant at the year end is provided and considered for valuation of stocks.

Stock in Process

- at Cost (cost includes prime cost, appropriate portion of overheads etc.)



- Raw Materials - at Cost - net of cenvat credit (on weighted average basis). Custom duty on stocks lying in bonded warehouse at the year end is provided and considered for valuation of stocks.
- Stores & Spares - at Cost - net of cenvat credit (on weighted average basis).
- Waste - at estimated realisable value.

9. Research and Development

Research and Development expenditure is booked to the respective heads of the accounts and charged to revenue in the year in which it is incurred. Capital Expenditure on Research and Development is shown as an addition to Fixed Assets.

10. Foreign Currency Transactions

Foreign Currency Transactions are recorded at the exchange rates prevailing on the date of the transactions. Gains and losses arising out of subsequent fluctuations are accounted for on actual payments or realisations as the case may be. Current assets and liabilities denominated in foreign currency as on Balance Sheet date are converted at the exchange rates prevailing on that date and Exchange differences arising out of such conversion are recognised in the Profit and Loss Account. Exchange differences on forward contracts are recognized in the Profit and Loss Account over the length of the contract. Any profit or loss arising on cancellation or renewal of forward contract is recognized as income or expense as the case may be in the Profit and Loss Account.

11. Deferred Tax

Deferred Tax resulting from timing differences between book profit and taxable profit are accounted by using the current rate of tax to the extent the timing differences are expected to crystallise.

12. Retirement Benefits

Contribution to provident fund schemes and Employee State Insurance Scheme made to appropriate authorities which are defined contribution schemes, are charged to profit & loss account on accrual basis. Gratuity and leave encashment which are defined benefit schemes, are funded with as per specified Fund Scheme administered by LIC or provided for on accrual basis based upon the actuarial valuation determined by LIC.

13. Impairment of Assets

The Company, in accordance with the Accounting Standard (AS) 28 "Impairment of Assets" issued by The Institute of Chartered Accountants of India, has adopted the practice of assessing at each Balance Sheet date whether there is any indication that an asset may be impaired. If any such indication exists, then the company provides for the loss for impairment of Assets after estimating the recoverable amount of the assets.

14. Leases

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased items, are classified as operating leases. Lease payment in respect of such leases are recognized as an expenses in the Profit & Loss account on a straight line basis over the lease term or extended term.

15. Earning Per Share

Basic Earning Per Share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by weighted average number of equity shares outstanding during the period.

16. Provisions, Contingent Liabilities and Contingent Assets

Provision is made as per Accounting Standard (AS) 29 "Provisions, Contingent Liabilities and Contingent Assets" issued by The Institute of Chartered Accountants of India, in respect of any present obligation as a result of a past event that could lead to probable outflow of resources which would be required to settle the obligation.

B. NOTES ON ACCOUNTS**1. (a) Contingent liabilities not provided for in respect of**

	2010-11 (Rs.)	2009-10 (Rs.)
(i) Letter of Credit against purchase of raw material	5 70 21 853	3 00 13 226
(ii) Bonds Executed with Customs & Excise Authorities	30 00 000	4 30 00 000
(iii) Showcause notices in respect of Excise duty matters pending with adjudicating authority for necessary order.	30 17 941	23 09 941
(iv) Income Tax matter in appeals	1 53 830	12 80 404
(v) Sales Tax & Entry tax demands not admitted by the company and for		



which appeals have been filed with appropriate authorities.	8 28 817.	66 496
(vi) Bill discounting with banks [since realised Rs. 1 10 56 103/- (2009-10 Rs. Nil)]	3 27 19 896	NIL
(vii) Service Tax demand not admitted by the company and for which appeals have been filed with appropriate authorities.	24 490	24 490
(b) Estimated amount of contracts (Net of advances) remaining to be executed on Capital Account and not provided for Rs. 31 53 062/- (2009-10 Rs. 4 24 16 172/-)		
2. Managerial Remuneration	2010-11	2009-10
	(Rs.)	(Rs.)
Salary and Allowances	55 00 000	42 00 000
Contribution to Provident Fund etc.	5 40 000	4 32 000
Commission on Net Profit to the Managing Director	14 89 304	11 29 332
Monetary value of perquisites	17 08 800	13 14 346
	<u>92 38 104</u>	<u>70 75 678</u>
Calculation of Net Profit u/s 198 of the Companies Act, 1956 (Read with section 349 & 350 of the said Act):-		
Profit before Tax	13 99 84 239	17 16 12 248
Add :		
Directors Remuneration as above	92 38 104	70 75 678
Directors Sitting Fee	10 000	13 500
Wealth Tax	23 681	32 503
Loss on Sale of Fixed Assets	-	3 95 742
Loss on cancellation of foreign exchange contract	-	1 73 229
Total	<u>92 71 785</u>	<u>76 90 652</u>
Less :		
Profit on Sale of Investments	-	6 63 68 469
Profit on Sale of Fixed Assets	2 70 634	-
Profit on Sale of Shares	55 018	1 215
Total	<u>3 25 652</u>	<u>6 63 69 684</u>
Net Profit as per Section 349 of the Companies Act ,1956	<u>14 89 30 372</u>	<u>11 29 33 216</u>
Commission @ 1% of the above	<u>14 89 304</u>	<u>11 29 332</u>
3. Auditors' Remuneration	2010-11	2009-10
	(Rs.)	(Rs.)
As Auditors	1 35 000	1 00 000
For Tax Audit	30 000	25 000
For Other Services	-	25 000
Travelling & Other Expenses	34 091	31 924
	<u>1 99 091</u>	<u>1 81 924</u>
4. (a) Trading, Manufacturing & Other expenses includes Rs 1 26 78 558/- (2009-10 Rs. 99 65 648/-) in respect of Research & Development activities undertaken during the year.		
(b) Miscellaneous Income includes Rs. 1 80 40 786/- (2009-10 Rs. 83 74 170/-) credited (Net) on account of Foreign Exchange fluctuation.		
(c) Share Capital includes Rs. 25 00 000/- being amount on account of allotment of shares (for consideration other than Cash) upon amalgamation.		
(d) Capital expenditure of Rs. 27 82 042/- (2009-10 Rs. 57 00 623/-) has been made during the year on Research & Development.		
5. The Insurance claim filed with Insurance Company / IOC on account of damages / loss Caused due to fire in IOC Depot adjacent to our Sitapura Factory at Jaipur in Oct., 2009 is under process of settlement.		



6. Provision for deferred tax liability (net) has increased by Rs. 34 42 702/- (2009-10 reduced by Rs. 38 88 718/-) during the year and is based on Accounting Standard (AS) 22 "Accounting for Taxes on Income" issued by The Institute of Chartered Accountants of India, in respect of timing differences between book profit and taxable profit.

DETAILS OF DEFERRED TAX LIABILITIES

	2010-11	2009-10
	(Rs.)	(Rs.)
Deferred Tax Liabilities		
- Depreciation	2 30 74 841	1 90 34 129
- Research & Development	73 57 608	79 55 618
Closing Balance	3 04 32 449	2 69 89 747

7. The Company Dalmia Cement (Bharat) Ltd. had a scheme of de-merger whereby its assets were transferred to new companies namely Dalmia Bharat Sugar & Industries Limited and Dalmia Bharat Enterprises Ltd. Accordingly, shares of these companies were received in lieu of earlier holding of shares of Dalmia Cement (Bharat) Ltd.
8. Sundry Creditors include acceptances of Rs. 11 99 61 007/- (2009-10 Rs. 9 63 35 988/-).
9. Details of Suppliers covered under the Micro, Small and Medium Enterprises Development Act, 2006, and which have furnished the information regarding filing of necessary memorandum with appointed authority is as under:-
- Amount outstanding at the year end - Rs. 45 71 710/- (2009-10 Rs. 2 14 247/-)
 - Interest payable on delayed payments - Rs. NIL (2009-10 Rs. NIL)

	2010-11	2009-10
10. Earnings per share calculation		
Net Profit after Tax adjustments for prior years - used as numerator in calculating Basic and Diluted Earnings per share (Rs.)	9 55 41 537	14 19 15 095
Weighted average number of Equity Shares Outstanding (Nos.)	1 06 10 000	1 17 33 040
Earnings per share (Basic and Diluted) (Rs.)	9.00	12.10

11. Segment Reporting**A. Geographical Segment (Primary Segment)**

Since the Export operations contribute more than 10 % of the company's total revenue, the Geographical Segment has been considered as primary segment and for that disclosure has been divided into sales within India (Sales to customers located within India) and sales outside India (Sales to customers located outside India). The relevant information is as under:

(Rs. in Lacs)

	2010-11			2009-10		
	Within India	Out-side India	Total	Within India	Out-side India	Total
(I) Segment Revenue						
Sales (including export benefits)	14 911.26	5 144.29	20 055.55	12 016.13	4 224.88	16 241.01
Other Income (unallocable) (net of interest income)			52.50			716.74
Total Revenue	14 911.26	5 144.29	20 108.05	12 016.13	4 224.88	16 957.75
(II) Segment Results						
Profit before Interest, Tax & Unallocable Exp.	1 481.48	231.08	1 712.56	1 006.68	218.19	1 224.87
Less: Interest (net) (unallocable)			129.46			32.08
Other Unallocable Expenses (Net of unallocable income)			183.26			(523.33)
Profit before tax			1 399.84			1 716.12
Taxes			444.43			312.11
Add: Tax adjustment of prior year			-			15.14
Profit after tax			955.41			1 419.15

(III) Capital Employed

Assets used in the Company's business are not capable of being specifically identified with any of the segments and it is not practicable to provide segmental disclosures in relation to total assets and liabilities with any reasonable degree of accuracy.

**B. Business Segment (Secondary Segment)**

The company is in the business of manufacture of Masterbatches and Engineering Plastic Compounds. Since the operations of Engineering Plastic Compounds contributes less than 10 % of the company's total revenue/profits, the operations of Masterbatches is treated as one reportable business segment.

12. Related Party Disclosures :-**A. Names of the Related parties "Holding Significant Influence" and "Key Management Personnel" under the Accounting Standard (AS-18) are as under:-****i. Parties holding significant influence**

M/s.Trustline Capital Finance Ltd., Pluto Trade links Ltd. and G.K.S. Holdings Ltd.

ii. Key Management Personnel

Shri S.S. Poddar - Managing Director

Shri R.K. Sureka - Director & CEO

iii. Relatives of the Key Management Personnel

Smt. Kusum Poddar - Director of the company and wife of Managing Director.

Smt. Sushma Sureka - Wife of Director & CEO

B. The following transactions were carried out with the related parties during the year :-

	2010-11 (Rs.)	2009-10 (Rs.)
(i) Related Parties / Parties Holding Significant Influence		
1. Rent Paid (net of recovery of Rs. 2 70 000/- Previous year Rs. 5 40 000/-)	11 70 000	10 80 000
2. Consideration for purchase of immovable property	-	1 35 00 000

(ii) Key Management Personnel

There is no transaction other than managerial remuneration paid as per terms of appointment duly approved by the shareholders. Following are the details of such managerial remuneration:

Particulars	2010-2011		2009-2010	
	Sh. S.S. Poddar, Managing Director	Sh. R.K. Sureka, Director & CEO	Sh. S.S. Poddar, Managing Director	Sh. R.K. Sureka, Director & CEO
Salary and Special Allowance	37 00 000	18 00 000	24 00 000	18 00 000
Contribution to Provident Fund	3 24 000	2 16 000	2 16 000	2 16 000
Others- perquisites value	8 83 800	8 25 000	4 89 346	8 25 000
Commission on Profit to the Managing Director	14 89 304	-	11 29 332	-
Total (Rs.)	63 97 104	28 41 000	42 34 678	28 41 000

13. Employee Benefits

The Company has calculated the various benefits provided to employees as under:-

A) Defined Contribution Plans

Provident Fund

During the year the Company has recognised the following amounts in the Profit and Loss Account:

	2010-11 (Rs. in Lacs)	2009-10 (Rs. in Lacs)
For the year ended 31st March, 2011		
Employers Contribution to Provident Fund	28.38	23.27

B) State Plans

a) Employee State Insurance

b) Employee's Pension Scheme 1995

During the year the Company has recognized the following amounts in the Profit and Loss Account:

	2010-11 (Rs. in Lacs)	2009-10 (Rs. in Lacs)
For the year ended 31st March, 2011		
Employers Contribution to Employee State Insurance	6.84	4.36
Employers Contribution to Pension Scheme	11.76	11.56



C) Defined Benefit Plans

- a) Gratuity
b) Leave Encashment

The discount rate assumed is 8% which is determined by reference to market yield at the Balance Sheet date on government bonds. The estimates of future salary increase considered in actuarial valuation, taking account of inflation, seniority promotion and other relevant factors, such as supply and demand in the employment market. Reconciliation of opening and closing balances of the present value of the defined benefit obligation:

	2010-11 (Rs. in Lacs)		2009-10 (Rs. in Lacs)	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Present Value of obligation as at period closing 31st March, 2010	86.26	34.88	67.50	29.54
Current service cost	8.11	2.78	7.97	2.78
Interest cost	6.41	2.66	4.90	0.92
Actuarial (gain)/loss	23.70	7.08	8.37	2.56
Benefit paid	0.53	0.33	2.48	0.92
Present value of obligation as at period ended 31st March, 2011	123.95	47.07	86.26	34.88

Reconciliation of the present value of defined benefit obligation and the fair value of the plan assets:

	(Rs. in Lacs)		(Rs. in Lacs)	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Present value of obligation as at period ended 31st March, 2011	123.95	47.07	86.26	34.88
Fair value of plan assets at period end	132.70	47.04	92.01	31.85
Funded status excess of Actual over estimated				
Assets / (Liabilities) recognized in the Balance Sheet	(8.75)	0.03	(5.75)	3.03

Cost recognized for the period (Included under Salaries, Wages, Allowances, Bonus and Gratuity)

	(Rs. in Lacs)		(Rs. in Lacs)	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Current Service Cost	8.11	2.78	7.97	2.78
Interest cost	6.41	2.66	4.90	0.92
Expected return on plan assets	(8.02)	(2.79)	(4.78)	0.00
Actuarial (gain) / loss	23.70	7.08	8.37	2.56
Net cost recognised for the period	30.20	9.73	16.46	6.26

14. Pursuant to Notification dated March 31, 2009 issued by Ministry of Corporate Affairs, the company has exercised the option available under the newly inserted Paragraph 46 to the Accounting standard AS-11 "The effect of changes in Foreign Exchange Rates" to add or deduct the Foreign Exchange fluctuation to capital cost of the Assets. Accordingly, Rs. 2 47 140/- has been capitalized for foreign exchange loss during the year (previous year Rs. 32 92 637/- decapitalized being forex gain) in the cost of Capital Assets.

15. Additional information pursuant to Part II of Schedule VI to The Companies Act, 1956.

A. Particulars of Capacity	2010-11	(Qty. in M.T.) 2009-10
Licensed Capacity (p.a.)		
Speciality Masterbatches (Including Engineering Plastic Compounds)	N.A.	N.A.
Installed Capacity (p.a.)*		
Speciality Masterbatches (Including Engineering Plastic Compounds)	11 100	8 400

*As certified by the management. It depends upon a particular product mix and varies due to change in product mix.



B. Production, Purchase, Turnover & Stocks										
Particulars	Opening Stock		Purchase		Production		Turnover		Closing Stock	
	Qty.	Rs.	Qty.	Rs.	Qty.	Rs.	Qty.	Rs.	Qty.	Rs.
Speciality Masterbatches										
2010-2011	186.14	118.01	-	-	10342.90	-	10296.05	19831.43	232.99	131.68
(2009-2010)	269.60	147.22	-	-	9255.75	-	9339.21	15929.65	186.14	118.01
Engineering Plastic Compounds										
2010-2011	11.48	13.13	-	-	10.47	-	10.09	2.77	11.86	10.04
(2009-2010)	14.55	16.74	-	-	4.79	-	7.86	12.31	11.48	13.13
Trading sales										
2010-2011	-	-	-	-	-	-	-	13.15	-	-
(2009-2010)	-	-	-	115.24	-	-	-	127.15	-	-

C. Raw Materials Consumed	2010-11		2009-10	
	(Qty.)	(Rs. in lacs)	(Qty.)	(Rs. in lacs)
Polymer resins	5977.61	4871.46	3415.17	3454.60
Pigments	3838.05	8820.36	5282.77	7664.52
Waxes	226.40	639.55	213.66	347.88
Others	469.84	150.25	510.78	118.68
Total	10511.90	14481.62	9422.38	11585.68

D. Consumption of Raw Materials, Stores & Spares	2010-11		2009-10	
	(Rs. in lacs)	(%)	(Rs. in lacs)	(%)
Imported				
Raw Materials	8560.84	59.12	7573.61	65.37
Stores & Spares	24.46	12.65	27.90	14.88
Indigenous				
Raw Materials	5920.78	40.88	4012.07	34.63
Stores & Spares	168.94	87.35	159.56	85.12

E. Imports (CIF Value)	2010-11	2009-10
	(Rs. in lacs)	(Rs. in lacs)
Raw Materials	8028.09	6900.29
Stores & Spares	96.60	17.71
Capital Goods	477.31	120.06

F. Expenditure in Foreign Currency		
Travelling Expenses	86.91	68.18
Technical Consultancy	9.46	12.12
Commission (on remittance basis)	18.47	12.70
Interest on Buyers credit & Foreign currency Term Loan	15.70	24.08
Others	0.35	1.59

G. Earnings in Foreign Currency		
From Export of Goods (on FOB)	4837.58	3990.44

H. Earnings Per Share (In Rs.)		
(Nominal Value of Rs. 10/- per share)		
Basic and diluted Earnings per share (Rs.)	9.00	12.10



16. Previous year figures have been regrouped/rearranged wherever considered necessary and paises have been rounded off to the nearest rupee.

17. Balance Sheet Abstract and Company's General Business Profile

(Rs. in thousand)

I. Registration Details

Registration No.	06307	State Code	17
Balance Sheet Date :	31st March, 2011		

II. Capital Raised during the Year

Public Issue	Nil	Rights Issue	Nil
Bonus Issue	Nil	Pvt. Placement	Nil

III. Position of Mobilisation and Deployment of Funds

Total Liabilities	8 05 420	Total Assets	8 05 420
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Sources of Funds

Paid up Capital	1 06 100	Reserves & Surplus	4 28 659
Secured Loans	2 00 895	Unsecured Loans	39 333
Deferred Tax	30 433		

Application of Funds

Net Fixed Assets	3 09 244	Investments	66 792
Net Current Assets	4 29 384	Misc. Expenditure	

IV. Performance of Company

Turnover-Net (including other income)	18 89 943	Total Expenditure	17 49 959
Profit Before Tax	1 39 984	Profit After Tax	95 542
Earning Per Share (Rs.)(Annualised)	9.00	Dividend rate %	22.50

V. Generic Names of Principal Products

Item Code No. (ITC Code)	320619, 381230.19 & 320630.00
Product Description	Specialty Masterbatches
Item Code No. (ITC Code)	390799 & 390890
Product Description	Engineering Plastic Compounds

Schedule 1 to 12 form an integral part of the Balance Sheet and Profit and Loss Account and have been duly authenticated.

In terms of our report of even date attached.

For and on behalf of the Board of Directors

For K.N.GUTGUTIA & COMPANY
CHARTERED ACCOUNTANTS

B.R. GOYAL
PARTNER
Membership No. 12172
ICAI'S FRN 304153E

NAVIN JAIN
COMPANY SECRETARY

R.K.SUREKA
DIRECTOR & CEO

PLACE : MUMBAI (CAMP)
DATE : 28th MAY, 2011

B.K. BOHRA
Sr. GM (Legal & Comm.)

S.S.PODDAR
MANAGING DIRECTOR

**CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2011**

(Amount in Rs.)

DESCRIPTION	2010-11	2009-10
(A) CASH FLOW FROM OPERATING ACTIVITIES :		
Profit Before Tax	13 99 84 239	17 16 12 248
Adjustments for :		
Depreciation	2 32 72 098	2 15 50 152
Interest Paid	1 47 97 069	61 00 308
Excess Provision written back	(21 02 886)	(14 31 750)
(Profit)/Loss on Sale of Investments	-	(6 63 68 469)
(Profit)/Loss on Sale of Fixed Assets	(2 70 634)	3 95 742
Unrealized (Gain)/Loss on Exchange - Net	(58 34 316)	4 65 512
Interest Received (on Loans)	(4 43 858)	(15 78 082)
Dividend Received	(2 50 000)	(14 75 236)
Operating Profit Before Working Capital Changes	16 91 51 712	12 92 70 425
Adjustments for :		
Trade and Other Receivables	(6 07 19 875)	(25 16 172)
Inventories	(9 81 68 982)	(2 65 24 864)
Other Current Assets	1 06 110	(3 71 39 132)
Trade Payables	3 82 89 682	1 85 80 477
Other Liabilities	67 66 137	1 78 62 743
Income Tax Paid (including TDS)	(3 51 07 562)	(3 50 93 757)
Income Tax Provision Written Back	-	15 14 129
NET CASH FROM OPERATING ACTIVITIES (A)	2 03 17 222	6 59 53 849
(B) CASH FLOW FROM INVESTING ACTIVITIES :		
Purchases / Additions in Fixed Assets (including CWIP) (including exchange fluctuation difference capitalised Rs. 2 47 140/-) (previous year decapitalised Rs. 32 92 637)	(13 36 11 577)	(2 77 94 637)
Sale of Fixed Assets	24 87 320	35 99 576
(Purchase)/Sale of Investments (Net)	(41 78 145)	(2 46 61 379)
Interest Received (on Loans)	4 43 858	15 78 082
Dividend Received	2 50 000	14 75 236
Profit/(Loss) on Sale of Investments	-	6 63 68 469
NET CASH USED IN INVESTING ACTIVITIES (B)	(13 46 08 544)	2 05 65 347
(C) CASH FLOW FROM FINANCING ACTIVITIES :		
Buy back of Share Capital	-	(5 67 87 105)
Proceeds from / Repayment of Long Term Borrowings (Payment Rs.1 70 71 264 /- and effect of exchange fluctuation Rs. 2 47 140/-)	5 23 49 815	(2 24 17 705)



Dividend & Dividend tax	(1 85 58 435)	
Proceeds from / repayment of Unsecured loans	1 66 70 309	(1 92 34 717)
Changes in Working Capital Borrowings	8 04 19 140	1 15 48 195
Interest Paid	(1 47 97 069)	(61 00 308)
NET CASH FLOW FROM FINANCING ACTIVITIES (C)	11 60 83 760	(9 29 91 640)
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	17 92 438	(64 72 444)

CASH AND CASH EQUIVALENTS :

At the Beginning of the year	1 07 01 716	1 71 74 160
At the End of the Year	1 24 94 154	1 07 01 716
	<u>17 92 438</u>	<u>(64 72 444)</u>

NOTES :**(I) CASH AND CASH EQUIVALENTS COMPRISES :**

Cash in Hand

Balance with Scheduled Banks

On Current Accounts

	1 24 94 154	1 07 01 716
Total	1 24 94 154	1 07 01 716

(i) The above Cash Flow statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard-3 on Cash Flow Statements issued by The Institute of Chartered Accountants of India.

(ii) Previous year figures have been regrouped / rearranged to make them comparable, wherever considered necessary.

In terms of our report of even date attached.

For K.N.GUTGUTIA & COMPANY

CHARTERED ACCOUNTANTS

For and on behalf of the Board of Directors

B.R. GOYAL
PARTNER
Membership No. 12172
ICAI'S FRN 304153E

NAVIN JAIN
COMPANY SECRETARY

R.K.SUREKA
DIRECTOR & CEO

PLACE : MUMBAI (CAMP)
DATE : 28th MAY, 2011

B.K. BOHRA
Sr. GM (Legal & Comm.)

S.S.PODDAR
MANAGING DIRECTOR

FORM OF PROXY
PODDAR PIGMENTS LIMITED

Registered Office : E-10, 11 & F-14 to 16, RIICO Industrial Area, Sitapura,
Jaipur - 302 022 (Rajasthan)

Regd. Folio No. D.P. Id No. Client Id No.....

I/We of in the District
of being a member of the above named Company, hereby
appoint of in the district
of or failing him..... of
..... in the district of

as my/our proxy to vote for me/us on my/our behalf at the Twentieth Annual General Meeting of the
Company to be held on Saturday, the 27th August, 2011 or at any adjournment thereof.

Signature

Revenue
Stamp of
Re. 1/-

Signed this day of 2011

Note : The proxy duly completed must be deposited at the Registered Office of the Company not less
than 48 hours before the time for holding the Meeting.

PODDAR PIGMENTS LIMITED

ATTENDANCE SLIP

TWENTIETH ANNUAL GENERAL MEETING - 27 TH AUGUST, 2011

Regd. Folio No. D.P. Id No. Client Id No.....

I certify that I am registered shareholder/proxy for the registered shareholder(s) of the Company.

I hereby record my presence at the Twentieth Annual General Meeting of the Company at the Regd.
Office at E-10,11 & F-14 to 16, RIICO Industrial Area, Sitapura, Jaipur-302 022 (Rajasthan) on Saturday,
the 27th August, 2011 at 11.00 A.M.

Member / Proxy - Name in Block Letters :

Member / Proxy - Signature :

BOOK POST



If undelivered, please return to :
PODDAR PIGMENTS LTD.
E-10, 11 & F-14 to 16
RIICO Industrial Area, Sitapura,
Jaipur - 302 022 (Raj.)