

# SHREEJI DYE CHEM LIMITED

## ***Board Of Directors***

*Amrutbhai T. Patel*

*Lavjibhai Patel*

*Dipakbhai Patel*

## ***Auditors:***

*M. Parmar & Co.*

*Chartered Accountants*

*Ahmedabad*

## ***Regd. Office.***

*B/508, Ganesh Plaza,*

*Fifth Floor*

*Opp. Navrangpura Bus Stop*

*Navrangpura,*

*Ahmedabad – 380 009*

***19<sup>TH</sup> ANNUAL REPORT***  
***2009-10***

## NOTICE

To,  
The Shareholder,  
**SHREEJI DYE CHEM LIMITED**  
Ahmedabad

**NOTICE** is hereby given that the Twentieth Annual General Meeting of the Shareholders of the Company will be held on Friday, the **30<sup>th</sup> September, 2010** at 10.00 a. m. at the Registered office of the Company at B/508, Ganesh Plaza, Fifth Floor, Opp. Navrangpura Bus Stop Ahmedabad, Gujarat-380009(India) to transact the following business:

### **ORDINARY BUSINESS:**

1. To receive consider and adopt the Balance Sheet as at 31-03-2010 and the Profit and Loss Account for the period ended on that date and the Auditors' Report thereon.
2. To receive, consider and adopt the Directors' report for the financial Year ended on 31-03-2010.
3. To appoint a Director in place of **SHRI LAVJIBHAI PATEL** who retires by rotation and being eligible offers himself for reappointment.
4. To appoint **M. PARMAR & CO.**, Chartered Accountants, as statutory Auditors of the company to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting of the company and to fix their remuneration.

**Regd. Office:**  
B/508, Ganesh Plaza, Fifth Floor,  
Opp. Navrangpura Bus Stop,  
Ahmedabad, Gujarat-380009(India)  
**Date:** 01/09/2010

**FOR & ON BEHALF OF THE BOARD**

  
Chairman

### **NOTE:**

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and to vote instead of himself and proxy need not be a member of the company. The proxy must be lodged with the company not less than 48 hours before the time fixed for holding the meeting.
2. The Register of Members and Share Transfer book of the company will remain closed from **24.09.2010 to 30.09.2010** (both days inclusive).
3. The shareholders are requested to advise any change of their address immediately to the registered office of the company.
4. Members seeking any further information are required to write to the company at least 7 days before the date of meeting so as to enable the management to keep the information ready at the meeting.
5. Members/Proxies are requested to bring with them duly filled attendance slip for attending the meeting.
6. As an austerity measure, copies of the Annual Report will not be disturbed at the Annual General Meeting. Members are requested to bring their copies at the meeting.

**FORM OF PROXY**

[ Section 176(6) ]

“Name of Company:-

**SHREEJI DYE CHEM LIMITED**

Regd. Office :-

B/508, Ganesh Plaza, Fifth Floor, Opp. Navrangpura Bus Stop, Ahmedabad, Gujarat-380009

I/We.....of ..... in the district of .....  
... .. Being a member/members 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  
Annual General Meeting of the company to be held on Friday, the 30th September, 2010  
at 10.00 a. m. at the Registered office of the Company at B/508, Ganesh Plaza, Fifth  
Floor, Opp. Navrangpura Bus Stop, Ahmedabad, Gujarat-380009 and at any adjournment  
thereof.

Signed this..... day of ..... 2010.

Revenue Stamp of Rs.1
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TO  
THE MEMBERS,  
**SHREEJI DYE CHEM LIMITED**  
AHMEDABAD.

Your Directors have pleasure in presenting this 20<sup>th</sup> Annual Report together with the Audited Accounts of your company for the year ended on **31st March, 2010**.

**FINANCIAL RESULTS:**

PARTICULARS	(Rs. In Lac)	
	31-03-10	31-03-09
Sales & Other Incomes	0.076	4.081
Profit (Loss) Before Taxation & Depreciation	(1.222)	(21.989)
Depreciation	-	0.235
Provision for Taxation including deferred tax	-	-
Profit (Loss) After Taxation	(1.222)	(22.225)
Profit (Loss) Brought forward from previous year	(435.501)	(413.275)
Balance Carried to Balance Sheet	(436.723)	(435.501)

**OPERATION:**

During the year your company has not carried any manufacturing activities due to the circumstances beyond the control of the management of the company.

**DIVIDEND:**

Your directors do not recommend any dividend.

**DIRECTORS:**

In accordance with the provisions of the Companies Act, 1956 and the Companies Articles of Association, Shri Lavjibhai Patel retires by rotation at the ensuing annual general meeting and is being eligible offers himself for reappointment.

**DIRECTORS' RESPONSIBILITY STATEMENT:**

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

- (i) In the preparation of the annual accounts, the applicable accounting standards had been followed;
- (ii) Appropriate accounting policies have been selected and applied prudent so as to give a true and fair view of the state of affairs of the company as at March 31<sup>st</sup> 2010 and of the profit for the year under review,
- (iii) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(iv) The annual accounts have been prepared on a going concern basis;

**LISTING:**

The Company's shares are listed on Ahmedabad Stock Exchange, Bombay Stock Exchange and Madhya Pradesh Stock Exchange.

**PARTICULARS OF EMPLOYEES:**

The particulars of employees falling under the purview of Section 217 2(A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1975.

There is no employee drawing monthly/yearly salary as prescribed under Section 217 2(A) of the Companies Act, 1956.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUT GO:**

The information required under Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 and the forming part of the Report is annexed hereto.

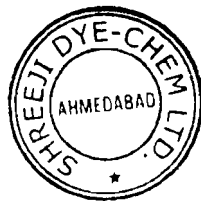
**CORPORATE GOVERNANCE AND MANAGEMENT DISCUSSION ANALYSIS REPORT: is annexed.**

**AUDITORS:** M. PARMAR & Co., Chartered Accountants, Ahmedabad, the Auditors of the Company retires at the conclusion of the forthcoming Annual General Meeting and being eligible offers themselves for reappointment.

Place: Ahmedabad

Date: 01-09-2010

FOR AND ON BEHALF OF THE BOARD



  
CHAIRMAN

**ANNEXURE "A" TO THE DIRECTORS' REPORT**

Particulars of Conservation of Energy, Technology Absorption and foreign exchange earnings and outgo in terms of Section 217(1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 forming part of the Directors' Report for the year ended on **31<sup>st</sup> March, 2010.**

**A. CONSERVATION OF ENERGY:**

- a) Energy conservation measures taken: - The Company has not taken any measure on this behalf.
- b) As of now there is no proposal for additional investments in the matter;
- c) Impact of the measures at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods; None.
- d) Total energy consumption and energy consumption per unit of production as specified in the Schedule thereto.

**B. TECHNOLOGY ABSORPTION:-**

Company does not make any efforts for technology absorption.

**RESEARCH & DEVELOPMENT(R & D):**

1. Specific areas in which R & D carried out by the company: - There is no area in which R&D program is being carried out.
2. Benefits derived as a result of the above R & D.: None
3. Future plan of action.:- The company is planning for future enhanced set up for Research and Developments.
4. Expenditure on R& D: Nil

**C. FOREIGN EXCHANGE EARNINGS AND OUTGO:**

Place: Ahmedabad  
Date: 01-09-2010

**FOR AND ON BEHALF OF THE BOARD**



  
CHAIRMAN

## SHREEJI DYECHEM LIMITED

### [A] MANAGEMENT DISCUSSION AND ANALYSIS:

During the year under review, the company has not carried any commercial activities due to non availing of no objection certificate from the state pollution control board and therefore the. The management therefore think it fit to close the manufacturing activities. The management is constantly endeavoring to come out from the present situation. The management of the company also planning to establish new projects in the near future.

### [B] CORPORATE GOVERNANCE F.Y. 2009-10

#### 1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE :

The company strongly believes in fair, efficient and transparent business operation, fairness to all stakeholders in the company proper disclosure of relevant financial and non-financial information and enhancing shareholder value on a continuing basis.

#### 2. BOARD OF DIRECTORS :

##### (a) Composition and category of Directors and their directorships and committee memberships:

Name of Director	Designation	No. of Board Meetings attended during the year	Whether Attended AGM held on 30.09.2010	No. of other Directorship Held	No. of Other Board Committee Position held	
					As Chairman	As Member
Amrutbhai T. Patel	Managing Director	5	Yes	2	Nil	Nil
Lavjibhai T. Patel	Director	5	Yes	1	Nil	Nil
Dipak A. Patel	Director	5	Yes	Nil	Nil	Nil

While calculating the number of Membership/Chairmanship in committees of other Companies, Membership/Chairmanship of only Audit Committee and shareholder's/Investors' Grievance Committee have been considered pursuant to Clause 49 of the Listing Agreement. None of the Director is a member in more than ten committees and act as a Chairman in more than five committees across all companies in which he is a director.

##### (b) Details of Board Meetings held during the year 2009-2010:

Five Board Meetings were held during the year:-

Date of Meeting	No. of Directors Present
25/04/2009	3
25/07/2009	3
01/09/2009	3
24/10/2009	3
25/01/2010	3

All the meetings of Board of the Company are scheduled well in advance and the Board meets at least once a quarter to review the quarterly performance and the financial results. Agenda of the meeting was prepared and all necessary papers were circulated to the members of Board in advance. All members of the Board have access to all information of the Company and are free to recommend inclusion of any matter in the Agenda for discussions.

**(c) Details of sitting fees, remuneration etc paid to the Directors for the year ended 31<sup>st</sup> March, 2010 :**

No remuneration or sitting fees has been paid to the directors for the year ending 31<sup>st</sup> March, 2010.

**(d) Remuneration Committee :**

Since no remuneration is being paid to any director. No remuneration committee was constituted.

**3. SHAREHOLDER'S/INVESTORS' GRIEVANCE COMMITTEE:**

The shareholders'/Investors' Grievance Committee was constituted to look into the redressal of shareholders'/investors grievances, if any the transfer/ transmission/ demate of shares, loss of share certificates, non receipt of Annual Report, Dividends, etc., Due to non functioning of the company, the Committee has not appointed any Register and Transfer Agents for the company.

The Composition of Committee is as follows:

Name of the Directors & Position	Category
Amrutbhai Patel (Chairman)	Chairman of the Committee
Lavjibhai Patel (Director)	Member of the Committee
Dipakbhai Patel (Director)	Member of the Committee

No complaint was pending during the financial year from the shareholder or any statutory authority.

**4. GENERAL BODY MEETING :**

Financial Year	Date	Category	Location of the Meeting	Time
2007-2008	28.09.2007	AGM	C-1\51 Phase - II GIDC, Vatva, Ahmedabad.	10.00 a.m.
2007-2008	30.09.2008	AGM	B/508, Ganesh Plaza, Fifth Floor, Opp. Navrangpura Bus Stop Ahmedabad, Gujarat-380009	10.00 a.m.
2008-2009	30.09.2009	AGM	B/508, Ganesh Plaza, Fifth Floor, Opp. Navrangpura Bus Stop Ahmedabad, Gujarat-380009	10.00 a.m.



All resolutions moved at the last Annual General Meeting were passed by the requisite majority of the members attending the meeting.

**5. DISCLOSURES:**

- (a) During the year under review besides the transactions mentioned elsewhere in the annual report there were no other related party transactions by the company with its promoters, directors, management and subsidiaries that had a potential conflict with the interests of the company at large.
- (b) Due to circumstances beyond the control of the management the company could not comply with all the rules and regulations prescribed by the Stock exchange, SEBI or any statutory authority, on any matter related to capital markets, during the last three years.
- (c) The Company follows Accounting Standards issued by the Chartered Accountants of India in the preparation of Financial Statements.

**6. MEANS OF COMMUNICATION :**

- (a) The quarterly/half yearly results could not be published in news paper.
- (b) The Company does not send its half yearly reports to each shareholder as the same is not required to be sent legally.

**7. GENERAL SHAREHOLDERS INFORMATION :**

- (i) Annual General Meeting  
Date: 30.09.2010  
Time: 10.00 a.m  
Venue: B/508, Ganesh Plaza, Fifth Floor, Opp. Navrangpura Bus Stop Ahmedabad, Gujarat-380009(India)
- (ii) Financial Year: 2009-2010
- (iii) Financial Calendar: The Company follows April – March as its financial year. The results for every quarter beginning from April to March could not be published.
- (iv) Date of Book Closure: 24<sup>th</sup> September 2010 to 30<sup>th</sup> September, 2010 (Both Days Inclusive)
- (v) Listing on Stock Exchanges: The shares of the company listed on the following stock exchange but due to non compliance of the required listing agreements the trading of the shares of the company are suspended.

The Stock Exchanges Ahmedabad Kamdhenu Complex, Opp. Sahajanand College, Panjara Pole, Ahmedabad-380015	The Stock Exchanges Mumbai Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001	The Madhya Pradesh Stock Exchange, “Palika Plaza”, Phase – II, 201, IInd Floor, M.T.H. Compound, Indore –1
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Due to financial, crunch the company could not pay the Annual Listing Fees for the year 2009-2010 to the aforesaid Stock Exchange.

**8. STOCK CODE :**

Name of the Exchange	Stock Code
Bombay Stock Exchange Limited Demat ISIN	531290 NIL
Ahmedabad Stock Exchange Limited Demat ISIN	52660 NIL
Madhya Pradesh Stock Exchange Demat ISIN	320 NIL

**9. REGISTRAR AND TRANSFER AGENTS:**

The company is having in house share department and therefore not appointed any Transfer Agents.

**10. DISTRIBUTION OF SHAREHOLDING (AS ON 31-03-2010)**

Sr. No.	No. of Equity Shares Held	No of Shareholders	% to total Shareholders	No. of Shares Held	% to total Shares
1	0 To 1000	2516	91.16	712306	20.27
2	1001 To 5000	123	4.46	295480	8.407
3	5001 To 10000	45	1.63	352708	10.031
4	10001 To 20000	38	1.38	557024	15.849
5	20001 To 30000	19	0.69	468476	13.329
6	30001 To 40000	9	0.33	311798	8.872
7	40001 To 50000	1	0.03	43800	1.2462
8	50001 To 100000	7	0.25	455008	12.946
9	More than > 100001	2	0.07	317900	9.0453
	<b>TOTAL</b>	<b>2760</b>	<b>100</b>	<b>3514500</b>	<b>100</b>

**11. CATEGORIES OF SHAREHOLDING:**

Category	No. of Shares Held	% to total Shares
Promoters/Relatives	1261732	35.90
Directors	458268	13.04
Employees	2800	0.08
Bodies corporate	600	0.02
Non-Resident Individuals	173000	4.92
Resident Individuals (Public)	832000	23.67
Top 50	786100	22.37
<b>TOTAL</b>	<b>3514500</b>	<b>100.00</b>

**15. DEMATERIALIZATION OF SHARES AND LIQUIDITY:**

The Company's equity shares are compulsorily dematerialized w.e.f 17.10.2002. But due to non functioning of the activities and financial crunch the management is not able to bear the financial burden of dematerialization expense. However the company is constantly trying to comply the said requirement as early as possible.

**Address for Correspondence:**

For any assistance regarding share transfer, transactions, change of address, or any other query related to equity shares, Please write to ; Mr. Amrit Patel Compliance Officer, B/508, Ganesh Plaza, Fifth Floor, Opp. Navrangpura Bus Stop Ahmedabad, Gujarat-380009(India)

**DECLARATION BY CEO UNDER CLAUSE 49 OF THE LISTING AGREEMENT REGARDING ADHERENCE TO THE CODE OF CONDUCT:**

In accordance with Clause 49 of the Listing Agreement with the Stock Exchange, I hereby confirm that, all the directors and the senior management personnel; of the company have affirmed compliances to their respective codes of conduct, as applicable to them for the financial year ended on 31<sup>st</sup> March, 2010.

Place: Ahmedabad ,  
Date: 01/09/2010

**FOR, SHREEJI DYE CHEM LIMITED**

  
CHAIRMAN

**Address for Correspondence:**

॥ Shri Hariji ॥



**M. Parmar & Co.**

**CHARTERED ACCOUNTANTS**

CA Mitesh Chudasama  
B.B.A., F.C.A., D.I.S.A., (ICAI)

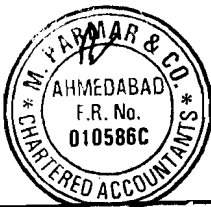
**AUDITORS' REPORT**

CA Manisha Chudasama  
B. Com., F.C.A.

To  
The Members,  
Shreeji Dye-chem Ltd.,

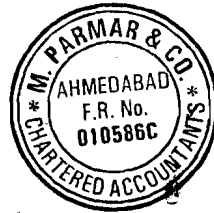
We have audited the attached Balance Sheet of SHREEJI DYECHEM LTD., as at 31 st March, 2010, the annexed Profit & Loss Account for the year ended on that date, and also the Cash flow Statement for the year ended on that date. These Financial Statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our Audit.

1. We conducted our audit in accordance with the auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from any material misstatement. An Audit includes examining on 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 over all presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion .
2. As required by the Companies (Auditors' Report) Order , 2003 issued by the Central Government in terms of Section 227 (4 A) of the Companies Act , 1956 , we annex hereto a Statement on the matters specified in paragraphs 4 and 5 of the said Order .
3. Further to our comments in the Annexure referred to above , we report that :
  - (i) We have obtained all the information and explanations , which , to the best of our knowledge and belief , were necessary for the purposes of our audit .
  - (ii) In our opinion , proper books of accounts as required by law have been kept by the Company so far as appears from our examination of the books of the Company except those required U/s 209 of the Companies Act 1956 relating to Cost Accounting records .
  - (iii) The Balance Sheet , Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts of the Company
  - (iv) In our opinion , the Balance Sheet , the Profit and Loss Account and the Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub section (3 C) of Section 211 of the Companies Act , 1956. Except as provided in Schedule T.



- (v) Based on the representations made by the Directors as on 31<sup>st</sup> March, 2010 and taken on record by the Board of Directors of the Company and the information and explanations given to us, we report that all the directors are disqualified from being appointed as directors in terms of clause (g) of sub section (1) of Section 274 of the Companies Act, 1956 as the company has not filed annual accounts and annual return with the Registrar of Companies.
- (vi) In our opinion and to the best of our information and according to the explanations given to us, the said financial statements read together with the other notes thereon give the information required by the Companies Act, 1956 in the manner so required and present a true and fair view in conformity with the accounting principles generally accepted in India,
- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March, 2010 and
- (b) in the case of the Profit and Loss Account, of the Profit for the year ended on that date and
- (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

For M.Parmar & Co.  
CHARTERED ACCOUNTANTS



PLACE: AHMEDABAD  
DATE: 01/09/2010

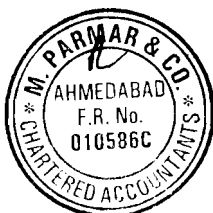
*mparmar*  
(Manisha Chudasama)  
Partner  
M.No. 400221

## ANNEXURE TO THE AUDITORS' REPORT

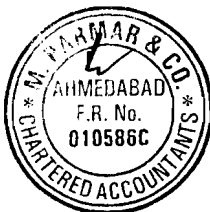
**ANNEXURE REFERRED TO IN PARAGRAPH 2 OF OUR AUDITORS' REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31st MARCH, 2010 OF SHREEJI DYECHEM LTD.**

On the basis of such checks as we considered appropriate and in terms of the information and explanations given to us, we state that :-

- i.
  - (a) The Company has generally maintained proper records showing particulars , including quantitative details and situation of fixed assets ;
  - (b) As explained to us, fixed assets , according to the practice of the Company , are physically verified by the management at reasonable intervals , in a phased verification programme, which in our opinion , is reasonable looking to the size of the Company and the nature of its business . According to the information and explanations given to us, no major discrepancies were noticed on physical verification.
  - (c) The Company has disposed off all plant and machinery and land building and office so as to pay off the liability of bank and financial institutions. It may affect the company in long run as going concern.
- ii.
  - (a) As explained to us , inventories have been physically verified during the year by the management.
  - (b) The procedures explained to us, which are followed by the management for physical verification of inventories , are , in our opinion , reasonable and adequate in relation to the size of the Company and the nature of its business : However from physical verification of inventory it was found that the same was of little further use and may hardly be available for further processing. At the end of year there was no inventory with the company.
  - (c) On the basis of our examination of the inventory records of the Company , we are of the opinion that , the Company is maintaining proper records of its inventory .The discrepancies which were noticed on physical verification of inventory as compared to book records , have been properly dealt with in the books of accounts.
- [ iii ]
  - (a) The company has granted loans, secured or unsecured companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act , 1956 as per schedule T particularly note no 14 to notes of accounts.
  - (b) The company has not charged interest on the same.
  - (c) On verification of data, there is no regularity in receipt of principal amount and interest in the same.
  - (d) The company have taken necessary steps for the recovery of the same but the results shows that it is not fruitful to full extent.
  - (e) The company has taken loans secured / unsecured from companies, firms or other parties covered in registre maintained U/s 301 of the companies Act as per Schedule T note No 14.
  - (f) The company has not paid interest on the same.
  - (g) Repayment of principal amount is not so regular in absence of funds with the company.



- [ iv ] In our opinion and according to the information and explanations given to us , there are generally adequate internal control procedures commensurate with the size of the Company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods. No major weaknesses in internal control had come to our notice .
- [ v ] (a) On the basis of the audit procedures performed by us, and to the information , explanations and representations given to us , we are of the of the opinion that, the transactions in which directors were interested , and which were required to be entered in the register maintained under Section 301 of the Companies Act,1956, have been so entered;
- (b) In our opinion and according to the information and explanations given to us , the transactions made in pursuance of contracts or arrangements entered in the register maintained under Section of the Companies Act,1956 exceeding the value of rupees five lakhs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at that time.
- [ vi ] In our opinion and according to the information and explanations given to us, the company has not accepted deposits from the public, and therefore its compliance with the provisions of Section 58 A and 58 AA of the Companies Act,1956 and the rules framed thereunder and the directives issued by the Reserve Bank of India does not arise . No order has been passed by Company Law Board .
- [ vii ] According to the information and explanations given to us and on the basis of such checks as we considered appropriate ,the company has an internal control system commensurate with its size and nature of its business. The company does not have internal audit system.
- [ viii ] The Central Government has prescribed maintenance of cost records under section 209(1)(d) of the companies Act, 1956 for the manufacturing operations carried out by the Company in its Chemical Plant. The Central government has prescribed maintenance of Cost records for the Detergent manufacturing plants. However no Cost records for the same are maintained.
- [ ix ] (a) According to its records , the company is generally not regular in depositing undisputed statutory dues including provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty, cess, etc. statutory dues with the appropriate authorities. (see note no 22 to notes on accounts). However no return or other records of income tax, wealth tax, excise, PF, ESI were available with us for the verification and the liabilities shown in notes on account is shown from the books of account.
- (b) According to the information and explanations given to us, there are no cases of non deposit with appropriate authorities of disputed dues in respect of Income Tax, Value Added Tax, Excise Duty, Customs Duty, Wealth Tax, Service Tax and Cess which are due for a period of less than six months from the date they became due.
- [ x ] The accumulated loss of the company exceeds 50% of net worth of the company. The company has incurred cash loss to the tune of Rs 1.22 lacs during the current financial year and Rs 1.30 Lacs during previous year.

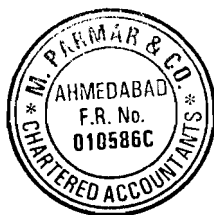


- [ xi ] On the basis of the records examined by us and the information and the explanations given to us , the Company has made default in repayment of dues to bank and financial institution for term loan is as follows, (1) .The Madhavpura Mercantile Co.op bank Ltd-Company taken loan in 1998 of Rs. 40 Lacs, 9.02 lacs repayment of loan in 2008-09 and default period is 13 Years. (2). Madhya Pradesh Financial Corporation Indore – Company has taken loan of Rs. 38 lacs, 2 lacs repayment of loan in 2009-10 and whole loan amount is paid by the co. and no dues in this year.(3) Gujarat lease Finance Limited – Company has taken loan of Rs 10 Lac during the year 97-98 and no other record is found in this respect, no repayment of loan till date.
- [ xii ] The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- [ xiii ] As informed to us , the provisions of any special statute applicable to chit fund are not applicable to the Company.
- [ xiv ] The Company is not dealing or trading in shares, securities, debentures and other investments, therefore , the question of maintaining records in respect of transactions and contracts does not arise.
- [ xv ] According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
- [ xvi ] On the basis of the records examined by us and relying on the information compiled by the Company for correlating the funds raised to the end use of term loans , we report that the Company has not obtained term loans during the year.
- [ xvii ] According to the information and explanations given to us and on an over all examination of the Financial Statements of the Company and after placing reliance on the reasonable assumptions made by the Company for classification of long term and short term usages of funds , we are of the opinion that , prima-facie, as at the close of year, short term funds with negligible exceptions have not been utilised for long term purposes ,and vice – versa.
- [ xviii ] The Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956.
- [ xix ] The Company has not issued any secured debentures during the year.
- [ xx ] Considering the nature of matters referred to in various clauses of the Companies (Auditors' Report ) Order , 2003 clause (xx) of paragraph 4 of the aforesaid order is, in our opinion , not applicable to the Company as during the year under consideration it has not raised capital through public issue.
- [ xx ] According to the information and explanations given to us , and the best of our knowledge and belief , no fraud on or by the Company , has been noticed or reported by the Company during the year .

For M.Parmar & Co.  
CHARTERED ACCOUNTANTS

*Manisha*  
(Manisha Chudasama)  
Partner  
M. No. 400221

PLACE: AHMEDABAD  
DATE: 01/09/2010



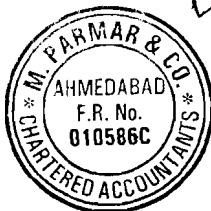


**SHREEJI DYE-CHEM LIMITED**  
**BALANCE SHEET AS AT 31ST MARCH,2010**

PARTICULARS	SCH	31.03.2010	31.03.2009
<b><u>SOURCES OF FUNDS</u></b>			
<b>Share Holder's Fund :</b>			
Share Capital	A	33,910,000	33,910,000
Reserves & Surplus	B	(1,670,492)	(1,548,251)
<b>Loan Funds :</b>			
Secured Loans	C	8,175,535	9,277,968
Unsecured Loans	D	466,079	256,079
<b>TOTAL</b>		<b>40,881,123</b>	<b>41,895,797</b>
<b><u>APPLICATION OF FUNDS</u></b>			
<b>Fixed Assets</b>			
Gross Block	E	NIL	NIL
Less: Depreciation		-	-
<b>PREOPERATIVE EXPENSES</b>			
Investments	G	138,850	138,850
<b><u>Current Assets, Loans &amp; Advances</u></b>			
Inventories	H	-	-
Sundry Debtors		4,643,246	4,643,246
Cash & Bank Balances		67,657	87,012
Loans & Advances		36,864,058	38,721,491
		<b>41,574,961</b>	<b>43,451,749</b>
<b>Less:</b>			
<b><u>Current Liabilities &amp; Provisions</u></b>			
Current Liabilities	I	99,688	961,802
Provisions		733,000	733,000
		<b>832,688</b>	<b>1,694,802</b>
Net Current Assets		40,742,273	41,756,947
Miscellaneous Expenses	J	-	-
Profit & Loss Account		-	-
<b>TOTAL</b>		<b>40,881,123</b>	<b>41,895,797</b>
Notes on Accounts	T		
As per our report of even date			

FOR, M. PARMAR & Co.  
 CHARTERED ACCOUNTANTS

*Manisha Chudasama*  
 (Manisha Chudasama)  
 PARTNER  
 M.NO.400221  
 DATE :-01/09/2010  
 PLACE:- AHMEDABAD



For and on Behalf of the Board of Directors.

*L.T. Patel*  
 (A. T. Patel) (L.T. Patel)  
 CHAIRMAN & MD DIRECTOR

DATE :-01/09/2010  
 PLACE:- AHMEDABAD

**SHREEJI DYE-CHEM LIMITED**  
**PROFIT & LOSS ACCOUNT FOR THE YEAR**  
**31st MARCH, 2010**

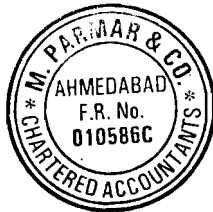
PARTICULARS	SCH	31.03.2010	31.03.2009
<b>i. INCOME</b>			
Sales	K	-	-
Increase / (Decrease) in Finished Goods	L	-	-
Other Income	M	7,681	408,165
<b>TOTAL</b>		<b>7,681</b>	<b>408,165</b>
<b>ii. EXPENDITURE</b>			
Material Cost	N	-	-
Staff Cost	P	-	-
Manufacturing Expenses	Q	-	346,647
Selling & Dist Exp	R	127,576	2,254,061
Finance Charges	S	2,346	6,449
<b>TOTAL</b>		<b>129,922</b>	<b>2,607,156</b>
Profit / (Loss) before Tax & Depreciation		(122,241)	(2,198,991)
Depreciation		-	23,571
Provision For Taxation		-	-
Profit / (Loss) after Tax		(122,241)	(2,222,562)
Profit/(Loss) Brought Forward From Prior Period Adjustment		(43,550,145)	(41,327,583)
Income Tax		-	-
Others		(43,550,145)	(41,327,583)
Balance Carried Over to Balance Sheet		<b>(43,672,387)</b>	<b>(43,550,145)</b>

Notes on Accounts  
As per our report of even date

T

**FOR, M. PARMAR & Co.**  
**CHARTERED ACCOUNTANTS**

*Manisha*  
**(Manisha Chudasama)**  
**PARTNER**  
**M.NO.400221**  
**DATE :01/09/2010**  
**PLACE:- AHMEDABAD**

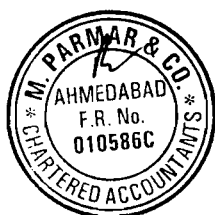


**For and on Behalf of the Board of Directors.**

*(A. T. Patel)* *(L. T. Patel)*  
**(A. T. Patel)** **(L. T. Patel)**  
**CHAIRMAN & MD DIRECTOR**

**DATE :01/09/2010**  
**PLACE:- AHMEDABAD**

	31.03.2010	31.03.2009
<b><u>SCHEDULE - A</u></b>		
<b><u>SHARE CAPITAL</u></b>		
<b>AUTHORISED CAPITAL</b>		
40,00,000 Equity Shares of Rs. 10/- each		
<b>ISSUED, SUBSCRIBED &amp; PAID UP</b>		
35,14,500 Equity Shares of Rs.10 each	35,145,000.00	35,145,000.00
Out of above		
1. 5,18,000 Equity Shares issued as purchase consideration		
2. 8,54,840 equity shares have been issued as fully paid bonus Shares to the existing shareholders out of Revaluation Reserve		
Less: Calls-in-arrears	1,235,000.00	1,235,000.00
	<u>33,910,000.00</u>	<u>33,910,000.00</u>
<b><u>SCHEDULE - B</u></b>		
<b><u>RESERVES &amp; SURPLUS</u></b>		
(i) Revaluation Reserve	1,043,131.00	1,043,131.00
(ii) Government Subsidy	550,000.00	550,000.00
(iii) Share Premium	39,253,200.00	39,253,200.00
Less: Calls in Arrears	2,470,000.00	2,470,000.00
(iv) General Reserve:	36,783,200.00	36,783,200.00
PROFIT OR LOSS	-40046822.64	-39924581.63
	<u>-40,046,822.64</u>	<u>-39,924,581.63</u>
	<u>-1,670,491.64</u>	<u>-1,548,250.63</u>
<b><u>SCHEDULE - C</u></b>		
<b><u>SECURED LOANS</u></b>		
<b>LOANS FROM BANKS:</b>		
State Bank of India	1,549,004.14	1,549,004.14
(Cash Credit - Secured hypothecation of stock of raw materials, packing materials, finished goods, semi-finished goods, book-debts, personal guarantee of directors.)		
<b>LOANS FROM OTHERS:</b>		
Gujarat Lease Finance Ltd.	1,000,000.00	1,000,000.00
Madhya Pradesh Financial Corporation	0.00	200,000.00
(Secured by English mortgage of lease hold land and building of the company and all immovable plant & machinery present and future as also secured by personal guarantee of directors.)		
The Madhavpura Mercantile Co-op. Bank Ltd.	5,626,531.10	6,528,964.10
(Secured against Machinery of Vatva Unit)		
	<u>8,175,535.24</u>	<u>9,277,968.24</u>



**SCHEDULE - D**  
**UN-SECURED LOANS**

A. From Directors & Shareholders	335,000.00	125,000.00
B. From Others	131,079.26	131,079.26
C. Trade Deposits	0.00	0.00
	<b>466,079.26</b>	<b>256,079.26</b>

**SCHEDULE - F**  
**PREOPERATIVE EXPENSES**

**SCHEDULE - G**  
**INVESTMENTS (AT COST)**

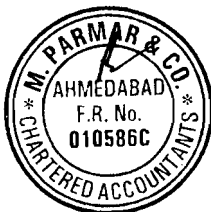
The Kalupur Comm. Co-op Bank Ltd. (1100 shares each Rs.25/- Paid-up.)	27,500.00	27,500.00
The Ahmedabad Mer. Co-op Bank Ltd. (150 Shares each Rs.50 Paid-up.)	7,500.00	7,500.00
The Vijay Co-op Bank Ltd. (140 Shares each of Rs.25/-Paid-up.)	3,500.00	3,500.00
Mangal Murti Members Association Shares	250.00	250.00
General Co-op Bank Ltd.	100.00	100.00
The Madhavpura Mercantile Co-op. Bank Ltd. - Shares (1000 Shares of Rs.100/- each)	100,000.00	100,000.00
	<b>138,850.00</b>	<b>138,850.00</b>

**SCHEDULE - I**  
**CURRENT LIABILITIES & PROVISIONS**

(a) Current Liabilities		
i. Creditors for Goods	503,830.00	503,830.00
ii. Creditors for Capital goods	-1,639,081.00	-1,439,081.00
iii. Creditors for Expenses	34,555.00	42,235.99
iv. Other Creditors	888,886.76	640,886.76
v. Advance from customers	-942,342.14	-39,909.14
vi. Duties & Taxes	1,253,839.75	1,253,839.75
	<b>99,688.37</b>	<b>961,802.36</b>
(b) Provisions		
Provision for I.T. (A.Y. 1993-94)	125,000.00	125,000.00
Provision for I.T. (A.Y. 1994-95)	218,000.00	218,000.00
Provision for I.T. (A.Y. 1995-96)	390,000.00	390,000.00
	733,000.00	733,000.00
	<b>832,688.37</b>	<b>1,694,802.36</b>

**SCHEDULE - J**  
**MISCELLANEOUS EXPENDITURE**

Opening Balance	0.00	0.00
Addition during the year	0.00	0.00
less: written off	0.00	0.00
Closing Balance	<b>0.00</b>	<b>0.00</b>



<b>PUBLIC ISSUE EXPENSES</b>		
Opening balance	0.00	0.00
Add: Addition during the year	0.00	0.00
Less: Amount written off during the year	0.00	0.00
Closing balance	<u>0.00</u>	<u>0.00</u>
<b>PRELIMINARY EXPENSES</b>		
Opening balance	0.00	0.00
Less: Amount written off during the year	0.00	0.00
Closing balance	<u>0.00</u>	<u>0.00</u>
	<b>0.00</b>	<b>0.00</b>

**SCHEDULE - K****SALES**

Sale of Finished Goods	0.00	0.00
Less: Rate Difference	0.00	0.00
	<u>0.00</u>	<u>0.00</u>
	<b>0.00</b>	<b>0.00</b>

**SCHEDULE - L****INCREASE/DECREASE IN FINISHED GOODS**

Closing Stock	0.00	0.00
Less: Opening Stock	0.00	0.00
	<u>0.00</u>	<u>0.00</u>
	<b>0.00</b>	<b>0.00</b>

**SCHEDULE - M****OTHER INCOME**

Kasar/Discount	7,680.99	2,498.40
MPFC Loan written off	0.00	405,667.00
	<u>7,680.99</u>	<u>408,165.40</u>
	<b>7,680.99</b>	<b>408,165.40</b>

**SCHEDULE - N****MATERIAL COST**

Opening Stock	0.00	0.00
Add: Purchases	0.00	0.00
	<u>-</u>	<u>-</u>
Less: Closing Stock	0.00	0.00
	<u>0.00</u>	<u>0.00</u>
	<b>0.00</b>	<b>0.00</b>

**PACKING MATERIAL**

Opening Stock	0.00	0.00
Add: Purchases	0.00	0.00
	<u>0.00</u>	<u>0.00</u>
Less: Closing Stock	0.00	0.00
	<u>0.00</u>	<u>0.00</u>
	<b>0.00</b>	<b>0.00</b>
<b>Total Material Cost (A + B)</b>	<b>0.00</b>	<b>0.00</b>

**SCHEDULE - O****PURCHASE FOR RESALE**

Opening Stock	0.00	0.00
Add: Purchase Transfer(From Raw Materials)	0.00	0.00
	<u>0.00</u>	<u>0.00</u>
Less: Closing Stock	0.00	0.00
	<u>0.00</u>	<u>0.00</u>
<b>TOTAL</b>	<b>0.00</b>	<b>0.00</b>

**SCHEDULE - P****STAFF COST**

Salary, Wages and Bonus	0.00	0.00
	<u>0.00</u>	<u>0.00</u>
	<b>0.00</b>	<b>0.00</b>



**SCHEDULE - Q**  
**MANUFACTURING EXPENSES**

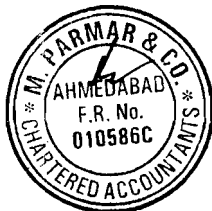
Power & Fuel	0.00	99,843.82
Land Revenue	0.00	246,803.00
	<b>0.00</b>	<b>346,646.82</b>

**SCHEDULE - R**  
**SELLING AND ADMINISTRATION EXPENSES**

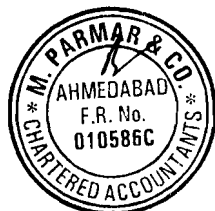
Legal & Professional Charges	0.00	6,050.00
Interest	0.00	92,005.24
Audit Fees	68,000.00	43,000.00
Agm expenses	42,890.00	39,540.00
Loss On sale of Assets	0.00	2,068,402.42
Petrol Exp.	850.00	500.00
Postage & Telegram	336.00	163.00
ROC Filling Fees	15,500.00	4,400.00
	<b>127,576.00</b>	<b>2,254,060.66</b>

**SCHEDULE - S**  
**FINANCIAL CHARGES**

Bank Charges & Commission	2,346.00	6,449.00
	<b>2,346.00</b>	<b>6,449.00</b>



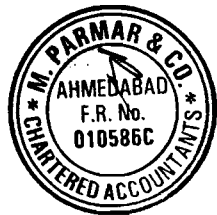
	31.03.2010	31.03.2009
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>		
<b>i. Inventories</b>		
<b>(As taken, valued &amp; certified by Management)</b>		
Raw material ( at cost)	-	-
Finished Goods (At cost or Market Value whichever is lower) & WIP	-	-
L.D.O. (At Cost)	-	-
Packing Material (at cost)	-	-
<b>TOTAL</b>	-	-
<b>ii. Sundry debtors</b>		
<b>(Unsecured, considered good)</b>		
Over Six Months	4,643,246	4,643,246
Others	-	-
	<b>4,643,246</b>	<b>4,643,246</b>
<b>iii (a) Cash-on-hand</b>		
	3,399	14,285
<b>iii (b) Balances with Banks</b>		
<b>Balances with Scheduled Bank</b>		
(In Current Accounts)		
Bank of Baroda(Rakhial)	2330.00	2330.00
Bank of Baroda IDBI A/C	1200.00	1200.00
Punjab National Bank	1350.00	1350.00
Dena Bank (Ashram Road)	323.51	323.51
Bank of Baroda,Ahmedabad	4073.00	4073.00
State Bank of India, Indore	1609.66	1609.66
<b>Dena Bank Public Issue Ref. A/C</b>		
(In Fixed Deposit)		
State Bank Of India	27048.00	27048.00
Corporation Bank	22951.24	31420.24
<b>Balances with Co-op Bank</b>		
The General Co-op Bank LTD-2	856.34	856.34
The Madhavpura Mercantile Co-op Bank (C	619.66	619.66
The General Co-op Bank Ltd.(SDL)	510.00	510.00
Ahmedabad Dist. Co-op Bank	197.00	197.00
General Co-op Bank Ltd., A'bad	1189.29	1189.29
	<b>64,258</b>	<b>72,727</b>
<b>TOTAL(a+b)</b>	<b>67,657</b>	<b>87,012</b>
<b>iv. Loans &amp; Advances</b>		
<b>(Unsecured, considered good)</b>		
Advance recoverable in cash or in kind or for value to be received	127,483.32	327,483.32
Advance /Deposit with Government & Othe	(242,598.46)	659,834.54
Other Advances	33,024,961.60	33,779,961.60
Advances/Loans to Employees	3,349.00	3,349.00
Advance to Suppliers	2,935,366.72	2,935,366.72
Advance Payment of Income Tax (including tax deducted at source)	1,015,495.75	1,015,495.75
<b>TOTAL</b>	<b>36,864,058</b>	<b>38,721,491</b>



**SCHEDULE - E**

**STATEMENT OF FIXED ASSETS/DEPRECIATION AS ON 31st MARCH 2010**

Sr. No.	ASSETS	GROSS BLOCK				DEPRECIATION BLOCK			NET BLOCK			
		OPENING BALANCE	ADDITIONS		DEDUCTION	CLOSING BALANCE	OPENING BALANCE	PROVIDED FOR THE YEAR	CLOSING BALANCE	W.D.V. AS ON	W.D.V. AS ON	
		AS ON 01.04.2009	More Than Six Months	Less Than Six Months	AS ON 31.03.2010	AS ON 01.04.2009	AS ON 31.03.2010	AS ON 31.03.2010	AS ON 31.03.2010	AS ON 31.03.2009		
1	Land											
	Freehold	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
	Leasehold	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
2	Factory Building	3.34%	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
3	Plant and Machinery	4.75%	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
4	Furniture and Fixtures	6.35%	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
5	Office Building	1.63%	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
6	Vehicles	9.50%	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
7	Computers	16.21%	-	-	-	-	-	-	-	-	-	
	<b>TOTAL</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	
	Previous year		7478324.00	0.00	0.00	7478324.00	0.00	1806351.00	23571.00	0.00	0.00	5671973.00





SHREEJI DYE-CHEM LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2010  
(Pursuant to amendment to clause 32 of the listing agreement)

	2009-2010 Rs.	2008-2009 Rs.
<b>A Cash flow from operating activities:</b>		
Net profit before Tax	(122,241)	(2,222,562)
Adjustments for:		
Depreciation	-	23,571
Preliminary exp. Written off	-	-
Prior period expense	-	-
Loss/(Profit) on sale of fixed assets	-	2,068,402
<b>Operating Profit before working capital changes</b>	<b>(122,241)</b>	<b>(130,589)</b>
Adjustments for:		
(Increase)/Decrease in Inventories	-	-
(Increase)/Decrease in Sundry Debtors	-	-
(Increase)/Decrease in Loans & Advances	1,857,433	(693,004)
Increase/(Decrease) in Current Liabilities & Provisions	(862,114)	(1,552,373)
<b>Cash generated from operations</b>	<b>873,078</b>	<b>(2,375,966)</b>
Interest paid/(received)	-	-
Dividend	-	-
<b>Net cash from/(used in) operating activities</b>	<b>873,078</b>	<b>(2,375,966)</b>
<b>B Cash flow from investing activities:</b>		
Purchase of fixed assets	-	-
Sale of fixed assets	-	3,580,000
Preoperative Expenses	-	-
Interest received	-	-
Dividend received	-	-
Investment in shares	-	-
<b>Net cash (used in)/from Investing activities</b>	<b>-</b>	<b>3,580,000</b>
<b>C Cash flow from financing activities:</b>		
Public issue expenses	-	-
Share capital	-	-
Share Premium	-	-
Calls in arrears	-	-
Secured loans taken/(repaid)	(1,102,433)	(1,530,667)
Unsecured loans taken/(repaid)	210,000	125,000
Interest paid	-	-
<b>Net cash (used in)/from Financing activities</b>	<b>(892,433)</b>	<b>(1,405,667)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>(19,355)</b>	<b>(201,633)</b>
<b>Cash and cash equivalents at beginning of the year</b>	<b>87,012</b>	<b>288,645</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>67,657</b>	<b>87,012</b>
	67,657	87,012

**Notes:**

1. Cash flow statement has been prepared following the indirect method except in the case of interest paid/received, dividend paid/received, purchase and sale of fixed assets have been considered on the basis of actual movements of cash with movements in corresponding assets and liabilities.
2. Cash and cash equivalents represent cash and bank balances only.
3. Previous year's figures have been regrouped/reclassified wherever applicable.
4. Purchase/Sales of fixed assets includes movement of Capital Work-in-progress between the beginning and end of the year.

Ahmedabad, 01/09/2010

To

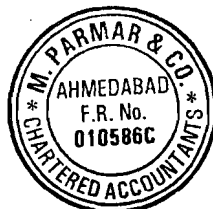
The Board of Directors  
Shreeji Dye-chem Limited  
Ahmedabad

We have examined the attached Cash Flow Statement of Shreeji Dye-Chem Limited for the year ended on 31st March, 2010. The statement has been prepared by the Company and is based on and in agreement with the corresponding Profit & Loss Account and balance Sheet of the Company covered by our report of 01/09/2010 to the members of the Company.

For M.Parmar & Co.  
Chartered Accountants

*Manisha Chudasama*  
(Manisha Chudasama)  
Partner  
M.NO.400221

Ahmedabad, 01/09/2010



**SHREEJI DYE-CHEM LIMITED**

**SCHEDULE – T**

NOTES FORMING PART OF ANNUAL ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2010

**SIGNIFICANT ACCOUNTING POLICIES**

**1. FIXED ASSETS**

The fixed assets have been recorded at cost inclusive of incidental and/or installation expenses.

The company had revalued its fixed assets during the financial year 1994-95 on the basis of valuation reports of Government approved valuer credited Rs. 70,29,561 to Revaluation Reserve Account.

**2. DEPRECIATION**

Depreciation on fixed assets was provided on straight line method at the rates prescribed under Schedule XIV to the Companies Act, 1956.

**3. INVESTMENTS**

Investments are stated at cost.

**4. INVENTORIES**

Inventories of raw material, packing material and L.D.O. Power & Fuel are valued at cost on FIFO basis.

Inventories of finished goods are valued at cost or market value whichever is lower on FIFO basis.

Store expenditure is debited to revenue account as and when purchased. There is no inventories

**5. EMPLOYEES BENEFITS:**

Leave, wages, gratuity and bonus expenses are generally accounted for on cash basis.

**6. EXCISE/MODVAT:**

Modvat is accounted for on purchase of goods and excise is debited on clearance of goods.

**7. PRELIMINARY AND PUBLIC ISSUE EXPENSES**

Preliminary expenses and public issue expenses are written off equally over a period of 6 years.

**8. REVENUE RECOGNITION:**

(i) Sale of products is recognized when products are dispatched.

(ii) All expenses are accounted for on accrual basis except Power Charges, Interest Expenses and Interest Income, which are accounted for on cash basis.

**9. SEGMENTAL REPORTING:**

Company is doing business of chemicals in three different geographical segments, but there is no activity in any segments (unit) as said above, hence no segmental reporting is provided.



#### 10. BORROWING COST

Borrowing costs attributable to the procurement/ construction of fixed assets are capitalised as part of the cost of the respective assets up to the date of commissioning. Other borrowing costs are recognized as expense during the year in which they arise.

#### 11. TAXES ON INCOME

Deferred tax liability is not recognized by the company, because no return of income tax is filed since 1996-97, which is required for calculating the same.

#### 12. EARNING PER SHARE

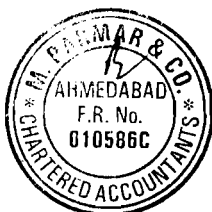
Basic earning per equity share are being computed by dividing net profit/loss after tax by weighted average number of equity shares outstanding during the year.

#### 13. IMPAIRMENT OF ASSETS-AS 28

The Company identifies impairable assets based on cash generating unit concept at the year end for the purpose of arriving at impairment loss thereon, if any, being the difference between the book value and recoverable value of the relevant asset. Impairment loss when crystallizes is charged against revenue of the year.

### NOTES FORMING PART OF ACCOUNT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2010

1. Previous Year's figures have been regrouped/ rearranged wherever necessary so as to confirm to current year's classification.
2. Sundry debit and credit balances are subject to confirmation by respective parties.
3. No provision for Income tax has been made during the year in view of absence of taxable income.
4. The company has not determined an actuarial liability for future payment of gratuities, to employees of the company, it is accounted on cash basis as and when liability for it arises and no provision is made for future liability arising therefrom.
5. Company has taken over a running unit i.e. M/s Sahyog Chemicals (A partnership firm in which Shri Dayalji bhai Patel, Shri Amrutbhai T. Patel HUF, Shri Lavji bhai T. Patel HUF & M/s Shreeji Chemicals Pvt. Ltd. were Partners) during F.Y. 1994-95 at a value of Rs.51,80,000/- During the year 1994-95 the Company had revalued fixed assets by Rs.36,21,499/- and transferred the same to Revaluation Reserve. Also the assets of Sahyog Chemicals were revalued by Rs.34,08,032/- and transferred to Revaluation Reserve.
6. Company had issued 8,63,840 equity shares of Rs. 10/- each aggregating to Rs.86,38,400/- as bonus shares to existing members of the company. Out of the total amount of bonus shares, 5,98,640 equity shares were issued out of Revaluation Reserve created earlier.
7. During the Financial year 1994-95, Company had revalued its assets to the tune of Rs.70,29,561 and simultaneously created Revaluation Reserve account of an equal amount. However, Company had provided depreciation on revalued amount of assets and charged directly to Profit & Loss Account and not adjusted against revaluation reserve.
8. During the Financial Year 2001-02, Department of Company affairs jointly with SEBI had declared the company as vanishing company. Subsequently Department of Company Affairs had filed prosecution U/S 63, 68 and 628A of the Companies Act, 1956 against the directors of the company in respective forum. Management is having a view that they will provide all information and explanations to the forum from time to time to its satisfaction.



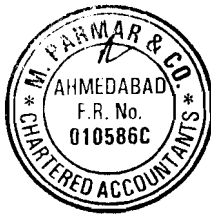
9. Land, Building, Plant & Machinery worth Rs.65,00,004 (after depreciation) and Inventory worth Rs.11,43,617 (at cost) lying at the Indore Plant of the Company have been seized by the Madhya Pradesh Financial Corporation, In this year whole loan amount is paid by the co.
10. Due to non-availability of the Bills, Credit Notes, Debit notes, the Company has accounted for Interest Income on several Fixed deposits and Bonds and Interest Expense on Secured Loans from Gujarat Lease Finance Limited, Madhya Pradesh Financial Corp. Ltd. on cash basis. In absence of adequate information, the expenses on account of Power Charges, Interest Expense and Interest Income can not be quantified.
11. In the opinion of the Management of the company Investment, current assets and loans and advances were approximately of the same value as stated against each of them on the date of balance sheet, if realised in the ordinary course of business.
12. Some of the transactions of revenue, specifically payments under Provident Fund Act and Employees State Insurance Scheme, Central Excise as well as capital expenditure are not supported by necessary evidence like bills, vouchers, bank statements, Challans and bank balance confirmations etc.
13. Investments are shown at cost. However, no physical evidence was available for our verification.
14. Loans and advances of Rs 2,95,22,762 given to companies / firms as narrated below in which directors are interested:

Sr. No.	Name of Party	Closing Balance	Maximum Balance Outstanding during the year
1	Deep Investment	1,03,05,722	1,03,05,722
2	Unique Detergent Mfg. Co	10,15,171	10,15,171
3	Sahyog Intermediates P.Ltd	29,04,570	24,04,570
5	A.T.Patel Investment P. Ltd	1,24,36,867	1,24,36,867
6	Premier Cosmetics P. Ltd.	33,60,432	33,60,432
	Total	2,95,22,762	2,95,22,762

15.

<u>AUDITOR'S REMUNERATION</u>	<u>2009-10</u>	<u>2008-09</u>
a As an auditor	68000	43000

16. QUANTITATIVE INFORMATION OF GOODS MANUFACTURED:



A. Licensed / Installed Capacity And Actual Production:

PRODUCT	2009-2010		2008-2009		
	INSTALLED CAPACITY AS BY MANAGEMENT	M.T. CERTIFIED	ACTUAL PRODUCTION M.T.	INSTALLED CAPACITY AS CERTIFIED BY MANAGEMENT	M.T. ACTUAL PRODUCTION M.T.
Detergent cakes	5000		NIL	5000	NIL
Detergent Powder	1000		NIL	1000	NIL
Alpha N. Amine	216		NIL	216	NIL
PANA	66		NIL	66	NIL
Semi Fin. ANA	NIL		NIL	NIL	NIL
Benzanthrone Pure	600		NIL	600	NIL
3.3 DCB			NIL		NIL
Yellow GL	120		NIL	120	NIL
Acid Orange RL	120		NIL	120	NIL
Yellow 2RL	120		NIL	120	NIL
Black WA	120		NIL	120	NIL
Acid Brown 2RL	120		NIL	120	NIL
Acid Orange RL	120		NIL	120	NIL

Note: License is not required to produce all the above products. Hence licensed capacity is not stated.

B. Finished goods details as per annexure.

17. CIF VALUE OF IMPORTS

2009-10

2008-09

a Raw Materials	Nil	Nil
b Spare Parts	Nil	Nil
c Capital Goods	Nil	Nil

18. VALUE OF IMPORTED AND INDEGENEOUS RAW MATERIAL, STORES AND SPARE PARTS CONSUMED HAS BEEN NIL AS THERE IS NO FURTHER MANUFACTURE.

19. EARNINGS IN FOREIGN CURRENCY Nil Nil Nil Nil

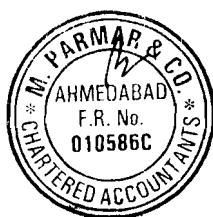
20. EXPENDITURE IN FOREIGN CURRENCY Nil Nil

21. The equity shares of the Company are listed on The Stock Exchange Mumbai and The Ahmedabad Stock Exchange. Due to non payment of fees and non-compliance to the requirement of the listing agreements, both the stock exchanges suspended trading of the shares of the company.

22. Details of statutory liabilities of the company as on date of balance sheet.

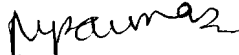
Particulars	Amount Rs.
Excise Duty Payable	106948
Sales Tax(6%)	653168
<i>CST</i>	<i>413338</i>
Professional Tax	1805
T.D.S. on Interest Paid	46372
E.S.I.	5244
Provident Fund Contribution	43948
Family Pension Fund	560

1271644

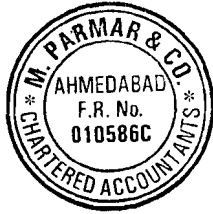


23. The company has disposed of all assets from the existing block of assets. The company had revalued some of the properties and at present revaluation reserve account is existing in the books of account. In absence of any particular information on revaluation of assets and basis for the same, the company has not passed necessary book entries and revaluation reserve account is not effected.
24. Contingent Liability-company has not complete its statutory liabilities hence all dues as well as penalties will be liability for the company when co. files or submit information or reports to the concerned authority, amount of which is not quantifiable.

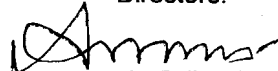
For M.Parmar & Co.  
Chartered Accountants

  
Manisha Chudasama

Partner  
M.NO.400221  
Place:Ahmedabad  
Date : 01/09/2010

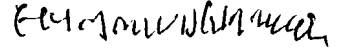


For and on Behalf of Board of  
Directors.

  
A. T. Patel

Chairman & MD

Place: Ahmedabad  
Date :01/09/2010

  
L.T. Patel

Director

09-10

**SHREEJI DYE-CHEM LIMITED**

**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**  
**AS PER SCHEDULE VI. PART (IV) OF THE COMPANIES ACT, 1956**

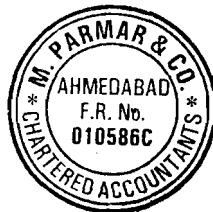
<b>I. REGISTRATION DETAIL :</b>	
Registration No.	13,288
State Code	4
Balance Sheet Date	31.03.2010
<b>II. CAPITAL RAISED DURING THE YEAR (RS.) :</b>	
Public Issue	-
Right Issue	NIL
Bonus Issue	NIL
Private Placement	NIL
<b>III. POSITON OF MOBILISATION AND DEPLOYMENT OF FUNDS (RS.) :</b>	
Total Liabilities	42,358,103
Total Assets	42,358,103
<b>SOURCE OF FUNDS :</b>	
Paid-up Capital	33,910,000
Share Application Money	-
Reserves & Serplus	(193,512)
Secured Loans	8,175,535
Unsecured Loans	466,079
<b>APPLICATION OF GUNDS :</b>	
Net Fixed Assets	-
Pre-operative expenses	-
Investments	138,850
Net Current Assets	40,742,273
Misc. Expenditure	-
Accumulated Loss	-
<b>IV. PERFORMANCE OF THE COMPANY (RS.) :</b>	
Total Income	7,681
Total Expenditure	129,922
Profit/(Loss) before Tax	(122,241)
Profit/(Loss) after Tax	(122,241)
Prior period adjustment	-
Earning per Share	(0.03)
Dividend Rate (%)	NIL
<b>V. GENERIC NAMES OF PRINCIPAL PRODUCTS/SERVICES OF THE COMPANY:</b>	
Mfg. Product Description	Item Code No.
Alpha Neptha Amine	292145.01
Phenyl Alpha Neptha Amine	292145.02

**For, M. PARMAR & CO.**  
CHARTERED ACCOUNTANTS

*M. PARMAR*  
(Manisha Chudasama)  
PARTNER

M.NO.400221

**DATED:01/09/2010**  
**PLACE:- AHMEDABAD**



**For and on Behalf of the Board of Directors.**

*A. T. Patel*  
(A. T. Patel)  
CHAIRMAN & MD

*L. T. Patel*  
(L. T. Patel)  
DIRECTOR

**DATED:01/09/2010**  
**PLACE:- AHMEDABAD**