

MD	✓			BKC	✓
CS	NA			DPY	NA
RO	✓			DIV	NA
TRA	✓			AC	✓
AGM	✓	✓		SHI	✓
YE	✓	✓	✓		✓



BLUE BLENDS PETROCHEMICALS LIMITED

Report  junction.com

8TH ANNUAL REPORT 1996-97

ANNUAL REPORT 1996-97

BLUE BLENDS PETROCHEMICALS LIMITED**BOARD OF DIRECTORS**

Anand Arya — *Chairman*
 Anil Arya — *Managing Director*
 Ravi Dalmia

AUDITORS

P. C. Surana & Co.
Chartered Accountants

SOLICITORS

Malvi Ranchhoddas & Co.

BANKERS

Oman International Bank S.A.O.G.

REGISTERED OFFICE

3, Balaji Textile Market
 Ring Road, Surat 395 002

SECRETARIAL DIVISION

Pushpawati Bldg., No.2, 1st Floor
 Chandanwadi, Girgaum Road
 Mumbai 400 002.

PLANT

1. Plot No. 806-807, GIDC, Vapi, Gujarat.

ANNUAL GENERAL MEETING

DATE : SATURDAY, 27TH SEPTEMBER 1997
 TIME : 10.30 A.M.
 VENUE : 3, BALAJI TEXTILE MARKET
 1ST FLOOR, RING ROAD, SURAT 395 002.

CONTENTS

	Page No.
Notice	3
Directors' Report	4
Auditors' Report	5
Balance Sheet	6
Profit and Loss Account	7
Schedules forming part of the Accounts	8-10
Notes to the Balance Sheet and Profit & Loss Account	11-13
Cash Flow Statement	14



Blue Blends Petrochemicals Ltd.

NOTICE TO THE MEMBERS

NOTICE is hereby given that the Eighth Annual General Meeting of the Members of BLUE BLENDS PETROCHEMICALS LIMITED will be held on Saturday the 27th September, 1997 at 10.30 a.m. at 3, Balaji Textile Market, 1st Floor, Ring Road, Surat 395 002 TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS :

1. To consider and adopt the Balance Sheet as at 31st March, 1997 and the Profit and Loss Account of the Company for the year ended on that date together with reports of the Board of Directors' and Auditors' thereon.
2. To appoint a Director in place of Mr. Ravi Dalmia, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Auditors to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and fix their remuneration.

SPECIAL BUSINESS :

4. To consider and, if thought fit, to pass the following resolution with or without modification(s), as a Special Resolution:

"RESOLVED THAT consent of the Company be and is hereby accorded in terms of Section 293(1)(a) and other applicable provisions, if any, of the Companies Act, 1956 to the Board of Directors of the company to lease or dispose of the whole or substantially the whole of the undertaking and/or mortgage and/or charge, subject to the existing charges, if any, in favour of lenders all the immovable and movable properties, present and future of the company wheresoever situated and/or the whole of the undertaking of the company, together with the power to take over the management of the business and concern of the company in certain events or to create a charge or hypothecate the tangible movable assets of the company, including movable machinery, spares, present and future and create such mortgages/ charges in such form and manner as the Board of Directors may determine for the purpose of securing any long term loans raised from time to time, together with interest thereon, any further interest, if any, costs, charges and all other monies payable to the lending institutions".

"RESOLVED FURTHER THAT the Board of Directors

of the company be and is hereby authorised to prepare, finalise and execute with the leasee/buyer or lender such documents, deeds, writings and agreements as may be necessary for giving on lease or otherwise disposal of the undertaking and/or creating mortgages and/or charges as aforesaid and to do all such acts, deeds, matters and things as may be necessary and/or expedient for giving effect to this resolution".

NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/ HERSELF AND A PROXY NEED NOT BE A MEMBER.
2. The Register of Members and Share Transfer Books of the company shall remain closed from Tuesday, the 9th September, 1997 to Saturday, the 27th September, 1997.
3. Members are requested to notify the change of address, if any, to the company.
4. The relative explanatory statement pursuant to Section 173(2) of the Companies Act, 1956, is annexed.

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

ITEM NO. 4

In order to enable the Board of Directors to put the plant into operation either on lease basis or otherwise and also to enable the Board to exercise power for disposal of the undertaking whether wholly or in part, in such circumstances as the Board of Directors may, in its absolute discretion, think necessary and also to enable the Board of Directors to create mortgages/charges on the undertaking/movable or immovable assets, the resolution at item no.4 is proposed.

None of the Directors is, in any way, whether directly or indirectly concerned or interested in the resolution.

By order of the Board of Directors

Place : Mumbai
Dated : 11th July, 1997

ANAND ARYA
Chairman

Registered Office :

3, Balaji Textile Market
1st Floor, Ring Road
Surat 395 002.



Blue Blends Petrochemicals Ltd.

DIRECTORS' REPORT

To the Members,

Your Directors present herewith the Eighth Annual Report together with the Audited Statement of Accounts of the company for the year ended 31st March, 1997.

FINANCIAL RESULTS:

	1996-97 Rs.	1995-96 Rs.
Sales & Service charges	13,51,857	2,21,04,094
Gross Profit/(Loss)	(91,67,733)	61,12,278
Less: Depreciation	—	56,01,468
Profit/(Loss) before tax	(91,67,733)	5,10,810
Less: Provision for Taxation	—	—
Net Profit/(Loss) after tax	(91,67,733)	5,10,810
Less: Adjustment for earlier year taxation	—	45,817
Balance of Profit/(Loss)	(91,67,733)	4,64,993
Profit brought forward from Previous year	1,12,19,074	1,07,54,081
Balance carried forward	20,51,341	1,12,19,074

DIVIDEND

In view of the loss, the Board of Directors do not recommend any dividend for the year.

OPERATIONS

The production at Vapi Factory was suspended from 12th September, 1995, as per Notice dated 7th September, 1995, issued by "Forest & Environment Dept. - Govt. of India" under the instructions of Gujarat High Court for insufficient Effluent Treatment Facilities provided at the Vapi Unit. The Gujarat Pollution Control Board has granted to the Company provisional consent for the use of the existing/new outlet for the discharge of affluent from the Vapi plant subject to the company obtaining permission from Honourable High Court of Gujarat and compliance of other terms and conditions enumerated in its order dated 3rd March, 1997.

The proper arrangements are being made for compliance of the directives of Pollution Control Board of Gujarat and the company is hopeful of getting all the required clearances soon and regular commercial production is expected to be commenced at the earliest.

During the year under review the Company carried out trial production of Dyes & Dyes Intermediates which has been 32.96 M.T.

CURRENT YEAR

The turnover for the first three months (April 97 to June 97) has been Rs. 2.09 lacs as against Rs.0.31 lacs in the previous year.

FIXED DEPOSITS

Your company has not accepted any deposits within the meaning of Section 58A of the Companies Act, 1956 and rules made thereunder.

SCHEME OF AMALGAMATION

The Scheme of Amalgamation of the company with Premier Synthetics Limited has been withdrawn by the Board of Directors of your company having regard to the views expressed by secured creditors of Premier Synthetics Ltd.

PERSONNEL

There was no employee drawing Rs. 25,000/- or more per month as salary during the year. The relation with the employees remained cordial throughout the year. The Directors wish to place on record their thanks for the support and co-operation received from the employees at all levels.

DIRECTORS

Mr. Ravi Dalmia retires by rotation and being eligible, offers himself for re-appointment.

AUDITORS

The Auditors M/s. P.C. Surana & Co. retire and are eligible for re-appointment.

SECTION 217(1)(e) OF THE COMPANIES ACT 1956.

As 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, the relevant information is given below:

A. CONSERVATION OF ENERGY

- energy conservation measures taken
- additional investments and proposals, if any, being implemented for reduction of consumption of energy and impact of the measures at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods —

Since the production at the plant remained suspended during the year except some trial production, no substantial energy has been consumed. The existing energy conservation measures were effectively used. There is no proposal for additional investment until the production is resumed.

	1996-97	1995-96
Power & Fuel Consumption		
1. Electricity		
a) Purchased		
Units (in thousands)	89.77	322.14
Total amount (Rs. in lacs)	6.74	8.58
Rate/Unit (Rs.)	7.51	2.66
2. Oil		
a) Consumed		
Units (in thousand ltrs.)	43.74	268.42
Total amount (Rs. in lacs)	2.30	14.59
Rate/Unit (Rs.)	5.25	5.44

B. RESEARCH & DEVELOPMENT

The company has no specific Research and Development Department. However, the company has well equipped quality control department to check the quality of different products manufactured.

C. FOREIGN EXCHANGE EARNINGS/OUTGOINGS

Foreign Exchange Earnings were Rs. NIL (Previous Year Rs. NIL) as against outgo of Rs. NIL (Previous Year Rs. NIL)

ACKNOWLEDGEMENT

Your Directors acknowledge with gratitude the co-operation and assistance given by the bankers of the company during the year under review.

For and on Behalf of the Board of Directors

Mumbai
Dated : 11th July, 1997

ANAND ARYA
Chairman