



CHEMIESYNTH (VAPI) LIMITED

**ANNUAL REPORT
2011 - 12**

Board of Directors

Mr. SATISH BHOGILAL ZAVERI
MR. SANDIP SATISHBHAI ZAVERI
Mr. BHANURAI NAGINDAS MEHTA

Auditors

M/S. Manoj Shah & Co.
Chartered Accountants

Registered Office

Plot No 27 GIDC
Vapi Dist. Bulsar
Gujarat- 396195

Registrar & Share Transfer Agents

M/s. Purva Shareregistry (I) Pvt. Ltd

Address: Unit No. 9, Shiv Shakti Ind. Estate
J.R. Boricha Marg, Opp. Kasturba Hospital Lane
Lower Parel (East), Mumbai – 400 011
Tel: 022-23016761/8261
Fax: 022-23012517
Email ID: busicomp@vsnl.com
Website: www.purvashare.com

Annual General Meeting

Day	-	Saturday
Date	-	29 th September, 2012
Venue	-	Plot No 27 GIDC, Vapi Dist. Bulsar, Gujarat- 396195
Time	-	11.30 a.m.

CHEMIESYNTH (VAPI) LIMITED

Regd. office: Plot No 27 GIDC, Vapi Dist. Bulsar, Gujarat- 396195

NOTICE is hereby given that the 26th Annual General Meeting of the Members of the Company will be held at its Registered Office at : Plot No 27 GIDC, Vapi Dist. Bulsar, Gujarat- 396195, on Saturday, the 29th September, 2012 at 11.30 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 2012 and the Balance Sheet as at that date together with the Report of the Directors and Auditors thereon;
2. To appoint a Director in place of Mr. Satish Zaveri, who retires by rotation and is eligible for re-election;
3. To appoint Auditors of the Company and to fix their remuneration.

Registered Office :
Plot No 27 GIDC
Vapi Dist. Bulsar, Gujarat- 396195

By order of the Board
For CHEMIESYNTH (VAPI) LIMITED
Sd/-

Dated: 6th September, 2012
Place: Vapi

Sandip Zaveri
Director

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. Such proxy need not be a Member of the Company.
2. The instrument of proxy in order to be effective must be deposited at the Company's registered office not less than 48 hours before the meeting.
3. The Register of Members of the Company not closed during the Financial year.

DIRECTORS' REPORT

To,
The Members of,
Chemiesynth (Vapi) Limited
Vapi - Gujarat.

Your Directors' have pleasure in presenting herewith the Annual Report together with the accounts for the period ended 31st March 2012.

FINANCIAL RESULTS :

During the year under review, the financial results on the operations of the Company are as under:

	(Amount in Rupees)	
	31/03/2012	31/03/2011
Gross Income	98,327,552	90,043,600
Profit before Depreciation	7,450,328	3,244,899
Less : Depreciation	6,774,081	6,732,883
Profit (Loss) before Tax	676,247	(3,487,979)
Less Provision for Tax : Current Tax		---
: Deferred	(130,000)	
Tax	(289,342)	991,068
Profit (Loss) for the year	256,905	(2,496,911)

DIVIDEND:

In order to conserve the resources of the Company, Directors have thought it advisable not to recommend any dividend to the shareholders for the year.

DEPOSITS :

The Company has not accepted any public deposits.

ENVIRONMENT AND ENERGY CONSERVATION:

The company accords high priority to control environment and conservation of energy, which is an on going process. The Company has planted a number of trees to control and maintain environment surrounding of the factory. As required by the provisions of

Section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the report of Board of Directors) Rules, 1988 the relevant data pertaining to conservation of energy and technology absorption are given in the prescribed Form A in Annexure to this report. Various measures taken by the company on these matters includes:

- a) Improving Natural Light by opening Windows, studying illumination of tube lights by CFL lamps etc.
- b) Maintaining old machinery in good condition, retrofitting or replacing with energy efficient ones.
- c) Minimising idle running of machinery.

The above measures undertaken have resulted in savings in the cost of production.

SAFETY AND HEALTH

The Company gives highest priority to safety and occupational health. The factory buildings and machinery are maintained in safe condition. Process operations and handling of chemicals at the factory are reviewed frequently for safety.

PARTICULARS OF EMPLOYEES UNDER SECTION 217(2A) OF THE COMPANIES ACT, 1956

The Company did not have any employee during the year covered under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975

TECHNOLOGY ABSORPTION :

Efforts made in technology absorption are given in Form B in the Annexure to this report.

DIRECTORS :-

Pursuant to the provisions of Section 255/256 of the Companies Act, 1956 read with Article No.115 of Articles of Association, Mr. Satish Zaveri, Director of the Company retires at the ensuing annual general meeting and being eligible offers himself for re-appointment.

DIRECTORS' RESPONSIBILITY STATEMENT:-

It is hereby stated that:

- a) In the preparation of annual accounts, applicable accounting standards have been followed along with proper explanation relating to material departures.
- b) The directors selected the accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a

true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period.

- c) 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.
- d) The Directors had prepared the annual accounts on going concern basis.

AUDITORS:

M/s Manoj Shah & Co, Chartered Accountants, statutory auditors retire at the ensuing Annual General Meeting and are eligible for re-appointment.

As regards, auditor's observation about accounting of retirement benefit on cash basis, the company is in the process of accounting of liability on the basis of actuarial valuation.

APPRECIATION:

Directors would like to place on record their appreciation of the co-operation and assistance extended by the company's bankers. Thanks are also due to the company's employees, staff and executives of the Company for their co-operation and contribution. In concluding this report, the Board acknowledges their deep sense of gratitude to the shareholders for the confidence they have reposed in the Directors.

**For and On behalf of the Board of Directors
CHEMIESYNTH (VAPI) LIMITED**

Sd/-	sd/-
Satish Zaveri	Sandip Zaveri
Director	Director

Place: Vapi
Date : 06/09/2012

ANNEXURE TO DIRECTORS' REPORT

FORM – A

DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY

**POWER & FUEL CONSUMPTION
ELECTRICITY**

	2011-2012	2010-2011
Units Consumed (kwh)	1496376	1671774
Total Amount (Rs in lakhs)	84.88	87.12
Rate per unit (Rs/kwh)	5.67	5.21
Own Generation		

FURNACE OIL

Consumed (Ltrs.)	2000	4225
Total Amount (Rs in lakhs)	00.75	13.29
Rate per unit (Rs/Ltr)	37.77	31.45
L D O (Purchase -- Rs. in lakhs)	---	3.43
Diesel Cash Purchase	2.16	---
Lighting	00.74	---

BRICKETS

Consumed (kgs.)	1375435	1357315
Total Amount (Rs in lakhs)	68.82	60.15
Rate per unit (Rs/kg)	5.00	4.43

OTHER INTERNAL GENERATION

CONSUMPTION PER UNIT OF PRODUCTION

Total Production (kg.)

Electricity (kwh/kg.)

Coal (kg.)

LDO (Ltrs./kg)

From the record and other books maintained by the company, in accordance with the provisions of the Companies Act, 1956, the Company is not in a position to provide the information required as per this format.

**For and On behalf of the Board of Directors
CHEMIESYNTH (VAPI) LIMITED**

**Sd/-
Satish Zaveri
Director**

**sd/-
Sandip Zaveri
Director**

**Place: Vapi
Date : 06/09/2012**

FORM – B

**DISCLOSURE WITH REGARDS TO RESEARCH & DEVELOPMENT
TECHNOLOGY ABSORPTION, ADAPTATION, INNOVATION**

A. RESEARCH & DEVELOPMENT (R & D)

Specific areas in which R & D carried out by the Company:

Development of new products.

Improvement of systems in the existing products/process in manufacture cycle.

Testing and Certification of existing products to new Indian and International standards.

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

Indigenisation / Import substitution

Cost reduction.

Competitive pricing

Enhancement in quality.

Meeting unique needs of customers.

Future Plan of Action:

To further improve cost effectiveness of products and meet the requirements of various customers.

Expenditure on R & D:

Capital

No specific expenditure

Recurring

Total

Total R & D expenditure

as a percentage of total turnover

B. TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION:

- | | | |
|------|--|-----|
| I. | Efforts in brief made towards technology absorption, adaptation and innovation | NIL |
| II. | Benefits derived as a result of the above efforts | NIL |
| III. | In case of imported technology (imported during the last five years reckoned from the beginning of the financial year), following information may be furnished | NIL |
| | a) Technology Imported | |
| | b) Year of import | |
| | c) Has technology been fully absorbed | |
| | d) If not fully absorbed, areas where this has not taken plan, reason therefore and future plan of action. | |

C. FOREIGN EXCHANGE EARNINGS AND OUTGO:

1. Foreign Exchange Earning	Rs 13,172,396/-
2. Foreign Exchange Outgo	Rs. 4,492,479/-

**For and On behalf of the Board of Directors
CHEMIESYNTH (VAPI) LIMITED**

**Sd/-
Satish Zaveri
Director**

**sd/-
Sandip Zaveri
Director**

**Place: Vapi
Date : 06/09/2012**