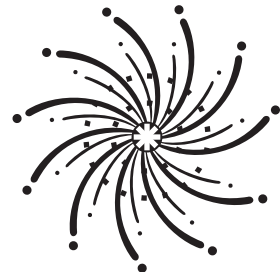
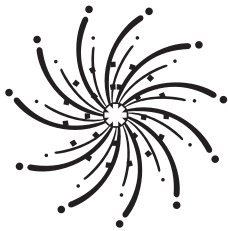
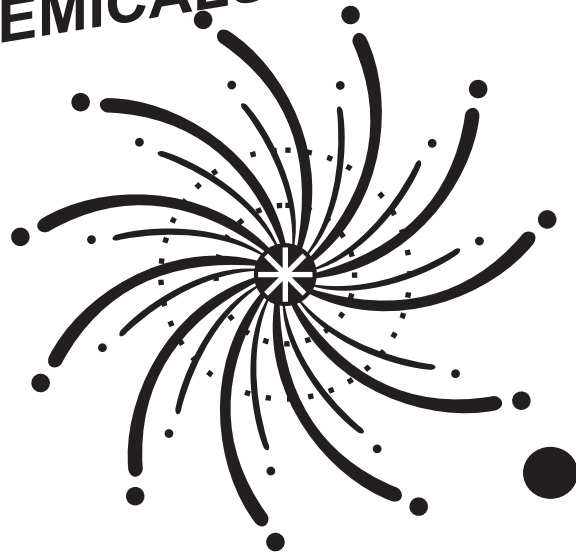


21th Annual Report 2010-2011

DERA

PAINTS AND CHEMICALS LIMITED



BOARD OF DIRECTORS

Shri. Kumar V. Shah - Chairman & Managing Director
Shri. H.A. Salunkhe
Shri. Hasmukh Patel

AUDITORS

M/s. C. K. PATIL & CO
Chartered Accountants

BANKERS

SANGALI BANK LTD.

SOLICITORS & LEGAL ADVISORS

Dhru & Company
Krishna Gopal Tripathi.

REGISTERED & HEAD OFFICE

81, Yamuna Vihar, Linking Road,
Santacruz (West), Mumbai – 400 054
Maharashtra..

REGISTRAR & SHARESTRANSFER AGENT

Adroit Corporate Services Ltd.
9, Jaferbhoy Industrial Estate
Makawana Road, Marol Naka,
Mumbai-400059.

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DERA PAINTS & CHEMICALS LTD.



NOTICE

NOTICE is hereby given that 21st Annual General Meeting of the members of the Company DERA PAINTS & CHEMICALS LIMITED will be held on 29th September, 2011 at 9.15 am at the Registered & Head office of the Company Located at 81, YamunaVihar, Linking Road, Santacruz (West), Mumbai - 400 054 to transact the following business.

1. To receive, consider and adopt the Audited balance- sheet as at 31st March, 2011 & the Profit & Loss Account of the Company for the year ended 31st March, 2011 and the Reports of Directors and Auditors thereon.
2. To appoint auditors to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.
3. To appoint a director in place of Shri. H.A.Salunkhe who retired by rotation and being eligible, offers himself for re – appointment. .

By order of the Board

DERA PAINTS & CHEMICAL LIMITED

KUMAR V. SHAH

CHAIRMAN & MANAGING DIRECTOR

Date: 29th August, 2011

Place: Mumbai

NOTES

1. A Member entitled to attend and vote is entitled to appoint a proxy to attend and vote on poll instead of himself and the proxy need not be a member of the Company. The enclosed proxy form, if intended to be used should reach the Registered office of the Company duly completed not less than forty-eight hours before the scheduled time of the meeting.
2. The Register of Members and Share Transfer Register shall remain closed from 8th September, 2011 to 9th September, 2011 (both days inclusive)
3. Members intending to require information about Account to be explained at the meeting are requested to write to the company at least ten days in advance of the annual general Meeting.

DERA PAINTS & CHEMICALS LTD.



DIRECTOR'S REPORT

To,

The Members

DERA PAINTS & CHEMICALS LIMITED

Your Directors have great pleasure in presenting 21st Annual Report together with the Audited statement of Accounts for the year ended 31st March, 2011.

1. FINANCIAL HIGHLIGHT

PARTICULARS	For the year ended 31 st March, 2011 (Rs.in.Lacs)	for the year ended 31 st March, 2010 (Rs.in.Lacs)
Profit /(Loss) before Depreciation and Tax	(2.88)	(1.91)
Add: Depreciation on fixed Assets	-	-
Loss before tax	(2.88)	(1.91)
Loss after tax	(2.88)	(1.91)
Net Loss for the year	(2.88)	(1.91)
Add: Surplus/loss b/f from previous year	(1301.89)	(1299.98)
Balance loss c/f	(1304.77)	(1301.89)

2. OPERATIONS & OUTLOOK

Your Company has already embarked upon starting the business by trading in chemicals to generate revenue and mitigate losses. The entire paid up capital was already eroded in March-2000.

During the year company incurred losses Rs.2.88lacs as compared to previous year loss of Rs.1.91Lacs.

In September,2010, your Company had received a letter from Allahabad Bank informing about assignment of its dues from the Company to an Assets Recovery Co.(ARC) . Your Company has sought a legal opinion that the said assignment is illegal and the Company has decided to challenge the assignment.

In August,2011 , your Company has succeed in finding relevant papers and documents which are required to challenge and protest various actions taken against the Company by Allahabad bank and SICOM. The same have been handed over to the Company's solicitors to proceed for legal action against Allahabad Bank , Challenge of Assignment given by Allahabad bank and to file Appeal in DRT against SICOM.

In the mean time, the management is putting in its best efforts to keep operations going on and generate adequate cash flows to meet bare minimum overheads and keep the plant in operations. With adequate support in the form of rehabilitation while receipts of insurance claim and uninterrupted full- scale production at the plant, the company can look forward to better performance in the coming year. Company has filed writ petition against the Sicom ltd and others in the year December,2001 for non-considering our various pending request since 1996 onwards pertaining to grant of eligible benefits for adding and amending in the Eligibility Certificate. However, company have loose the writ Petition in the Hon'ble Mumbai High Court in the year August 2002 and thereafter company preferred filing appeal at Hon'ble Supreme Court of India, New Delhi and in November,2003 our appeal have been admitted by the Hon'ble Supreme Court of India.

3. DIRECTORS :

Shri H.A. Salunkhe retires by rotation eligible, offer himself for re-appointment.

4. DIRECTORS' RESPONSIBILITY STATEMENT :

The Board of Directors hereby confirms

- That in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- That the Directors have selected such accounting policies and applied them consistently and made judgment and estimate that are reasonable and prudent so as to give a true and fair view of the state

DERA PAINTS & CHEMICALS LTD.



of affairs of the company at the financial year and of the profit or loss of the company for that period.

(iii) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this act for safeguarding the assets of the Company and for preventing and detecting fraud other irregularities.

(iv) That the Directors have prepared the annual account on a going concern basis.

5. PARTICULAR OF EMPLOYEES:

There were no employee during the whole or part of the year who were in receipt of remuneration aggregating to Rs. 1, 00,000/- per month of Rs. 12, 00,000/- p.a Hence no particulars are not given.

6. DIVIDEND:

In view of the loss, the Directors are unable to recommend any dividend for the year.

7. DEPOSITES :

During the year Company has not accepted any deposits from Public.

8. AUDITORS:

M/S C.K.PATIL & CO. Chartered Accountants, Mumbai, holds office until the conclusion of the forthcoming Annual General Meeting. They signified their willingness to accept re-appointment and have farther confirmed their eligibility under section 224(1-B) of the companies Act, 1956.

9. AUDITORS REPORT :

Regarding qualification and remarks in the Auditors Report, your Board is of the opinion that they are self-explanatory & no comments are required from the Board.

10. CONSERVATION OF ENERGY & TECHNOLOGY ABSORPTION FOREIGN EXCHANGE EARNINGS AND OUTGO:

Information pursuant to 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 is given in Annexure – 1 which forms part of this report.

11. STATUS UNDER SICK INDUSTRIAL COMPANIES (SPECIAL PROVISION) ACT, 1985.

The Company is a Sick Industrial Company within the meaning of Section 3(1)(0) of the Sick Industrial Companies (Special Provision) Act, 1985.

12. APPRECIATION:

Your Directors wish to place on record their appreciation of whole hearted co-operation and cordial support from Creditors, shareholders and various agencies.

By order of the Board of Directors.
FOR DERA PAINTS & CHEMICALS LIMITED

KUMAR V. SHAH
CHAIRMAN & MANAGING DIRECTOR

Date: 29th August, 2011

Place: Mumbai.

DERA PAINTS & CHEMICALS LTD.



Annexure – 'I'

Information pursuant to Section 217 (1)(6) of the companies Act, 1956 read with companies (Disclosure of Particulars in the Report of the Board of Directors) rule 1988 attached to and forming part of the Directors Report for the year.

1. CONSERVATION OF ENERGY I

Energy conservation measure taken

Constant effort are being made to improve power factor and to effect saving in power and fuel consumption and energy consumption per unit of production (form 'A').

A. POWER AND FUEL CONSUMPTION	CURRENT YEAR	PREVIOUS YEAR
1. Electricity		
(a) Purchased		
Units (in thousand)		
Total Amount (Rs.)	NIL	NIL
Rate per Unit (Rs.)		
(b) Own Generation		-
2. Coal		-
3. Light Diesel Oil		
Quantity (Ltr.)	NIL	NIL
Total Cost (Rs.)	NIL	NIL
Average Rate (Rs.)	NIL	NIL
4. Furnace Oil	NIL	NIL
5. Other/internal generation	NIL	NIL
B. CONSUMPTION PER UNIT PRODUCTION		
1. Electricity (Unit)		-
2. Light Diesel Oil (Ltr)		-

II. TECHNOLOGY ABSORPTION ADAPTATION, INNOVATION AND RESEARCH & DEVELOPMENT:

No Technology has been imported by the company. Technology innovation and changes wherever possible are being absorbed and adopted.

III. FOREIGN EXCHANGE EARNINGS AND OUTGO:

There were no earning or outgo in Foreign Exchange either during the Current year or Previous year.

By order of the Board of Director

FOR DERA PAINTS & CHEMICALS LIMITED

KUMAR V. SHAH

CHAIRMAN & MANAGING DIRECTOR

Date: 29th August, 2011

Place: Mumbai