

# 12<sup>TH</sup>

**ANNUAL REPORT  
2004-2005**



**SABOO SODIUM CHLORO LIMITED**

'Surya House' L-5, B-II, Krishna Marg, C-Scheme, Jaipur-302 001

<b>MANAGING DIRECTOR</b>	Shri Girdhar Saboo
<b>DIRECTORS</b>	Shri Raghuvir Singh Rathore Shri Randeep Singh Shekhawat Shri Dr. Soumitra Bhardwaj
<b>BANKERS</b>	HDFC Bank IndusInd Bank
<b>AUDITORS</b>	N. Kataria & Associates 109-110, Pink City Tower, Peetal Factory, Jaipur
<b>CORPORATE ADVISOR</b>	V. M. & Associates, 309-310, Samod Tower, S.C. Road, Jaipur-302001.
<b>REGISTERED OFFICE</b>	'Surya House' L-5, B-II, Krishna Marg, C-Scheme, Jaipur-302001, Rajasthan.
<b>WORKS</b>	Village- Govindi, Nawa City, Distt. : Nagour-341509 (Rajasthan)
<b>SHARE TRANSFER AGENT</b>	<b>BEETAL FINANCIAL &amp; COMPUTER SERVICES (P) LTD.</b> Beetal House, 3 <sup>rd</sup> Floor, 99, Madangir, Behind Local Shopping Centre, Near Dada Harsukhdas Mandir, New Delhi-62. Tel: 011-29961281 / 82, Fax: 011-29961284 E-mail : <a href="mailto:beetal@rediffmail.com">beetal@rediffmail.com</a>



SABOO SODIUM CHLORO LIMITED

**NOTICE**

**NOTICE** is hereby given that the 12<sup>th</sup> Annual General Meeting of **M/s SABOO SODIUM CHLORO LIMITED**, will be held on Monday 12<sup>th</sup> September, 2005 at the registered office of the Company at 'Surya House' L-5, B-II, Krishna Marg, C- Scheme, Jaipur at 11.00 A.M. to transact the following business:-

**ORDINARY BUSINESS**

- 1 To receive, consider and adopt the Audited Profit and Loss Account for the year ended on 31<sup>st</sup> March, 2005 and the Balance Sheet as on that date, and the Report of Directors and Auditors thereon.
- 2 To appoint a Director in place of Shri Randeep Singh Shekhawat , who retire by rotation and being eligible , offer himself for re-appointment .
- 3 To appoint Auditors and to fix their remuneration.



**By order of the Board**

**Sd/-  
(Girdhar Saboo)  
Managing Director**

**Date : 13<sup>th</sup> August 2005  
Place : Jaipur**



**NOTES (Forming part of the notice)**

1. **A member, who is entitled to attend and vote, is entitled to appoint a proxy to attend and vote instead of himself, a proxy need not be a member.**
2. **The proxy form duly completed and signed should be deposited at the registered office of the Company at least 48 hours before the commencement of the meeting.**
3. The Register of Members and Share Transfer Books of the Company will remain closed from Friday 09<sup>th</sup> September, 2005 to Monday 12<sup>th</sup> September, 2005. (Both Days inclusive).
4. Shareholders desiring any information with regard to the Accounts are requested to write to the Company at an early date, to enable the management to keep the information ready.
5. The members are requested to :
  - a) Intimate changes, if any, in their registered address at an early date.
  - b) Quote DP ID number in all their correspondence.
  - c) Intimate about consolidation of folios, if shareholding are under multiple folios.
  - d) Bring their copies of the Annual Report and the Attendance slips with them at the Annual General Meeting.
  - e) Mail their correspondence directly to Share Transfer Agent of the Company i.e. **M/S Beetal Financial & Computer Services (P) Ltd.** Beetal House, 3<sup>rd</sup> Floor, 99, Madangir, Behind Local Shopping Centre, Near Dada Harsukhdas Mandir, New Delhi-62.

**By order of the Board**

**Sd/-  
(Girdhar Saboo)  
Managing Director**

**Date : 13<sup>th</sup> August 2005  
Place : Jaipur**



### DIRECTORS REPORT

To,

The Members

Your Directors have pleasure in presenting the 12<sup>th</sup> Annual Report of your Company along with Audited Account for the year ended 31<sup>st</sup> March 2005.

#### OPERATIONS

The financial performance of the Company for the year ended on 31<sup>st</sup> March, 2005 as compared to last year is as follows:

Particulars	Rs. In Lacs	
	2004-05	2003-04
Turnover	870.65	1000.46
Other Income	4.28	5.68
Increase / (Decrease) in the stock	55.82	(17.22)
Total Expenditure	854.50	876.22
<b>Profit before Depreciation &amp; Tax</b>	<b>76.25</b>	<b>112.70</b>
Depreciation	61.34	65.68
<b>Profit Before tax</b>	<b>14.91</b>	<b>47.02</b>
Prior Period Adjustment	16.95	(3.57)
Provision for Tax	2.44	--
<b>Profit After Tax</b>	<b>29.42</b>	<b>43.45</b>

#### EXPLANATION

The profit of the current year has been reduced up to 3.19% of the turnover as compared to last year because of increase in material cost to the extent 1.46%, manufacturing and other expenses to the extent of 1.00%, increase of 0.48% in depreciation and 0.28% in taxation as compared to figures of the corresponding last year. Profit of the current year also includes prior period adjustment of Rs. 16.95 lacs. The Company does not have any long-term debt and as such it doesn't have adverse financial bearing on the selling price of the product. The percentage of the financial expenses to the sales has been reduced by 0.03% as compared to the last year. The performance of the Company is though satisfactory, the management intends to accelerate the growth of the Company in the coming years ahead.



## **DIRECTORS**

Shri Randeep Singh Shekhawat, Director who retires by rotation in terms of Article of Association of the Company in the forthcoming Annual General Meeting and being eligible, offers himself for re-appointment.

During the financial year Ajay D. Saxena resigned from the directorship with effect from 13<sup>th</sup> August, 2005

## **AUDIT & AUDITORS' REPORT**

M/S N. Kataria & Associates, Chartered Accountants, Jaipur Auditors of the Company retire at the ensuing Annual General Meeting and are eligible for re-appointment, to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting. The Company has received a letter from them to the effect that their appointment, if made would be within the prescribed limits under Section 224(1B) of the Companies Act, 1956.

Accordingly the said Auditors recommended by the Audit Committee are proposed to be reappointed as auditors of the Company at the ensuing Annual General Meeting. The notes on accounts referred to in the audit report are self-explanatory and therefore do not call for any further comments.

## **DIVIDEND**

Your Directors intends to conserve the resources and therefore does not recommend the dividend for the year ended 31<sup>st</sup> March 2005 in order to improve the financial position of the Company.

## **DIRECTORS' RESPONSIBILITY STATEMENT**

As required under Section 217 (2AA) of the Companies Act, 1956, your Directors hereby confirms that:

- a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) They had selected such accounting policies and applied them consistently and made judgement 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 and loss of the Company for the period;
- c) To the best of their knowledge and information, they had taken proper and sufficient care for the provisions of Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- d) They had prepared the annual accounts on a going concern basis.

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

There are no employees with the Company whose particulars are required to be disclosed under section 217(2A) of the Companies Act, 1956 read with the rules framed thereunder.



### **FIXED DEPOSIT**

During the year under review, your company has not invited any fixed deposit from public in terms of provisions of section 58A of the Companies Act, 1956 read with the Companies (Acceptance of Deposits) Rules, 1975.

### **CONSERVATION OF ENERGY, RESEARCH AND DEVELOPMENT, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

The particulars regarding foreign exchange earning and expenditure, Conservation of energy, research and development Activities and Technological Absorption are as per Annexure A to this Report.

### **CORPORATE GOVERNANCE**

Your Company has successfully implemented the Corporate Governance Practices during the year. A separate section on Corporate Governance and a Certificate from the Auditors of the Company regarding compliance of conditions of Corporate Governance as stipulated under clause 49 of Listing Agreement with Stock Exchange, form part of the Annual Report.

### **ACKNOWLEDGMENT**

Your Directors wish to express their grateful appreciation of the continued co-operation received from the Bank, Govt. Authorities, Customers, Vendors and Shareholders during the year under review, Your Directors also wish to place on record their deep sense of appreciation for the committed service of the Executive, staff and Workers of the Company.

Report Junction.com

**For and on behalf of the Board**

**Sd/-  
(Raghuvir Singh Rathore)  
Director**

**Sd/-  
(Girdhar Saboo)  
Managing Director**

**Place : Jaipur**

**Date : August 13<sup>th</sup>, 2005**



## ANNEXURE 'A'

### CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUT GO

In accordance with the companies (Disclosure of Particulars in the report of the Directors) Rules, 1988, the details of conservation of Energy, Technology absorption and Foreign Exchange Earning and Outgo are given below:

#### Conservation of Energy

Energy conservation measures have been implemented wherever possible and company is using improved operational method in order to optimize the consumption of energy per unit. The company has also installed capacitors and introduced better housekeeping and preventive maintenance which also contribute to conservation of energy power and fuel consumption. Detail annexed herewith.

#### Technology absorption

##### **(a) Research & Development**

1. The company does not have specific R&D Department, it is constantly trying to improve the quality of its product, by adhering to strict inter national quality control procedure.
2. Benefits derived as a result of the above R&D reduction in cost of output by improving recovery ratio, market, improvement in quality and better marketability.
3. Plan and action: The above activities shall continue. The company proposed to concentrate on the use of development process like know how which will eliminate/ reduces wastage.
4. Expenditure on R&D: The technology is being modernized and improved along with production itself without incurring additional expenses on research.

##### **(b) Technology absorption, adaptation & innovation**

1. The effort in brief toward technology absorption, adoption & innovation: The development in companies product & reduce dependence on the import machinery will be reflected in coming year.
2. Details of Imported Technology: The company is using most modern & sophisticated PLC controlled Rovema FFS machines, however it is not working satisfactory.





### **DETAIL OF POWER AND FUEL CONSUMPTION**

<b>1. Electricity</b>	<b>2004-05</b>	<b>2003-04</b>
<b>Own Generated</b>		
Through Diesel Generator		
Qty. (Ltrs. In Lacs )	3.23	3.36
Total amount (Rs. In Lacs)	72.34	62.50
Cost / Unit ( Rs. )	22.40	18.60
<b>2. Furnace Oil</b>		
Qty. ( Ltrs. In Lacs )	2.18	3.15
Total Amount (Rs. Lacs)	31.48	40.98
Average Rates (Rs. )	14.44	13.08

### **FOREIGN EXCHANGE EARNING AND OUTGO**

1. Foreign Exchange earning during the year Export Sale (F.O.B.) (Rs. in Lacs)	0.51	-
2. The foreign Exchange used during this period was under		
(a) On import of Raw material & capital Goods (On CIF basis and custom Assessed value) (Rs. in Lacs)	NIL	NIL
(b) On Foreign Travels (Rs in Lacs)	2.06	NIL

