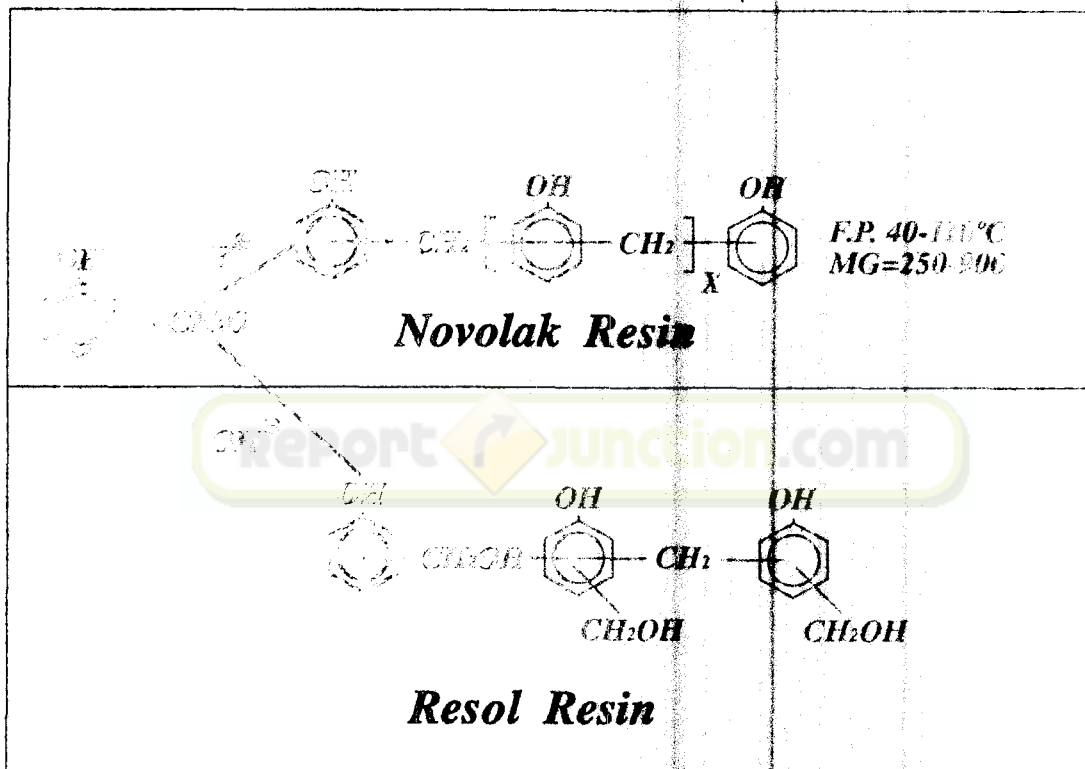


# Annual Report 1997-98



**SREECHEN RESINS LIMITED**





# Sreechem Resins Limited

## BOARD OF DIRECTORS :

Mr. K. C. Chakrabortti – *Chairman*  
 Mr. S. N. Kabra – *Wholetime Director*  
 Mr. B. M. Banerjee – *Technical Director*  
 Mr. Binod Sharma – *Managing Director*

## AUDITORS :

Dalmia Mohta & Associates  
*Chartered Accountants*

## BANKERS :

United Bank of India  
 Old Court House St. Branch  
 Calcutta-700 001.

## SHARE TRANSFER AGENTS :

Computech International Limited  
 77/2A, Hazra Road,  
 Calcutta-700 029

## REGISTERED OFFICE :

Vill : Jhagarpur  
 Post. : Rajgangpur-770 017  
 (Orissa)

## WORKS :

Unit-I Vill : Jhagarpur  
 Post : Rajgangpur  
 Orissa  
 Unit-II Vill : Durramura  
 Dist : Raigarh  
 (M.P.)

## CORPORATE OFFICE :

33A, Jawaharlal Nehru Road  
 Chatterjee International Centre  
 16th Floor, Calcutta-700 071  
 West Bengal

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**Sreechem Resins Limited**

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## NOTICE

NOTICE IS HEREBY GIVEN that the Tenth Annual General meeting of the members of the company will be held at the Registered Office of the Company at 10-00 A.M. on Thursday the 24th day of September, 1998 to transact the following business :

### ORDINARY BUSINESS :

- 1) To receive, consider and adopt the Audited Profit & Loss Account for the year ended 31st March, 1998, the Audited Balance Sheet as at that date and the Reports of the Directors and Auditors thereon.
- 2) To appoint a Director in place of Mr. K.C. Chakrabarti, who retires by rotation and being eligible, offers himself for reappointment.
- 3) To appoint Auditors and to authorise the Board to fix their remuneration.

Registered Office

Vill : Jhagarpur

Post : Rajgangpur-770 017

Orissa

Dated : The 28th day of August 1998.

By Order of the Board

Managing Director

### NOTES :

1. A member entitled to attend and vote is entitled to appoint proxy to attend and vote in his/her stead and a proxy need not be a member of the company. Proxies, in order to be effective, must be received by the Company not less than 48 hours before the commencement of the meeting. A blank proxy form is annexed to the Annual Report.
2. The register of Members and Share Transfer Books of the company shall remain closed from Tuesday, 22nd September, 1998 to Thursday, 24th September, 1998 (both days inclusive).
3. Members who are holding shares in identical order of names in more than one folio, are requested to write to the Company enclosing their shares certificates to enable the company to consolidate their holding in one folio.
4. Notice of change of address and Bank mandates must reach the Company's Registrar and Share Transfer Agents, M/S COMPUTECH INTERNATIONAL LIMITED, 77/2A, Hazra Road, Calcutta-700 029.




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**Sreechem Resins Limited**


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## DIRECTORS' REPORT

### THE MEMBERS

Your Directors have pleasure in presenting the Tenth Annual Report together with the Audited Accounts for the year ended 31st March 1998.

### Financial Results :

	(Figures in Rs. '000)	
	Year ended 31.03.98	Year ended 31.03.97
Sales and other income	140053	154741
Gross Profit	7342	13017
Interest	3140	4028
Depreciation	2638	2568
Profit before Tax	1564	6421
Income Tax for Earlier Year	276	—
Provision for Taxation	230	828
Profit after Tax	1058	5593
Balance Brought forward from P/Y	6645	5252
Amount available for appropriation which the Directors have appropriated as under :	7703	10845
Proposed Dividend	—	2000
Tax on Dividend	—	200
Transferred to General Reserve	—	2000
Leaving a balance to be c/f	7703	6645

### OPERATIONS :

The operations for the year have not been satisfactory due to the recessionary conditions in the users' industries, particularly the Steel and Refractory Industry which affected margin. However in the current year there is improvement in first quarter Sales of Rs. 40799129/- compared to Rs. 36459984/- in the previous year.

### DIVIDEND :

Your Directors are not recommending any dividend for the year due to inadequate profit during the year.

### PERSONNEL :

Information in accordance with section 217(2A) of the Companies Act 1956 read with the Companies (Particulars of Employees) Rules, 1975, forms part of the Directors' Report for the year ended March 31, 1998 as given in Annexure-A to this report.

### PUBLIC DEPOSITS :

The Company has not accepted any deposit from the public.

### DIRECTORS :

Mr. K. C. Chakrabortti retires by rotation as required under the provisions of the Companies Act 1956 at the ensuing Annual General Meeting and being eligible offers himself for reappointment.



**Sreechem Resins Limited**

## DIRECTORS' REPORT (Contd.)

### AUDITORS REPORT :

The Auditors in their report have referred to the notes forming part of the accounts. The said notes are self explanatory and do not require further elucidation.

### AUDITORS :

M/s. Dlamia Mohta & Associates, Chartered Accountants retire at the forth coming Annual General Meeting and are eligible for reappointment and the Board recommend their reappointment.

### CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING AND OUTGO :

Details regarding the present energy consumption including captive generation, technology absorption, foreign exchange earning and outgo are furnished in Annexure-B as per the requirements of the Companies (Disclosure of particulars in the report of the Board of Directors) Rules, 1988.

### ACKNOWLEDGEMENTS :

The Board wish to place on record their sincere thanks to the Employees of the Company for their sincere and hard work. The Board also wish to place on record their sincere thanks to the Company's Bankers the United Bank of India and convey their gratitude and thanks to the Company's esteemed shareholders, customers and other business associates for their support.

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For and by Order of Board

Place : Calcutta

Dated : The 28th day of August, 1998

K. C. CHAKRABERTTI  
Chairman

## ANNEXURE 'A' TO DIRECTOR'S REPORT

Information pursuant to the section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975

Sl No.	Name	Designation	Qualification	Age (Year)	Experience (Year)	Date of commencement of employment	Remuneration received (Rs.)	LAST EMPLOYMENT Employee's Name	Post Held
1.	Sri Binod Sharma	Managing Director	B.Com	42	18	16.05.88	360000	Steel Aids	Proprietor
2.	Sri S.N. Kabra	Whole Time Director	B.Com	50	28	16.05.88	360000	Shree Steels	Partner



**Sreechem Resins Limited**

## ANNEXURE 'B' TO DIRECTOR'S REPORT

Information as per Section 217(1)(e) read with Companies (Disclosure of particulars in the report of Board of Directors) Rules 1988 and forming part of the Directors Report for the year ended 31st March 1998.

### 1. CONSERVATION OF ENERGY :

Company has taken various steps for conservation of energy and has installed energy efficient equipments and thereby able to optimise the energy consumption.

TOTAL ENERGY CONSUMPTION AND ENERGY CONSUMPTION PER UNIT OF PRODUCTION AS PER FORM-A OF THE ANNEXURE TO THE RULES IN RESPECT OF INDUSTRIES SPECIFIED IN THE SCHEDULED THERETO.

### A. POWER & FUEL CONSUMPTION

		1997-98	1996-97
1. Electricity			
Purchased Unit	KWH	431242	414124
Total Amount	Rs.	1474649	1382732
Rate	Rs./KWH	3.42	3.34
2. Own Generation Through Diesel Generator			
Units	KWH	53608	43748
Unit per Litre of Diesel	KWH/Ltr.	1.40	2.52
Cost per Unit	Rs./KWH	6.97	4.68
B. Consumption per Unit Production Electricity	KWH/MT	203	190

### 2. TECHNOLOGY ABSORPTION :

#### A. Research & Development (R & D)

- a. Specific areas in which R & D carried out by the Company:
  - New Product development
- b. Benefits derived as a result of above R & D :
  - Addition to the existing range of products.
  - Cost reduction
- c. Further plan of action :
  - The Company will continue to further develop the Research & Development in the above areas and identify new areas of applications.
- d. Expenditure on R & D :
  - The expenditure on R & D was incurred in developing and commercialising products and as such specific expenditure under this head cannot be classified.

#### B. Technology Absorption, Adoption and Innovation :

There is no technical collaboration agreement. The Company is manufacturing with the help of in-house developed technology. The entire range of product is manufactured through know-how developed by the Company in-house.

#### C. Foreign Exchange earnings and Outgo :

Earnings — NIL  
 Outgo — Rs. 158322 (P/Y 914152)

For and by Order of Board

Place : Calcutta  
 Dated : The 28th day of August, 1998

K. C. CHAKRABERTTI  
 Chairman