

10th ANNUAL REPORT

2001 - 2002



SUNITEE CHEMICALS LIMITED

Regd. Office : 201, Swayam Complex, 9-B,
Shreyas Colony, Stadium Circle, Navrangpura, Ahmedabad.



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Stadium Circle, Navrangpura, Ahmedabad.**

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FOR THE YEAR ENDED 31ST MARCH, 2002

REGISTRATION NO. : 04-17164

CHAIRMAN : Shri Brij Mohan Saraf

DIRECTORS : Shri Sunil Saraf
Shri Umang Saraf

AUDITORS : Nikhil Goyal & Associates
Chartered Accountants,
Ahmedabad.

BANKERS : The Kalupur Comm. Co. Op. Bank Ltd.
Swastik Branch, C. G. Road,
Ahmedabad.



NOTICE

NOTICE is hereby given that the Tenth Annual General Meeting of Members of **SUNITEE CHEMICALS LIMITED** will be held on Monday the 30th September, 2002 at 11.30 A.M. at its Registered Office at 201, Swayam Complex, 9-B, Shreyas Colony, Stadium Circle, Navrangpura, Ahmedabad to transact the following business:

ORDINARY BUSINESS:

1. To consider and adopt the Audited Balance Sheet as at 31st March, 2002 and Profit and Loss Account for the year ended on that date and the Report of the Board of Directors and Auditors thereon.
2. To appoint a director in place of Shri Umang Saraf who retires by rotation and being eligible offer himself for reappointment.
3. To appoint the Auditors from the conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting and to fix their remuneration.

By order of the Board
For, Sunitee Chemicals Limited

Chairman

PLACE : AHMEDABAD
DATE : 30/08/2002

NOTES



1. A member entitled to attend and vote is entitled to appoint proxy to attend and vote instead of himself and the proxy need not be a member of the company.
A proxy form, duly completed and stamped, must reach the Registered Office of the Company not less than 48 hours before the aforesaid meeting.
2. Register of Members and Share Transfer Books of the Company will remain closed from 21.09.02 to 30.09.02 both days inclusive.
3. Members desiring any information on the Accounts are requested to write to the Company at least one week before the meeting, so as to enable the Management to keep the information ready. Replies will be provided only at the meeting.
4. Members are requested to notify the Company of any changes in their address (in full) with the postal area pin code number, quoting their folio number.

By order of the Board
For, Sunitee Chemicals Limited

Chairman

PLACE : Ahmedabad
DATE : 30/08/2002



SUNITEE CHEMICALS LIMITED

DIRECTORS' REPORT

To,
The Shareholders,
Sunitee Chemicals Limited
Ahmedabad.

The Directors have pleasure in presenting the Tenth Annual Report and Audited Accounts for the year ending on 31st March, 2002.

| | [Rs. in lacs] | |
|--|------------------|------------------|
| Financial Results | 2001-2002 | 2000-2001 |
| Sales and other income | 196.82 | 212.20 |
| Profit/(Loss) before depreciation and Tax | 4.20 | 1.10 |
| Depreciation | 1.38 | 0.83 |
| Provision for Taxation/earlier year tax adjustment | 0.12 | 0.15 |
| Profit/(Loss) after tax | 2.70 | 0.12 |
| Appropriations | | |
| Proposed Dividend | NIL | NIL |
| Transfer to General Reserve | NIL | NIL |
| Balance carried to Balance Sheet | (9.23) | (11.93) |

DIVIDEND :

In view of lower profits the directors do not recommend any dividend.

OPERATIONAL REVIEW :

During the year under review, the company carried out trading of equity shares and chemicals and registered a total turnover of Rs.158.70 Lacs.

DIRECTORS :

Shri Umang Saraf retires by rotation and is eligible for reappointment.

AUDITOR :

Nikhil Goyal & Associates, Chartered Accountants, are retired at this meeting and offers willingness to be reappointed until the conclusion of next Annual General Meeting.

INSURANCE :

All the properties of the company have been adequately insured.

DEPOSITS :

During the year under review, the company has not invited any deposits from the public.

Conservation of Energy, Technology, Absorption, Foreign Exchange Earnings/out go.

| | [Rs. in lacs] | |
|------------------------------------|-------------------------------------|-------------------------------------|
| (A) Conservation of Energy | For the year ended on 31.03.2002 | For the year ended on 31.03.2001 |
| (i) Electricity Consumed | NIL | NIL |
| (ii) Own Generation | NIL | NIL |
| (iii) Coal | NIL | NIL |
| (iv) Furnace Oil | NIL | NIL |
| (B) Technology Absorption | NIL | NIL |
| (C) Foreign Exchange earned/out go | NIL | NIL |

10th ANNUAL REPORT**PARTICULARS OF EMPLOYEES :**

During the year, the company had no employee drawing remuneration equal to or more than the limits prescribed under section 217(2)(a) of the Companies Act, 1956 read with Companies (Particulars of employees) Rules, 1975.

DEMATERIALISATION OF EQUITY SHARES :

The members attention is drawn to the fact that the company shares are being compulsorily traded in dematerialised form only. Therefore the members are advised to convert their holding into demat form.

DIRECTOR'S RESPONSIBILITY STATEMENT PURSUANT TO SECTION 217(2AA) :

The terms of the recent amendment to section 217 of the companies act, 1956, your directors have to state as under in respect of the audited accounts for the year ended 31.03.2002.

1. That in the preparation of the annual accounts the applicable accounting standards have been followed along with proper explanation related material departure.
2. That the directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the stage of affairs of the company at the end of the financial year and of the profit of the company for that period.
3. That the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of this Act for safe guarding the assets of the company and for preventing detecting fraud and other irregularities.
4. That the directors have prepared the annual accounts on a going concern basis.

CORPORATE GOVERNANCE :

As per the Clause 49 of the Listing Agreement of the Stock Exchanges, Your Company is required to implement the schedule of Clause 49, during the financial year 2002-2003 and latest by March 31st 2003. Your Company has already started implementing the schedule on corporate governance.

AUDIT COMMITTEE :

The Audit Committee of the company consists of the 3 (three) directors , namely Chairman Shri Brijmohan Saraf, Shri Umang Saraf, and Shri Sunil Saraf. The Audit Committee of the company will meet atleast thrice in a year. Once at the time of finalisation of Accounts and one every six months.

ACKNOWLEDGEMENT :

Your directors take the opportunity to express their sincere thanks to banks, suppliers, State and Central Government etc. for their co-operation and assistance. They also record their approenciation for the contribution made by the employees at all levels to the operations of the company during the year. Last but not the least, your Directors wish to place on record their gratitude to the shareholders for their overwhelming response.

For and on behalf of the Board of Directors

Chairman

PLACE : AHMEDABAD

DATE : 30.08.2002