



Shentracon Chemicals Limited

REGD. OFFICE :

6A, KIRAN SHANKAR ROY ROAD, KOLKATA-700 001, PHONE : 2248-9731, 2248-9538, FAX : (91-33) 2248-4000

NOTICE

*

NOTICE is hereby given that the Sixteenth Annual General Meeting of SHENTRACON CHEMICALS LTD. will be held at the Registered Office of the Company at 6A, Kiran Shankar Roy Road, 3rd Floor, Kolkata-700001 on Wednesday, the 30th September, 2009 at 3.00 P.M. to transact the following business :-

1. To receive and consider Director's Report and the Audited statement of Accounts for the period ended 31st March, 2009.
2. To elect a Director in place of Mr. J. P. Sureka, who retires by rotation and being eligible, offers himself for re-appointment.
2. To appoint Auditors and to fix their remuneration.

By Order of the Board

For SHENTRACON CHEMICALS LTD.

Commerce House,
6A, Kiran Shankar Roy Road,
3rd Floor,
Kolkata-700001.

Dated : 17th, August, 2009


Director

NOTE : Every member entitled to attend and vote is entitled to appoint proxy and vote instead of him/her and such proxy need not be member of the Company. The proxies should, however, be deposited at the Registered Office of the Company not later than 48 hours before the commencement of the meeting.

The Register of members along with Share Transfer Register will remain closed from 21st September to 24th September, 2009 both days inclusive.



Shentracon Chemicals Limited

REGD. OFFICE :

6A, KIRAN SHANKAR ROY ROAD, KOLKATA-700 001, PHONE : 2248-9731, 2248-9538, FAX : (91-33) 2248-4000

DIRECTORS' REPORT

Ladies & Gentlemen,

Sixteenth

Your Directors take pleasure in presenting the ~~Seventeenth~~ Annual Report of the Company together with the Audited Balance Sheet and Profit & loss Account for the year 2008-2009.

FINANCIAL RESULTS

2008-2009

Profit/(Loss)during the year	(3129734)
ADD Balance as per Last year	<u>(92326660)</u>
Balance carried to the Balance Sheet	<u>(95456394)</u>

OPERATIONS :

There was no production at the Company's manufacturing plant at Dankuni, Dist.Hooghly during the year. In view of that the Company had to incur heavy losses.

DIRECTORS :

In accordance with the provisions of the Companies Act, 1956 and the Articles of Association, Mr. J. P. Sureka is liable to retire by rotation & has offered himself for re-appointment.

AUDITORS :

M/S. K.P.Jhawar & CO.,Chartered Accountants, Auditor of the Company hold office till the conclusion of the ensuing Annual General Meeting and being eligible offers themselves for re-appointment.

REMARKS IN AUDITORS' REPORT:

Note Nos. B: 4,5,6,7,9,10,11,12,13,14 in the Auditors Report are in nature of disclosures and self explanatory.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under section 217(2AA) of the Companies Act 1956, with respect to Directors' Responsibility Statement. Your Directors confirm :

1.that in the preparation of Annual Accounts, the applicable accounting standards have been followed ;



Shentracon Chemicals Limited

REGD. OFFICE :

6A, KIRAN SHANKAR ROY ROAD, KOLKATA-700 001, PHONE : 2248-9731, 2248-9538, FAX : (91-33) 2248-4000

: 2 :

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 state of affairs of the Company at the end of financial year ended March 31,2009 and of the loss of the Company for the year.

3.that 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 of the assets of the Company and for preventing and detecting fraud and other irregularities;

4.That the Directors have prepared the Annual Accounts on a going concerns basis.

CORPORATE GOVERNANCE:

Report on Corporate Governance has to be implemented by your Company from financial year 2005-2006. Necessary steps will be taken for implementation of the same in due course.

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

A statement containing necessary information as required under the Companies (Disclosure of particulars in the Report of Board of Directors) Rule, 1988 is annexed hereto and marked as Annexure "A" to the Report.

PARTICULARS OF EMPLOYEES:

As required by the provisions of Section 217(2A) of the Companies Act,1956 read with the Companies (Particulars of Employees) Rule, 1975 as amended, the particulars are not given as the same is not attracted in the case of any person employed by the Company.

ACKNOWLEDGEMENT :

Your Company and its Directors wish to sincerely thank the various Govt. Departments for their support and co-operation extended to the Company. Your Directors also sincerely thank the Shareholders for the confidence reposed by them in the Company and seek their continuous support and co-operation in future also.

on behalf of the Board
SHENTRACON CHEMICAL LTD.

Registered Office:
6A, Kiran Shankar Roy Road,
3rd Floor, Kolkata-700 001
The 27th day of July,2009

Govind Sureka
Govind Sureka



Shentracon Chemicals Limited

REGD. OFFICE :

6A, KIRAN SHANKAR ROY ROAD, KOLKATA-700 001, PHONE : 2248-9731, 2248-9538, FAX : (91-33) 2248-4000

ANNEXURE -A

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

b) Conservation of Energy:

The Company's production at present is under suspension and therefore no power is consumed at the factory.

c) Technology Absorption:

The Company's factory at Dankuni is under suspension of work therefore Technology Absorption is not applicable.

d) Foreign Exchange Earning and Outgo:

a. Activities relating to Export/initiatives taken to increase exports & Development of New Export market for products and services and Export plans:

At present the Company has no production and sales so matter will be considered only after restart of production.

b) Total Foreign Exchange used and earned:

i) Foreign Exchange Earning : Nil

ii) Foreign Exchange Outgo : Nil

on behalf of the Board
SHENTRACON CHEMICAL LTD.

Registered Office:

6A, Kiran Shankar Roy Road,
3rd Floor, Kolkata-700 001
The 27th day of July, 2009


Director

**AUDITORS' REPORT TO THE MEMBERS OF SHENTRACON
CHEMICALS LIMITED**

1. We have audited the attached Balance Sheet of SHENTRACON CHEMICALS LIMITED as at 31st March, 2009 and the Profit and Loss account and the Cash Flow Statement of the Company for the year ended on that date, annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) order, 2003 issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, We enclose in the Annexure a statement of the matters specified in paragraph 4 & 5 of the said order.
4. Further to our comments given in (1) above, we report that :
 - A) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - B) In our opinion proper books of accounts as required by law have been kept by the company, so far as appears from our examination of the books.
 - C) The Balance Sheet and Profit & Loss account dealt with by this report are in agreement with the books of account.
 - D) In our opinion the Balance Sheet and Profit & Loss account dealt with in this report complies with the mandatory accounting standard referred to in sub-section 3(c) of Section 211 of the Companies Act., 1956.
 - E) On the basis of written submission received from the Directors' as on 31st March 2009 and taken on record by the Board of Directors', we report that none of the Directors is disqualified as on 31st March 2009 from being appointed as a Director in term of Section 274(1)(g) of the Companies Act. 1956 as amended.
 - F) (a) The accounts of the company have been prepared on a going concern basis. However since the work is under suspension since 10.10.1999, its ability to continue as such is highly doubtful and largely depend on outcome of its future planning. We are unable to express an opinion on the same.




(b) Subject to matters referred in notes on accounts given in Schedule 12 together with resulting impact thereof as regards (i) as indicated in note B:7 as regards possible reduction in inventory value unascertained due to no physical verification and evaluation thereof. (ii) as indicated in note B:3 accounts of the company have been prepared on a going concern basis even though the production was under suspension. (iii) As indicated in the note B:10 possible erosion in realisable value of fixed assets comparing to its written down value, quantum of which could not be ascertained. (vi) Possible erosion of value of capital work-in progress arising due to long suspension as stated in B: 6. (vii) Amount advanced against orders Rs. 24,43,030/- pending settlement as specified in Note B:14(ii). (viii) Contingent liabilities as specified in Note B:5, which might have impact on company's standing.

Subject to the above in our opinion and to the best of our information and according to explanation given to us, the said accounts read together with significant accounting policies and other notes appearing in Schedule 13 give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view :

- a. In the case of Balance Sheet, of the State of affairs of the Company as at 31st March 2009.
- b. In the case of the Profit & Loss account, of the loss (excluding waiver of interest) for the year ended on that date.
- c. In the case of Cash Flow Statement of the cash flow for the year ended on that date.

For K. P. JHAWAR & CO.
CHARTERED ACCOUNTANTS


(K. P. JHAWAR)
Proprietor
M-10309

Place : Kolkata
Dated : The 10th day of July, 2009



SHENTRACON CHEMICALS LIMITED

ANNEXURE TO THE AUDITORS' REPORT

For the Financial year 2008-09

- i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b) We are informed that the physical verification of the fixed assets could not be carried out due to complete closure of the factory since 10.10.99. In view there of result of physical verification can not be compared with book records and material discrepancy, if any can not be reported. We are informed that none of the fixed assets has been revalued during the year.
- c) According to the information and explanations given to us the Company has been disposed off a part of factory shed during the year.
- ii) Inventory :
- (a) It is informed to us that inventory comprising stock of materials, stores, fuel, finished goods, work-in-process and reusable residues could not be physically verified due to closure of the factory and hence we are not in a position to comment thereon consequently we are not in a position to comment on as regards unserviceable damaged inventory.
- (b) It is informed to us that any erosion in potential value of the stock which may arise due to its nature could not be dealt with due to non verification of stock and its technical evaluation.
- (c) The closing stock of finished' goods, work, in progress and reusable residues and raw materials have been taken in the account on the basis of verification/evaluation and certificate dated 21.07.1998 of an independent valuer appointed by State Bank of India as there was no movement of inventory thereafter. No further physical verification and/or technical evaluation has been made thereafter.
- (d) We are informed that proper records of inventory has been maintained. However in absence of physical verification thereof we are not in a position to comment on discrepancy comparing with the physical stock. The stock has been taken in these accounts on the basis of physical counting and evaluation made by the independent valuer in 1998-99 and there is no movement thereafter
- iii) (a) As per information and explanations furnished the company has not granted but has taken unsecured loan from companies, firms and other associates covered in the register maintained under section 301 of the Companies Act, 1956. The aggregate amount involved outstanding at the close of the year is 91,54,144/-
- (b) In our opinion the rate of interest and other terms and conditions on which these loan has been taken are prima facie not prejudicial to the interest of the company. The amount of principal and interest in respect of such loans are not payable during the currency of institutional loans as explained in note no. B:16 of Schedule 13 consequently there is no overdue amount of principal and interest in respect of such loan.




- iv) Having regard to the fact that there is complete suspension of operational activity during the year procedure of internal control as regards purchase of inventory, fixed and other assets is not applicable.
- v) (a) According to information and explanation provided by the management, there is no such transaction need to be entered in the register in pursuance of Section 301 of the Companies Act, 1956 accordingly para V (b) of the Companies (Auditor's Report) Order, 2003 are not applicable.
- vi) The company has not accepted any deposit from the public during the year except intercorporate loan and loan from Directors/their relatives/associates/promoters.
- vii) As per the information and explanations furnished, the company has an adequate infrastructure of inhouse internal audit system commensurate with the size and nature of its business.
- viii) In absence of any emoluments of the employees during the year, the deduction of P.F. & E.S.I. and deposit thereof has no relevance. According to information and explanation furnished to us, there is no disputed amount relating to Income Tax Sales Tax, Wealth Tax, Cess, other material Statutory Dues except the past dues of E.S.I. of Rs. 76,591/-, Income Tax Rs. 17,162/- and Professional Tax payable Rs. 14,570/- which is coming from years and still remain unpaid.
- ix) The company has accumulated losses.. The company has incurred cash profit, before extraordinary item adjustment, during the financial year and has incurred loss in the immediate preceding financial year.
- x) In view of upfront one time settlement with Financial Institution and Banks the nonpayment or delayed payment has not been considered as default.
- xi) According to information and explanation given to us, the company has not granted any loans and advances on the basis of security by way of pledge of Shares, Debentures and other Securities. Accordingly the provisions of clause 4 (xii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xii) In our opinion the company is not a Chit Fund or a Nidhi/Mutual Benefit Fund/Society. Accordingly the provisions of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xiii) According to the information and explanation given to us, the Company is not dealing and trading in shares, Securities, debentures and other Investments
- xiv) According to the information and explanation given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- xv) In our opinion, the term loans have been applied for the purpose for which they were raised.
- xvi) According to the information and explanation given to us, and overall examination of the balance sheet of the company, we report that no funds raised on short-term basis have been used for long-term investment. No fund whether short term or long term has been raised during the year.

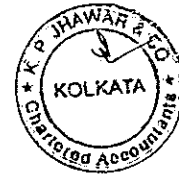


- xvii) The Company has not made any preferential allotment of any shares to parties and companies covered u/s. 301 of the Companies Act, 1956 during the year.
- xviii) According to the information and explanation given to us, the company has not created security for debentures issued in earlier years. No new debentures were issued during the year covered by our audit report.
- xix) According to the information and explanation given to us, the company has not made any public issue during the year to raise money. Accordingly, the provisions of clause 4(xx) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xx) According to the information and explanation given to us, no fraud on or by the Company has been noticed or reported in the year as explained to us during the course of our audit.

For K. P. JHAWAR & CO.
CHARTERED ACCOUNTANTS


(K. P. JHAWAR)
Proprietor
M-10309

Place : Kolkata
Dated : The 10th day of July, 2009



SHENTRACON CHEMICALS LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2009

PARTICULARS	SCHEDULE	31.03.2009 (RS.)	31.03.2008 (RS.)
A) SOURCES OF FUNDS :			
- SHAREHOLDERS' FUND :			
Share Capital	1	71,618,580	71,618,580
RESERVES AND SURPLUS :	2	43,351,000	43,351,000
LOAN FUNDS :			
Secured Loans	3	-	1,400,000
Unsecured Loans	4	23,382,144	26,773,644
TOTAL SOURCES OF FUNDS		138,351,724	143,143,224
B) APPLICATION OF FUNDS :			
FIXED ASSETS :			
Gross Block	5	76,219,505	82,890,762
Less : Sold during the year		-	6,671,257
Less : Accumulated depreciation		45,996,804	42,724,762
		30,222,701	33,494,743
Capital Work-in-progress		9,049,057	9,049,057
Net Block		39,271,758	42,543,800
CURRENT ASSETS :			
Inventories	6	7,014,797	7,014,797
Sundry Debtors	7	36,000	4,755,000
Cash and Bank balances	8	433,522	457,723
		7,484,319	12,227,520
LOANS & ADVANCES :	9	2,668,635	2,668,635
		10,152,954	14,896,155
LESS:CURRENT LIABILITIES AND PROVISIONS	10	6,529,382	6,623,391
NET CURRENT ASSETS		3,623,572	8,272,764
Profit & Loss Account (As per account annexed)		95,456,394	92,326,660
Notes on Accounts and Significant Accounting Policies	12		
TOTAL APPLICATION OF FUNDS		138,351,724	143,143,224

SCHEDULES 1 TO 13 FORM INTEGRAL PART OF ACCOUNTS.
IN TERMS OF OUR REPORT OF EVEN DATE.

FOR K.P.JHAWAR & CO.
CHARTERED ACCOUNTANTS

(K.P.JHAWAR)
PROPRIETOR
4, NARAYAN PRASAD BABU LANE
THE 16th DAY OF July 2009



For Shentracon Chemicals Ltd.

G. S. S. S.
Director

For Shentracon Chemicals Ltd.

[Signature]
Director

SHENTRACON CHEMICALS LIMITED
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2009

<u>PARTICULARS</u>	<u>SCHEDULE</u>	2008-09 (RS.)	2007-08 (RS.)
CREDIT : INCOME			
Other Income		108,000	107,000
Profit from sale of factory shed	*	-	780,455
TOTAL INCOME		108,000	887,455
DEBIT : EXPENDITURE			
Power and Fuel, Electricity		28,964	26,400
Administrative Expenses	11	101,579	287,765
Depreciation		3,272,042	3,278,408
Auditor's Remuneration :			
As audit fees		2,800	2,800
TOTAL EXPENDITURE		3,405,385	3,595,373
BALANCE NET PROFIT/(LOSS)		(3,297,385)	(2,707,918)
Less: Waiver of Interest under OTS		167,651	-
BALANCE NET PROFIT/(LOSS)		(3,129,734)	(2,707,918)
ADD/LESS, BALANCE AS PER LAST ACCOUNTS		(92,326,660)	(89,618,742)
BALANCE TRANSFERED TO BALANCE SHEET		(95,456,394)	(92,326,660)

IN TERMS OF OUR REPORT OF EVEN DATE.

FOR K.P.JHAWAR & CO.
 CHARTERED ACCOUNTANTS

(K.P.JHAWAR)
 PROPRIETOR

4, NARAYAN PRASAD BABU LANE
 KOLKATA - 700 007
 The 10th Day of July 2009

For Shentracon Chemicals Ltd.

G. S. S. S. S.
 Director

For Shentracon Chemicals Ltd.

Director



SHENTRACON CHEMICALS LIMITED
SCHEDULES ATTACHED TO AND FORMING PART OF THE
BALANCE SHEET AS AT 31ST MARCH, 2009

PARTICULARS	31.03-2009 (RS.)	31.03-2008 (RS.)
<u>SCHEDULE - 1 : SHARE CAPITAL</u>		
<u>Authorised :</u>		
5,100,000 Equity Shares of Rs.10/- each	51,000,000	51,000,000
9,00,000, 10% EquiPref. Shares of Rs.60/- each	54,000,000	54,000,000
1,000,000 13.5% Preference Shares of Rs.10/- each	10,000,000	10,000,000
	115,000,000	115,000,000
<u>Issued, Subscribed and Paid Up :</u>		
4,438,143 Equity Shares of Rs.10/- each)	44,381,430	44,381,430
10,00,000, 13.5% Preference Share of Rs.10/-each.	10,000,000	10,000,000
3,44,743 , 10% Convertible Cumulative Redeemable Preference Shares of Rs.50/- each fully paid up	17,237,150	17,237,150
	71,618,580	71,618,580
<u>SCHEDULE - 2 : RESERVES & SURPLUS</u>		
State Government Capital Subsidy		
As per last account	1,650,000	1,650,000
Preference shares forfeiture Reserve A/c		
As per last account	10,401,000	10,401,000
Other Capital Reserve		
created by waiver of loan As per Last account	31,300,000	31,300,000
	43,351,000	43,351,000
<u>SCHEDULE - 3 : SECURED LOAN</u>		
Cash Credit Loan : State Bank of India	NIL	1,400,000
(Secured by Hypothecation of entire current assets comprising of Raw Materials, Work-in-process, Finished Goods Stores & Spares and Book Debts, and Second Charge on entire Fixed Assets of the company and personal guarantee of some Directors)		
	-	1,400,000
<u>SCHEDULE - 4 : UNSECURED LOAN</u>		
From Members - Promoters Contribution	691,427	3,031,927
Intercorporate Loans - From Associates Companies	22,690,717	23,741,717
	23,382,144	26,773,644

For Shentracon Chemicals Ltd.

G. S. S. S.
Director

For Shentracon Chemicals Ltd.

R. S. S.
Director



SHENTRACON CHEMICALS LIMITED
SCHEDULES ATTACHED TO AND FORMING PART OF THE
BALANCE SHEET AS AT 31ST MARCH,2009

PARTICULARS	31.03-2009 (RS.)	31.03-2008 (RS.)
<u>SCHEDULE - 5 : INVENTORIES</u>		
(As taken, valued and certified by Independent Valuer appointed by Bank in earlier year)		
Finished Goods	75,000	75,000
Work in Process	3,200,000	3,200,000
Re-useable Residues	1,600,000	1,600,000
	4,875,000	4,875,000
Materials :		
Raw Materials	1,435,538	1,435,538
Consumables, Spares & Packing Materials	683,000	683,000
Fuel & Furnace Oil	21,259	21,259
	2,139,797	2,139,797
	7,014,797	7,014,797
<u>SCHEDULE - 6 : SUNDRY DEBTORS</u>		
(Unsecured considered good by management)		
Other Debts	36,000	4,755,000
	36,000	4,755,000
<u>SCHEDULE - 7 : CASH AND BANK BALANCES</u>		
Cash in hand	122,927	142,215
Current Account with Scheduled Banks	10,595	15,508
Deposit in No Lien Account with State Bank Of India	300,000	300,000
	433,522	457,723
	433,522	457,723
<u>SCHEDULE - 8 : LOANS & ADVANCES</u>		
(Unsecured - Considered good by Management)		
Trade Advances	2,540,218	2,540,218
Security Deposits	32,200	32,200
Advances recoverable/Adjustable	96,217	96,217
	2,668,635	2,668,635
	2,668,635	2,668,635
<u>SCHEDULE - 9 : CURRENT LIABILITIES AND PROVISIONS</u>		
<u>CURRENT LIABILITIES :</u>		
Sundry Creditors & Advances	4,938,963	5,003,963
Other Liabilities	1,588,059	1,617,068
	6,527,022	6,621,031
<u>PROVISIONS :</u>		
For Fringe Benefit Tax	2,360	2,360
	2,360	2,360
	6,529,382	6,623,391



For Shentracon Chemicals Ltd.

G. S. Sanyal
Director

For Shentracon Chemicals Ltd.

A. Sanyal
Director

SHENTRACON CHEMICALS LIMITED
SCHEDULES ATTACHED TO AND FORMING PART OF THE
BALANCE SHEET AS AT 31ST MARCH, 2009

SCHEDULE - 5 : FIXED ASSETS

PARTICULARS	GROSS BLOCK		DEPRECIATION				NET BLOCK		
	OPENING	SOLD DURING	TOTAL	UPTO LAST	DELETION	FOR THE	TOTAL	31.03.2009	31.03.2008
	(RS.)	(RS.)	(RS.)	(RS.)	(RS.)	(RS.)	(RS.)	(RS.)	(RS.)
Land	379834	-	379834	-	0	-	-	379834	379834
Land Development	11330490	-	11330490	-	0	-	-	11330490	11330490
Building	6,671,257	-	6,671,257	2,904,532	0	222,820	3,127,352	3,543,905	3,766,726
Plant & Machinery	52,295,796	-	52,295,796	35,922,457	0	2,761,218	38,683,675	13,612,121	16,373,339
Electrical Inst.	3,581,328	-	3,581,328	2,459,454	0	189,094	2,648,548	932,780	1,121,874
Generator Set & Transf.	790,059	-	790,059	543,896	0	41,715	585,611	204,448	246,163
Safety Equipments	43,263	-	43,263	29,762	0	2,284	32,046	11,217	13,501
Utilities	211,462	-	211,462	133,214	0	10,044	143,258	68,204	78,248
Loose Tools	15,794	-	15,794	10,873	0	834	11,707	4,087	4,921
Laboratory Equipment	62,103	-	62,103	40,898	0	3,279	44,177	17,926	21,205
Office Equipment	125,529	-	125,529	74,879	0	5,963	80,842	44,687	50,650
Computer	154,150	-	154,150	154,150	0	-	154,150	-	-
Furniture & Fixture	558,440	-	558,440	450,647	0	34,791	485,438	73,002	107,793
TOTAL	76,219,505	-	76,219,505	42,724,762	-	3,272,042	45,996,804	30,222,701	33,494,744
PREVIOUS YEAR	82,890,762	6,671,257	76,219,505	42,128,065	2,681,712	3,278,408	42,724,762	33,494,743	40,762,697



For Shentracon Chemicals Ltd.
[Signature]
Director

For Shentracon Chemicals Ltd.
[Signature]
Director

SHENTRACON CHEMICALS LIMITED
SCHEDULES ATTACHED TO AND FORMING PART OF THE
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2009

PARTICULARS	2008-09 (RS.)	2007-08 (RS.)
Security Guard Expenses	70196	81403
Travelling Expenses	212\	645
Postage & Telegram	575	543
Telephone Expenses	9,179	7,728
Legal Expenses	15,160	193,868
Bank Charges	220	975
Filing Fees	3,000	1,000
General Charges	554	957
Maintenance -Others	0	236
Maintenance -Factory	483	410
Insurance	2,000\	0
	101,579	287,765

For Shentracon Chemicals Ltd.

Calumma
Director

For Shentracon Chemicals Ltd.

Director
Director



SHENTRACON CHEMICALS LIMITED

SCHEDULE - 13

NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED
31ST MARCH, 2009

A) SIGNIFICANT ACCOUNTING POLICIES:

A:1 Recognition of Standards and Accounting Policies :

i) The accounts have been prepared following historical cost convention and on the basis of a going concern adopting mercantile system of accounting unless specified otherwise. As the production was under suspension throughout the year, hence there had been little financial movement.

ii) Fundamental accounting assumptions, as suggested by The Institute of Chartered Accountants of India, are accepted and applied while preparing financial statements.

A:2 Fixed Assets :

i) Fixed Assets are stated at cost less depreciation. Fixed Assets specifically plant & machinery are of erosional nature and requires to be evaluated for ascertainment of its realisable value.

ii) Capital work-in-progress are brought forward since last few year's and stated at cost. The work was however under suspension since 1999 and hence its fate is uncertain. It's value is required to be evaluated for ascertainment of its factual worth.

A:3 Depreciation :

Depreciation on block of Assets has been provided on prorata basis following Straight line method at the rates specified in Schedule XIV of the Companies Act, 1956 as amended.

A: 4 Inventories :

There had been no movement in the inventory during the year and physical verification of stock could not be conducted in view of work suspension from 10.10.1999. The stock has been taken at the same value as in last year as per valuation report dated 21.07.98 of an independent valuer appointed by the State Bank of India. It's present realisable value is unascertainable.

A: 5 Excise and Custom Duty :

Excise duty and Custom duty payable on finished goods or otherwise are accounted for on clearance of goods from the factory. There had been no movement during the year.

For Shentracon Chemicals Ltd.

G. S. S. S.
Director

For Shentracon Chemicals Ltd.

A. K. J.
Director



A:6 Miscellaneous :

i) Retirement benefits e.g. Gratuity etc. will be accounted for on cash basis. Quantum of possible liability thereof based on actuarial valuation could not be ascertained in view of work suspension since 10.10.1999.

ii) The overdue amount of * ESI as on 31st March, 2007 relating to earlier years was Rs. 76,591/- .

B) NOTES ON ACCOUNTS :

B:1 There is no production since 18.9.1996 and the work suspension has been notified and declared since 10th October 1999.

B:2 The accounts have been prepared on the basis of a going concern and erosion/diminution in values, if any, as may be possible for a closed chemical plant has not been considered.

B:3 The Management is striving to restore the rehabilitation programme in view of various favourable conditions.

B:4 CONTINGENT LIABILITIES :

(i) Dividend Liability on Account of 10% Cum. Redeemable Preference Shares from the date of allotment on 28.6.95 & 31.03.06 and on 13.5% preference share from the date of allotment i.e. on 31.12.1998, till the end of the year which will be accounted for as and when paid Rs. 1,82,25,715/-

ii) Liabilities arising for delayed payment of statutory dues in earlier years amount of which could not be ascertained.

iii) Electricity Bills for Minimum Guarantee off take which relates to period before the date of closure and disputed by the Company Rs. 21,60,000/-.

iv) Listing fees payable to Stock Exchanges amount of which is not ascertainable.

B:5 Since the project has been kept in abeyance, the fate of capital work in progress brought forward since last few years, hangs in uncertainty and its impact/loss could not be ascertained. Physical verification of assets also could not be carried out. Being a chemical plant closed long back, its potential current worth is not ascertainable.

B:6 As the plant is closed since 10.10.1999, the inventory has been shown in the accounts as taken, valued and certified by an independent valuer on 21.07.1998 in terms of their appointment by the State Bank of India. It is certified by the management that there had been no movement in inventory after the date of verification by the independent valuer. Being a Chemical plant

For Shentracon Chemicals Ltd.

Calumma
Director

For Shentracon Chemicals Ltd.

Adhwar
Director



erosion in potential value is possible which will be taken care on its further evaluation. However possible diminution in value is not ascertainable at present and relevant adjustment could not be done.

B:7 Claim has been lodged for Electricity Duty Concession of Rs.1,14,566/- for New Industries which will be accounted for on actual receipt. However in the opinion of the management the recovery is considered doubtful.

B.8 Depreciation has been provided during the year and for earlier years after closure of plant considering the principal of diminution in value even though the plant was not in operation.

B.9 In absence of overdue physical verification and technical evaluation, the present condition of Fixed Assets (Plant & Machinery, Tools & Equipments etc.) directly involved in the production, Capital work-in-progress as well as closing stock could not be ascertained and since the plant is not in operation for a longtime and in view of fact of being a chemical plant its possible erosion could not be denied. Possible realisable value and/or remaining usable life of fixed assets could not be ascertained and hence could not be adjusted.

B.10 Sundry Creditors include Rs.2,00,000/- payable for land out of which Rs.25,000/- has been paid as advance.

B.11 The Concerns from whom the Unsecured Loans have been obtained have waived their claim of interest during currency of Institutional loan.

B:12 Possible liabilities arising on settlement of employees dues will be taken care on finalisation/payment.

B.13(i) Provision for all known liabilities are adequate in the opinion of the Management.

B.13(ii) An amount of Rs.24,43,030/- advanced against Plant & Machinery remains unadjusted and lying under Trade advances. The captioned machinery is reported ready for delivery on payment of balance amount. The Management is trying for a settlement. However this amount is contingent of recovery.

B.13(iii) No provision has been made on possible irrecoverable advances and deposits, the amount of which could not be ascertained.

B.14 i) There was no transaction carried with related parties which is required to be disclosed.

B.14 ii) Since there was no production and/or dealing hence segment wise disclosure is not applicable.

For Shentracon Chemicals Ltd.

Chinnu
Director

For Shentracon Chemicals Ltd.

Adnan
Director



B.14 iii) The deferred tax assets/liabilities and or its implication on deferred tax arising on account of unabsorbed losses & depreciation has not been accounted for on due principle of prudence and uncertainty of future taxable profit.

B.15 Information pursuant to the provisions of paragraph 3,4(C) and 4(D) of part-II of Schedule-VI of the Companies Act,1956 are given in schedule -14.

B.16 Information pursuant to the provisions of part-IV of schedule-VI to the Companies Act,1956 are given in Schedule-15.

B 17 Previous year figures have been regrouped and recasted wherever necessary.

For K.P.JHAWAR & CO.
CHARTERED ACCOUNTANTS

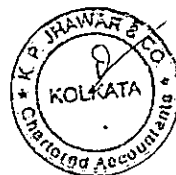
(K.P.JHAWAR)
Proprietor
4,Narayan Prasad Babu Lane,
Kolkata-700 007.
The 10th day of July,2009

For Shentracon Chemicals Ltd.

G. S. Chatterjee
Director

For Shentracon Chemicals Ltd.

A. K. Chatterjee
Director



SCHEDULE ATTACHED TO AND FORMING PART OF THE FINAL ACCOUNTS :
31ST MARCH, 2009

SCHEDULE - 14

INFORMATION PURSUANT TO THE PROVISIONS OF PARAGRAPH 3, 4c, AND 4d
PART-II OF SCHEDULE-VI OF THE COMPANIES ACT, 1956

1. PARTICULARS IN RESPECT OF GOODS MANUFACTURED:

Class of Goods	Unit	Regist	Install	Quantity
		Cap. (a) (Appr.) 2007-08	Cap. (a) 2007-08	Prod. (c) 2008-09
Sodium Di-Chromate	M.Ton	3000	1875	--
	--Do--	(3000)	(1875)	(--)
Basic Chrome Sulphate		3000	3750	--
	--Do--	(3000)	(3750)	(--)
Anhy. Sodium Sulphate		1920	2400	--
	--Do--	(1920)	(2400)	(--)
Chrome Oxide Green		72	90	--
	--Do--	(72)	(90)	(--)
Sodium Sulphate		3000	1875	--
Yellow (By Product)	--Do--	(3000)	(1875)	(--)

a) Installed capacity have been certified by the Company's experts.

b) Throughout the year ended 31st March, 2009 production at the factory remained suspended.

c) Figures in Bracket represent Previous Year's Figures.

2. PARTICULARS IN RESPECT OF STOCK AND SALES OF GOODS MANUFACTURED:

Class of Goods	Opening Stock		Closing Stock		Sale for year	
	As on 1.4.2008	As on 31.3.2009	As on 31.3.2009	As on 31.3.2009	2008-09	2008-09
	Qty. (mt)	Value	Qty. (mt)	Value	Qty. (mt)	Value
Sodium Di-Chromate	--	---	---	---	---	---
Sodium Sulphate						
Yellow	--	---	---	---	---	---

3. CONSUMPTION OF RAW MATERIALS AND POWER & FUEL :

The Company's production is under suspension hence there is no consumption of Raw Materials etc.

4. FOREIGN EXCHANGE :

Earning in Foreign Exchange	Nil	Nil
Expenditure in Foreign Exchange	Nil	Nil

For K.P. Jhawan & Co.
Chartered Accountant

(K.P. JHAWAR)

Proprietor

4, Narayan Prasad Babu Lane,
Kolkata-700 007.

The 10th day of July, 2009.



For Shentracon Chemicals Ltd.

Calumilla
Director

For Shentracon Chemicals Ltd.

[Signature]
Director

SCHEDULE-15

ANNEXURE TO NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2009
DETAILS REQUIRED TO BE DISCLOSED UNDER PART IV OF SCHEDULE -VI OF
THE COMPANIES ACT, 1956.

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I.Registration Details	:	Registration No.21-59449 of 1993.
State Code	:	21
Balance Sheet Date	:	31st March, 2009
II.Capital raised during the year	:	(Amount in Rs.Thousands)
Public Issue	:	Nil
Bonus Issue	:	Nil
Right Issue	:	Nil
Private Placement	:	Nil
III.Position of Mobilisation and Deployment of Funds	:	(Amount in Rs. Thousand)
Total Liabilities	:	1,38,352
Total Assets	:	1,43,143
Sources of Funds :		
Paid up Capital	:	71,619
Share Application Money	:	NIL
Reserves & Surplus	:	43,351
Secured Loans	:	NIL
Unsecured Loans	:	23,382
Application of Funds :		
Net Fixed Assets	:	39,272
Investments	:	Nil
Net Current Assets	:	3,624
Misc.Expenditure	:	Nil
Accumulated Loss	:	95,456
IV.Performance of the Company		
Turnover & Other Income	:	108
Total Expenditure	:	3,405
Profit/(Loss) Excluding Waiver of Interest in extra ordinary item Before Tax	:	3,297
Profit/(Loss) Excluding Waiver of Interest in extra ordinary item After Tax	:	3,297
Earning per Share in Rs.	:	Nil
Dividend Rate	:	Nil
V.Generic Names of Three Principal Products/Services of the Company (As per monetary terms)		
Item Code No. (ITC Code)	:	28413000
Product Description	:	Sodium Dichromate
Item Code No. (ITC Code)	:	28332300
Product Description	:	Yellow Sodium Sulphate

For K.P.Jhavar & Co.
Chartered Accountant


(K.P.JHAWAR)

Proprietor
4, Narayan Prasad Babu Lane,
Kolkata-700 007.
The 28th day of July, 2009.



For Shentracon Chemicals Ltd.


Director

For Shentracon Chemicals Ltd.



Director

AUDITOR'S CERTIFICATE

THE BOARD OF DIRECTORS
SHENTRACON CHEMICALS LIMITED

We have examined the attached Cash Flow Statement of SHENTRACON CHEMICALS LIMITED for the year ended 31st March, 2009. The statement has been prepared by the company in accordance with the requirement of Clause 32 of Listing Agreements with various Stock Exchanges in India and based on and in agreement with the corresponding Audited Financial Accounts of the Company for the year ended 31st March, 2009 and covered by our Report of ~~28th~~ July, 2009 to Members of the Company.

For K.P.Jhawar & Co.
Chartered Accountant


(K.P.JHAWAR)
Proprietor
4, Narayan Prasad Babu Lane,
Kolkata-700 007.
The ~~28th~~ day of ~~July~~ July 2009.



SHENTRACON CHEMICALS LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDEAD 31 ST MARCH 2009

PARTICULARS	2008-09	2007-08
A. CASH FLOW FROM OPERATING ACTIVITY		
Net Profit Before Tax	-3297385	2707918
Less: Extra Ordinary Items	167651	0
Waver of Interest Adjustment	-3129734	
Amount written back		
Adjustment for :-		
Depreciation	3272042	3278408
Proportionate Adjustment Of Deffered Expences	0	3278408
	142308	570490
Operating Profit Before Working Capital Changes	142308	570490
Adjustment For :-		
Frang Benefit Tax Payment		-
Trade and Other Receivables	-4719000	(4648000)
Trade Payable	94009	-4624991
Less: written back		(60484) (4708484)
Net Cash from Operating Activities: (A)	<u>(4767299)</u>	<u>(4137994)</u>
B. CASH FLOW FROM INVESTMENT ACTIVITY		
State Capital subsidy received		
Purchase / Sale of Fixed Assets		3989546
Capital Working Progress		-
Net Cash used in Investment Activities: (B)		<u>39 89546</u>
C. CASH FLOW FROM FINANCING ACTIVITY		
Share Capital		
Short Term Borrowing	3391500	
IDBI Term Loan		
SBI Term Loan	1400000	
Add / Less: Waiver of Interest		
Waiver of Principal	4791500	215000
Net cash used in Financeing Activity	<u>4791500</u>	<u>215000</u>
D. NET CASH AND CASH EQUIVALENTS: (A+B+C)	24201	66552
CASH AND CASH EQUIVALENTS (OPENING BALANCE)	<u>457723</u>	<u>391171</u>
CASH AND CASH EQUIVALENTS (CLOSING BALANCE)	<u>433522</u>	<u>457723</u>
NET EFFECT EQUIVALENT TO 'D' ABOVE :	<u>24201</u>	<u>66552</u>

NOTE : Figures in bracket indicate negative figures.

Kolkata,
The 28 Day of July 2009



J.P. Sureka
J.P. SUREKA
Director