



**2008-09
Annual Report**



AMAL LIMITED

Atul - 396020, Gujarat, India
www.amal.co.in



Lalbhai Group

Amal Limited

Board of Directors

Dr Rana Vishnoi
Chairman

Mr Mriganka Dutta

Mr Ghanshyam Parekh

Chief Operating Officer

Dr Naresh Chourishi

Auditors

V R Parekh & Co
Chartered Accountants

Cost Auditors

H R Kapadia
Cost Accountant

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Registered Office

310B, Veer Savarkar Marg
Dadar (West), Mumbai 400028
Maharashtra, India
Phone: (+91 22) 39876000
Fax: (+91 22) 39876061, 39876065

Head Office

Atul 396020, Gujarat, India
Phone: (+91 2632) 233663, 234330
Fax: (+91 2632) 233402

Works

1. 136 I 137, GIDC Industrial Area
Ankleshwar 393002, Gujarat, India
Phone: (+91 2646) 251066, 251271
Fax: (+91 2646) 251982
2. Atul 396020, Gujarat, India
Phone: (+91 2632) 233227

Notice

Notice is hereby given that the Thirty-Fifth Annual General Meeting of the Members of Amal Limited will be held at Kilachand Conference Room, Second Floor LNM - IMC Building, IMC Marg, Opposite Churchgate Railway Station, Churchgate, Mumbai 400020 Maharashtra, India on Thursday, September 24, 2009 at 4:00 pm to transact the following business:

Ordinary Business:

1. To receive, consider and adopt the Audited Balance Sheet as on March 31, 2009 and Profit and Loss Account for the year ended on that date together with the reports of Directors and Auditors thereon.
2. To appoint a Director in place of Dr Rana Vishnoi, who retires by rotation and being eligible, offers himself for reappointment
3. Dr Naresh Chourishi, Manager of the Company is due to retire on September 01, 2009. He does not offer for reappointment.
4. To appoint V R Parekh & Co Chartered Accountants, as Auditors and to fix their remuneration

Special Business:

5. To consider and, if thought fit, to pass, with or without modifications, the following resolution as an ordinary resolution

"RESOLVED THAT Mr Vasudev Koppaka, be and is hereby appointed as a Director of the Company in respect of whom the Company has received a notice in writing under section 257 of the Companies Act, 1956, along with a deposit of Rs500 from a member proposing his candidature.

By Order of the Board
For Amal Limited

Rana Vishnoi
Chairman

Registered Office:
310B, Veer Savarkar Marg
Dadar (West), Mumbai 400028
Maharashtra, India
August 10, 2009

Notes:

1. Printed copies of Balance Sheet, Profit and Loss Account, the Directors' Report, the Auditors' Report and every other document required by law to be annexed or attached to the Balance Sheet for the financial year ended March 31, 2009 are enclosed herewith.
2. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and a proxy need not be a member of the Company. Proxies in order to be effective must be received by the Company not later than 48 hours before the commencement of the meeting.
3. The Register of members and share transfer books of the Company will remain closed on Monday, August 31, 2009.
4. Members desirous of any information about the accounts and operations of the Company are requested to write to the Company at least 10 days before the date of the meeting so that the required information can be made available at the meeting.
5. *Members / Proxies are requested to bring the enclosed attendance slip with them duly filled in for attending the meeting.*
6. Reappointment of Director: At the ensuing Annual General Meeting, Dr Rana Vishnoi retires by rotation and being eligible offers himself for reappointment. The information or details required as per the Listing Agreement pertaining to him are as under:

Dr Rana Vishnoi is M.Tech (Chemical) IIT and Ph.D. He specializes in Chemical spectrum. He has been associated with the Company from the beginning. Presently he is on the Board of Par Investments Limited, Agrimore Limited and Osia Reality (P) Limited. He holds 1500 equity shares in the Company.

Explanatory Statement:

(Pursuant to Section 173 (2) of the Companies Act 1956)

Item No 4

Mr Vasudev Koppaka has done B.Sc from University of Mumbai, B.Sc (Tech) from ICT, Mumbai (formerly UDCT) followed by post graduation in Management Studies (MMS) from University of Mumbai. He has 2 decades of experience in various areas such as Technical Services, Product Management, Strategy & Business Planning and General Management. He is not a Director in any other Company. He does not hold any equity shares in the Company.

The Board appointed him as Additional Director and his term expires in this Annual General Meeting. The Board further recommends his appointment as a Director.

None of the Directors except Mr Vasudev Koppaka is interested or concerned in the above item.

By Order of the Board
For Amal Limited

Rana Vishnoi
Chairman

Registered Office:
310B, Veer Savarkar Marg
Dadar (West), Mumbai 400028
Maharashtra, India

August 10, 2009

Directors' Report

Dear Members,

The Board of Directors presents the Thirty Fifth Annual Report and Audited statement of Accounts for the year ended March 31, 2009.

(Rs in thousands)

1. Financial Results	2008-09	2007-08
Profit (Loss)		
before tax	(20,760.30)	(17,412.72)
Add (Less) Deferred tax Provision for tax	(338.75)	3059.20
Profit (Loss) after tax	(21,099.05)	(14,353.52)
Waiver received on one time settlement (Unsecured Creditors)	21,857.13	--
Profit (Loss) after tax	758.08	(14,353.52)
Brought forward	(556,902.91)	(542,549.39)
Disposable surplus (Deficit)	(556,144.83)	(556,902.91)
Appropriation	(556,144.83)	(556,902.91)
Disposable surplus (Deficit)	(556,144.83)	(556,902.91)

2. Dividend

The Company did not have any operation during the year except the job work execution. The Company continues to have huge accumulated losses; therefore your Directors regret their inability to recommend any dividend.

3. Operations

3.1 Production

Sulphuric Acid/Oleum plant, for which your Company has undertaken job work activity, was operated during the year. Other manufacturing plants at Ankleshwar and Atul sites were not operated as they need large capital investment and working capital to restart. Also looking to the uncertain demand position it is not prudent to invest such large sums.

3.2 Sales | Income

Since the operations of both the plants are stopped, total income of Rs2,977.26 thousand (previous year Rs4,589.13 thousand) consists of non operational income (sales of traded products and other income for the previous year).

3.3 Profitability

The Company has earned total profit of Rs758.08 thousand (previous year loss of Rs14,353.52 thousand).

4. Finance

Entire dues of all Bankers and Financial Institutions are already settled through One Time Settlement Scheme.

5. Status regarding BIFR

The Company was declared sick by BIFR with effect from July 20, 2006. The proposal of revival of Sulphuric Acid plant with enhanced capacity to 120 TPD from 100 TPD with focus on value added products has been submitted to BIFR. The BIFR order is expected shortly.

6. Directors

Dr Rana Vishnoi, Director of the Company is retiring by rotation at the ensuing Annual General Meeting and being eligible offers himself for reappointment. The tenure of Dr Naresh K Chourishi is expiring on September 01, 2009. He had indicated his unwillingness to continue. Your Directors place on record the appreciation for the dedicated and invaluable contribution of Dr Naresh K Chourishi during his tenure as Manager.

7. Ecology & Safety

The Company is taking necessary steps for safe disposal of effluent generated from the Sulphuric Acid Plant, which is running at present. Steps are taken to protect any water contamination problems during monsoon and from the plants which are not operated.

8. Insurance

The Company has renewed third party liability policy and insured the assets to safeguard the interest of the Company.

9. Employees

Company is having only a few officers at its Head Office for day-to-day work of the Company. There

are no employees of the Company falling under the provisions of Section 217(2A) of the Companies Act, 1956.

10. Corporate Governance

A report on Corporate Governance along with a Report from the Auditors of the Company regarding compliance of the conditions of Corporate Governance pursuant to Clause 49 of the Listing Agreement is annexed.

11. Conservation of Energy, Research & Development, Technology Absorption and Foreign Exchange Earnings and Outgo.

Information required under 217(1) (e) of the Companies Act, 1956 read with Rule 2 of the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 as amended from time to time, forms part of this Report. However, as per the provisions of Section 219(1)(b)(iv), the report and accounts are being sent to all the shareholders of the Company excluding the information relating to conservation of energy, technology absorption and foreign exchange earnings and outgo. Any shareholder interested in obtaining such information particulars may inspect the same at the Registered Office of the Company or write to the Chief Operating Office for a copy.

12. Auditor and Auditor's Report

V R Parekh & Co, the Auditors of the Company, will retire at the conclusion of the ensuing Annual General Meeting. They have given their consent to continue to act as the Auditors of the Company for the current year, if appointed. The members are requested to appoint them and fix their remuneration.

The relevant notes forming part of the accounts are self-explanatory and give full information and explanation in respect of the observations made by the Auditors in their report.

13. Responsibility Statement

Pursuant to Section 217 (2AA) of the Companies Act, 1956 the Directors confirm that:

- (i) In the preparation of the annual accounts, applicable accounting standards have been

followed.

- (ii) Such accounting policies were selected and applied consistently and such judgments and estimates were made that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as on March 31, 2009 and of the loss of the Company for the year ended on that date.
- (iii) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (iv) Since the Company has suspended its operations for quite a long time, it has also relieved all its employees of Ankleshwar and Atul Plants. In such circumstances, it could not be considered as a going concern. However, all potential losses and expenses have been booked or provided for.

14. Acknowledgement

The Directors acknowledge the co-operation and support given by the Members, Bankers, Financial Institutions and various Government Authorities during the year. The Directors sincerely appreciate the contribution made by the employees.

For and on behalf of the Board of Directors

Rana Vishnoi
Chairman

Registered Office:

310B, Veer Savarkar Marg, Near Prabhadevi
Telephone exchange, Dadar West,
Mumbai 400028, Maharashtra, India

June 26, 2009

Management Discussion and Analysis**Business at a Glance**

Manufacturing Plants of Ankleshwar and Atul Sites are not operated since February 2004 except Sulphuric Acid I Oleum plant, for which your Company has undertaken job work activity. Plants need large capital investments and working capital to restart and looking to the uncertainty of demand it is not considered advisable to make further large investments.

Since the operations of both the plants are stopped, total income of Rs2,977.26 thousand (previous year Rs4,589.13 thousand) consists of job work income and other income.

The Company has earned a profit of Rs758.08 thousand (previous year loss of Rs14,353.52 thousand). The Company was declared sick by BIFR with effect from July 20, 2006.

All the workmen and management staff at Ankleshwar and Atul plants were relieved. The Company is having a few officers at its Head Office for day-to-day work of the Company.

The Company has already settled outstanding dues of Bankers and Financial Institutions through the One Time Settlement (OTS) route.

Management Discussion and Analysis for different product group under each segment is as follows:

1. Bulk Chemicals:**a. Industry Structure and Developments**

Sulphuric Acid plant products being Bulk Chemicals are dominated by market conditions and the flow of products coming from metal industries, which are generated as bye products, in the market. The products being competitive, the prices are always under pressure. However, the price of Sulphur,

the main raw material, is stable for quite some time and the prices of finished goods are stabilizing gradually after the recession in September - October 2008.

b. Financial Performance

There were no manufacturing operations during the year by the Company. Hence no income was generated from sale of manufactured products. The Company has entered into a job work agreement for use of equipments of Sulphuric Acid I Oleum plant. All the plant assets were impaired in the year 2004-05.

c. Opportunity, Threats and Outlook

There are better prospects for the value added products of the Sulphuric Acid plant. Such products can be produced at Ankleshwar plant to cater to the local requirements.

Copper and Zinc metal producers who get Sulphuric acid as a bye-product are major threat for the business. This threat continues to be there. However, the impact can be diluted by having Sulphuric Acid derivatives.

Considering the future market scenario, revival plan with higher production capacity with more emphasis on the value added products has been initiated.

2. Dye Intermediates at Ankleshwar Plant:**a. Industry Structure and Developments**

Present capacity of the dye intermediates plant of the Company is 1000 MT per annum. The Company was manufacturing a wide range of Dye Intermediates at its Ankleshwar Plant, which mainly consists of N-Phenyl-J-acid, C-acid, Sulfo-J-acid,



Sulfo-C-acid, Epsilon and Violet acid. The products at Ankleshwar are of high contribution products in general but the volumes are small and unpredictable. Production of dye intermediates were stopped since February 2004 due to economic un-viability.

b. Financial Performance

There were no manufacturing operations during the year; hence no income was generated from sale of manufactured products. Impairment of all the plant assets was booked in the year 2004-05.

c. Opportunity, Threats and Outlook

Uncertainty of economically viable demands has made further large investments in project unjustifiable; the Company's Ankleshwar site remained closed during the year.

3. H-acid:

a. Industry Structure and Developments

During the year under review, there were no manufacturing operations. Plant needs large capital investments and working capital to restart and looking to the uncertainty of demands, it is not considered advisable to make further large investments. Plants are not operated since February 2004.

b. Financial Performance

There were no manufacturing operations during the year; hence no income was generated from sale of manufactured products. Impairment of all the plant assets was booked in the year 2004-05. Plants are not operated since February 2004.

c. Opportunity, Threats and Outlook

Although H-acid prices have improved significantly in the market place, the plant can not be restarted mainly due to very high re-start cost and other labour and pollution related problems.

4. Internal Control System and their adequacy:

The Company has developed over the years and put in place a reasonable internal control system for safeguarding the assets of the Company to prevent and detect fraud or any other irregularity.

5. Human Resources | Industrial Relations:

All the workmen and management staff at Ankleshwar and Atul plants were relieved. Company is having few officers at its Head Office for day-to-day work of the Company.

Report On Corporate Governance

1) A brief statement on Philosophy of the Company on Code of Governance:

The Company's policy on Code of Governance is the maximization of wealth of its shareholders and fair shares to lenders, creditors and customers and its employees. The Company believes that the Corporate Governance is all about establishing a discipline in management of Company to make a full disclosure of material facts and total transparency subject to the adverse impact on the Company.

2) Board of Directors:

Composition and category of Directors at the end of the year

Promoters	:	0
Executive	:	0
Non-executive	:	3
Nominees	:	0

(i) Attendance of each Director at the Board of Directors' Meetings and the last Annual General Meeting

No	Name of the Directors	Board Meeting 2008-09		Annual General Meeting on September 26, 2008
		Total	Attended	
1.	Dr Rana Vishnoi	5	4	Present
2.	Mr Mriganka Dutta	5	3	Present
3.	Mr Ghanshyam Parekh	5	5	Present

(ii) Number of other Directorships; Chairmanships / Memberships of Committee of each Director

No	Name of the Directors	Category	Number of other Directorships held *	Number of other membership / Chairmanship on the Committees of the Board
1.	Dr Rana Vishnoi	I.N.E.D	3	---
2.	Mr Mriganka Dutta	I.N.E.D	2	---
3.	Mr Ghanshyam Parekh	I.N.E.D	1	---

I.N.E.D - Independent Non Executive Director

*This includes Directorships in both Public Limited as well as Private Limited Companies.

(iii) Number of Board of Directors' meetings held, dates on which held

Five Board of Directors meetings were held on:

- | | |
|-------------------|----------------------|
| (1) May 31, 2008 | (4) October 25, 2008 |
| (2) June 26, 2008 | (5) January 28, 2009 |
| (3) July 31, 2008 | |

(iv) Code of Conduct:

At the Board Meeting held on June 26, 2008, the Board of Directors had approved the Code of Conduct applicable to Directors and Senior Management personnel. All the Board Members and Senior Management Personnel have affirmed their compliance with the Code of Conduct. A declaration to this effect signed by the Manager of the Company forms part of this report.



3) Audit Committee:

(A) Powers of the Audit Committee

- (i) Investigation of any activity within its terms of reference.
- (ii) Seeking information from any employee.
- (iii) Obtaining outside legal or other professional advice.
- (iv) Securing attendance of outsiders with relevant expertise, if it considers necessary.

(B) Roles of the Audit Committee

- (i) Taking overview of the financial reporting process of the Company and disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- (ii) Recommending appointment and removal of external Auditor, fixation of audit fee and also approval for payment for any other services.
- (iii) Reviewing with the management the annual financial statements before submission to the board, focusing primarily on:
 - a) Any changes in accounting policies and practices.
 - b) Major accounting entries based on exercise of judgment by management.
 - c) Qualifications in draft Audit Report.
 - d) Significant adjustments arising out of the Audit.
 - e) The going concern assumption.
 - f) Compliance with accounting standards.
 - g) Compliance with stock exchange and legal requirements concerning financial statements.
 - h) Any related party transactions namely transactions of the Company of material nature, with promoters or the management, their subsidiaries or relatives etc. that may have potential conflict with the interests of the Company at large.
- (iv) Reviewing with the management, external and internal Auditors, the adequacy of internal control systems.
- (v) Reviewing the adequacy of internal audit function, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
- (vi) Discussing with internal Auditors on any significant findings and follow up thereon.
- (vii) Reviewing the findings of any internal investigations by the internal Auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
- (viii) Discussing with external Auditors before the Audit commences on nature and scope of Audit as well as post Audit discussion to ascertain any area of concern.
- (ix) Reviewing financial and risk management policies of the Company.
- (x) Looking into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared Dividends) and creditors.
- (xi) Ensuring compliance of internal control systems.
- (xii) Discussing with the Auditors periodically about internal control systems, the scope of Audit including the observations of the Auditors and review the half-yearly and annual financial statements before submission to the Board.
- (xiii) The Audit Committee shall have authority to investigate into any matter in relation to the items specified in this section or referred to it by the Board of Directors and for this purpose, shall have full access to information contained in the records of the Company and external professional advice, if necessary.

(C) Composition, name of the members and Chairperson

Chairperson: Dr Rana Vishnoi

Other Members: Mr Ghanshyam Parekh and Mr Mriganka Dutta

(D) Meetings and attendance during the year

Audit committee was formed in February 2003 and four meetings were held on the following dates:

- | | |
|-------------------|----------------------|
| (1) June 26, 2008 | (3) October 25, 2008 |
| (2) July 31, 2008 | (4) January 28, 2009 |

Attendance of the Meeting

No	Name of the Directors	Audit Committee	
		Total	Attended
1.	Dr Rana Vishnoi	4	3
2.	Mr Mriganka Dutta	4	3
3.	Mr Ghanshyam Parekh	4	4

4) Remuneration Committee:

The Remuneration Committee was formed on September 09, 2002

- (i) Brief description of terms of reference, composition, name of members and chairperson, attendance during the year and remuneration policy:

(A) The remuneration committee shall determine on behalf of the Board and on behalf of the shareholders, policy of the Company on specific remuneration packages for Executive Directors including pension rights and any compensation payment. The Committee shall also determine the remuneration packages of the Executive Directors.

(B) Chairman: Dr Rana Vishnoi

Other Members: Mr Ghanshyam Parekh & Mr Mriganka Dutta

(C) No meeting was held during this year, hence no matter was to be discussed and resolved.

- (ii) Details of remuneration to all the Directors as per prescribed format:

No	Name of the Directors	Sitting Fees (Board Meeting) (Rs)	Sitting Fees (Audit Committee Meeting) (Rs)	Remuneration for 2008-09		
				Salary & other benefits (Rs)	Commission & Bonus (Rs)	Total (Rs)
1.	Dr Rana Vishnoi	500	--	--	--	500
2.	Mr Mriganka Dutta	--	--	--	--	--
3.	Mr Ghanshyam Parekh	500	--	--	--	500
	Total	1,000	--	--	--	1,000

5) Share Transfer and shareholders' / Investors' grievance Committee:

- (i) Name of non-executive directors heading the Committee: Dr Rana Vishnoi

(ii) Other members: Mr Ghanshyam Parekh
Mr Mriganka Dutta

(iii) Name and designation of Compliance Officer: Dr Naresh Chourishi
Chief Operating Officer

- (iv) Number of shareholder's Complaints received during the year: Nil
(v) Number not solved till date: Nil
(vi) Number of pending share transfers: Nil

6) General Body Meetings:

(i) Location & Time, where last three AGMs were held:

No	Date of AGM	Location	Time	Any Special resolution
1.	September 26, 2006	Kilachand Conference Room, second Floor, LNM - IMC Building, IMC Marg Opposite Churchgate Railway Station Churchgate, Mumbai 400 020, Maharashtra, India	04.00 pm	No
2.	September 27, 2007	Kilachand Conference Room, second Floor, LNM - IMC Building, IMC Marg Opposite Churchgate Railway Station Churchgate, Mumbai 400 020, Maharashtra, India	04.00 pm	No
3.	September 26, 2008	Kilachand Conference Room, second Floor, LNM - IMC Building, IMC Marg Opposite Churchgate Railway Station Churchgate, Mumbai 400 020, Maharashtra, India	04.00 pm	No

- (ii) **Whether special resolutions were put through postal ballot exercise, details of voting pattern, person who conducted the postal ballot exercise:** Not applicable
(iii) **Are proposed to be conducted through postal ballot:** Not applicable
(iv) **Procedure for postal ballot:** Not applicable

7) Disclosures:

- (i) The Manager and the Head of the Finance Department of the Company have given a Certificate to the Board as contemplated in Clause 49(V) of the Listing Agreement.
(ii) Disclosures on materially significant related party transactions namely transactions of the Company of material nature, with its promoters, the Directors or the management, their subsidiaries or relatives etc. that may have potential conflict with the interest of Company at large: Nil
(iii) Details of non-compliance by the Company, penalties, strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years: Nil

8) Means of Communication:

- (i) **Half yearly report sent to each household of shareholders:** No
(ii) **Quarterly results:** Financial Results of the Company are sent to Stock Exchanges immediately after the Board approves. Further Results are also published in two News Papers namely Financial Express (English) - Mumbai Edition and Aaplya Mahanagar (Marathi daily) - Mumbai Edition
(iii) **Any web-site where displayed:** On the web-site of SEBI: www.sebiedifar.nic.in
(iv) **Whether it also displays official news releases:** No
(v) **The presentations made to institutional investors or to the analyst:** No
(viii) **Whether Management Discussions and Analysis is a part of annual report or not:** Yes

9) General Shareholder Information
(i) Annual General Meeting:

35th Annual General meeting

➤ **Date and Time:** Thursday, September 24, 2009 at 04:00 pm

➤ **Venue:** Kilachand Conference Room, Second Floor, LNM - IMC Building, IMC Marg, Opposite Churchgate Railway Station, Churchgate, Mumbai 400020, Maharashtra, India

(ii) Financial Calendar: April 01, to March 31

(iii) Date of Book Closure: Monday, August 31, 2009

(iv) Dividend Payment Date: Not applicable

(v) Listing on Stock Exchanges: Mumbai and Ahmedabad

The Company has paid listing fees for the financial year 2008-09 to both the Stock Exchanges where securities are listed. The ISIN number of the Company is INE841D01013.

(vi) Stock Code: Mumbai - 506597, Ahmedabad - 03310

(vii) Market price data: High, Low during each month in last financial year, as below:

(viii) Performance in comparison to broad-based indices such as BSE Sensex, CRISIL index etc:

Month	Share Price of Amal Limited		BSE Sensex	
	High(Rs)	Low (Rs)	High	Low
April, 2008	4.05	2.60	17,480.74	15,297.96
May, 2008	3.85	2.90	17,735.70	16,196.02
June, 2008	3.90	3.70	16,632.72	13,405.54
July, 2008	3.52	2.49	15,130.09	12,514.02
August, 2008	4.45	2.42	15,579.78	14,002.43
September, 2008	5.93	3.43	15,107.01	12,153.55
October, 2008	3.50	2.11	13,203.86	7,697.39
November, 2008	2.60	2.01	10,945.41	8,316.39
December, 2008	3.20	2.60	10,188.54	8,467.43
January, 2009	3.27	2.59	10,469.72	8,631.60
February, 2009	3.27	3.00	9,724.87	8,619.22
March, 2009	3.46	2.80	10,127.09	8,047.17

(ix) Registrar and Transfer Agents: (For both physical and Dematerialization shares)

Link Intime India Pvt Ltd (Formerly known as Intime Spectrum Registry Limited) at C-13, Pannalal Silk Mills Compound, LBS Marg, Bhandup, Mumbai 400078, Maharashtra, India

(x) Share Transfer System: Computerized

(xi) Distribution of Shareholding as on March 31, 2009:



No	Category	No of Shares	Percentage of shareholding
1.	Promoters	2,702,309	38.47
2.	Mutual Funds & UTI	1,100	0.02
3.	Banks & Financial Institutions, Insurance Companies	1,083	0.02
4.	Foreign Institutions Investors (FIIS)	---	---
5.	Corporate Bodies	534,835	7.61
6.	NRIs & OCBs	4,522	0.06
7.	State Government	---	---
8.	Indian Public	3,781,151	53.82
	Total	7,025,000	100.00

(xii) **Dematerialization of shares and liquidity:** 74.38% of the paid up equity share capital of the Company in dematerialized form and balance 25.62% are in physical form.

(xiii) **Outstanding GDRs | ADRs | Warrants or any convertible instruments, conversion date and likely impact on equity:** Nil

(xiv) **Plant locations:**

1. 136 | 137, GIDC Industrial Area
Ankleshwar 393002, Gujarat, India
2. Atul 396020, Gujarat, India

(xv) **Address for Correspondence:** Amal Ltd, Atul 396020, Gujarat, India

Declaration on Code of Conduct

This is to confirm that the Board has laid down a code of conduct for all Board members and senior management personnel of the Company. It is further confirmed that all Directors and senior management personnel of the Company have affirmed compliance with the Code of Conduct of the Company for the financial year ended March 31, 2009, as envisaged in Clause 49 of the Listing Agreement.

For Amal Limited

Naresh Chourishi
Manager

Atul

June 26, 2009

AUDITORS' CERTIFICATE

To The Members of Amal Limited

We have examined the compliance of conditions of corporate governance by Amal Limited for the year ended on March 31, 2009, as stipulated in clause 49 of the Listing Agreement of the said Company with stock exchange(s).

The compliance of the conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us and based on the representations made by the Directors and the management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in clause 49 of the abovementioned Listing Agreement.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For V R Parekh & Co

Chartered Accountants

V R Parekh

Proprietor

Membership No 7474

Valsad

June 26, 2009



Auditors' Report

To,
The Members of Amal Limited

We have audited the attached Balance Sheet of Amal Limited as on March 31, 2009 and also the Profit and Loss Account and the Cash Flow Statement 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.

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.

1. As required by the Companies (Auditors' Report) Order, 2003 as amended by the Companies (Auditors' Report) (Amendment) Order, 2004 (together the 'Order') issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956 of India (the 'Act') and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. Further to our comments in the Annexure referred to above, we report that:
 - i. 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;
 - ii. In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - iii. The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;

- iv. In our opinion, the Balance Sheet, Profit and Loss account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
- v. On the basis of written representations received from the Directors as on March 31, 2009, and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on March 31, 2009 from being appointed as a Director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;

vi. **Attention is invited to the following note in schedule 17:**

Note No 3 regarding the going concern assumption for preparing the accounts. In view of the substantial negative net worth of the Company as well as the discontinuance of the manufacturing operations at all the plants except Sulphuric Acid / Oleum plant working for job work activity, raise substantial doubt that the Company will be able to continue as a going concern basis.

In our opinion and to the best of our information and according to the explanations given to us, the financial statements, while giving the information required by the Companies Act, 1956; in the manner so required, subject to what is stated in the preceding paragraph (vi), gives a true and fair view in conformity with the accounting principles generally accepted in India.

- a. In the case of the Balance Sheet, of the state of affairs of the Company as on March 31, 2009;
- b. In the case of the Profit and Loss Account, of the loss for the year ended on that date; and
- c. In case of Cash Flow Statement, of the cash flows for the year ended on that date.

For V R Parekh & Co
Chartered Accountants

V R Parekh
Proprietor
Membership No. 7474

Valsad
June 26, 2009

Annexure To Auditors' Report

(Referred to in paragraph 1 of our report of even date)

- (i) The nature of the Company's activities during the period is such that clauses (xiii) and (xiv) of paragraph 4 of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company for the period.
- (ii) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets except at the Ankleshwar plant.
- (iii) (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) The procedures of physical verification of inventories followed by the management need to be strengthened to be adequate in relation to the size of the Company and the nature of its business.
- (c) The Company is maintaining proper records of inventory. The discrepancies noticed on physical verification between the physical stocks and the book records were not material.
- (iv) In our opinion and according to the information and explanations given to us, the Company has not granted or taken any loan, secured or unsecured, to or from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956. Accordingly the provisions of Clause 4 (iii) of Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (v) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory, fixed assets and with regard to sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- (vi) According to the information and explanations

given to us, we are of the opinion that there are no contracts or arrangements referred to in Section 301 of the Companies Act, 1956. Accordingly the provisions of Clause 4 (v) of Companies (Auditor's Report) Order, 2003 are not applicable to the Company.

- (vii) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits within the meaning of Section 58A, 58AA or any other relevant provisions of the Companies Act, 1956, and the rules framed there under. Accordingly, the provisions of clause 4(vi) of Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (viii) In our opinion, the Company has an adequate internal audit system commensurate with the size of the Company and the nature of its business.
- (ix) We have broadly reviewed the books of account relating to materials, labour and other items of cost to be maintained by the Company pursuant to the Rules made by the Central Government for the maintenance of cost records under Section 209(1)(d) of the Companies Act, 1956 and we are of the opinion that prima facie the prescribed records have been maintained.
- (x) (a) The Company is generally regular in depositing with appropriate authorities undisputed statutory dues, including Income-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other material statutory dues.
- (b) According to the information and explanation given to us, no undisputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, Customs Duty, Excise Duty and Cess were in arrears, as on 31st March, 2009 for a period of more than six months from the date they became payable **except as under:**

(Rs In thousands)

Name of the Statute	Nature of dues	Amount	Period to which the amount relates	Due date	Date of payment
The Companies Act, 1956	Investor Education and Protection Fund	3.00	1992-93	November 24, 1999	Not yet paid
The Companies Act, 1956	Investor Education and Protection Fund	5.00	1993-94	April 23, 2000	Not yet paid
The Companies Act, 1956	Investor Education and Protection Fund	5.00	1983-84	October 22, 1990	Not yet paid
The Companies Act, 1956	Investor Education and Protection Fund	6.00	1983-84	November 19, 1990	Not yet paid
The Companies Act, 1956	Investor Education and Protection Fund	29.86	1992-93	1999-00	Not yet paid

- (c) According to the information and explanations given to us, there are no dues of Sales Tax, Service Tax, Income Tax, Customs Duty, Wealth Tax, Excise Duty and Cess which have not been deposited on account of any dispute.
- (xi) *The accumulated losses of the Company have exceeded 100% of its net worth as at the end of the year.*
- (xii) In our opinion and according to the information and explanations given to us, we are of the opinion that the Company has not defaulted in the payment of dues to bank during the current year.
- (xiii) According to the information & explanations given to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Accordingly the provisions of Clause (xii) of paragraph 4 of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xiv) In our opinion and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions. Accordingly the provisions of Clause (xv) of paragraph 4 of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given to us, term loans have been applied for the purpose for which they were raised.
- (xvi) According to the information and explanations given to us and on an 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.
- (xvii) The Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956. Accordingly, the provisions of clause 4(xviii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xviii) According to the information and explanations given to us, no debentures have been issued by the Company during the year nor were any debentures outstanding at the beginning of the year. Accordingly, the provisions of clause 4(xix) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xix) According to the information and explanations given to us, the Company has not raised any money through public issue during the year. 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 explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

For V R Parekh & Co
Chartered Accountants

V R Parekh
Proprietor
Membership No 7474

Valsad
June 26, 2009

BALANCE SHEET AS AT MARCH 31, 2009

(Rs in thousands)

SOURCES OF FUNDS:	Schedule	As at	
		March 31, 2009	March 31, 2008
1. Shareholders' Funds:			
(a) Share Capital	1	70,250.00	70,250.00
(b) Advance towards Share Capital		24,000.00	24,000.00
(c) Reserves and Surplus	2	<u>161,133.44</u>	<u>161,171.64</u>
		255,383.44	255,421.64
2. Loan Funds:			
(a) Secured Loans	3	272,045.39	272,045.39
(b) Unsecured Loans	4	<u>19,929.98</u>	<u>16,773.39</u>
		291,975.37	288,818.78
3. Deferred Tax Liability (net) (Refer Note: 17)		<u>320.53</u>	-
TOTAL		<u>547,679.34</u>	<u>544,240.42</u>
APPLICATION OF FUNDS:			
1. Fixed assets:			
(a) Gross Block	5	600,553.66	600,553.66
(b) Less: Depreciation & Impairment loss		<u>(543,034.99)</u>	<u>(529,794.90)</u>
(c) Net Block		57,518.67	70,758.76
2. Investments	6	210.00	258.50
3. Current Assets, Loans and Advances:			
(a) Inventories	7	1,530.00	8,826.21
(b) Sundry Debtors	8	-	-
(c) Cash and Bank Balances	9	1,087.07	900.75
(d) Loans and Advances	10	<u>12,601.13</u>	<u>7,568.12</u>
		15,218.20	17,295.08
Less: Current Liabilities and Provisions:	11		
(a) Current Liabilities		81,328.38	100,894.86
(b) Provisions		<u>83.98</u>	<u>79.97</u>
		81,412.36	100,974.83
Net Current Assets		(66,194.16)	(83,679.75)
4. Profit and Loss Account		<u>556,144.83</u>	<u>556,902.91</u>
TOTAL		<u>547,679.34</u>	<u>544,240.42</u>

Notes forming parts of the Accounts

As per our attached report of even date

For V R Parekh & Co
Chartered Accountants

Naresh Chourishi
Manager

V R Parekh
Proprietor

Valsad
June 26, 2009

For and on behalf of the Board of Directors

Rana Vishnoi
Chairman

Mriganka Dutta
Director

Ghanshyam Parekh
Director

Atul
June 26, 2009

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2009

(Rs in thousands)

INCOME:	Schedule	Current Year	Previous Year
Sales		-	227.05
Less: Excise Duty recovered on sales		-	32.12
Net Sales		-	194.93
Other Income	12	<u>2,977.26</u>	<u>4,394.20</u>
		<u>2,977.26</u>	<u>4,589.13</u>
EXPENDITURE:			
Consumption of Raw Materials	13	-	-
Purchase of Traded Products		-	194.92
Manufacturing & Other Expenses and Written off	14	<u>3,295.30</u>	<u>2,401.73</u>
Excise Duty provided on stocks		-	-
Provision for Doubtful Debts and Investments	15	-	6,159.54
Non moving stock Written off		<u>7,296.21</u>	-
Interest and Finance Charges (Net)	16	<u>(55.83)</u>	<u>19.56</u>
Depreciation		<u>13,240.08</u>	<u>13,264.30</u>
Less: Depreciation on the amount added on revaluation charged to Revaluation Reserve		<u>38.20</u>	<u>38.20</u>
		<u>13,201.88</u>	<u>13,226.10</u>
		<u>23,737.56</u>	<u>22,001.85</u>
Profit (Loss) from discontinuing operation before tax		<u>(20,760.30)</u>	<u>(17,412.72)</u>
Add: Waiver from One Time Settlement (unsecured Creditors)		<u>21,857.13</u>	<u>-</u>
Profit (Loss) before tax		<u>1,096.83</u>	<u>(17,412.72)</u>
Tax Expenses			
Current Tax for the year (for Wealth Tax)		<u>(15.00)</u>	<u>(15.00)</u>
For earlier years		<u>(3.22)</u>	<u>(14.99)</u>
Deferred Tax		<u>(320.53)</u>	<u>3,089.19</u>
Profit (Loss) after tax		<u>758.08</u>	<u>(14,353.52)</u>
Balance in Profit and Loss Account Brought Forward		<u>(556,902.91)</u>	<u>(542,549.39)</u>
		<u>(556,144.83)</u>	<u>(556,902.91)</u>
Notes forming parts of the Accounts	17		
Basic Diluted earning per share of Rs 10 each (Rs) (Refer Note:13)		<u>0.11</u>	<u>(2.04)</u>

As per our attached report of even date

For and on behalf of the Board of Directors

For V R Parekh & Co
Chartered Accountants

Naresh Chourishi
Manager

Rana Vishnoi
Chairman

V R Parekh
Proprietor

Mriganka Dutta
Director

Ghanshyam Parekh
Director

Valsad
June 26, 2009

Atul
June 26, 2009

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2009

(Rs in thousands)

Description	2008-09	2007-08
(A) CASHFLOW FROM OPERATING ACTIVITIES:		
Net Profit (Loss) before tax	1,096.83	(17,412.72)
Adjustments for:		
Add:		
Depreciation	13,201.88	13,226.10
Interest & Finance charges	5.65	21.65
Provision for Doubtful Debts, Loans and Advances	-	6,159.54
	13,207.53	19,407.29
Less:		
Dividend income	42.00	42.00
Interest income	61.48	2.09
Provision no longer required	590.03	376.07
Miscellaneous credit balances written back	19.27	1,559.46
	712.78	1,979.62
Operating Profit (Loss) before working capital changes	13,591.58	14.95
Adjustments for:		
Trade & Other receivables	(990.13)	(4,168.04)
Inventories	7,296.21	185.91
Trade payables	(21,351.19)	1,056.22
Waivers from unsecured Creditors	-	-
	(15,045.11)	(2,925.91)
Cash generated from operations	(1,453.53)	(2,910.96)
Less:		
Direct taxes paid (Net of Refund)	18.22	29.99
Net cash flow from operating activities	(1,471.75)	(2,940.95)
(B) CASHFLOW FROM INVESTING ACTIVITIES:		
Dividend Received	42.00	42.00
Interest received	105.19	2,648.06
Purchase of capital advance	(1,688.56)	-
Sale of Investments	48.50	-
Net cash flow from Investing activities	(1,492.87)	2,690.06

**(C) CASHFLOW FROM FINANCING ACTIVITIES:**

Interest paid	(5.65)	(52.15)
Increase in Long Term Borrowings (Net)	-	290.00
Increase in Short Term Borrowings (Net)	<u>3,156.59</u>	<u>-</u>
Net cash used in Financing Activities	3,150.94	237.85
Net change in Cash & Cash Equivalents (A+B+C)	<u>186.32</u>	<u>(13.04)</u>
Cash & Cash equivalents (Opening balance)	900.75	913.79
Cash & Cash equivalents (Closing balance)	<u>1,087.07</u>	<u>900.75</u>
	(186.32)	13.04

Notes:

- 1) In view of the discontinuance of all manufacturing and related trading activities no separate statement of net cash flows attributable to the operating, investing and financing activities of the discontinuing operations is presented.
- 2) Previous year's figures have been regrouped wherever necessary to conform to this year's classification.

As per our attached report of even date

For and on behalf of the Board of Directors

For V R Parekh & Co*Chartered Accountants***V R Parekh***Proprietor***Dr. Naresh Chourishi***Manager***Rana Vishnoi***Chairman***Mriganka Dutta***Director***Ghanshyam Parekh***Director*

Valsad

June 26, 2009

Atul

June 26, 2009

AUDITORS' CERTIFICATE

To,
The Board of Directors
Amal Limited

Dear Sirs,

We have examined the attached Cash Flow Statement of AMAL LIMITED for the year ended March 31, 2009. The statement has been prepared by the Company in accordance with the requirements of Caluse 32 of the Listing Agreement with Stock Exchange and is based on and in agreement with the corresponding Profit and Loss Account and the Balance Sheet of the Company for the year ended March 31, 2009, covered by our report of June 26, 2009 to the Members of the Company.

For V R Parekh & Co
Chartered Accountants

V R Parekh
Proprietor

Membership No.7474

Valsad

June 26, 2009

SCHEDULES 1 TO 17 ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2009 (Rs in thousands)

	As at	As at
SCHEDULE 1: SHARE CAPITAL	March 31, 2009	March 31, 2008

Authorised

150,00,000 Equity Shares of Rs10 each	<u>150,000.00</u>	<u>150,000.00</u>
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Issued and Subscribed

70,25,000 Equity Shares of Rs10 each, fully paid up	<u>70,250.00</u>	<u>70,250.00</u>
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Of the above Equity Shares 17,13,242 shares are allotted as fully paid-up on conversion of 8,56,621 convertible debentures of Rs100 each

SCHEDULE 2: RESERVES AND SURPLUS

Share Premium Account

As per last Balance Sheet	87,688.47	87,688.47
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Revaluation Reserve

As per last Balance Sheet	2,674.58	2,712.78
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Less: Depreciation for the year on amount added on revaluation	<u>38.20</u>	<u>38.20</u>
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2,636.38	2,674.58
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Capital Reserve	<u>70,808.59</u>	<u>70,808.59</u>
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TOTAL	<u>161,133.44</u>	<u>161,171.64</u>
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SCHEDULE 3: SECURED LOANS

Term Loan:

From Limited Company (See note below)	<u>272,045.39</u>	<u>272,045.39</u>
---------------------------------------	-------------------	-------------------

<u>272,045.39</u>	<u>272,045.39</u>
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TOTAL	<u>272,045.39</u>	<u>272,045.39</u>
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Note:

The Company has reached a One Time Settlement (OTS) with financial institutions and banks for which payments were made by a lender directly to the financial institutions and banks on behalf of the Company under the agreement for assignment of debts and / or transfer of securities. In view of the settlement of their secured dues, the financial institutions and banks have assigned their debts / granted No Dues Certificate and / or transferred securities (secured by way of mortgage of entire immovable properties and by way of hypothecation of all movable plant and machineries and assets of the Company, excluding specific assets with specific charge) in favour of the lender.

SCHEDULE 4: UNSECURED LOANS

Inter Corporate deposit	<u>19,929.98</u>	<u>16,773.39</u>
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TOTAL	<u>19,929.98</u>	<u>16,773.39</u>
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SCHEDULE 5: FIXED ASSETS

(Rs in thousands)

GROSS BLOCK				DEPRECIATION				NET BLOCK		
As at 01.04.2008	Additions/ Adjustment	Deduction/ Adjustment	As at 31.03.2009	Opening Deprecia- tion as on 01.04.2008	Deprecia- tion for the year	Deduction	Impairment Fund as on 31.03.2009	Total Depreciation & Impairment Fund upto 31.03.2009	As at 31.03.2009	As at 31.03.2008
Land										
Freehold	580.98	-	580.98						580.98	580.98
Leasehold	4,297.25	-	4,297.25	1,091.04	45.80	-	-	1,136.84	3,160.41	3,206.21
Buildings	67,852.61	-	67,852.61	25,323.06	33.32	-	40,816.15	66,172.53	1,680.08	1,713.40
Plant & Machinery	522,038.38	-	522,038.38	296,966.23	12,885.32	-	160,645.58	470,497.13	51,541.25	64,426.58
Office equipments	1,688.16	-	1,688.16	1,240.53	81.60	-	-	1,322.13	366.03	447.63
Computer	1,624.30	-	1,624.30	1,474.26	49.93	-	-	1,524.19	100.11	150.04
Furniture and fixtures	2,435.57	-	2,435.57	2,209.16	140.67	-	-	2,349.83	85.74	226.41
Vehicles	36.41	-	36.41	28.90	3.44	-	-	32.34	4.07	7.51
Total as on 31-3-2009	600,553.66	-	600,553.66	328,333.18	13,240.08	-	201,461.73	543,034.99	57,518.67	70,758.76
Total as on 31-3-2008	600,533.66	-	600,553.66	315,068.87	13,264.30	-	201,461.73	529,794.90		

Notes:

1. Impairment fund as on March 31, 2005 Rs201,461.73 thousand.
2. The Gross Block includes amounts added on revaluation of leasehold land, building and plant & machinery at Ankleshwar, on April 01, 1985 by external valuers on the replacement value method. Revalued amounts substituted for historical cost are as under:

	(Rs in thousands)	
	Current Year	Previous Year
Leasehold Land	4,226.28	4,226.28
Building	12,783.55	12,783.55
Plant & Machinery	50,545.00	50,545.00
	<u>67,554.83</u>	<u>67,554.83</u>

(Rs in thousands)

	As at March 31, 2009	As at March 31, 2008
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SCHEDULE 6: INVESTMENTS (LONG-TERM) (AT COST)
Other than Trade Investments
Unquoted:

100,000	Fully paid Equity Shares of Rs10/- each in Gujarat Synthwood Limited	1,000.00	1,000.00
	Less: Provision for diminution in value	(1,000.00)	(1,000.00)
880	Fully paid Equity Shares of Rs10/- each in Aakar Performance Plastics Ltd.	8.80	8.80
	Less: Provision for diminution in value	(8.80)	(8.80)
40,000	Fully paid Equity Shares of Rs10/- each in Valmiki Poly Products Ltd.	400.00	400.00
	Less: Provision for diminution in value	(400.00)	(400.00)
21,000	Fully paid Equity Shares of Rs10/- each in Bharuch Enviro Infrastructure Ltd.	210.00	210.00
		210.00	

		(Rs in thousands)	
		As at March 31, 2009	As at March 31, 2008
4,000	Fully paid Equity Shares of Rs25 each in Zoroastrian Co. Operative Bank Ltd. Less: Provision for diminution in value	100.00 (100.00)	100.00 (100.00)
369,715	Equity Shares of Rs10 each, Rs2 paid up in Bharuch Eco Aqua. Infrastructure Ltd. See note (b) below	-	-
		210.00	210.00
Others:			
	6 Years National Saving Certificates	-	48.50
TOTAL		210.00	258.50

Notes:

	Cost	Market Value
(a) Aggregate of unquoted investments	210.00	-
Previous year	210.00	-
(b) Cost of shares of Bharuch Eco Aqua Infrastructure Ltd added as a part of deferred revenue expenditure and charged off as per Accounting policy		

SCHEDULE 7: INVENTORIES

1. Stores and Spares (including Furnace Oil, Coal) Less: Written off	8,826.21 7,296.21	8,826.21 -
	1,530.00	8,826.21
2. Stock in Trade Raw Materials Packing Materials Less: Provision for Inventory	- - -	- - -
TOTAL	1,530.00	8,826.21

SCHEDULE 8: SUNDRY DEBTORS (UNSECURED)

(a) Debts outstanding for a period exceeding six months	977.96	3,525.14
(b) Other Debts	-	-
	977.96	3,525.14
Less: Provision for doubtful debts	977.96	3,525.14
TOTAL	-	-
Notes:		
1. Considered good	-	-
Considered doubtful	977.96	3,525.14
TOTAL	977.96	3,525.14



(Rs in thousands)

SCHEDULE 9: CASH AND BANK BALANCES

	As at March 31, 2009	As at March 31, 2008
Cash on hand	23.89	19.01
Cheques on hand	-	-
Bank Balances with Scheduled Banks:		
(i) In Current Accounts	1,061.68	880.24
(ii) In Fixed Deposit	1.50	1.50
	<u>1,063.18</u>	<u>881.74</u>
TOTAL	<u>1,087.07</u>	<u>900.75</u>

SCHEDULE 10: LOANS AND ADVANCES (UNSECURED)

Loans to Limited Companies	-	-
Less: Provision	-	-
	<u>-</u>	<u>-</u>
Advances recoverable in cash or in kind or for value to be received	10,091.30	11,444.86
Less: Provision	1,722.01	5,241.68
	<u>8,369.29</u>	<u>6,203.18</u>
Balance with Central Excise Collectorate and Customs	4,095.72	1,181.36
Advance payment of Income Tax	136.12	183.58
	<u>12,601.13</u>	<u>7,568.12</u>
TOTAL	<u>12,601.13</u>	<u>7,568.12</u>
Notes:		
1. (a) Considered Good	12,601.13	7,568.12
(b) Considered Doubtful	1,722.00	5,241.68
	<u>14,323.13</u>	<u>12,809.80</u>
TOTAL	<u>14,323.13</u>	<u>12,809.80</u>

SCHEDULE 11: CURRENT LIABILITIES AND PROVISIONS

(a) Current Liabilities

Sundry Creditors - Amount outstanding towards		
Small Scale Industries (Refer Note No 5)	303.19	951.78
Trade Creditors for goods	69,300.10	93,551.57
Others	11,445.05	6,111.47
	<u>81,048.34</u>	<u>100,614.82</u>
Amounts to be transferred to Investor Education & Protection fund:		
Unclaimed Matured Fixed Deposits (See note 1)	19.00	19.00
Unclaimed Right Refund (See note 1)	29.86	29.86
	<u>48.86</u>	<u>48.86</u>
Interest accrued but not due on loans	231.18	231.18
	<u>81,328.38</u>	<u>100,894.86</u>

(b) Provisions

For Taxation	15.00	15.00
For Leave Encashment	68.98	64.97
	<u>83.98</u>	<u>79.97</u>
TOTAL	<u>81,412.36</u>	<u>100,974.83</u>

Notes:

- Unclaimed matured fixed deposits of Rs19.00 thousand (Previous year Rs19.00 thousand) and Unclaimed Right Refund of Rs29.86 thousand (Previous year Rs 29.86 thousand) are pending for transfer to the Investors Education and Protection Fund as required

(Rs in thousands)

SCHEDULE 12: OTHER INCOME

	<u>Current Year</u>	<u>Previous Year</u>
Dividend on long term Investments (Others)	<u>42.00</u>	-
	42.00	42.00
Processing Charges (Tax deducted at source Rs45.60 thousands, Previous year Rs20.45 thousands)	1,712.78	902.76
Excess provision of earlier years written back	590.03	376.07
Miscellaneous credit balances written back	19.27	1,559.46
Miscellaneous income	613.18	1,513.91
TOTAL	<u><u>2,977.26</u></u>	<u><u>4,394.20</u></u>

SCHEDULE 13: STOCK AND MATERIAL CONSUMED:

Decrease in Stock of Raw Material	-	824.98
Increase decrease in Stocks:		
Opening Stock:		
Finished Goods	-	-
Stocks-in-process	-	-
	-	-
Closing Stock:		
Finished Goods	-	-
Stocks-in-process	-	-
	-	-
Less: Obsolete Raw Material and Finished Goods written off	-	(824.98)
TOTAL	<u><u>-</u></u>	<u><u>-</u></u>

SCHEDULE 14: MANUFACTURING AND OTHER EXPENSES
Payments to and Provisions for Employees

(a) Salaries, Wages and Bonus	425.76	380.73
(b) Contribution to Provident and other Funds	40.41	60.76
(c) Staff Welfare Expenses	<u>85.21</u>	<u>49.99</u>
	551.38	491.48
Non Moving Inventories, Bad Debts & Advances written off	5,476.82	24,870.15
Less: Provision already made in earlier years	<u>5,476.82</u>	<u>24,870.15</u>
	-	-
Lease rentals	144.00	144.00
Repairs and maintenance	-	47.00



	(Rs in thousands)	
	Current Year	Previous Year
Legal & Professional Charges	470.33	737.80
Labour Charges	318.09	342.16
Rates and taxes	23.05	8.47
Insurance (Net)	2.50	15.11
Freight and forwarding	1.78	6.08
Traveling and conveyance	142.64	194.54
Printing and stationery	111.22	77.80
Postage, telephone and telex	117.20	151.15
Directors' fees	1.00	7.00
Miscellaneous expenses (including Advertisement, Bank charges, Service charges etc.)	1,412.11	179.14
TOTAL	3,295.30	2,401.73

SCHEDULE 15: PROVISION FOR DEBTS | INVESTMENTS | LOANS & ADVANCES

Provision for Doubtful Debts		1,761.71
Provision for Doubtful Advances		4,397.83
		6,159.54
TOTAL		6,159.54

SCHEDULE 16: INTEREST AND FINANCE CHARGES (Net)

On Fixed Loans and Deposits		-
Others	5.65	21.65
	5.65	21.65
Less: Interest earned		
Interest from Others	61.48	2.09
Interest on Income Tax refund		-
	61.48	2.09
TOTAL	(55.83)	19.56

SCHEDULE 17: NOTES FORMING PART OF THE ACCOUNTS**1. SIGNIFICANT ACCOUNTING POLICIES****(i) Basis of Preparation of Financial Statements**

The financial statements have been prepared under the historical cost convention on accrual basis of accounting in accordance with the generally accepted accounting principles in India and the provisions of the Companies Act, 1956, as adopted consistently by the Company.

(ii) Use of Estimates

The preparation of the financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting year. Difference between the actual result and estimates are recognised in the year in which the results are known/ materialised.

(iii) Fixed Assets

Fixed Assets are stated at historical cost or amount substituted for cost on revaluation. Cost includes cost of acquisition or construction and interest capitalisation upto commencement of commercial production.

(iv) Leased Assets

Operating lease rentals are expensed with reference to lease terms and other considerations.

(v) Depreciation

(a) Depreciation on Fixed Assets is provided on Straight Line Method. For assets acquired up 31st March, 1993, the specified period has been recomputed by applying to the original cost the revised rates specified in Schedule XIV to the Companies Act, 1956, as per Government notification dated 16th December, 1993 and depreciation charge is calculated by allocating the unamortised value as per the books of account over the remaining part of the recomputed period. For assets acquired after 1st April 1993, depreciation is charged at revised rates as per Schedule XIV of the Companies Act, 1956. On revalued assets, depreciation has been charged over the residual life of the assets.

The difference between depreciation on revalued amount and that calculated on original cost of assets revalued is transferred from Revaluation Reserve to Profit and Loss account.

(b) Depreciation on assets acquired / purchased during the year has been provided on pro-rata basis according to the period in which each asset was put to use during the year.

(c) Depreciation on assets after recognizing impairment loss: Depreciation is adjusted in subsequent periods to allocate the assets revised carrying amount after the recognition of an impairment loss on a systematic basis over its remaining useful life.

(d) Cost of Leasehold land is amortised over the period of the lease.

(vi) Investments

Current Investments are carried at the lower of cost and quoted at fair value and computed category wise. Long Term investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such a decline is other than temporary in the opinion of the management.

(vii) Inventories

Inventories are valued at Cost or Net Realisable Value whichever is lower. Cost is determined on First in First out (FIFO) method. The cost of finished goods and work in progress comprises raw material, direct material, other direct cost and related production overheads. Excise duty in respect of closing inventory of finished goods is included as part of inventory.

(viii) Retirement Benefit

Gratuity payable to employees is covered under Life Insurance Corporation Group Gratuity cum Life Insurance Scheme and the liability is determined by actuarial valuation made at the beginning of the year. Contribution is also made to Life Insurance Corporation Superannuation Fund in respect of Management Cadre staff and Provident Fund for all employees.

SCHEDULE 17: NOTES FORMING PART OF THE ACCOUNTS (Contd.....)

(ix) Foreign Currency Transactions

Transactions in foreign currency are recorded at the original rates of exchange in force at the time when the transactions were effected. Any income or expense on account of exchange difference on settlement is recognised in the Profit and Loss account except in cases where they relate to the acquisition of fixed assets in which case they are adjusted to the carrying cost of such assets. Current Assets | Liabilities are reported using the closing rate and the resultant exchange differences are recognised as income or expenses.

(x) Revenue Recognition

Revenue is recognized when it is earned and no uncertainty exists as to its ultimate realization or collection. Revenue is recognized on delivery of products and is recorded inclusive of excise duty but is net of trade discounts and sales tax. Revenue in respect of insurance | other claims, interest etc. is recognised only when it is reasonably certain that the ultimate collection will be made.

(xi) Taxes on Income

Current tax is determined as the amount of tax payable in respect of taxable income for the year based on the provisions of the Income Act, 1961.

Deferred tax for the year is recognized on timing difference; being the difference between the taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognized and carried forward only if there is reasonable | virtual certainty of its realization.

(xii) Leave Encashment

Leave encashment provision is made on the basis of leave outstanding of all the employees entitled to be carried forward.

(xiii) Impairment of Assets

An asset is impaired when the carrying amount of the asset exceeds its recoverable amount. An impairment loss is charged to the Profit & Loss account in the year in which an asset is identified as impaired. An impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of the recoverable amount. Depreciation on assets after recognizing impairment loss is adjusted in subsequent periods to allocate the assets revised carrying amount after the recognition of an impairment loss on a systematic basis over its remaining useful life.

(xiv) Cash Flow Statement

The Cash Flow statement is prepared by the indirect method set out in Accounting Standard 3 on Cash Flow Statements and presents cash flows by operating, investing and financing activities of the Company.

(xv) Comparatives

Comparative financial information is presented in accordance with the 'Corresponding Figure' financial reporting framework set out in Auditing and Assurance Standard 25 on Comparatives. Accordingly, amounts and other disclosures for the preceding year are included as an integral part of the current year's financial statements, and are to be read in relation to the amounts and other disclosures relating to the current year. Figures of the previous year are regrouped and reclassified wherever necessary to correspond the figures of the current financial year.

(xvi) Earnings Per Share

The Company reports basic and diluted earnings per share in accordance with Accounting Standard 20 on 'Earnings Per Share'. Basic earnings per share is computed by dividing the net profit or loss for the period by the weighted average number of Equity shares outstanding during the period. Diluted earnings per share is computed by dividing the net profit or loss for the period by the weighted average number of equity shares outstanding during the period as adjusted for the effects of all diluted potential equity shares except where the results are anti- dilutive.

SCHEDULE 17: NOTES FORMING PART OF THE ACCOUNTS (Contd.....)
(xvii) Provisions, Contingent Liabilities and Contingent Assets

As per Accounting Standard 29, Provisions, Contingent Liabilities and Contingent Assets, issued by the Institute of Chartered Accountants of India, the Company recognises provisions only when it has a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and when a reliable estimate of the amount of the obligation can be made.

No provision is recognised for -

- a) Any possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company; or
- b) Any present obligation that arises from past events but is not recognised because it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or a reliable estimate of the amount of obligation cannot be made.

Such obligations are recorded as Contingent Liabilities. These are assessed continually and only that part of the obligation for which an outflow of resources embodying economic benefits is probable, is provided for, except in the extremely rare circumstances where no reliable estimate can be made.

Contingent Assets are not recognised in the financial statements since this may result in the recognition of income that may never be realized.

2. NOTES TO BALANCE SHEET AND PROFIT AND LOSS ACCOUNT

(Rs in thousands)

Sr No	Particulars	Current Year	Previous Year
1.	Contingent Liability in respect of		
	(a) Sales Tax Matter of 1999-00 under appeal	1,039.26	1,039.26
	(b) Sales Tax Matter of 2001-02 under appeal	1,649.66	1,649.66
	(c) Sales Tax Matter of 2002-03 under appeal	2,444.16	2,510.64
	(d) Sales Tax Matter of 2003-04 under appeal	998.32	1,411.18

3. Going Concern

The Company has at March 31, 2009 accumulated losses of Rs556144.83 thousands resulting in a negative net worth of Rs398206.36 thousands. During the year the current liabilities exceed current assets by Rs66194.16 thousands. The Company has discontinued its manufacturing operations at all its manufacturing plant except Sulphuric Acid / Oleum plant working for job work activity. In view of the complete erosion of Net Worth a reference was made to the Board of Industrial and Financial Reconstruction (BIFR), which was registered by BIFR on September 09, 2005 and the Company was declared Sick by BIFR on July 20, 2006. In such circumstances, it could not be considered as a going concern. However, all potential losses and expenses have been booked during the year.

4. No requests for confirmation of balances have been sent to sundry debtors and sundry creditors. Consequently sundry debtors and sundry creditor balances as at March 31, 2009 are subject to reconciliation and adjustments, if any.
5. Sundry Creditors include Rs303.19 thousands (Previous year Rs951.78 thousands payable to Small Scale Industrial units that are due for more than thirty days and has been determined based on the information available with the Company and are as follows:

Asvik Industries; D. Parikh Engineering Works; Hi-Tech Shoes Pvt Ltd.; Jayco Safety Products; OCV Dandy Control Pvt Ltd; Patel Engineering Works; R K Dutt Concern; Sahas Engineering Corporation; Sealexcel (India) Pvt Ltd; Shrenik & Co; Supreme Electroplast Industries; Unique Rubber Works; Vamech Seals; Velmake Seals; Venus Engineering Works; Vijay Trading Co.

SCHEDULE 17: NOTES FORMING PART OF THE ACCOUNTS (Contd.....)

6. Manufacturing Plants of Ankleshwar and Atul units are not operated since February 2004 except Sulphuric Acid I Oleum plant, for which the Company has undertaken job work activity. These units have been incurring heavy losses due to rising input cost and declining realizations. The services of the operating staff at all plants have been terminated. In addition, substantial capital expenditure needs to be incurred on pollution control measures at Atul. At this stage the period for which discontinuance is expected to continue cannot be determined in view of the reference to the Board of Industrial and Financial Reconstruction, considering the erosion in the Net Worth. In view of the discontinuance of all manufacturing operations, no separate disclosures of the carrying amounts of the total assets and the total liabilities, the amount of revenue and expenses in respect of the discontinuing operations as well as attributable cash flows, as required by AS- 24 "Discontinuing Operations" issued by the Institute of Chartered Accountants of India are given.
7. In view of introduction of Accounting Standard 28 on Impairment of Assets (AS 28) by the Institute of Chartered Accountants of India, the Company had reviewed the recoverable value of all its assets at its Bulk Chemical and Dye Intermediate divisions as on April 01, 2004 and March 31, 2005. Due to non remunerative prices for the products of its two divisions and the increasing costs of operations, the viability of the businesses was affected and accordingly the Company had recognized an impairment loss for the assets of the two divisions in the year 2004-05.

8. Payment to Auditors

(Rs in thousands)

No	Particulars	2008-09	2007-08
a.	Statutory audit	20.00	20.00
b.	Tax audit	--	10.00
c.	As adviser, or in any other capacity in respect of		
	(i) Taxation matters	--	--
	(ii) In any other manner (Certification work)	--	7.50
		20.00	37.50
d.	As expenses	--	--
	Total	20.00	37.50

9. Turnover and Stocks

Sr No	Particulars	Current Year		Previous Year	
		Quantity (In MT)	Value (Rs in thousands)	Quantity (In MT)	Value (Rs in thousands)
(A) Goods Manufactured					
(a) Dye Intermediates					
	Sales	--	--	--	--
	Opening stock	--	--	8.67	--
	Closing stock	--	--	--	--
(b) Sulphuric Acid					
	Sales	--	--	--	--
	Opening stock	--	--	--	--
	Closing stock	--	--	--	--
(B) Goods Traded in					
	Chemicals related to Dye Intermediate and Bulk Chemicals activity	--	--	10.50	194.93
	Dyes Opening stock	--	--	--	--
	Dyes Closing stock	--	--	--	--

10. Raw Materials Consumed

There was no production since 2005-06, hence there was no consumption of any Raw Materials.

SCHEDULE 17: NOTES FORMING PART OF THE ACCOUNTS (Contd.....)
11. Purchase of Trading Products

Particulars	Current Year		Previous Year	
	Quantity (In MT)	Value (Rs in thousands)	Quantity (In MT)	Value (Rs in thousands)
Chemicals related to Dye Intermediate and Bulk Chemicals activity	--	--	10.50	194.93

12. Licensed and Installed capacity, and Production

Sr No	Particulars	Current Year		Previous Year	
		Quantity (In MT)		Quantity (In MT)	
		Ankleshwar	Atul	Ankleshwar	Atul
(a)	Dye Intermediates				
	Licensed capacity (1)	2250	2500	2250	2500
	Installed capacity (2)	1000	3500	1000	3500
	Production	--	--	--	--
(b)	Sulphuric Acid				
	Licensed capacity (1)	33000	--	33000	--
	Installed capacity (2)	33000	--	33000	--
	Production	--	--	--	--
(c)	Iron Oxide				
	Licensed capacity (1)	1200	--	1200	--
	Installed capacity (2)	1200	--	1200	--
	Production	--	--	--	--

Notes:

- As per DGTD registration 1250 MT (Previous year 1250 MT) and as per registration with Dept. of Industrial Development, Govt. of India 1000 MT (Previous year 1000 MT)
- As certified by the Chief Operating Officer

13. Earning per Share

Sr No	Particulars	Current Year	Previous Year
i.	Profit / (Loss) after tax as per Profit & Loss Account (Rs in thousand)	758.08	(14,353.52)
ii.	Weighted average number of Equity Shares Outstanding (Nos.)	7,025,000	7,025,000
iii.	Number of equity shares resulting from issue of shares against Advance against share capital (Nos.)	2,400,000	2,400,000
iv.	Diluted number of shares (No)	9,425,000	9,425,000
v.	Basic earning per share (Rs)	0.11	(2.04)
vi.	Diluted earning per share (Rs)	0.11	(2.04)

14. The tax effects of significant timing differences are reflected through deferred tax liability (net), which is included in the balance sheet.

The major components of deferred tax balances are set out below:

(Rs in thousands)

Particulars	Current Year	Previous Year
A. Deferred Tax Liability		
Depreciation on Fixed Assets excess of net block over written down value as per the provisions of the Income-tax Act, 1961	341.84	1,690.69
B. Deferred Tax Asset		
Provision for Doubtful debts & advances	--	(1,903.30)
Provision for leave encashment	(21.31)	(20.07)
	(21.31)	(1,923.37)
Deferred Tax Liability / (Asset) (Net)	320.53	(232.68)

SCHEDULE 17: NOTES FORMING PART OF THE ACCOUNTS (Contd.....)

15. As per Accounting Standard (AS-18) on related party disclosures issued by the Institute of Chartered Accountants of India the disclosure of the transactions with the related party as defined in the Accounting Standard are given below

(A) Name of related party and nature of relationship

Sr No	Name of the related party	Description of relationship
1.	Atul Limited	Associated Company
2.	Atul Europe Ltd	Associated Company
3.	Ameer Trading Corporation Ltd	Associated Company
4.	Dr Naresh Chourishi	Key Management Personnel

(B) Transactions during the year with related parties:

(Rs in thousands)

Sr No	Nature of Transaction	Associate Company			Total
		Atul Europe Ltd	Ameer Trading Corpn Ltd		
		Atul Ltd			
			2008-09	2008-09	
1. Advance against share capital					
	Balance as at 31st March, 2009	-	-	24,000.00	24,000.00
		-	-	(24,000.00)	(24,000.00)
2. Loans Taken					
	Balance as at April 01, 2008	16,773.39	-	-	16,773.39
		(16,773.39)	-	-	(16,773.39)
	Taken during the year	3,156.60	-	-	3,156.60
	Repaid during the year	-	-	-	-
	Balance as at March 31, 2009	19,929.99	-	-	19,929.99
		(16,773.39)	-	-	(16,773.39)
3. Sundry Debtors					
	Balance as at March 31, 2009	10,657.54	-	-	10,657.54
		(8,691.68)	(115.03)	-	(8,806.71)
4. Sundry Creditors					
	Balance as at March 31, 2009	41,242.15	129.59	982.07	42,353.81
		(34,077.51)	-	(982.07)	(35,059.58)
	Advance received against future sales	(1,318.06)	-	-	(1,318.06)
		(1,318.06)	-	-	(1,318.06)
5. Income					
	Sales	-	-	-	-
		(98.12)	-	-	(98.12)
	Processing Charges	1,712.78	-	-	1,712.78
		(902.76)	-	-	(902.76)
	Sale of Stores	393.75	-	-	393.75
		-	-	-	-
6. Expenditure					
	Lease Rent	119.53	-	-	119.53
		(114.34)	-	-	(114.34)
7. Secured Loans					
		272,045.38	-	-	272,045.38
		(272,045.38)	-	-	(272,045.38)

Note: Figures in bracket indicate previous year figures.

SCHEDULE 17: NOTES FORMING PART OF THE ACCOUNTS (Contd.....)
16. Segment Information
(i) Information about Primary Business Segments

Particulars	For the year ended on March 31, 2009				For the year ended on March 31, 2008			
	Dye Intermediates	Bulk Chemicals (Sulphuric Acid)	Unallocated	Total	Dye Intermediates	Bulk Chemicals (Sulphuric Acid)	Unallocated	Total
Revenue								
External	-	1,712.78	1,264.48	2,977.26	227.05	902.76	3,491.44	4,621.25
Inter-segment	-	-	-	-	-	-	-	-
Gross revenue	-	1,712.78	1,264.48	2,977.26	227.05	902.76	3,491.44	4,621.25
Less: Excise duty recovered	-	-	-	-	32.12	-	-	32.12
Net revenue	-	1,712.78	1,264.48	2,977.26	194.93	902.76	3,491.44	4,589.13
Add: Extraordinary Item - Interest Waiver	-	-	-	-	-	-	-	-
Total Revenue	-	1,712.78	1,264.48	2,977.26	194.93	902.76	3,491.44	4,589.13
Result								
Segment result	(22,759.70)	679.09	-	(22,080.61)	(18,408.57)	(130.93)	-	(18,539.52)
Unallocated expenditure net of unallocated income	-	-	-	-	-	-	(2,345.10)	(2,345.10)
Interest expenses	-	-	(5.65)	(5.65)	-	-	(21.65)	(21.65)
Interest income	-	-	61.48	61.48	-	-	2.09	2.09
Dividend and other Incomes	-	-	1,264.48	1,264.48	-	-	3,491.44	3,491.44
Profit (Loss) from discontinuing operation before tax	(22,759.70)	679.09	1,320.31	(20,760.30)	(18,408.57)	(130.93)	1,126.78	(17,412.74)
Less: Extraordinary Item - W/back on settlement with creditors	-	-	21,857.13	21,857.13	-	-	-	-
Profit (Loss) before tax	(22,759.70)	679.09	23,177.44	1,096.83	(18,408.57)	(130.93)	1,126.78	(17,412.72)
Provision for taxation	-	-	(18.22)	(18.22)	-	-	(29.99)	(29.99)
Deferred Tax	-	-	(320.53)	(320.53)	-	-	3,089.19	3,089.19
Profit (Loss) after Tax	(22,759.70)	679.09	22,838.69	758.08	(18,408.57)	(130.93)	4,185.98	(14,353.52)
Other Information								
Segment assets	55,891.44	4,134.78	12,920.66	72,946.88	75,394.04	5,168.47	7,749.82	88,312.33
Segment liabilities	24,428.67	3,381.00	345,898.59	373,708.26	34,373.63	3,381.00	352,038.97	389,793.60
Capital Expenditure	-	-	-	-	-	-	-	-
Depreciation	12,168.19	1,033.69	-	13,201.88	12,192.41	1,033.69	-	13,226.10
Non-cash expenses other than depreciation	-	-	-	-	-	-	-	-
Provision for Doubtful debts Loans & Advances	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	6,159.55	6,159.55
Provision for Slow Moving Inventory	-	-	-	-	-	-	-	-

(ii) Information about Secondary Business Segments (Rs in thousands)

Particulars	For the year ended on March 31, 2009			For the year ended on March 31, 2008		
	India	Outside India	Total	India	Outside India	Total
Revenue by geographical market						
External	2,977.26	-	2,977.26	4,621.25	-	4,621.25
Total	2,977.26	-	2,977.26	4,621.25	-	4,621.25
Carrying amount of segment assets	72,946.88	-	72,946.88	88,067.71	244.62	88,312.33
Additions to fixed assets	-	-	-	-	-	-

(iii) Notes:

1. The Company is organised into Chemicals business comprising Dye Intermediates and Bulk Chemicals (Sulphuric Acid). During the year the Company also traded in chemicals relatd to these segments, consequent to the stoppage of manufacturing activities and earned revenues as under:

Particulars	For the year ended on March 31, 2009		For the year ended on March 31, 2008	
	Dye Intermediates	Bulk Chemicals (Sulphuric Acid)	Dye Intermediates	Bulk Chemicals (Sulphuric Acid)
Sales	NIL	NIL	194.93	NIL
Gross Profit	NIL	NIL	NIL	NIL

2. Segment Revenue in each of the above domestic business segments primarily includes sales, processing charges and rental income in the respective segments.
3. The Segment Revenue on the geographical segments considered for disclosure are as follows:
 - (a) Revenue within India includes sales to customers located within India and earnings in India.
 - (b) Revenue outside India includes sales to customers located outside India and earnings outside India.
4. Accounting policies adopted for the segment reporting are in line with the accounting policies of the company. Segment Revenue, Results, Assets and Liabilities include the respective amounts identifiable to each of the segments and amounts allocated on a reasonable basis.



17. Previous Year's figures have been regrouped and recast wherever necessary.

Signature to Schedule 1 to 17

As per our attached report of even date

For and on behalf of the Board of Directors

For V R Parekh & Co

Naresh Chourishi

Rana Vishnoi

Chartered Accountants

Manager

Chairman

V R Parekh

Mriganka Dutta

Proprietor

Director

Ghanshyam Parekh

Director

Valsad

Atul

June 26, 2009

June 26, 2009

Balance Sheet Abstract and Business Profile of the Company
I. Registration Details

Registration No. : 17594

State Code : 11

Balance Sheet Date : March 31, 2009

II. Capital Raised during the year (Rs in thousand)

Public Issue	NIL	Right Issue	NIL
Bonus Issue	NIL	Private Placement	NIL

III. Position of Mobilization and Deployment of Funds (Rs in thousands)

Total Liabilities	547679.34	Total Assets	547679.34
	[544240.42]		[544240.42]

Source of Funds

Paid-up-Capital	70250.00	Advance towards share capital	24000.00
	[70250.00]		[24000.00]
Reserve & Surplus	161133.44	Secured Loans	272045.39
	[161171.64]		[272045.39]
Unsecured Loans	19929.98	Deferred Tax Liability (net)	320.53
	[16773.39]		[NIL]

Application of Funds

Net Fixed Assets	57518.67	Investments	210.00
	[70758.76]		[258.50]
Net Current Assets	-66194.16	Misc. Expenditure	NIL
	[-83679.75]		[NIL]
Accumulated Loss	556144.83		
	[556902.91]		

IV. Performance of Company (Rs in thousand)

Turnover	2977.26	Total Expenditure	23737.56
	[4589.13]		[22001.85]
Profit/(Loss) before tax	1096.83	Profit/(Loss) after tax	758.08
	[-17412.72]		[-14353.52]
Earning per Share in Rs	0.11	Dividend Rate %	NIL
	[-2.04]		

IV. Generic Name of Three Principal Products / Services of the Company

Item Code No Product Description	29222119 C-acid
Item Code No Product Description	28070001 Sulphuric acid
Item Code No Product Description	29222106 H-acid

Figures in bracket indicate previous year.

Ten Year Review

(Rs in lacs)

	2008-09	2007-08	2006-07	2005-06	2004-05	2003-04	2002-03	2001-02	2000-01	1999-00
OPERATING RESULTS :										
Sales & Other Income	29.77	45.89	103.42	174.01	639.81	4,910.61	5,843.99	4,601.91	4,608.36	4,495.81
Gross Profit (PBDT)	(75.58)	(41.87)	(43.20)	(236.62)	(1,476.09)	(1,057.65)	240.33	302.86	102.16	(141.96)
Depreciation Impairment	132.02	132.26	132.64	132.61	1,858.63	255.87	225.12	214.29	211.56	210.34
Profit (Loss) Before Tax	(207.60)	(174.13)	(175.84)	(369.23)	(3,334.72)	(1,313.52)	15.21	88.57	(109.40)	(352.30)
Interest Waiver from OTS	218.57	-	43.67	306.10	-	-	-	-	-	-
Taxation	0.18	0.30	0.41	0.75	0.20	0.20	0.18	0.20	0.17	0.17
Deferred Tax (Liability) Asset (net)	(3.21)	30.89	(0.61)	(2.81)	(111.23)	85.01	(36.80)	1.76	-	-
Profit (Loss) After Tax	7.58	(143.54)	(133.19)	(66.70)	(3,446.15)	(1,228.73)	(21.77)	90.13	(109.57)	(352.47)
FINANCIAL POSITION :										
Gross Block	6,005.54	6,005.54	6,005.54	6,005.54	6,055.33	6,039.81	5,925.97	5,180.12	5,107.48	5,067.90
Net Block	575.18	707.59	840.23	973.26	1,148.51	3,405.94	3,550.43	3,013.96	3,158.13	3,331.65
Net Current & Other Assets	(660.84)	(834.22)	(825.84)	(816.15)	(1,390.68)	254.18	1,598.74	1,844.89	1,703.18	1,462.85
Capital Employed	(87.86)	(126.63)	14.39	157.11	(242.16)	3,660.12	5,149.17	4,858.85	4,861.31	4,794.50
Equity Share Capital	702.50	702.50	702.50	702.50	702.50	702.50	702.50	702.50	702.50	702.50
Reserves & Surplus	(3,950.11)	(3,957.31)	(3,813.40)	(3,744.76)	(4,320.83)	(613.05)	638.63	663.76	681.31	791.82
Advance towards Share Capital	240.00	240.00	240.00	240.00	240.00	240.00	240.00	240.00	240.00	240.00
Shareholders' Funds	(3,007.61)	(3,014.81)	(2,870.90)	(2,802.26)	(3,378.33)	329.45	1,581.13	1,606.26	1,623.81	1,734.32
Borrowings	2,919.75	2,888.19	2,885.29	2,959.37	3,136.17	3,330.67	3,568.04	3,252.59	3,237.50	3,060.18
KEY RATIO:										
Dividend (%)	-	-	-	-	-	-	-	-	-	-
Earning per Share Rs	0.11	(2.04)	(1.90)	(0.95)	(49.06)	(17.49)	(0.31)	1.28	(1.56)	(5.02)
Book Value Per Share Rs	(42.81)	(42.92)	(40.87)	(39.89)	(48.09)	4.69	22.51	22.86	23.11	24.69

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Amal Limited

Registered Office: 310B, Veer Savarkar Marg, Dadar (West), Mumbai 400028, Maharashtra, India

ATTENDANCE SLIP

(To be handed over at the entrance of the Meeting Hall)

I certify that I am a Registered Shareholder
of the Company and hold _____ Shares

Folio No | ID No

I hereby record my presence at the Thirty-Fifth Annual General Meeting of the Company being held at Killachand Conference Room, Second Floor, LNM-IMC Building, IMC Marg, Opposite Churchgate Railway Station, Churchgate, Mumbai 400020, Maharashtra, India on Thursday, September 24, 2009 at 4.00 pm

Name of the Member | Proxy in Block Letters

Member's | Proxy's Signature

NOTES:

1. Shareholders | Proxy holders are requested to bring the Attendance Slip with them when they come to the Meeting and hand it over at the entrance of the Meeting Hall.
2. Shareholders are requested to bring their copy of the Annual Report alongwith them to the Annual General Meeting.
3. If it is intended to appoint a proxy, the form below should be completed and deposited at the Registered office of the Company at least 48 hours before the Meeting.

----- Tear Here -----

Amal Limited

Registered Office: 310B, Veer Savarkar Marg, Dadar (West), Mumbai 400028, Maharashtra, India

PROXY FORM

Folio No | ID No:

I | We _____ of _____
in the district of _____ being a member | members of
Amal Limited hereby appoint _____
_____ of _____
in the district of _____ or failing him
_____ of _____
in the district of _____ or failing him
_____ of _____
in the district of _____ as my | our
proxy to vote for me | us on my | our behalf at the Thirty-Fifth Annual General Meeting of the Company to be held
at Kilachand Conference Room, Second Floor, LNM-IMC Building, IMC Marg, Opposite Churchgate Railway
Station, Churchgate, Mumbai 400020, Maharashtra, India on Thursday, September 24, 2009 at 4.00 pm

As witness my | our hand | hands this _____ day of _____ 2009.

Signature of the Member | Proxy

Affix
Re1
Revenue
Stamp

Note: This Proxy form duly completed must be received at the Company's Registered Office atleast **FORTY-EIGHT HOURS** before the time of holding the meeting.

BOOK-POST
(Printed Matter)

To,

If undelivered, please return to:

Amal Limited

Registered Office

310B, Veer Savarkar Marg, Dadar (West)

Mumbai 400028, Maharashtra, India