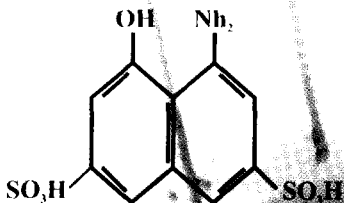
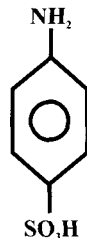
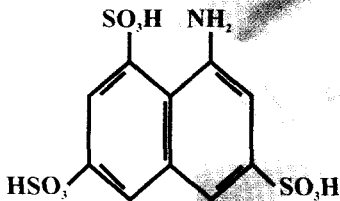
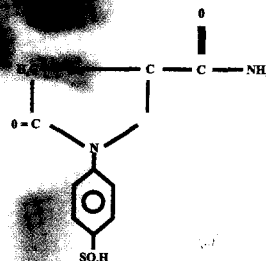


22nd Annual Report 2008-2009



DYES & INTERMEDIATES



SHREE HARI CHEMICALS EXPORT LTD.

SHREE HARI CHEMICALS EXPORT LIMITED

BOARD OF DIRECTORS

Shri R. R. Agarwal	<i>Whole Time Director</i>
Shri K. L. Ramuka	<i>Chairman & Executive Director</i>
Shri B. C. Agrawal	<i>Managing Director</i>
Shri K. C. Ramuka	<i>Whole Time Director</i>
Shri H. P. Ramuka	<i>Whole Time Director</i>
Shri S. K. Sultania	<i>Director</i>
Shri V. N. Gupta	<i>Director</i>
Shri A. M. Kanodia	<i>Director</i>
Shri A. D. Chirania	<i>Director</i>
Shri R. K. Dayma	<i>Director</i>
Shri V. P. Kedia	<i>Director</i>

BANKERS

STATE BANK OF INDIA

Backbay Reclamation Branch,
Raheja Chambers, Nariman Point,
MUMBAI - 400 021.

AUDITORS

KAILASH CHAND JAIN & CO.

Chartered Accountants
MUMBAI 400 020.

REGD. OFFICE & WORKS

A/8, M.I.D.C. Indl. Area,
MAHAD, Dist. Raigad
(Maharashtra) 402 309.

ADMINISTRATIVE OFFICE

103/104, Unique Tower,
Near Kamat Club,
S. V. Road, Goregaon (W),
MUMBAI - 400 062.

REGISTRAR & SHARE TRANSFER AGENTS

MONDKAR COMPUTERS PVT. LTD.

21, Shakil Niwas, Mahakali Caves Road,
Andheri (E), MUMBAI 400093.

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SHREE HARI CHEMICALS EXPORT LTD.

SHREE HARI CHEMICALS EXPORT LIMITED

Regd. Office: A/8, M.I.D.C. Industrial Area, Mahad, Dist. Raigad (Maharashtra)

NOTICE

Notice is hereby given that the **TWENTY SECOND** Annual General Meeting of the members of **SHREE HARI CHEMICALS EXPORT LIMITED** be held at A/8, M.I.D.C. Industrial Area, Mahad, Dist. Raigad (Maharashtra) on Wednesday, August 26, 2009 at 11.00 a.m. to transact the following business:

ORDINARY BUSINESS :

1. To receive, consider and adopt the audited Balance Sheet as at March 31, 2009 and the Profit and Loss Account for the year ended on that date and the Directors' and Auditors' Reports thereon.
2. To declare dividend on equity shares.
3. To appoint a Director in place of Shri Kishori Lal Ramuka who retires by rotation and is eligible for reappointment.
4. To appoint a Director in place of Shri Ramu Raman Agarwal who retires by rotation and is eligible for reappointment.
5. To appoint a Director in place of Shri Amar Kanodia who retires by rotation and is eligible for reappointment.
6. To appoint Auditors and to fix their remuneration.

SPECIAL BUSINESS:

7. To consider and if thought fit, to pass, with or without modifications, the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 198, 269, 309, 310 and 311 read with Schedule XIII and other applicable provisions of the Companies Act, 1956, including any Statutory modification or re-enactment thereof, for the time being in force and as approved by the Remuneration Committee, the Company in General Meeting hereby approves the re-appointment of Shri Kishori Lal Ramuka as Chairman & Executive Director of the Company for a period of five years with effect from 1st October, 2009 and on the terms and conditions and remuneration (including the remuneration to be paid in the event of loss or inadequacy of profits in any financial year during the tenure of his appointment) for a period of three years with effect from 1st October, 2009 as set out in the explanatory statement.

FURTHER RESOLVED THAT the Board of Directors of the Company be and is hereby authorized to vary any of the terms of remuneration in consultation with Chairman & Executive Director provided such variation is in accordance with the provisions in part II of Schedule XIII of the Companies Act, 1956 and/or the provisions of law as may be applicable thereto from time to time.

8. To consider and if thought fit, to pass, with or without modifications, the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 198, 269, 309, 310 and 311 read with Schedule XIII and other applicable provisions of the Companies Act, 1956, including any Statutory modification or re-enactment thereof, for the time being in force and as approved by the Remuneration Committee, the Company in General Meeting hereby approves the payment of remuneration to Shri Bankesh Chandra Agrawal, Managing Director of the company for the remaining period of his tenure with effect from 1st October, 2009 upto 28th February, 2010 and on the terms and conditions (including the remuneration to be paid in the event of loss or inadequacy of profits during the tenure of his appointment) as set out in the explanatory statement.

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"FURTHER RESOLVED THAT the Board of Directors of the Company be and is hereby authorized to vary any of the terms of remuneration in consultation with Managing Director provided such variation is in accordance with the provisions in part II of Schedule XIII of the Companies Act, 1956 and/or the provisions of law as may be applicable thereto from time to time.

NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER.
2. THE INSTRUMENT APPOINTING A PROXY SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
3. The explanatory statement pursuant to Section 173 of the Companies Act, 1956 in respect of the business item 7 and 8 is annexed hereto.
4. The Register of Members and Share Transfer Books of the Company will remain closed from Thursday, August 20, 2009 to Wednesday, August 26, 2009 (both days inclusive) for the purpose of Annual General Meeting and declaration of dividend.
5. Members are requested to notify promptly any change in their addresses to the Company's Registrar and Share Transfer Agents, Mondkar Computers Private Limited, 21, Shakil Niwas, Mahakali Caves Road, Andheri (East), Mumbai 400 093.
6. Members are hereby informed that Dividend which remain unclaimed over a period of 7 years have to be transferred by the company to the Investors Education & Protection Fund, constituted by the Central Government under Section 205(A) & 205(C) of the Companies Act, 1956.

Details of unclaimed Dividend with it's due date of transfer to Investors Education and Protection Fund is as below :

<u>Year ended</u>	<u>Date of Declaration</u>	<u>Amount</u>	<u>Due date of transfer to IEPF</u>
31.03.2007	26.09.2007	5,35,664.00	31.10.2014
31.03.2008	30.09.2008	6,91,748.00	05.11.2015

7. Members are requested to bring their copy of Annual Report as extra copies will not be supplied at the Annual General Meeting.

Registered Office:

A/8, M.I.D.C. Industrial Area,
Mahad, Dist. Raigad (Maharashtra)

By Order of the Board
BANKESH CHANDRA AGRAWAL
Managing Director

Dated : 16th July, 2009.

SHREE HARI CHEMICALS EXPORT LTD.

SHREE HARI CHEMICALS EXPORT LIMITED

Regd. Office: A/8, M.I.D.C. Industrial Area, Mahad, Dist. Raigad (Maharashtra)

ANNEXURE TO NOTICE

Explanatory Statement as required by Section 173 of the Companies Act, 1956

Item No. 7

The term of Shri Kishori Lal Ramuka as Chairman & Executive Director of the Company will expire on 30th September, 2009. The Board of Directors of the Company has re-appointed Shri Kishori Lal Ramuka as Chairman & Executive Director of the Company for a period of 5 years with effect from 1st October, 2009.

The terms of the remuneration for a period of first three years are as under:

- a) **Salary** : Rs. 2,00,000/- per month including other perquisites.
- b) **Commission** : Commission on Net Profits of the Company computed in the manner laid down in Section 349 of the Companies Act, 1956 as may be fixed by the Board subject to the ceiling limits laid down in Sections 198 and 309 of the Companies Act, 1956.

Where in any financial year during the currency of the tenure of the Chairman & Executive Director, the Company has made no profits or its profits are inadequate, the Company shall pay to the Chairman & Executive Director, the above remuneration except commission not exceeding the ceiling limits prescribed in Schedule XIII of the Companies Act, 1956 as minimum remuneration.

The Chairman & Executive Director shall also be entitled to the following perquisites which shall not be included in the computation of the ceiling on remuneration:

- a) Contribution towards Provident Fund, Superannuation Fund or Annuity Fund to the extent these either singly or put together are not taxable under the Income Tax Act, 1961.
- b) Gratuity payable at the rate not exceeding half a months salary for each completed year of service.
- c) Earned privilege leave at the rate of one month leave for every eleven months of service. The Chairman & Executive Director shall be entitled to encash leave at the end of his tenure as Chairman & Executive Director.
- d) Provision of Car and Telephone at the Residence of the Chairman & Executive Director shall not be treated as perquisites.

Additional information required to be given alongwith a Notice calling General Meeting as per sub para (B) of para 1 of Section II of Part II of Schedule XIII to the Companies Act, 1956 is given hereunder:

I. General Information:

- (1) Nature of industry : Chemicals Industry
- (2) Date or expected date of commencement of commercial production : The Company has been in the business since 1987
- (3) In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus. : Not Applicable

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(4) Financial performance based on given indicators	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
Turnover	384451222	404847029	682887790	812609410	634024561
Net profit (as computed under section 198)	3048908	4498995	50818212	55001424	(14374823)
Net profit/ (Loss) as per profit and loss account	2717408	3898995	47338212	48041424	(22127168)
Amount of Dividend paid	--	--	440050	4500000	4446300
Rate of Dividend declared	--	--	(10 %)	(10 %)	(10 %)
Earning before interest, depreciation & taxes	17269664	26836832	101691043	103262424	4607247
% of EBIDT to turnover	4.49 %	6.63 %	14.89 %	12.70 %	0.73 %
(5) Export performance and net foreign exchange collaborations	29977277	110679694	316096262	367876750	212119042
(6) Foreign investments or collaborators, if any.	Nil				

II. Information about the appointee:

- (1) Background details
- Name** : Shri Kishori Lal Ramuka
Designation : Chairman & Executive Director
Father's name : Shri Suwalal Ramuka
Nationality : Indian
Date of Birth : 07.04.1949
Qualifications : B. Com
Experience : Over 38 years in Textile Chemical Industry
- (2) Past remuneration
- The gross remuneration paid to him in the year 2008-09 was Rs.22,80,000/-.
- (3) Recognition or awards
- Nil
- (4) Job profile and his suitability
- Shri Kishori Lal Ramuka shall be responsible for the management of the whole of the affairs of the Company and to do all acts and things, which, in the ordinary course of business, he considers necessary or proper or in the interest of the Company. Considering the above and having regard to age, qualifications, ability and experience and looking to the business requirement the proposed remuneration is in the interest of the Company.
- (5) Remuneration proposed
- Salary Rs.2,00,000/- per month including all other perquisites.
- (6) Comparative remuneration profile with respect to industry, size of the company, profile of the position and person (in case of expatriates the relevant details would be w. r. t. the country of his origin)
- Compared to the remuneration with respect to the industry, size of the Company etc. the remuneration proposed to be paid to is very low.
- (7) Pecuniary relationship directly or indirectly with the company, or relationship with the managerial personnel, if any.
- The Chairman & Executive Director is a promoter director of the Company. He is concerned or interested as it relates to him and Shri Kailash Chand Ramuka is also interested or concerned being relative of Shri Kishori Lal Ramuka.

SHREE HARI CHEMICALS EXPORT LTD.

III. Other information:

- | | |
|--|--|
| (1) Reasons of loss or inadequate profits | Due to the Global and Domestic slowdown Company's turnover has been affected and resulted into loss. |
| (2) Steps taken or proposed to be taken for improvement | Substantial marketing efforts and upgradation in technology is likely to increase in sales and profitability of the Company. |
| (3) Expected increase in productivity and profits in measurable terms. | With the curtailment in expenses and increase in the turnover the Company expects to make profit to the tune of approximately Rs. 300.00 lacs. |

IV. Disclosures:

The remuneration of Shri Kishori Lal Ramuka and other details such as service contract, notice period etc. have been disclosed above. The Company does not have any scheme for grant of stock options.

The Board commends the approval by the members for re-appointment of chairman & Executive Director and payment of remuneration to him.

Shri Kishori Lal Ramuka, Chairman & Executive Director, is concerned or interested in the said resolution at item no. 7 of the accompanying notice as it relates to his own appointment. Shri Kailash Chand Ramuka being relative of Shri Kishori Lal Ramuka is also deemed to be interested or concerned in the aforesaid resolution

The above may also be treated as an abstract referred to in Section 302 of the Act.

Item No. 8

The Board of Directors of the Company at its meeting held on July 1, 2009 approved the following payment of remuneration to Shri Bankesh Chandra Agrawal with effect from October 01, 2009 for the remaining period of his tenure as Managing Director of the company and the other terms of his appointment remaining unchanged.

- a) **Salary** : Rs. 2,00,000/- per month including other perquisites.
- b) **Commission** : Commission on Net Profits of the Company computed in the manner laid down in Section 349 of the Companies Act, 1956 as may be fixed by the Board subject to the ceiling limits laid down in Sections 198 and 309 of the Companies Act, 1956.

Where in any financial year during the currency of the tenure of the Managing Director, the Company has made no profits or its profits are inadequate, the Company shall pay to the Managing Director, the above Salary except commission not exceeding the ceiling limits prescribed in Schedule XIII of the Companies Act, 1956 as minimum remuneration.

The Managing Director shall also be entitled to the following perquisites which shall not be included in the computation of the ceiling on remuneration:

- a) contribution towards Provident Fund, Superannuation Fund or Annuity Fund to the extent these either singly or put together are not taxable under the Income Tax Act, 1961.
- b) Gratuity payable at the rate not exceeding half a months salary for each completed year of service.
- c) Earned privilege leave at the rate of one month leave for every eleven months of service. The Managing Director shall be entitled to encash leave at the end of his tenure as Managing Director.

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d) Provision of Car and Telephone at the Residence of the Managing Director shall not be treated as perquisites.

Additional information required to be given alongwith a Notice calling General Meeting as per sub para (B) of para 1 of Section II of Part II of Schedule XIII to the Companies Act, 1956 is given hereunder:

I. General Information:

(1) Nature of industry	:	Chemicals Industry				
(2) Date or expected date of commencement of commercial production	:	The Company has been in the business since 1987				
(3) In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus.	:	Not Applicable				
(4) Financial performance based on given indicators	:	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
Turnover		384451222	404847029	682887790	812609410	634024561
Net profit (as computed under section 198)		3048908	4498995	50818212	55001424	(14374823)
Net profit/ (Loss) as per profit and loss account		2717408	3898995	47338212	48041424	(22127168)
Amount of Dividend paid		--	--	440050	4500000	4446300
Rate of Dividend declared		--	--	(10 %)	(10 %)	(10 %)
Earning before interest, depreciation & taxes		17269664	26836832	101691043	103262424	4607247
% of EBIDT to turnover		4.49 %	6.63 %	14.89 %	12.70 %	0.73 %
(5) Export performance and net foreign exchange collaborations		29977277	110679694	316096262	367876750	212119042
(6) Foreign investments or collaborators, if any.		Nil				

II. Information about the appointee:

(1) Background details		<p>Name : Shri Bankesh Chandra Agrawal Designation : Managing Director Father's name : Late Shri Babulal Agrawal Nationality : Indian Date of Birth : 29.10.1951 Qualifications : B.Com, ICWA Experience : Over 35 years in Yarn and Chemical Industry.</p>
(2) Past remuneration		The gross remuneration paid to him in the year 2008-09 was Rs. 22,80,000/- .
(3) Recognition or awards		Nil
(4) Job profile and his suitability		The Managing Director is fully involved in the company and overseas the production and factory administration activities. Considering the above and having regard to age, qualifications, ability and experience and looking to the business requirementthe re-appointment and proposed remuneration is in the interest of the company.

SHREE HARI CHEMICALS EXPORT LTD.

- | | |
|--|---|
| (5) Remuneration proposed | Salary Rs.2,00,000/- per month including all other perquisites. |
| (6) Comparative remuneration profile with respect to industry, size of the company, profile of the position and person (in case of expatriates the relevant details would be w. r. t. the country of his origin) | Compared to the remuneration with respect to the industry, size of the Company etc. the remuneration proposed to be paid to is very low. |
| (7) Pecuniary relationship directly or indirectly with the company, or relationship with the managerial personnel, if any. | The Managing Director is a promoter director of the Company. He is concerned or interested as it relates to him and Shri Ramu Raman Agarwal is also interested or concerned being relative of Shri Bankesh Chandra Agrawal. |

III. Other information:

- | | |
|--|--|
| (1) Reasons of loss or inadequate profits | Due to the Global and Domestic slowdown Company's turnover has been affected and resulted into loss. |
| (2) Steps taken or proposed to be taken for improvement | Substantial marketing efforts and upgradation in technology is likely to increase in sales and profitability of the Company. |
| (3) Expected increase in productivity and profits in measurable terms. | With the curtailment in expenses and increase in the turnover the Company expects to make profit to the tune of approximately Rs. 300.00 lacs. |

IV. Disclosures:

The remuneration of Shri Bankesh Chandra Agrawal and other details such as service contract, notice period etc. have been disclosed above. The Company does not have any scheme for grant of stock options.

The Board commends the approval by the members for the payment of remuneration to him.

Shri Bankesh Chandra Agrawal, Managing Director is concerned or interested in the said resolution at item no.8 of the accompanying notice as it relates to him. Shri Ramu Raman Agarwal being relative of Shri Bankesh Chandra Agrawal is also deemed to be interested or concerned in the said resolution.

The above may also be treated as an abstract referred to in Section 302 of the Act.

Registered Office:

A/8, M.I.D.C. Industrial Area,
Mahad, Dist. Raigad (Maharashtra)

By Order of the Board
BANKESH CHANDRA AGRAWAL
Managing Director

Dated : 16th July, 2009.

SHREE HARI CHEMICALS EXPORT LIMITED**Regd. Office:** A/8, M.I.D.C. Industrial Area, Mahad, Dist. Raigad (Maharashtra)**DIRECTORS' REPORT**

To the Members,

The Directors have pleasure in presenting the Twenty Second Annual Report together with the Statement of Accounts for the year ended 31st March, 2009.

FINANCIAL RESULTS

	2008-2009	2007-2008
	(In Rupees)	(In Rupees)
Sales & Other Income	<u>63,40,24,561</u>	<u>81,26,09,411</u>
Profit before Depreciation & Tax	<u>(1,93,06,476)</u>	<u>8,82,76,255</u>
Less : Depreciation	<u>1,34,16,735</u>	<u>,1,36,26,133</u>
Profit After Depreciation	<u>(3,27,23,211)</u>	<u>7,46,50,121</u>
Less : Provision for Income Tax	-	<u>24,257,457</u>
Less : Provision for Fringe Benefit Tax	<u>4,71,002</u>	<u>392,277</u>
Less : Provision for Deferred Tax Liability	<u>(1,10,67,045)</u>	<u>1,958,964</u>
Profit after tax	<u>(2,21,27,168)</u>	<u>48,041,423</u>
Balance Brought forwarded	<u>1,142,80,309</u>	<u>71,503,660</u>
	<u>9,21,53,141</u>	<u>1,19,545,084</u>
Appropriation		
Proposed Dividend	<u>44,46,300</u>	<u>45,00,000</u>
Corporate Dividend Tax	<u>7,55,649</u>	<u>764,775</u>
Balance Carried forwarded to Balance Sheet	<u>8,69,51,192</u>	<u>1,14,280,309</u>

OPERATION :

Due to Global and Domestic slowdown your company could able to achieve a turnover of Rs. 6340.24 lacs as against Rs. 8126.09 lacs in the previous year. This resulted in a loss of Rs. 327.23 lacs. However in the current year your company has already overcome of this situation and doing well.

EXPORT :

The Export turnover of the year under review is Rs. 2324.16 lacs as against Rs. 3921.41 lacs in previous year, However from the begining of the current year your company is having sufficient export orders on continuous basis.

DIVIDEND :

The Board of Directors of the Company, for the year ended 31st March, 2009 has recommended a dividend of Re. 1/- (10% per equity shares of face value of Rs. 10/- each) subject to the approval of the shareholders at the Annual General Meeting.

SHREE HARI CHEMICALS EXPORT LTD.

FIXED DEPOSIT :

Your company have not accepted any deposit during the year within the meaning of Section 58A of the Companies Act,1956 from public and the rules made there under.

EFFLUENT TREATMENT PLANT :

The Company has its own full fledged Effluent Treatment Plant as per the norms prescribed by the Maharashtra Pollution Control Board.

During the year under review Company invested Rs. 49.77 lacs for upgradation of Effluent Treatment Plant.

The Company is also a member of Common Effluent Treatment Plant (CETP) managed by the Mahad Manufacturing Association (MMA).

DIRECTORS :

Shri Kishori Lal Ramuka, Shri Ramu Raman Agarwal and Shri Amar Kanodia would retire by rotation at the ensuing Annual General Meeting of the Company and are eligible for reappointment.

The term of Shri Kishorilal Ramuka Chairman & Executive Director of the Company will expire on 30th September, 2009. The Board of Directors of the Company has re-appointed him for a further period of five years with effect from 1st October , 2009. Necessary resolutions for appointment and payment of remuneration to Shri Kishorilal Ramuka and payment of remuneration to Shri Bankesh Chandra Agrawal have been proposed for approval by the shareholders at the ensuing Annual General Meeting of the Company.

Brief resume of the above Directors, nature of their experience in specific functional areas and names of the companies in which they hold directorship and membership/chairmanship of committees of the Board, as stipulated under clause 49 of the Listing Agreement are given in the section on Corporate Governance in the Annual Report.

DIRECTORS' RESPONSIBILITY STATEMENT :

Pursuant to section 217(2AA) of the Companies Act, 1956 your Directors confirm the following :

- a) That in the preparation of the annual accounts, the applicable accounting standards have been followed and that no material departures have been made from the same;
- b) 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 the financial year and of the loss of the Company for that period;
- c) that the directors have taken proper and sufficient care for the maintenance of adequate accounting record 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;
- d) that the directors have prepared the annual accounts on a going concern basis;

CORPORATE GOVERNANCE :

Pursuant to clause 49 of the Listing Agreement with the Stock Exchange, Reports on Management Discussion & Analysis and on Corporate Governance alongwith a certificate from the Auditors are attached hereto and forms part of this Annual Report.

COMPLIANCE CERTIFICATE :

A Compliance Certificate under section 383A of the Companies Act, 1956 from the Practicing Company Secretary in respect of the financial year ended on March 31, 2009 is attached hereto.

PARTICULARS OF EMPLOYEES :

The Company does not have any employee whose particulars are required to be given pursuant to the provisions of Section 217 (2A) of the Companies Act 1956, read with the Companies (Particulars of Employees) Rules, 1975.

PARTICULARS UNDER SECTION 217 (1) (e) OF THE COMPANIES ACT, 1956 :

As required under Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988, statement showing particulars with respect to conservation of energy, technology absorption and foreign exchange earnings and outgo is given in the Annexure forming part of this report.

LISTING :

The Equity Shares of the Company are listed at the Bombay Stock Exchange Limited. The Company has paid the Annual Listing Fees to the Bombay Stock Exchange Limited for the year 2009-2010.

AUDITORS :

M/s. Kailash Chand Jain & Co., Chartered Accountants, the Auditors of the company would retire at the ensuing Annual General Meeting and are eligible for reappointment. You are requested to appoint auditors and to fix their remuneration.

ACKNOWLEDGEMENT :

Your Directors are pleased to place on record their sincere appreciation to all the employees of the Company whose entiring efforts have made achieving its goal possible. Your Directors wish to thank the Central and State Governments, customers, suppliers, business associates, shareholders, Banks and Financial Institutions for their continued support and for the faith reposed in your Company.

For and on behalf of the Board
KISHORI LAL RAMUKA
Chairman & Executive Director

Dated : 1st July, 2009.

SHREE HARI CHEMICALS EXPORT LTD.

ANNEXURE TO THE DIRECTORS' REPORT PARTICULARS UNDER SECTION 217 (1) (e) OF THE COMPANIES ACT, 1956

Disclosure of particulars with respect to Conservation of Energy, Technology Absorption, Foreign Exchange earning and outgo as required under Companies (Disclosure of particulars in the report of Board of Directors) Rule 1988 and forming part of the report of the Board of Directors for the year ended 31st March, 2009.

A) CONSERVATION OF ENERGY :

Total energy consumption and energy consumption per unit of production is given in the prescribed form as below:

FORM A

Form for disclosure of particulars with respect to conservation of energy :

a) Power & Fuel consumption	2008-2009	2007-2008
i) Electricity :		
a) Purchased :		
Units (KWH)	4762860	5810553
Total Amount (Rs.)	2,09,96,785	2,42,45,219
Rate/Unit (Rs.)	4.41	4.17
b) Own Generation (Through D.G.Set)		
Diesel Oil Consumed (Ltrs.)	8762	148355
Total Amount	3,43,889	51,74,635
Rate/Ltr (Rs.)	39.25	34.88
ii) Furnace Oil		
Qty. (.Ltrs)	-	-
Total Amount (Rs.)	-	-
Avg. Rate (Rs.)	-	-
iii) Steam Coal		
Qty. (Kgs.)	5177579	7997195
Total Amount (RS.)	2,41,44,003	3,26,93,586
Avg. Rate (Rs.)	4.66	4.09
b) Consumption per unit of Production (P.MT) :		
Product : Dye Intermediates (M.T.)	2120.807	3016.565
Electricity (KWH)	2245.78	1926.21
Furnace Oil(Ltrs)	-	-
Steam Coal (Kgs)	2441.32	2651.09
Own generated Through Generater (Ltrs.)	4.13	49.18

B)

FORM B

(FORM FOR DISCLOSURE OF PARTICULARS WITH RESPECT TO TECHNOLOGY ABSORPTION)

Company has in-house Research & Development unit. The R&D work is going on in the specified area of recycling of process waste, water, recovery of impurities of H-Acid and to convert them into useful products.

Technology Absorption, Adoption and Innovation

Efforts are made towards technology absorption, adoption and innovation for optimum utilisation of Naphthalene to recover high production and to improve the yield. The technology is adopted to meet customers specific requirements. Innovation are made whenever required keeping in view their application based on operating conditions.

C) Foreign Exchange Earning and Outgo :	2008-2009	2007-2008
1) Earning CIF Value of Exports (figures includes Direct Export as well as through Export House and Merchant Exporters)	232,416,042	392,340,630
2) Outgo CIF Value of Imports	87,922,846	124,589,923

For and on behalf of the Board
KISHORI LAL RAMUKA
Chairman & Executive Director

Dated : 1st July, 2009.

ANNEXURE TO DIRECTORS' REPORT

MANAGEMENT DISCUSSION AND ANALYSIS REPORT :

A report on Management Discussion and Analysis [MDA], which is forming part of this Report, adequately deals with the operations as also current and future outlook of the Company.

INDUSTRY STRUCTURE, DEVELOPMENT, OPPURTUNITY & THREATS :

India, Which is 2nd largest producer of Dyestuffs & Dye Intermediate after China, targeting export dyes & intermediate to the tune of Rs. 12000 crores by 2010 which will account for 10% of the global market. As the Multy National Companies, which were earlier producing dyestuffs in their countries, which is now started sourcing their requirement from India and China. Due to this there will be good growth of this sector in India.

The Indian dye-stuff industry has grown by over 50 % during the last decade. The major export market for Indian dyestuffs include European Union, US, Indonesia, Hong Kong, South Korea and Egypt, while the US alone contributes to almost 20 % of India's export.

The annual per capita consumption of dyestuffs in our country is very low compare to the world average. Hence the demand of dyestuffs will increase in coming years which will result in increasing the share of your Company in the market. India's share in globalmarket is also increasing and will give imputes to the export of your Company.

SEGMENT-WISE PRODUCTION PERFORMANCE :

Since the Company operations in Dye Intermediate i.e., 1-Amino, 8-Napthol, 3-6 Disulphonic Acid, therefore, the above figures relates to that segment

OUTLOOK :

The product of the company is an intermediate for dyestuff mainly reactive dyes which is being used in the cotton textiles. As there is an upward trend in use of cotton textiles, your Company foresee continuous growth in demand for its products.

RISK & CONCERNS :

The China is the only competitor for your Company but due to stringent cost consciousness your Company is able to compete with them. As the Company is falling under pollution industry, any stringent/non achievable norms fixed by the regulators may affect the production.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY :

The Company has appropriate and adequate internal control systems for its business processes at all sites with regard to efficiency of operations, accurate and prompt financial reporting, compliance with applicable laws and regulations etc. The Company continues to regularly evaluate and strengthen its Internal Control Systems to be commensurate with its size and growth.

FINANCIAL PERFORMANCE :

PARTICULARS	2008-2009	2007-2008	% Changes
Total quantity of Sales (MT)	2186.363	2949.682	(25.87 %)
Income from operations (Rs.)	4,53,77,582	15,11,65,472	(70.00 %)
Profit before interest, Depreciation and Tax (Rs.)	45,92,247	10,32,62,424	(95.55%)
Interest Expenditure (Rs.)	2,38,98,722	1,49,86,169	59.47 %
Depreciation (Rs.)	1,34,16,734	1,36,26,133	(1.54 %)
Net Profit (Rs.)	(2,21,27,168)	4,80,41,424	(146.05 %)

HUMAN RESOURCES / INDUSTRIAL RELATIONS :

The Company presently has 80 numbers of employees. Your Company's Human Resource Policies are directed towards attaining, motivating, rewarding and retaining talent at all levels in the organistaion. Human Development Department is being strengthened to meet the ever-growing challenges in motivating and retaining the talents by streamlining the rules, policies and procedures. Human Resource is recognised as most valuable asset of the Company that play vital role in attaining success for the organisation.

CAUTIONARY STATEMENT :

Statement in the Management Discussion and Analysis Report describing the Company's objectives, projections, estimates, expectations may be interpreted as forward-looking statements, but are stated as required under the applicable securities laws and regulations. Actual results could differ from those expressed or implied for many reasons including economic policy and conditions, market developments and changes in Government regulations, tax laws and other statues and other incidental factors.

SHREE HARI CHEMICALS EXPORT LTD.

CIN: L99999MH1987PLC044942

Nominal Capital Rs. 10,00,00,000/-

Compliance Certificate

To,

The Members

SHREE HARI CHEMICALS EXPORT LIMITED

A-8, MIDC, Indl. Area,

Mahad, Dist. Raigad,

Maharashtra.

We have examined the registers, records, books and papers of Shree Hari Chemicals Export Limited as required to be maintained under the Companies Act, 1956, (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2009. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the company, its officers and agents, we certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained registers as stated in Annexure 'A' to this certificate, as per the provisions of the Act and the rules made thereunder and entries therein have been recorded.
2. The Company has filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities as mentioned in the said Annexure.
3. The Company being a public limited company, comments that it has minimum prescribed paid-up capital and comments relating to Private Limited Company about maximum number of members, invitation to public to subscribe for shares and acceptance of deposits from persons other than its members, directors or their relatives, are not required.
4. The Board of Directors duly met 7 (Seven) times on 29.04.2008, 30.04.2008, 31.07.2008, 22.08.2008, 27.10.2008, 27.11.2008 and 31.01.2009 in respect of which meetings notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose. (No circular resolution was passed.)
5. The Company has closed its Register of Members from 23rd September 2008 to 30th September 2008 and necessary compliance of Section 154 of the Act has been made.
6. The annual general meeting for the financial year ended on 31st March, 2008 was held on 30.09.2008 after giving due notice to the members of the company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No extra ordinary general meeting was held during the financial year.
8. The Company has not advanced any loans to its directors or persons or firms or companies referred to under Section 295 of the Act.
9. The Company has not entered into any contracts falling within the purview of Section 297 of the Act.
10. The Company has made necessary entries in the register maintained under section 301 of the Act.
11. The Company has obtained necessary approvals from the Board of Directors and members pursuant to Section 314 of the Act wherever applicable.
12. The duly constituted committee of Directors has approved the issue of duplicate share certificates.
13. (i) The company has delivered all the certificates on lodgment thereof for transfer /transmission or any other purpose in accordance with the provisions of the Act;

- (ii) The Company has deposited the amount of dividend declared in a separate Bank Account on 11th November, 2008 which is beyond five days from the date of declaration of such dividend.
 - (iii) The Company has paid/posted warrants to all the members beyond a period of 30 days (Thirty) days from the date of declaration and that all unclaimed /unpaid dividend has been transferred to Unpaid Dividend Account of the company with State Bank of India, Mumbai on 11th November, 2008.
 - (iv) There are no unpaid dividends, application money due for refund, matured deposits, matured debentures or the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years.
 - (v) The Company has complied with the requirements of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted and the appointment of additional directors, alternate directors and directors to fill casual vacancies have been duly made.
 15. The appointment of Whole-time Director has been made in compliance with the provisions of section 269 read with Schedule XIII to Act.
 16. The Company has not appointed any sole selling agents during the financial Year.
 17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar and/or such other authorities prescribed under the various provisions of the Act during the financial year.
 18. All the directors have disclosed their interest in other firms/ companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
 19. The Company has not issued any shares, debentures or other securities during the financial year.
 20. The Company has not bought back any shares during the financial year.
 21. There was no redemption of preference shares or debentures during the financial year.
 22. There were no transactions necessitating the company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
 23. The Company has not invited/accepted any deposits including any unsecured loans falling within the purview of Section 58A during the financial year.
 24. The amount borrowed by the Company from banks during the financial year ending 31st March, 2009 is within the borrowing limits of the company and that necessary resolutions as per section 293(1)(d) of the Act have been passed in duly convened annual general meeting.
 25. The Company has not made any loans or investments or given guarantees or provided securities to other bodies corporate during the financial year.
 26. The Company has not altered the provisions of the Memorandum with respect to situation of the company's registered office from one state to another during the year under scrutiny.
 27. The Company has not altered the provisions of the Memorandum with respect to the objects of the Company during the year under scrutiny.
 28. The Company has not altered the provisions of the Memorandum with respect to name of the Company during the year under scrutiny.
 29. The Company has not altered the provisions of the Memorandum with respect to share capital of the Company during the year under scrutiny.

SHREE HARI CHEMICALS EXPORT LTD.

30. The Company has not altered its Articles of Association during the financial year.
31. There was no prosecution initiated against or show cause notices received by the Company and no fines or penalties or any other punishment was imposed on the company during the financial year, for offences under the Act.
32. The Company has not received any money as security from its employees during the financial year.
33. The Company has generally deposited both employees' and employer's contribution to Provident Fund with prescribed authorities pursuant to Section 418 of the Act.

For Shalini Hegde & Associates

Name of Company Secretary : Shalini Hegde
C. P. No. : 6994

Mumbai : 01.07.2009

SHREE HARI CHEMICALS EXPORT LIMITED

Annexure 'A'

Statutory Registers as maintained by the Company

1. Register of Charges u/s 143 of the Act.
2. Register of Members u/s 150 of the Act.
3. Minutes Book of Board Meetings u/s 193 of the Act. (in loose-leaf)
4. Minutes Book of General Meetings u/s 193 of the Act. (in loose-leaf)
5. Books of Accounts u/s 209 of the Act are being audited by the Statutory Auditors of the Company.
6. Register of Contracts u/s 301 of the Act.
7. Register of disclosure of interest u/s 301 of the Act.
8. Register of Particulars of Directors etc. u/s 303 of the Act.
9. Register of Directors' Shareholding u/s 307 of the Act.
10. Register of Loans and Investments u/s 372A of the Act.
11. Register of Renewed and Duplicate Certificates under Rule 7 of the Companies (Issue of Share Certificates) Rule 1960.

Other Registers

1. Register of Transfers
2. Attendance Register of Board Meetings.

For Shalini Hegde & Associates

Name of Company Secretary : Shalini Hegde
C. P. No. : 6994

Mumbai : 01.07.2009

22nd ANNUAL REPORT

SHREE HARI CHEMICALS EXPORT LIMITED Annexure 'B'

Forms and Returns as filed by the Company with the Registrar of Companies during the financial year ended on March 31, 2009.

Sr. No.	Form No./ Return	Filed under section	For	Date of filing/ Registration	Whether filed within prescribed time Yes/No	If delay in filing whether requisite additional fee paid. Yes/No
1.	Form 8	135	Modification of Charge on 12.03.2008	Reg. 21.04.2008	N.A.	N.A.
2.	Form 8	135	Modification of Charge on 14.07.2008	Reg. 17.09.2008	N.A.	N.A.
3.	Form 23AC & 23ACA along with the Annual Report as on 31.03.2008	220	Adopted at the Annual General Meeting held on 30.09.2008	15.11.2008	No	Yes
4.	Form 8	135	Modification of Charge on 22.09.2008	Regd. 18.11.2008	N.A.	N.A.
5.	Form 23	293(1)(a) & 293(1)(d)	Authority to Board to borrow and create charges etc.	19.11.2008	No	Yes
6.	Form 8	135	Modification of Charge on 15.12.2008	Reg. 08.01.2009	N.A.	N.A.
7.	Form 32	303	Shri Hanuman Prasad Ramuka, Shri Rajkumar Dayma and Shri Vinit Kedia appointed as Additional Director w.e.f. 30.04.2008	11.02.2009	No	Yes
8.	Form 32	303	Change in Designation of Shri Hanuman Prasad Ramuka, Shri Rajkumar Dayma and Shri Vinit Kedia	17.02.2009	No	Yes
9.	Form 25C	269(2) & Schedule XIII of the Act	Shri Hanuman Prasad Ramuka appointed as Whole Time w.e.f. 30.04.2008	18.02.2009	No	Yes
10.	Form 20B along with Annual Return made upto 30.09.2008	159	Annual General Meeting held on 30.09.2008	25.02.2009	No	Yes

For Shalini Hegde & Associates

Name of Company Secretary : Shalini Hegde
C. P. No. : 6994

Mumbai : 01.07.2009

SHREE HARI CHEMICALS EXPORT LTD.

REPORT ON CORPORATE GOVERNANCE

(Pursuant to clause 49 of the Listing Agreement)

I. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

The Company's philosophy of Corporate Governance is to protect the long-term interest of the shareholders while respecting interest of other stakeholders and society at large.

The Company is committed to good corporate governance and transparency in its dealing and lays emphasis on integrity and regulatory compliance.

II. BOARD OF DIRECTORS

A. Composition of Board

The present strength of Board of Directors of your Company is eleven Directors.

Composition and category of Directors is as follows:

Name of Director	Category	No. of Board Meetings		Attendance at the last AGM	Directorship in other Companies including private Companies in India	No. of Committees in which Chairman/ Member(other) than SHCEL Member Chairman	
		Held	Attendrd			Member	Chairman
Shri Kishori Lal Ramuka	Chairman & Executive Director	7	7	Yes	1	NIL	NIL
Shri Bankesh Chandra Agrawal	Managing Director	7	7	Yes	3	NIL	NIL
Shri Ramu Raman Agarwal	Whole Time Director	7	7	Yes	3	NIL	NIL
Shri Kailash Chand Ramuka	Whole Time Director	7	7	Yes	1	NIL	NIL
Shri Santosh Kumar Sultania	**I & N.E.D.	7	6	No	NIL	NIL	NIL
Shri Virjanand Gupta	**I & N.E.D.	7	6	No	NIL	NIL	NIL
Shri Amar Kanodia	**I & N.E.D.	7	6	No	NIL	NIL	NIL
Shri Arvind Chirania	**I & N.E.D.	7	6	yes	NIL	NIL	NIL
Shri Hanuman Prasad Ramuka \$	@ Wholetime. Director	7	6	Yes	NIL	NIL	NIL
Shri Raj Kumar Dayma \$	**I & N.E.D.	7	5	No	NIL	NIL	NIL
Shri Vinit Kedia \$	**I & N.E.D.	7	5	No	NIL	NIL	NIL

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

\$ Shri Hanuman prasad Ramuka, Shri Rajkumar Dayma and Shri Vinit Kedia are appointed as Additional Directors w.e.f. 30.04.2008.

@ Appointed as Whole Time Director on April 30, 2008.

B. Non - Executive Directors Compensation:

None of the non-executive directors is paid any remuneration other than sitting fee of Rs. 1500 /-for each director for attending Board Meeting and Rs. 1000/- for each Audit Committee Meeting.

None of the Non-executive directors of the company hold any equity shares in the company.

C. Independent Directors:

The independent Directors are not related to promoters or management at the Board level. They review at every board meeting legal compliance reports prepared by the company.

D. Board Procedure

Seven Board Meetings were held during the year 2008-2009. The dates on which the said meetings were held are as follows:

29.04.2008, 30.04.2008, 31.07.2008, 22.08.2008, 27.10.2008, 27.11.2008 and 31.01.2009.

The Company has a process to provide the information to the Board as required under Annexure - 1A to clause 49 which was followed.

All directors have made necessary disclosures about the committee positions they occupy in other companies.

The company has not entered into any materially significant transactions during the year under report with promoters, directors, senior management personnel etc. other than transactions if any, entered into in the normal course of company's business.

E. Details of Directors to be appointed

The particulars of Directors who are proposed to be appointed/re-appointed at this Annual General Meeting, are given below, as required pursuant to clause 49 of the Listing Agreement:

Name of Directors	Shri Kishorilal Ramula	Shri Ramu Raman Agarwal	Shri Amar Kanodia
Age	60	60	46
Qualification	B.Com	B.Com.	B.Com
Nature of Expertise	Procurement & Sales	Marketing	Marketing & Finanace
Name of Other Companies in which holds Directorship	Shri Hari Finvest Ltd.	Shubhalakshmi Polyester Ltd. Shubhlaxmi Polytex Pvt. Ltd. Shubhalakshmi Farmakem Pvt.Ltd.	NIL
Name of Other Companies in which holds Membership of Committees of the Board	NIL	NIL	NIL

F. Code of Conduct:

The Board has laid down a code of conduct for Board members and senior management personnel of the company. The board members and senior management personnel have affirmed compliance with the said code of conduct.

III. AUDIT COMMITTEE

The Audit Committee comprised solely of Qualified, Independent & Non-Executive Directors. The terms of reference to the Audit Committee cover the matters specified under Clause 49 of the Listing Agreement as well as in Section 292A of the Companies Act, 1956 such as overseeing of the company's financial reporting process; recommending the appointment / reappointment of statutory auditors; reviewing with the management annual financial statements; quarterly financial statements and other matters as covered under role of audit committee in clause 49. The audit committee has powers, inter-alia, to investigate any activity within its terms of reference and to seek information from any employee of the company as well as seek outside legal and professional advice.

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The members of audit committee have knowledge on financial matters and majority of them have accounting or related financial management expertise. The Chairman of the audit committee is an independent director.

The statutory auditors and finance personnel are invitees to the meetings of the audit committee.

The audit committee reviews all the information that is required to be mandatorily reviewed by it under corporate governance.

Five meetings of the Committee were held during the year 2008-2009. The dates on which the meetings were held are as follows:

29.04.2008, 31.07.2008, 22.08.2008, 27.10.2008, and 31.01.2009.

Composition and category of Members is as follows:

Name of Director	Category	No. of Meetings Held	No. of Meetings Attended
Shri Arvind Chirania	Chairman	5	5
Shri Virjanand Gupta	Member	5	5
Shri Santosh Kumar Sultania	Member	5	5

IV. SUBSIDIARY COMPANY

The company has no subsidiary company.

V. REMUNERATION COMMITTEE

The Remuneration Committee comprised solely of Independent & Non-Executive Directors namely Shri Virjanand Gupta, Shri Santosh Kumar Sultania and Shri Arvind Chirania was constituted to determine / review the remuneration of management personnel.

The remuneration committee deals with the matters specified in clause 49 of the listing agreement and also reviews the overall compensation structure and policies of the company. One meeting of the committee was held during the year 2008-09.

The details of remuneration to all Directors for the year ended March 31, 2009 are as under:

Name of Director	Salary (Rs.)	Perquisites (Rs.)	Commission (Rs.)	Others (Rs.)	Sitting Fees (Rs.)	Total (Rs.)
Shri K. L. Ramuka	2280000	-	-	-	-	2280000
Shri B. C. Agrawal	2280000	-	-	-	-	2280000
Shri R. R. Agarwal	1200000	-	-	-	-	1200000
Shri K. C. Ramuka	1200000	-	-	-	-	1200000
Shri H. P. Ramuka	492645	36000	-	263700	-	792345
Shri S. K. Sultania	-	-	-	-	14000	14000
Shri V. N. Gupta	-	-	-	-	14000	14000
Shri A. D. Chirania	-	-	-	-	14000	14000
Shri A. M. Kanodia	-	-	-	-	9000	9000
Shri R. K. Dayma	-	-	-	-	7500	7500
Shri Vinit Kedia	-	-	-	-	7500	7500

None of the Non- Executive Directors are entitled to any remuneration other than the sitting fees. The company does not have a scheme for grant of stock options.

VI. SHAREHOLDERS' / INVESTORS' GRIEVANCE COMMITTEE

The shareholders'/Investors' Grievance Committee comprised solely of Independent & Non-Executive Directors viz: Shri Virjanand Gupta, Shri Arvind Chirania and Shri Amar Kanodia. The Chairman of the Committee is Shri Virjanand Gupta.

Five meetings of the Committee were held during the year 2008-2009. The dates on which the meetings were held are as follows:

29.04.2008, 31.07.2008, 22.08.2008, 27.10.2008 and 31.01.2009.

Composition and category of Members is as follows:

Name of Director	Category	No. of Meetings Held	No. of Meetings Attended
Shri Virjanand Gupta	Chairman	5	5
Shri Arvind Chirania	Member	5	5
Shri Amar Kanodia	Member	5	5

The queries received from investors are being regularly attended to and are being resolved. The Committee also reviews these queries. Shri Sanjay Kedia, has been appointed as Compliance Officer of the Company.

The shareholders'/Investors' Grievance Committee has delegated the power of approving transfer/transmission of shares to share transfer committee which met on fortnightly basis during the year 2008-09.

The total number of complaints received and replied to the satisfaction of shareholders during the year under review, were 20 (Twenty). Outstanding complaints as on 31st March, 2009 were NIL. No requests for transfers were pending for approval as on 31st March, 2009.

VII. GENERAL BODY MEETINGS

Location and time of last three Annual General Meetings:

Year	Venue	Day,	Date	Time
2005-2006	A/8, M.I.D.C. Industrial Area, Mahad, Dist.Raigad (Maharashtra)	Monday	25.09.2006	1.00 p.m.
2006-2007	A/8, M.I.D.C. Industrial Area, Mahad, Dist.Raigad (Maharashtra)	Wednesday	26.09.2007	1.00 p.m.
2007-2008	A/8, M.I.D.C. Industrial Area, Mahad, Dist.Raigad (Maharashtra)	Tuesday	30.09.2008	4.00 p.m.

No postal ballots were used for voting at these meetings. At the ensuing Annual General Meeting, there is no item on the agenda that needs approval by postal ballot.

VIII. DISCLOSURES

A. Related Party Transactions

The particulars of transactions between the company and its related parties as per Accounting Standard AS-18 is set out in notes on accounts in the Annual Report. However, these transactions are not likely to have any conflict with the Company's interest.

B. Risk Management

The Company has adopted a risk management policy. The Board of Directors have been informed from time to time of the business risks faced by the Company and the steps taken by the management to face them.

SHREE HARI CHEMICALS EXPORT LTD.

C. Proceeds from Initial Public Offerings (IPOs)

The Company has not made any IPO during the year.

D. Management

A Separate report on Management Discussion and Analysis which forms part of the report is annexed.

The Company has complied with the requirements of regulatory authorities on matters related to capital markets and no penalties/ strictures have been imposed against the company during the last three years.

Clause 49 of the Listing agreement mandates to obtain a certificate from either the Auditors or Practicing Company Secretaries regarding compliance of conditions of corporate governance stipulated in the clause and annex the certificate with the Directors' report, which is sent annually to all the shareholders. The company has obtained a certificate from the Auditors of the company to this effect and the same is given as an annexure to Directors' report.

IX. WHISTLE BLOWER POLICY

The Company has not framed any whistle blower policy. However, no person has been denied any access to the audit committee.

The Company has not adopted non-mandatory requirements of clause 49. However the particulars relating to the remuneration committee are given in this report.

X. MEANS OF COMMUNICATION

The quarterly results are regularly submitted to the Stock Exchange in accordance with the Listing Agreement and are published in newspapers like Free Press Journal (English) and Navshakti (Marathi). These are not sent individually to the shareholders.

Pursuant to Clause 51 of the listing agreement the company files quarterly results, annual report, and the shareholding pattern statement on the Electronic Data Information Filing and Retrieval (EDIFAR) website maintained by National Informatics Centre (NIC). The information filed by the company can be accessed in the EDIFAR website viz. www.sebidifar.nic.in or through a link in the website of SEBI viz. www.sebi.gov.in.

Website: www.shreeharichemicals.com

There were no presentations made to the institutional investors or analysts.

XI. GENERAL SHAREHOLDER INFORMATION

- | | | |
|---------------------------------|---|--|
| 1 Annual General Meeting | : | |
| - Date and Time | : | Wednesday, August 26, 2009 at 11.00 a.m. |
| - Venue | : | A/8, M.I.D.C. Industrial Area, Mahad,
Dist. Raigad (Maharashtra) |
| 2 Financial Year | : | April to March |
| | | First quarter results last week of July* |
| | | Second quarter results last week of October* |
| | | Third quarter results last week of January* |
| | | Fourth quarter results last week of April * |
| | | * Tentative |
| 3 Date of Book Closure | : | Thursday , August 20, 2009
to Wednesday, August 26, 2009
(both days inclusive) |

- 4 Dividend Payment Date** : The final Dividend, if declared, shall be paid/ credited on or after August 26,2009.
- 5 Listing on Stock Exchange** : At the Bombay Stock Exchange Limited
- 6 (a) Stock Code Physical** : 524336 at BSE
(b) ISIN Number in NSDL and CDSL : ISIN No. INE065E01017

7 Market Price Data

Table below gives the monthly highs and lows of the Company's shares on the Bombay Stock Exchange Limited (BSE).

High and Low prices of the Company's shares on BSE with corresponding BSE Sensex April 2008 to March 2009

Months	High		Low	
	Shree Hari Price (Rs.)	BSE Sensex	Shree Hari Price (Rs.)	BSE Sensex
April 2008	43.45	17,480.74	35.25	15,297.96
May 2008	38.45	17,735.70	30.00	16,196.02
June 2008	33.00	16,632.72	21.90	13,405.54
July 2008	26.55	15,130.09	19.25	12,514.02
August 2008	25.70	15,579.78	20.00	14,002.43
September 2008	23.00	15,107.01	16.70	12,153.55
October 2008	24.00	13,203.86	9.25	7,697.39
November 2008	13.00	10,945.41	8.76	8,316.39
December 2008	14.95	10,188.54	8.95	8,467.43
January 2009	17.00	10,469.72	10.25	8,631.60
February 2009	11.10	9,724.87	8.15	8,619.22
March 2009	12.57	10,127.09	6.60	8,047.17

- 8. Registrar & Transfer Agents** : Mondkar Computers Private Limited,
 21, Shakil Niwas, Mahakali Caves Road,
 Andheri (East), Mumbai 400 093

9. Share Transfer System

Share transfers are registered and duly transferred share certificates are returned to the lodger within a period of thirty days from the date of receipt, if the documents are otherwise in order.

The share transfer committee meets as often as possible to approve transfers and related matters as may be required.

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10. Distribution of shareholding as on 31st March, 2009

Sr. No.	Range	No. of shareholders	% to total holders	No. of Shares held	% of Capital
1	1 to 500	6633	91.338	1151987	25.909
2	501 to 1,000	349	4.806	289516	6.511
3	1,001 to 2,000	132	1.818	197318	4.438
4	2,001 to 3,000	31	0.427	77448	1.742
5	3,001 to 4,000	23	0.317	80475	1.810
6	4,001 to 5,000	17	0.234	82270	1.850
7	5,001 to 10,000	26	0.358	213400	4.799
8	10,001 & above	51	0.702	2353886	52.940
Total		7262	100.00	44,46,300	100.00

11. Categories of Shareholders as on 31st March, 2009

Category	No. of shares held	% to total share capital
Promoters and persons acting in concert	1873664	42.14
Foreign holding (FIIs, OCBs and NRIs)	92887	2.09
Financial Institutions/ Banks/ Insurance Companies	2650	0.06
Corporate Bodies	155006	3.49
Public	2256149	50.74
Clearing members	65944	1.48
Total	44,46,300	100.00

12. Dematerialization of shares and Liquidity

As on 31st March, 2009, 57.86 % of the paid up share capital has been dematerialized. The shares of the Company are frequently traded.

Outstanding GDRs /ADRs/Warrants or any convertible instruments conversion date and likely impact on equity:
Nil

13. Plant Locations

The Company's plant is located at A/8, M.I.D.C. Industrial Area, Mahad, Dist. Raigad (Maharashtra).

14. Address for Correspondence

Registrar and Share Transfer Agents : **Compliance Officer** :

Mondkar Computers Private Limited
Unit : Shree Hari Chemicals
Export Limited
21, Shakil Niwas, Mahakali Caves Road,
Andheri (East), Mumbai 400 093
Tel. : 28257641/28262920/28366620
Fax : 28207207

Shri Sanjay Kedia
A/8, M.I.D.C. Industrial Area,
Mahad, Dist. Raigad (Maharashtra)
Tel. : 28787081/2/3
Fax : 28725033

XIII. CEO/CFO Certification

A certificate from the Chairman & Executive Director of the Company in terms of clause 49 (V) of the Listing Agreement was placed before the Board meeting held on 1st July, 2009 to approve the audited annual accounts for the year ended 31st March 2009.

DECLARATION

As provided under Clause 49 of the listing agreement with the Stock Exchange the Board members and the senior management personnel have affirmed compliance with the Code of Conduct for the Board of Directors and senior management for year ended 31st March, 2009.

**For SHREE HARI CHEMICALS EXPORT LTD.
KISHORI LAL RAMUKA**

Chairman & Executive Director

Mumbai : 1st July, 2009

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

To,
The Members,
Shree Hari Chemicals Export Ltd.

We have examined the compliance of conditions of Corporate Governance by SHREE HARI CHEMICALS EXPORT LIMITED, for the year ended on 31st March, 2009 as stipulated in clause 49 of the Listing Agreement of the said Company with Stock Exchange(s).

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedure 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, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in clause 49 of the Listing Agreement.

As per the representation receipt from the registrar of the Companies, we state that as per the record maintained by the share holders/investors grievance committee, no investor grievance is remaining unattended/pending for more than 30 days as on 31st March, 2009.

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 **KAILASHCHAND JAIN & CO.**

Chartered Accountants

H. K. PANDA

PARTNER

Member No. 105641

MUMBAI : 1st July, 2009.

SHREE HARI CHEMICALS EXPORT LTD.

AUDITORS' REPORT AUDITORS' REPORT TO THE MEMBERS OF SHREE HARI CHEMICALS EXPORT LTD.

We have audited the attached Balance Sheet of SHREE HARI CHEMICALS EXPORT LTD. as at 31st March, 2009 and also the Profit & Loss Account, 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.

1. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform that 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.
2. As required by the Company (Auditors' Report) Order, 2003, as amended by the Companies (Auditor's Report) (Amendment) Order, 2004, issued by the Central Government of India in terms of sub-section(4A) of section 227 of 'The Companies Act, 1956 of India ' 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 set out in the Annexure a statement on the matters specified in paragraphs 4 & 5 of the said Order.
3. The Companies [Auditors Report order 2003 is issued by the Central Government of India, in Terms of Section 227 (4A)] of the Companies Act, 1956. we have enclosed in the annexure statement of matters specified in para 4 & 5 of the said order.
4. Further to our comments in the annexure referred to in paragraph 2 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 account as required by Law have been kept by the Company so far as appears from our examination of the books of the Company.
 - c) The Balance Sheet and Profit & Loss Account referred to in this report are in agreement with the Books of Account.
 - d) In our opinion, the Profit & Loss Account and Balance Sheet comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956, except Accounting Standard-2 for valuation of closing stock. The closing stock is valued inclusive of MODVAT credit receivable. However due to same there is no impact on the profitability of the Company.
 - e) On the basis of the written representation received from the Directors and to the best of our information, we report that none of the Director is disqualified as on 31st March, 2009 from being appointed as a Director in term of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - f) In our opinion and to the best of our information and according to the explanations given to us the said accounts, read with the other Notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view:
 - i) In the case of the Balance Sheet of the state of affairs of the Company as at 31st March, 2009 and
 - ii) In the case of Profit & Loss Account, of the Loss for the year of the Company for the year ended on that date.
 - iii) In the case of Cash Flow Statement, of the cash flows for the year ended on that date.

For **KAILASH CHAND JAIN & CO.**
Chartered Accountants

H.K.PANDA
Partner

MUMBAI : 1st July, 2009.

ANNEXURE TO AUDITORS' REPORT

(Referred to in paragraph 2 of the Auditors' Report of even date to the members of Shree Hari Chemicals Export Limited on the financial statements for the year ended 31/03/2009

1.
 - a) The company is maintaining proper records showing full particulars including quantitative details & situation of fixed assets.
 - b) We have been informed that the fixed assets of the company have been physically verified by the management during the year and no material discrepancies between the book records and the physical inventory have been noticed. In our opinion, the frequency of verification is reasonable.
 - c) In our opinion and according to the information and explanations given to us, a substantial part of fixed assets has not been disposed of by the company during the year and going concern status of the company is accordingly not affected.
2.
 - a) We have been informed that the inventory have been physically verified by the management during the year in reasonable interval.
 - b) In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
 - c) On the basis of our examination of the inventory records, in our opinion, the company is maintaining proper records of inventory. The discrepancies noticed on physical verification of inventory as compared to book records were not material.
3.
 - a) According to the information and explanation given to us the company has not granted unsecured loans from/to companies and other parties covered in the register maintained under Section 301 of the Act during the year under audit.
 - b) According to the information and explanation given to us the Company has not taken unsecured loans from Companies and other parties covered in the register maintained under section 301 of the Act during the year under audit.
4. 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 for the sale of goods. Further, on the basis of our examination of the books and records of the company, and according to the information and explanations given to us, we have neither come across nor have been informed of any continuing failure to correct major weaknesses in the aforesaid internal control procedures.
5. According to the information and explanations given to us there were no contracts or arrangements referred to in Section 301 of Companies Act, 1956 that need to be entered into the Register required to be maintained in pursuance of Section 301 of the Companies Act, 1956.
6. The company has not accepted any deposits from the public within the meaning of Section 58A and 58AA of the Act and rules framed there under.
7. In our opinion, the company has an internal audit system commensurate with its size and nature of business.
8. As informed to us the Central Government has not prescribed the maintenance of cost records under clause(d) of sub-section (1) of section 209 of the Act for any of the products of the company.
9.
 - a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the company is regular in depositing the undisputed statutory dues including provident fund, investor education and protection fund, employees' state insurance, income-tax, wealth-tax, service tax, customs duty, excise duty, educational cess and other material statutory dues as applicable with the appropriate authorities. No undisputed amount payable in respect of the aforesaid dues were outstanding as at 31st March, 2009 for a period of more than six months from the date they becoming payable.

SHREE HARI CHEMICALS EXPORT LTD.

- b. According to the information and explanations given to us there is no disputed amount payable by the Company of the aforesaid dues except Income Tax amounting to Rs. 3,92,861/-, which was paid but not provided in the books.
10. The company has no accumulated losses as at 31.03.2009. The company has incurred cash loss during the financial year 2008-09, however in the immediate preceding previous year the company has not incurred any cash losses.
 11. According to the records of the company examined by us and the information and explanation given to us, the company has not defaulted in repayment of dues to any financial institution or banks as at the balance sheet date.
 12. The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
 13. The provisions of any special statute applicable to chit fund/nidhi/mutual benefit fund/societies are not applicable to the company.
 14. In our opinion, the company is not a dealer or trader in shares, securities, debentures and other investments.
 15. 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 during the year.
 16. In our opinion, and according to the information and explanations given to us, on an overall basis, the term loans have been applied for the purposes for which they were obtained.
 17. On the basis of an overall examination of the balance sheet of the company, in our opinion and according to the information and explanations given to us, there are no funds raised on the short-term basis, which have been used for long-term investment.
 18. The company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Act during the year. However during the previous year the company have received Rs. 44,40,000/- as share application money against 1200000 zero percent convertible warrants of Rs. 37/- per warrants convertible in to 1200000 equity shares of Rs. 10/- each at a premium of Rs. 27/- per share convertible within 18 months from the date of allotment of the warrants. Out of the shares 285000 shares of Rs. 10/- each at the premium Rs. 27/- per share intended to be issue to the promoters and 915000 shares of Rs. 10/- each at the premium of Rs. 27/- per share intended to be issue to ponetial investors. The amount received against such shares are lyeing in the share application account of the Company.
 19. The company has not issued any debentures during the year.
 20. The company has not raised any money by public issues during the year.
 21. In our opinion and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year that causes the financial statements to be materially misstated.

For **KAILASH CHAND JAIN & CO.**
Chartered Accountants

H.K.PANDA

Partner

MUMBAI : 1st July, 2009.

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BALANCE SHEET AS AT 31ST MARCH 2009

	SCHEDULE	AS AT <u>31.03.2009</u> (RUPEES)	AS AT <u>31.03.2008</u> (RUPEES)
I SOURCES OF FUNDS :			
SHARE HOLDER'S FUND :			
Share Capital	1	44,463,000	44,715,500
Share Application Money		4,440,000	4,440,000
Reserves & Surplus	2	95,013,164	122,073,780
Deferred Tax Liability		1,761,919	12,828,964
LOAN FUNDS :			
Secured Loans	3	125,868,585	142,758,479
TOTAL		<u>271,546,668</u>	<u>326,816,723</u>
II APPLICATION OF FUNDS :			
FIXED ASSETS :			
Gross Block	4	224,593,058	203,512,659
Less : Depreciation		120,224,663	107,061,640
		<u>104,368,395</u>	<u>96,451,019</u>
Add : Work-in-Progress		54,041,376	16,510,043
NET BLOCK		<u>158,409,771</u>	<u>112,961,062</u>
INVESTMENTS :	5	9,666,440	13,766,440
CURRENT ASSETS, LOANS AND ADVANCES :			
	6		
Inventories		54,016,243	72,552,447
Sundry Debtors		51,037,359	150,820,603
Cash & Bank Balances		6,264,056	17,708,700
Loans & Advances		119,195,740	108,206,231
		<u>230,513,398</u>	<u>349,287,981</u>
Less : Current Liabilities & Provisions		127,042,941	149,198,760
NET CURRENT ASSETS		<u>103,470,457</u>	<u>200,089,221</u>
TOTAL		<u>271,546,668</u>	<u>326,816,723</u>
SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS			
	13		

As per our report of even date attached
For **KAILASH CHAND JAIN & CO.**
Chartered Accountants

For and on behalf of the Board
K. L. RAMUKA
Chairman & Executive Director

B. C. AGRAWAL
Managing Director

H.K.PANDA
Partner

V. N. GUPTA
Director

A. D. CHIRANIA
Director

MUMBAI : 1st July, 2009.

SHREE HARI CHEMICALS EXPORT LTD.

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

PARTICULARS	SCHEDULE	FOR THE YEAR ENDED 31.03.2009 (RUPEES)	FOR THE YEAR ENDED 31.03.2008 (RUPEES)
I. INCOME :			
Sales & other Income	8	634,024,561	812,609,410
Increase/(Decrease) in Stock	9	(22,371,661)	17,060,731
Total		611,652,899	829,670,141
II. EXPENDITURE :			
Cost of Production	10	522,720,056	636,420,533
Purchases for Trading Office, Administrative & Other Expenses	11	43,555,261	42,084,136
Financial Charges	12	40,785,336	47,903,049
Total		630,959,375	741,393,886
Profit / (Loss) before Depreciation		(19,306,476)	88,276,255
Less : Depreciation		13,416,735	13,626,133
Profit / (Loss) after Depreciation		(32,723,211)	74,650,122
Less : Provision for Income Tax		-	24,257,457
Less : Provision for Fringe Benefit Tax		471,002	392,277
Less /(Add) : Deferred Tax(Assets)/Liabilities		(11,067,045)	1,958,964
Profit after taxation		(22,127,168)	48,041,424
Balance brought forwarded from last year		114,280,309	71,503,660
		92,153,141	119,545,084
Appropriation			
Proposed Dividend		4,446,300	4,500,000
Corporate Tax on proposed dividend		755,649	764,775
Balance carried forwarded to Balance Sheet		86,951,192	114,280,309
		92,153,141	119,545,084
Earning per Share Basic & Diluted (Face Value of Rs. 10/- each per Equity Share)		(4.97)	10.68

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

13

As per our report of even date attached
For **KAILASH CHAND JAIN & CO.**
Chartered Accountants

For and on behalf of the Board

K. L. RAMUKA
Chairman & Executive Director

B. C. AGRAWAL
Managing Director

H.K.PANDA
Partner

V. N. GUPTA
Director

A. D. CHIRANIA
Director

MUMBAI : 1st July, 2009.

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SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2009 AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE

P A R T I C U L A R S	AS AT <u>31.03.2009</u> (RUPEES)	AS AT <u>31.03.2008</u> (RUPEES)
SCHEDULE 1 : SHARE CAPITAL :AUTHORISED :		
10000000 Equity Shares of Rs. 10/- each (Previous year 1,00,00,000 Equity Shares of Rs. 10/- each)	100,000,000	100,000,000
	100,000,000	100,000,000
ISSUED, SUBSCRIBED & PAID UP :		
4446300 Equity Shares of Rs.10/- each (Previous year 4500000 Equity Shares of Rs. 10/- each) Issued for cash at par	44,463,000	45,000,000
	44,463,000	45,000,000
Less : Allotment Money In Arrears (Refer Note no. 12 to Notes on account)	-	284,500
	44,463,000	44,715,500
Share Application Money (Refer note no. 13 to Notes on Account)	4,440,000	4,440,000
	4,440,000	4,440,000
SCHEDULE 2 : RESERVES AND SURPLUS :		
Central Subsidy Reserve	1,000,000	1,000,000
Less : Transferd to General Reserve	1,000,000	--
State Subsidy Reserve	4,500,000	4,500,000
Less : Transferd to General Reserve	4,500,000	--
General Reserve	2,293,472	2,293,472
Add : Transferd from Central Subsidy Reserve	1,000,000	
Add : Transferd from State Subsidy Reserve	4,500,000	
	7,793,472	
Share Foreifited Account	268,500	-
Profit & Loss Account	86,951,192	114,280,309
	95,013,164	122,073,781

SHREE HARI CHEMICALS EXPORT LTD.

PARTICULARS	AS AT 31.03.2009 (RUPEES)	AS AT 31.03.2008 (RUPEES)
SCHEDULE 3 : SECURED LOANS :		
a) Working Capital Loan	109,261,020	129,520,585
From State Bank of India		
b) Term Loan		
From State bank of India	16,607,565	13,237,894
TOTAL	<u>125,868,585</u>	<u>142,758,479</u>

Notes :

- 1) The Working Capital Loan from State Bank of India is secured by way of hypothecation of Company's entire stock of raw materials both imported and indigenous, stock-in-process, consumable stores, spares and packing materials and finished products as well as the personal guarantees given by the Directors of the Company.
- 2) Term Loan from STATE BANK OF INDIA is secured by way of mortgage of immovable property and hypothecation of all Plant, Machineries, Spares, tools and accessories, stores relating to Plant and Machinery etc., both present and future at its Plant at A/8, A/9, A/13, A/15-1, A/15-2 M.I.D.C. Industrial Area of MAHAD.

**SCHEDULE : 4
FIXED ASSETS :**

Sr. No.	Particulars	RATE OF DEP. %	GROSS BLOCK				DEPRECIATION				NET BLOCK	
			As on 01.04.2008	Addition During The Year	Deduction/ Adjustment During The Year	As on 31.03.2009	As on 01.04.2008	Deduction/ Adjustment During The Year	During The Year	As on 31.03.2009	As on 31.03.2009	As on 31.03.2008
1.	Lease Hold Land	0.00	2,587,822	-	-	2,587,822	-	-	-	-	2,587,822	2,587,822
2.	A.Building	10.00	22,870,150	2,337,321	-	25,207,471	9,204,196	1,366,595	10,570,792	14,636,680	13,665,954	
	B.Roads	5.00	1,596,149	-	-	1,596,149	308,072	64,404	372,476	1,223,673	1,288,077	
3.	Plant & Machinery	15.33	122,838,293	13,078,361	305,212	135,611,443	77,815,208	253,711	6,897,625	84,459,121	51,152,322	45,023,085
4.	Electrical Installation	20.00	3,877,787	5,070	-	3,882,857	2,892,806		197,738	3,090,544	792,313	984,981
5.	D.G Sset (1250kva)	13.91	3,397,929	-	-	3,397,929	811,554		359,765	1,171,319	2,226,610	2,586,375
6.	Furniture & Fixture	18.10	2,420,630	30,135	-	2,450,765	1,630,267		147,207	1,777,474	673,291	790,362
7.	Effluent Treatment Plant	15.33	38,492,416	4,977,243	-	43,469,659	12,333,124		4,010,219	16,343,343	27,126,315	26,159,292
8.	Lab Equipment	13.91	754,442	-	-	754,442	117,273		88,630	205,903	548,538	637,169
9.	Typewriter	13.91	7,995	-	-	7,995	7,514		67	7,581	414	481
10.	Air Conditioner	13.91	295,683	-	-	295,683	163,904		18,330	182,234	113,449	131,779
11.	Weighing Machine	13.91	11,200	-	-	11,200	10,020		164	10,184	1,016	1,180
12.	Computer	40.00	961,904	74,029	-	1,035,933	659,179		142,291	801,470	234,463	302,724
13.	Office Equipments	13.91	211,171	26,667	-	237,838	153,528		11,046	164,575	73,263	57,642
14.	Fax Machine	13.91	66,500	-	-	66,500	55,854		1,481	57,335	9,165	10,646
15.	Office Premises	5.00	3,122,588	856,785	-	3,979,373	899,139		111,172	1,010,311	2,969,061	2,223,448
Total Rs.			203,512,659	21,385,611	305,212	224,593,058	107,061,640	253,711	13,416,735	120,224,663	104,368,395	96,451,019
Previous Year			187,985,084	15,527,575	-	203,512,659	93,435,506	-	13,626,133	107,061,640	96,451,019	94,549,578

Capital Work in Progress :

Opening Balance :	16,510,043	
Add : Addition during the year :	57,924,258	
Less : Transferred to Fixed Assets		74,434,301
Building	23,37,321	
Plant & Machinery	13,078,361	
Effluent Treatment Plant	4,977,243	
		<u>20,392,925</u>
Closing Balance carried forward		<u><u>54,041,376</u></u>

SHREE HARI CHEMICALS EXPORT LTD.

P A R T I C U L A R S	AS AT <u>31.03.2009</u> (RUPEES)	AS AT <u>31.03.2008</u> (RUPEES)
SCHEDULE 5 : INVESTMENTS :		
	(QUANTITY)	
(Non - Trade, At cost)		
1) Quoted Equity Shares (Fully paid up)		
a) Simco Industries Ltd.	(300)	6,000
b) Siddhartha Tubes Ltd.	(1000)	25,450
c) Bhageria Dye Chem Ltd.	(300)	4,800
	<hr/>	<hr/>
(Aggregate Market value Rs. 11,305/-)	36,250	36,250
(As on 31.03.2009)		
2) Unquoted Investment		
In Companies :		
M/s. Ramuka Capital Markets Ltd.	300,000	2,300,000
M/s. Shubhalakshmi Industries Ltd.	-	4,698,800
M/s. Shubhlaxmi Syntex Pvt. Ltd.	-	500,000
M/s. Shubhalakshmi Polyester Ltd.	30,98,800	-
M/s. Shubhlaxmi Dyetex Pvt. Ltd.	3,050,000	3,050,000
M/s. Shubhlaxmi Polytex Pvt. Ltd.	225,000	225,000
MMA CETP Co-Op. Society Ltd.	2,956,390	2,956,390
	<hr/>	<hr/>
	9,666,440	13,766,440
	<hr/>	<hr/>
SCHEDULE 6 : CURRENT ASSETS, LOANS & ADVANCES :		
A. CURRENT ASSETS :		
1 Inventories :		
(As taken valued and certified by the management)		
a) Raw Material (At Cost)	30,062,965	29,445,333
b) Finished Goods (At cost or market value whichever is lower)	14,053,469	34,915,257
c) Work-in-progress (At estimated cost)	4,172,664	6,201,700
d) Steam Coal (At Cost)	165,427	700,835
e) Stores & Spares Parts (At cost)	4,707,100	750,375
f) Packing Materials (At cost)	335,455	538,947
g) Sodium Sulphate (Trading A/c)	519,163	--
	<hr/>	<hr/>
TOTAL (1)	54,016,243	72,552,447
	<hr/>	<hr/>
2 SUNDRY DEBTORS :		
(Unsecured, considered good except stated otherwise net of discount)		
a) Debts outstanding for a period exceeding six months	4,275,118	515,114
b) Others	46,762,241	150,305,489
	<hr/>	<hr/>
TOTAL (2)	51,037,359	150,820,603
	<hr/>	<hr/>

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PARTICULARS	AS AT 31.03.2009 (RUPEES)	AS AT 31.03.2008 (RUPEES)
3 CASH & BANK BALANCES :		
a) Cash in Hand	377,447	1,341,368
b) Balances with scheduled Banks In Margin Accounts	2,828,715	3,386,057
In Current Accounts	1,433,961	6,917,342
In Fixed Deposit	1,623,933	6,063,933
TOTAL (3)	6,264,056	17,708,700
4. LOANS AND ADVANCES :		
(Unsecured Considered good except stated otherwise)		
a) Advances recoverable in cash or in kind or for value to be received	83,620,662	80,677,749
b) Deposit with Govt. Departments and others	2,669,600	2,707,245
c) Advance against Capital Goods	1,196,230	2,563,699
d) Staff advances	872,323	1,013,815
e) Advance against Expenses	2,024,337	1,062,147
f) Advance against Goods	8,774,462	12,662,269
g) Cenvet Receivable	20,038,126	7,519,306
TOTAL (4)	119,195,740	108,206,230
TOTAL (1+2+3+4)	230,513,398	349,287,981
SCHEDULE 7 :		
CURRENT LIABILITIES & PROVISIONS :		
A) CURRENT LIABILITIES :		
Sundry Creditors for Goods	42,395,341	55,076,037
Other Liabilities	26,679,198	36,562,496
TOTAL (A)	69,074,539	91,638,533
B) PROVISIONS :		
Provision for Income Tax	51,527,457	51,527,457
Provision for Fringe Benefit Tax	1,238,996	767,994
Proposed Dividend	4,446,300	4,500,000
Tax on Proposed Dividend	755,649	764,775
TOTAL (B)	57,968,402	57,560,226
TOTAL (A+B)	127,042,941	149,198,759

SHREE HARI CHEMICALS EXPORT LTD.

P A R T I C U L A R S	AS AT <u>31.03.2009</u> (RUPEES)	AS AT <u>31.03.2008</u> (RUPEES)
SCHEDULE 8 :		
SALES & OTHER INCOME		
Manufacturing Sales	534,157,014	748,668,585
Trading Sales	45,397,549	42,518,988
Other Sales	8,813,297	7,666,480
Export Benefits	39,618,137	9,372,013
Other Income	6,038,564	4,383,345
	634,024,561	812,609,411
SCHEDULE 9 :		
INCREASE/(DECREASE) IN INVENTORIES		
OPENING STOCK		
Finished Goods	34,915,257	17,482,804
Work - in - Progress	6,201,700	6,573,422
[1]	41,116,957	24,056,226
Less : CLOSING STOCK :		
Finished Goods	14,053,469	34,915,257
Work - in - Progress	4,172,663	6,201,700
Trading Stock	519,163	-
[2]	18,745,295	41,116,957
Increase/(Decrease) in Inventories (2-1)	(22,371,662)	17,060,731
SCHEDULE 10 :		
COST OF PRODUCTION		
Direct & Manufacturing Expenses :		
a) Raw Material Consumed	433,063,691	505,233,520
b) Power & Fuel Expenses	45,484,677	62,293,444
c) Transportation Charges	7,805,432	11,278,732
d) Wages/Salary/Labour charges & Other Benefits	23,077,472	25,193,111
e) Stores & Spares Consumed	4,701,266	16,448,196
f) Water Charges	1,032,344	2,051,551
g) Repairs & Maintenance	2,476,129	3,972,921
h) Security Expenses	559,432	491,818
i) Taxes	2,288,794	6,238,079
j) CETP Treatment Charges	2,230,819	3,023,161
k) Rent for D.G.Set	-	196,000
TOTAL	522,720,056	636,420,533

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P A R T I C U L A R S	AS AT	AS AT
	31.03.2009 (RUPEES)	31.03.2008 (RUPEES)

SCHEDULE 11 : OFFICE, ADMINISTRATIVE, SELLING & OTHER EXPENSES

1	Salary & Other Benefits	3,576,821	3,082,943
2	Staff Welfare Expenses	300,220	308,731
3	Travel & Conveyance	3,811,293	2,923,136
4	Rent, Rates & Taxes	223,287	215,116
5	Insurance Expenses	1,366,769	1,254,758
6	Auditors Remuneration		
	Audit Fees	150,000	150,000
	Tax Audit Fees	50,000	50,000
		<u>200,000</u>	
7	Internal Audit Fees	60,000	60,000
8	Legal & Professional Charges	1,882,984	2,360,059
9	Telephone Charges	529,041	495,352
10	Clearing & Forwarding	2,975,325	5,149,518
11	Lab & Research and Development Expenses	262,164	519,190
12	Directors Remuneration	7,752,345	6,960,000
13	Share Transfer Expenses	35,138	40,784
14	Transportation Outward	2,610,970	3,383,128
15	Donation	5,100	35,100
16	Dividend Expenses	140,296	176,706
17	Miscellaneous & Other Expenses	15,053,582	20,738,529
	TOTAL	<u>40,785,336</u>	<u>47,903,049</u>

SCHEDULE 12 : FINANCIAL CHARGES :

Interest on :

Term Loan	1,847,758	1,883,554
Working Capital Loan	22,050,964	13,102,615
TOTAL	<u>23,898,722</u>	<u>14,986,169</u>

SHREE HARI CHEMICALS EXPORT LTD.

SCHEDULE 13 :

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS :

I. SIGNIFICANT ACCOUNTING POLICIES :

1) Accounting Concepts :

The accounts are prepared on basis of historical cost, as a going concern and are consistent with generally accepted accounting principles. All expenses and income to the extent ascertainable with reasonable certainty are considered payable and receivable respectively are accounted for on accrual basis.

2) Fixed Assets :

Fixed assets are stated at their original cost less depreciation. Cost includes inward freight, duties, taxes and other expenses incidental to acquisition and installation of such assets.

3) Depreciation :

Depreciation in respect of all assets is provided on 'Written Down Value' method as per the rates and in the manner specified in Schedule XIV of the Companies Act, 1956.

4) Inventories :

(As taken valued & certified by the management)

i) Raw Material, Packing Material and Stores & Spares :

At Cost.

ii) Work in Progress :

At estimated cost.

iii) Finished goods :

Closing stock of finished goods have been valued at cost of Raw Materials and cost of conversion thereof including the cost incurred in the normal course of business in bringing the goods up to the present condition and inclusive of the provision of Excise Duty or available market value whichever is lower.

5) Amortization of Expenses :

Preliminary Expenses and Deferred Revenue Expenditure (Including the Shares issue expenses) are amortized over a period of 10 years as per the provision of section 35D of the Income Tax Act, 1961.

6) Investments :

Investments are stated at cost.

7) Sales :

Sale of goods is recognised on despatch to customers.

8) Accounting of CENVAT Credit :

CENVAT Benefit is accounted on accrual basis on purchase of materials and appropriated against payment of excise duty on clearance of the finished goods.

9) Export Benefits :

On the basis of reasonable certainty as mentioned in Accounting Standard-9, the export benefits are accounted on basis of actually realisation, due to certain legal disputes the company having with the issuing authorities. Further to above, export benefits receivable is accounted to the extent of the legiment claim made before the appropriate authorities by the company.

10) Research & Development Expenses :

Revenue Expenditure pertaining to the Research and Development is debited to Profit & Loss Account.

11) Allocation of Expenditure of Capital Work - In - Progress :

Project expansion expenses under the head "Capital work in Progres" have been apportioned to the respective Fixed Assets in proportion to the direct cost of respective Fixed Assets.

12) Foreign Currency Transaction :

Transaction in foreign currency are recorded at the rate of their actual realisation up to the date of Balance Sheet and outstanding balances of the exchange rate prevailing at the year end.

13) Contingent Liabilities :

Contingent Liabilities are not provided but disclosed by way of notes.

II. NOTES ON ACCOUNTS :

1. Contingent liabilities not provided for in respect of :

	<u>AS AT</u> <u>31/03/2009</u>	<u>AS AT</u> <u>31/03/2008</u>
a) Bank Guarantees	3,170,292	591,873
b) Income Tax(A.Y.2003-2004)	392,861	392,861
c) Supply of Capital Goods (Net of Advances)	5,620,500	1,795,000
d) Show Cause Notices received from various authorities, amount which not ascertainable.		

2. Directors' Remuneration :

(Within the limit prescribed in section II, part II of schedule XIII of the Companies Act, 1956.)

Remuneration	<u>7,752,345</u>	<u>6,960,00</u>
--------------	------------------	-----------------

3. Payments to Auditors :

a) Audit Fees	150,000	150,000
b) Tax Audit Fees	50,000	50,000
	<u>200,000</u>	<u>200,000</u>

4. No provision has been made for the deminution value of the investments held by the Company, as in the opinion of the management this is temporary in nature.
5. Balance of Sundry Debtors, Sundry Creditors, Loans & Advances and Loans and Borrowings are subject to confirmation and reconciliation.
6. Miscellaneous and other expenses included bank charges, office expenses, sundry balances written off, brokerage & commission paid and other miscellaneous expenses.
7. Amount due to S.S.I. and/or ancillary undertaking as sundry creditors as on 31st March, 2009 due to the following parties to, the extent ascertained from the available information

M/s. Shree Laxmi Powder Products
M/s. Newreka Chemicals Pvt. Ltd.
M/s. Laxmi Micro Mettalic Industries
M/s. Shubha Laxmi Industries
M/s. Mahalaxmi Traders
M/s. Dyechem Industries
M/s. Shree Mahalaxmi Enterprise

Overdue amount as on 31st March, 2009 to S.S.I. and/or ancillary industrial suppliers on account of principal amount together with interest is Rs. NIL.

<u>AMOUNT OUTSTANDING</u>	<u>CURRENT</u> <u>YEAR</u>	<u>PREVIOUS</u> <u>YEAR</u>
More than one year	--	--
Less than one year	5,808,297	7,223,316

8. Deferred tax assets on account of timing difference as per Accounting Standard 22 issued by The Institute of Chartered Accountants of India for the Year Rs.1,10,67,045/- being credited to the Profit & Loss account and debited to the opening balance of deferred tax liabilities.
9. The deferred tax balance arising principally on account of the timing difference between the depreciation admissible under the Income Tax and depreciation adjusted in the accounts. Though adjustments is being made in terms of Accounting Standard 22 having regard to the normal capital expenditure which the Company is expected to

SHREE HARI CHEMICALS EXPORT LTD.

continue to make in future years, the timing difference not effectively reversed and no cash out go likely to be materialised on account thereof.

10. Accounting of import purchases are made on the basis of goods receipt note (GRN). However due to same there is no impact of profitability of the company.
11. Accounting of exchange difference on payment for imported purchase are adjusted against the purchase. Similarly accounting of exchange difference on export sales are adjusted against the sales. However due to same there is no impact on the profitability of the company.
12. During the year Company have forfeited 53700 shares after complying all the legal formalities for which calls in arrears have not received. The amount of forfeited shares Rs. 2,68,500/- have been transferred to Share Forfeited Account.
13. Share application money of Rs. 44,40,000/- received against 12,00,000 zero percent convertible warrants of Rs. 37/- per warrant convertible into 12,00,000 equity shares of Rs. 10/- at a premium of Rs. 27/- per share convertible within 18 months from the date of allotment of warrants.
14. During the year the Company have transferred Rs. 45.00 lacs appearing in State Subsidy Reserve account to General Reserve Account which was received prior to the financial year 1994-1995. During the year the Company also transferred the amount of Rs. 10.00 lacs appearing in Central Subsidy Reserve account which was received prior to the financial year 1991-1992.
15. Related Parties Transactions :
 - a) Parties where control exists :
 - i) Shree Hari Finvest Limited
 - b) Other related parties with whom transactions have taken place during the year in ordinary course of business :
 - A) Key Management Persons :
 - i) Shri K. L. Ramuka
 - ii) Shri B. C. Agrawal
 - iii) Shri R. R. Agarwal
 - iv) Shri K. C. Ramuka
 - v) Shri H. P. Ramuka
 - vi) Shri Anup Ramuka
 - vii) Shri Manoj Agrawal
 - c) Nature of Transactions :

	CURRENT YEAR	PREVIOUS YEAR
i) Salaries, Remuneration paid	8,832,345	8,040,000
16. The Company is a single segment company engaged in manufacturing of H-Acid. According the disclosure requirements as prescribed in the Accounting Standard-17 (AS-17) on segment reporting issued by the Institute of Chartered Accountants of India is not applicable.
17. Figures of the previous year have been regrouped / rearranged & reclassified wherever necessary for better presentation of financial statement
18. The amounts in the Balance Sheet and Profit & Loss Account are rounded off to the nearest rupees.
19. The basic earning per share (EPS) as disclosed in the profit and loss account has been calculated by dividing the net loss for the year ended on 31.03.2009 attributable to shareholders (Rs. 221.27 lacs) by its weighted average number of equity shares (4466300) outstanding during the said financial year.

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14. Additional information pursuant to paragraph 4C & 4D of part II of Schedule VI of the Companies Act, 1956.

A. CAPACITIES & PRODUCTIONS :	UNITS	<u>2008-2009</u>	<u>2007-2008</u>
Licenced :			
H-Acid / Koch-Acid	M.T.	3500.000	3500.000
Installed :			
H-Acid / Koch-Acid etc.	M.T.	3500.000	3500.000
Production :			
H-Acid / Koch-Acid	M.T.	2120.807	3016.565
* (As certified by the management.)			

B. EXPENSES IN FOREIGN CURRENCY :

i) C.I.F.Value of Imports			
Raw Materials (for consumption)		87,922,846	119,200,507
Purchases for Trading		-	4,677,461
Professional Charges		-	249,916
Foreign Travelling		-	462,039
		<u>87,922,846</u>	<u>124,589,923</u>

C. EARNING IN FOREIGN CURRENCY :

F.O.B. Value of Exports		212,119,042	367,876,750
Through Merchants Exporters (Sale Price)		20,297,000	24,463,880
		<u>232,416,042</u>	<u>392,340,630</u>

D. CONSUMPTION OF RAW MATERIAL :

	<u>2008-2009</u>		<u>2007-2008</u>	
	Qty	Value	Qty	Value
	(Tonnes)	(Rs.)	(Tonnes)	(Rs.)
Naphthalene	1722.080	97,630,991	2713.760	144,491,933
Oleum 65 %	4994.025	70,445,417	8214.272	50,718,846
Sulphuric Acid	6389.730	56,806,365	9174.226	37,993,620
Caustic Soda Flakes	3909.510	97,876,850	6017.870	127,582,438
Soda Ash	1540.250	26,682,101	2404.110	31,873,803
Others		64,612,968		112,572,881
		<u>414,054,692</u>		<u>505,233,520</u>

E. CONSUMPTION OF RAW MATERIAL :

	Percentage	Value	Percentage	Value
Imported	22.87 %	94,707,341	22.06 %	111,451,451
Indigenous	77.13 %	319,347,351	77.94 %	393,782,068
	<u>100.00 %</u>	<u>414,054,692</u>	<u>100.00 %</u>	<u>505,233,520</u>

SHREE HARI CHEMICALS EXPORT LTD.

F. DETAILS OF OPENING STOCK, PRODUCTION, SALES & CLOSING STOCK FOR PRODUCTION :

	2008-2009		2007-2008	
	Qty (Tonnes)	Value (Rupees)	Qty (Tonnes)	Value (Rupees)
Opening Stock :				
H-Acid	141.929	34,915,257	75.046	17,482,804
Koch Acid	-NIL-	-NIL-	-NIL-	-NIL-
	<u>141.929</u>	<u>34,915,257</u>	<u>75.046</u>	<u>17,482,804</u>
Production :				
H-Acid	2120.808		3016.565	
Koch Acid	-NIL-		-NIL-	
	<u>2120.808</u>		<u>3016.565</u>	
Sales :				
H-Acid	2186.363	534,157,014	2949.682	748,668,585
Koch-Acid	-NIL-	-NIL-	-NIL-	-NIL-
	<u>2186.363</u>	<u>534,157,014</u>	<u>2949.682</u>	<u>748,668,585</u>
Closing Stock :				
H-Acid	76.374	14,053,469	141.929	34,915,257
Koch-Acid	-NIL-	-NIL-	-NIL-	-NIL-
	<u>76.374</u>	<u>14,053,469</u>	<u>141.929</u>	<u>34,915,257</u>

G. DETAILS OF OPENING STOCK, PURCHASES, SALES & CLOSING STOCK (FOR RE-SALE):

	2008-2009		2007-2008	
	Qty (KGS)	Value (Rupees)	Qty (KGS)	Value (Rupees)
a) ORGANICS CHEMICALS :				
Opening Stock	-	-	-	-
Purchase	1324642	43,555,261	1113824	42,084,136
Sales for the year	1273392	45,397,549	1113824	42,518,988
Closing Stock	51250	519,162	-	-

15. Schedule 1 to 13 form an integral part of Balance Sheet as on 31st March, 2009 and Profit & Loss Account for the year ended on that date.

As per our report of even date attached
For **KAILASH CHAND JAIN & CO.**
Chartered Accountants

For and on behalf of the Board
K. L. RAMUKA
Chairman & Executive Director

B. C. AGRAWAL
Managing Director

H.K.PANDA
Partner

V. N. GUPTA
Director

A. D. CHIRANIA
Director

MUMBAI : 1st July, 2009.

22nd ANNUAL REPORT

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2008 AND 31ST MARCH, 2009.

(RUPEES IN THOUSAND)

	<u>2008-2009</u>	<u>2007-2008</u>
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit after Tax and before Extra ordinary Items :	(27329.12)	42776.65
Adjustment for :		
Depreciation (Net)	13163.03	13626.13
Dividend Received	-	(0.36)
Interest Received	(554.60)	(864.58)
Insurance Claim Received	-	(142.64)
Interest Expenses	23898.72	14986.17
	<u>9178.03</u>	<u>70381.37</u>
Changes in Working Capital :		
Loans & Advances	(10989.51)	(47395.40)
Current Liabilities & Provisions(except provision for taxation)	(33,222.86)	37721.97
Inventories	18536.20	(29480.03)
Sundry Receivables	99783.25	(31499.14)
Increase / (Decrease) in Cash Credit	(20259.57)	58285.50
Cash flow from operating activities before extraordinary items	<u>63025.54</u>	<u>58014.27</u>
Extraordinary Items :		
Insurance Claim Received	-	142.64
Cash flow after extraordinary Items	<u><u>63025.54</u></u>	<u><u>58156.91</u></u>
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets (Net)	(58611.73)	(32037.61)
Interest Received	554.60	864.58
Dividend Received	-	0.36
Purchase /sales of Investments	4,100	350.00
Cash Generated from Investment Activities	<u>(53957.13)</u>	<u>(30822.67)</u>
C. CASH FLOW FROM FINANCING ACTIVITIES		
Term Loan Received	3369.67	(7213.43)
Interest Expenses	(23898.72)	(14986.17)
Share Capital	(252.50)	4755.00
Share forfeited	268.50	-
Cash Generated from Financial Activities	<u>(20513.05)</u>	<u>17444.60)</u>
Net Increase in Cash & Cash Equivalents	<u>(11444.64)</u>	<u>9889.64</u>
Opening Balance of Cash & Cash Equivalents	<u>17708.70</u>	<u>7819.06</u>
Closing Balance of Cash & Cash Equivalents	<u><u>6264.06</u></u>	<u><u>17708.70</u></u>

For and on behalf of the Board

K. L. RAMUKA
Chairman & Executive Director

B. C. AGRAWAL
Managing Director

MUMBAI : 1st July, 2009.

SHREE HARI CHEMICALS EXPORT LTD.

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I) Registration Detail

Regn.No. : 44942 of 1987
 State Code : 011
 Balance Sheet Date : 31.03.2009

II) Capital Raised during the year (Amount in Rs.Thousand)

Public Issue : Nil Right Issue : Nil
 Bonus Issue : Nil Private Placement : Nil

III) Position of Mobilisation and Deployment of funds.(Amount in Rs.Thousand)

Total Liabilities	Total Assets
- - 2 7 1 5 4 7	- - 2 7 1 5 4 7

SOURCES OF FUNDS

Paid-up Capital	Reserve & Surplus
- - - 4 8 9 0 3	- - - 9 5 0 1 3
Secured loan	Unsecured Loan
- - 1 2 5 8 6 3	- - - - - - - -
Deferred Tax	
- - - - 1 7 6 2	

APPLICATION OF FUNDS

Net fixed assets	Investments
- - 1 5 8 4 1 0	- - - - 9 6 6 6
Net Current Assets	Misc. Expenditure
- - 1 0 3 4 7 0	- - - - - - - -
Accumulated loss	
- - - - - N I L	

IV) Performance of the Company (Amount in Rs.Thousand)

Turn Over	Total Expenditure
- - 6 1 1 6 5 3	- - 6 4 4 3 7 6
Profit / (Loss) before Tax	Profit/(Loss) after Tax
(3 2 7 . 2 3)	(2 2 1 . 2 7)
Earning per share	Dividend Rate
- - (4 . 9 7)	- - - - - 1 0 %

V) Generic Name of Three principal products/Services of the Company

- Item Code No. 1 (ITC Code) 2 9 2 2 2 1 0 6 / 2 9 0 4 1 0 0 3
 Product Description H - Acid
- Item Code No. 2 (ITC Code) 2 9 2 1 4 5 0 8 / 2 9 0 4 1 0 0 3
 Product Description Koch - Acid



SHREE HARI CHEMICALS EXPORT LIMITED

A/8, M.I.D.C. Indl. Area, Mahad, Dist. Raigad (Maharashtra)

ATTENDANCE SLIP

(TO BE HANDED OVER AT THE ENTRANCE OF THE MEETING HALL)

I hereby record my presence at the 22nd Annual General Meeting of the Company to be held at A/8, M.I.D.C. Indl. Area, Mahad, Dist. Raigad (Maharashtra) on Wednesday, 26th Day of August, 2009.

NAME OF THE ATTENDING MEMBER (IN BLOCK LETTERS).....

Name of the Proxy (to be Filled in if the Proxy attends instead of the Members).....

SIGNATURE OF THE MEMBER / PROXY

Member's Folio Number _____ No. of Shares held _____

Notes :

1. Shareholder/Proxyholders are requested to bring the attendance slips with them duly completed when they come to the meeting and hand them over at the gate after affixing their signatures on them.
2. The proxy form must be deposited duly stamped at the Registered office of the Company not less than 48 hours before the time for holding the meeting.



SHREE HARI CHEMICALS EXPORT LIMITED

A/8, M.I.D.C. Indl. Area, Mahad, Dist. Raigad (Maharashtra)

PROXY FORM

I/We _____ of _____

in the district of _____ being a member/members of SHREE HARI CHEMICALS

EXPORT LIMITED hereby appoint _____ of _____ in the

district of _____ failing him _____ of _____ in the district

of as my/our proxy to vote for me/us on my/our behalf at the 22nd Annual General Meeting of Shree Hari Chemicals Export Ltd. to be held at A/8, M.I.D.C., Mahad, Dist. Raigad, (Maharashtra), on Wednesday, 26th August, 2009 at 11.00 a.m. and at any adjournment thereof.

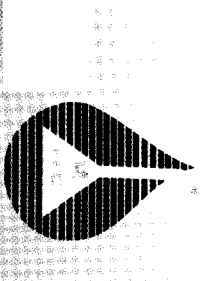
Signed this _____ day of _____ 2009.

Signature :

affix
Re. 1/-
Revenue
Stamp

Note : The Proxy must be returned so as to reach the Registered Office of the Company not less than 48 hours before the time for holding the aforesaid meeting.

Book-Post



77th Anniversary Celebrations 1975-2025

SERKE HARI CHEMICALS EXPORT LTD.
103/104, UNIQUE TOWER, S. V. ROAD, NEAR KAMAT CLUB,
GOREGAON (West), MUMBAI - 400 062. (INDIA)