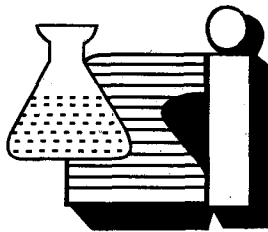


**21st
ANNUAL REPORT
2009 - 2010**



SHREYAS INTERMEDIATES LIMITED



BOARD OF DIRECTORS

Shri Dinesh Sharma	Chairman
Shri Bramhanand Dabas	Director
Prof. (Smt.) Neelam Arora	Director
Shri Om Prakash Bali	Director
Shri Govind Krishna Sharma	Wholetime Director (Upto 21.06.10)
Shri Gopal Krishna Sharma	Wholetime Director (From 25.06.10 to 18.10.10)

REGISTERED OFF. & FACTORY

D-21, D-22, D-23, M.I.D.C.,
Lote Parshuram, Taluka Khed,
Dist. : Ratnagiri - 415 722. Maharashtra.

BANKERS

Bank of Baroda
State Bank of India

STATUTORY AUDITORS

Sayeed Khan & Associates
Chartered Accountants

CORPORATE OFFICE

122-125 Solaris II, Opp. L&T Gate No. 6,
Saki Vihar Road, Powai, Andheri (E),
Mumbai - 400 072.

REGISTRARS & SHARE TRANSFER AGENTS

M/s. System Support Services
209, Shivai Indl. Estate,
Near Parke Davis,
Andheri Kurla Road,
Sakinaka, Mumbai - 400 072.

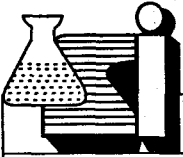
21 st ANNUAL GENERAL MEETING

Date : 30th March, 2011
Day : Wednesday
Time : 11.00 a.m.
Place : D-21, D-22, D-23, M.I.D.C.,
Lote Parshuram, Taluka Khed,
Dist. : Ratnagiri - 415 722.
Maharashtra.

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SHREYAS INTERMEDIATES LTD.

NOTICE is hereby given that the Twenty First Annual General Meeting of the Members of Shreyas Intermediates Limited will be held on Wednesday, 30th March, 2011 at the Registered Office of the Company at Plots Nos. D-21, D-22 and D-23, MIDC Industrial Estate, Lote Parshuram, Taluka Khed, District Ratnagiri, Maharashtra-415722 at 11.00 a.m. to transact the following business.

A) ORDINARY BUSINESS

- 1) To consider and adopt the Directors' Report, the audited Balance Sheet as at 30th September 2010, and Profit and Loss Account for the year ended on 30.09.2010 and Auditors' Report thereon.
- 2) To appoint a Director in place of Mr. Dinesh Sharma who retires by rotation and being eligible offers himself for re-appointment.
- 3) To appoint Sayeed Khan & Associates, Chartered Accountants, as the Auditors to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

By Order of the Board
For SHREYAS INTERMEDIATES LTD.

Place: Mumbai
Date: February 26th, 2011

CHAIRMAN

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 THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.
- 2) The instrument appointing a proxy must be deposited with the company at its Registered Office, not less than 48 hours before the time for holding the Annual General Meeting.
- 3) The notice of Annual General Meeting will be sent to those members whose name appears on the register of members as on 25.02.2011.
- 4) The Register of Members of the Company and Share Transfer Books of the company will remain closed from March 24, 2011 to March 30, 2011 (both days inclusive).

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- 5) Members are requested to:
 - (a) Notify the change in address if any, with Pin Code Numbers immediately to the Company. (In Case of shares held in physical mode).
 - (b) Bring their copy of the Annual Report and Attendance Slip with them at the Annual General Meeting.
 - (c) Quote their Registered Folio Number/DP and Clients ID Nos. in all their correspondence with the company or its Registrar and Share Transfer Agent.
- 6) Consequent upon the introduction of Section 109A of the Companies Act, 1956, Shareholders desirous of making a nomination are requested to send their requests in Form 2B in duplicate (which will be made available on request) to the Registrar and Share Transfer Agent of the company.
- 7) Corporate members are requested to send a duly certified copy of board resolution/power of attorney authorizing their representative to attend and vote at the Annual General meeting.
- 8) Members having any question on accounts are requested to send their queries at least 10days in advance to the company at its registered office address to enable the company to collect the relevant information.
- 9) All documents referred to in the accompanying Notice are open for inspection at the Registered Office of the company during office hours on all working days except Saturdays between 11.00 am and 1.00 pm up to the date of Annual General Meeting and the same will be available for inspection at the Annual General Meeting.

ADDITIONAL INFORMATION AS REQUIRED UNDER CLAUSE 49 OF THE LISTING AGREEMENT :

Mr. Dinesh Sharma, aged about 54 years, is a Chartered Accountant and LLB has more than 31 years varied experience in different fields and 21 years of experience in chemical industry. Mr. Sharma is a director of DEFT Holdings Private Limited and is not a partner of any firm.

**By Order of the Board
For SHREYAS INTERMEDIATES LTD.**

**Place: Mumbai
Date: February 26th, 2011**

CHAIRMAN



SHREYAS INTERMEDIATES LTD.

DIRECTORS' REPORT

To,
THE MEMBERS,

Your Directors submit herewith the Twenty First Annual Report together with Audited statement of accounts for the year ended on 30/09/2010.

FINANCIAL RESULTS

Financial Results	2009-2010	2008-2009
Gross Income	8683.24	11100.40
Profit/(Loss) before Interest and Depreciation	917.97	1576.34
Less-Interest	1248.65	1076.88
Profit/(Loss) before Depreciation	(330.68)	499.46
Less-Depreciation	466.32	410.64
Profit/(Loss) before Tax	(797)	88.82
Less-Provision for tax	---	2.20
Profit/ (loss)After Tax for the year	(797)	86.62
Less-Deferred Tax Adjustment	---	3.15
Balance brought forward	2410.92	2327.45
Profit available for Appropriation	1613.92	2410.92

DIVIDEND

In view of the loss for the year, the directors of the company have not recommended any dividends on the equity shares.

REVIEW OF OPERATIONS

The year under review continued to be a challenging one due to the inflammatory crude oil prices dampening the world economy. The company has recorded a lower turnover of Rs.8,683.24 lacs as against the turnover of Rs 11,100.40 lacs in the corresponding previous year. There was loss after tax of Rs.797 lacs as against Profit after tax at Rs.86.62 lacs in the previous year. The project could not operate at full capacity due to paucity of funds. The funds were made available in March, 2009 by the Banks but could not be disbursed timely. The Company continued making payments of installments and interest till March/June 2010 and thus the financial liquidity was severely affected which negatively impacted the overall Company's operations. However, the banking institutions namely State Bank of India and Bank of Baroda have been considerate and have taken a very liberal stance with respect to our Company's situation and have initiated a process of resetting the interest rates and the repayment. The same are being worked out at a reasonable level of 9% per annum instead of 16/19% per annum being charged in this accounting year. The directors remain fairly confident that with the support advanced by the



banking institutions and the prevailing industrial uptrend the company will be able to attain full operational capacity during the current year. The Pigment industry is witnessing a massive domestic as well as global demand which is expected to consolidate and firm up in the forthcoming years. The Company remains committed to implementing strategic cost management techniques which shall result in increased productivity.

PRODUCTION AND PERFORMANCE

The Company has produced Pigments to match international quality. The production achieved during the year was 4008 tons of Pigment. The Capacity utilization in this product was 11.13 %. However in the Pigment capacity utilization was low on account of the project not being complete dues to balancing equipments. The Company hopes to achieve full capacity utilization in the coming years as we are in the process of installing the balancing equipments and also correcting the financial imbalance in the structure.

MARKET

The global sub-prime crisis in the financial markets in 2009-2010 has impacted the manufacturing and sale of the Company's products substantially. The Company's products are gaining in demand on the green shoots of recovery in the developed economies and are positioned to address the new paradigm of demand and supply.

EXPORTS

The Company's exports to counties in Europe, Latin America and the Asian Far East were aggregated to the value of Rs. 1958.94 Lacs. The Company expects to enhance exports to these countries and also explore the possibility of setting up manufacturing facilities by the process of Joint Ventures / Business Partnerships.

CHANGE IN THE REGISTERED OFFICE OF THE COMPANY

The company has shifted its registered office at the company's factory situated at Plots Nos. D-21, D-22 and D-23, MIDC Industrial Estate, Lote Parshuram, Taluka Khed, District Ratnagiri, -415722 within the same state but the jurisdiction of Registrar of Companies has undergone changes from Mumbai to Pune, the necessary permission/approvals have been obtained from various authorities in order to complete the formalities for the said change.

LISTING

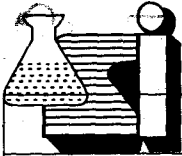
The Company's Equity Shares continue to be listed on the Stock Exchange, Mumbai (BSE). The Company has paid the requisite Annual Listing Fees for the years 2009-10 to the above Exchange. The Company's Shares continue to be regularly traded on the exchange.

COMPULSORY DEMATERIALIZATION OF COMPANY'S SHARES

The Company's Equity Shares were compulsorily dematerialized and as such the Company's Shares continue to be traded in the electronic form as per the relevant SEBI guidelines.

DIRECTORS

Mr. Dinesh Sharma retires by rotation at the ensuing Annual General Meeting (AGM) and being eligible, offers himself for re-appointment.



SHREYAS INTERMEDIATES LTD.

During the year Mr. Govind Krishna Sharma resigned as director with effect from 21.06.10, the board appreciated the contribution made by him during his tenure as whole time director.

Mr. Gopal Krishna Sharma appointed in casual vacancy caused by resignation of Mr. Govind Krishna Sharma on 25.06.10. Thereafter he has ceased to be a director with effect from 18.10.10 for personal reasons.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under section 217(2AA) of the Companies (Amendment) Act, 2000, with respect to Directors' responsibility statement, it is hereby confirmed:

- 1) That in the preparation of the accounts for the financial year ended 30th September, 2010; the applicable accounting standards have been followed along with proper explanation relating to material departures.
- 2) That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were 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 profit of the company for the period under review.
- 3) That the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- 4) That the Directors have prepared the accounts for the financial year ended 30-09-2010 on a going concern basis.

CORPORATE GOVERNANCE

The Company has complied with the requirements of Corporate Governance, as applicable to the Company, during the period under report, as per the amended Listing Agreement with the Bombay Stock Exchange. The Report on Corporate Governance together with the Auditor's Report thereon, is annexed hereto in accordance with Clause 49 of the Listing Agreement with the Bombay Stock Exchange.

AUDITORS

M/s. Sayeed Khan & Associates, Chartered Accountants, Mumbai, the Statutory Auditors of the Company, retire at ensuing Annual General Meeting and are eligible for re-appointment.

EMPLOYEES

Relations between the management and its employees have been cordial. Your Directors place on record their appreciation of the efficient and loyal services rendered by the employees of the Company at all levels.

Information in accordance with the provisions of Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, as amended, regarding employees is given in Annexure 'B' to the Report.

ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE

The information 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, with respect to conservation of



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energy, technology absorption and foreign exchange earnings and outgo is appended hereto as Annexure 'B' and forms part of this Report.

AUDITOR'S REPORT

The observation made by the auditors in their report do not require any comment as the same are either self-explanatory or have been fully explained in the notes attached to the accounts.

ACKNOWLEDGEMENT

Your Directors place on record their appreciation of the support received from the Company's Bankers and Shareholders and look forward to their continued support and goodwill.

By Order of the Board
for SHREYAS INTERMEDIATES LTD

Place : Mumbai
Date : February 26th, 2011

DINESH SHARMA
CHAIRMAN



SHREYAS INTERMEDIATES LTD.

ANNEXURE "A" - EMPLOYEES' REMUNERATION

Additional Information given as required under the companies (Disclosure of particulars in the Report of the Board of Directors), Rules 1988.

Information as per section 217(2A) (B) (II) Read with Companies (Particulars of Employees), Rules 1975, and forming part of the Directors Report for the year ended 30th September 2010.

There is no employee who is in employment for the full year; the employees drawing remuneration for part of the year are as under.

Sr. No	Name	Age	Designation	Remuneration	Qualification	Experience	Date of Commencement of Employment	Last Employment
1	Mr. Govind Krishna Sharma	64	Whole-time Director	Rs.202500/-	B.Sc.	41 years	01-01-2009	Entrepreneur
2	Mr. Gopal Krishan Sharma	60	Whole-time Director	Rs.562000/-	M.Sc.	35 years	30-04-2010	Director

ANNEXURE "B" - DISCLOSURE OF PARTICULARS RULES, 1988

Information required under the Companies (Disclosure of particulars in the Report of the Board of Directors), Rules 1988.

CONSERVATION OF ENERGY

- I. By detecting energy waste on the shop floor, furnace and implement remedial measures the energy was saved. Inefficient use of energy in utilities items like Pumps and Compressors etc. was checked.
- II. Total energy consumption per Kilogram of products 0.76 that amounted to Rs.4.64 per kilogram and 1.18Unit of Furnace Oil / Brickket amount to Rs.5.36 per kilogram.

TECHNOLOGY ABSORPTION :

Continuous efforts are on to produce materials more efficiently. Efforts are being made for semi- automation of some of the machines. Continuous efforts are on to produce products creating less effluent and getting product of higher quality. New methods of drying have been installed in the factory resulting in the final products being of superior quality whereby the products of the Company enjoy a better image over other available in the market. Further efforts are on to minimize the levels of effluent and to get better quality still superior.

FOREIGN EXCHANGE EARNINGS AND OUTGO:

	(Rs. in Lacs) 2009- 10	(Rs. in lacs) 2008 - 09
1. Total Foreign Exchange earned	1003.67	1756.77
2. Total Foreign Exchange used	417.46	354.00

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FORM A

(See Rule 2)

Form for disclosure of particulars with respects conservation of energy etc.

Power and fuel consumption

	2009-10	2008-09
Electricity:		
Unit Amount (Rs. in Lacs)	30.62	20.79
Total Amounts (Rs. in Lacs)	186.12	115.49
Rate / Unit	6.08	5.55
Furnace Oil / Brickket :		
Quantity	47.49	54.65
Total Amount	215.03	162.34
Rate / Unit	4.53	2.97

Consumption per unit of Production

Electricity	Unit/Kg	0.76	0.35
Furnace Oil	Ltrs per kg.	1.18	0.93

FORM B (See Rule 2)

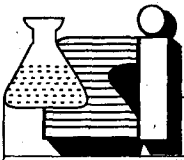
TECHNOLOGY ABSORPTION:

Please see point B above

By Order of the Board
for SHREYAS INTERMEDIATES LTD

Place: Mumbai
Date : February 26th,2011

DINESH SHARMA
CHAIRMAN

**ANNEXURE 'C'****CORPORATE GOVERNANCE**

The Board of Directors of the Company supports the broad principles of Corporate Governance. Given below is the Report on Corporate Governance in respect of the year ended 30th September 2010.

1. Company's Philosophy on Code of Governance

The Company's philosophy on Corporate Governance lays strong emphasis on transparency, accountability and integrity. All employees are guided by the Company's policies on important issues, including our relationship with consumers, shareholders and Government.

2. Composition of Board

The Board of Directors has a mix of Executive and Non-executive Directors. The Board comprises of the Whole-time Director and four other Non-executive Directors. Accordingly, the composition of the Board is in conformity with the Listing Agreements with the Stock Exchanges. Mr. Dinesh Sharma, a Director, is the non-executive Chairman of the Board. Except the Whole-time Director, all other Directors retire by rotation as per the provisions of the Companies Act, 1956. The composition of the Board and other relevant details relating to Directors are given below:

Sr. No	Name of Director	Category	No. of other Directorships	No. of Memberships of Board Committees	No. of Board Committees of which the Director is a Chairperson
1.	Mr. Govind Krishna Sharma	Executive	Nil	Nil	Nil
2.	Mr. Dinesh Sharma (Chairman of the Board)	Non-Executive	2	5	2
3.	Mr. Brahmanand Dabas	Non-Executive	Nil	5	1
4.	Prof. (Mrs.) Neelam Arora	Non-Executive	Nil	5	2
5.	Mr. Om Prakash Bali	Non-Executive	Nil	Nil	Nil
6.	Mr. Gopal Krishna Sharma	Non-Executive	Nil	Nil	Nil

3. Board Meetings, Committee meetings and the 19th Annual General Meeting :

During the year 2009-2010, 7 Board Meetings and 4 Meetings each of the Audit Committee and the Investors' Grievances Committee and one meeting of the Remuneration Committee were held. The last Annual General Meeting of the Company (20th AGM) was held on March 30, 2010 and one Special Resolution was passed thereat.



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ATTENDANCE OF DIRECTORS AT MEETINGS OF THE BOARD AND OF COMMITTEES OF THE BOARD AT THE 20th ANNUAL GENERAL MEETING (AGM)

Name	Category	Attendance							Attendance at Committee Meetings								General Meetings AGM	
		Board Meetings 1. 06.08.2010 2. 04.08.2010 3. 30.04.2010 4. 05.02.2010 5. 30.01.2010 6. 31.12.2009 7. 30.11.2009							Audit Committee Meetings 1. 04.08.2010 2. 30.04.2010 3. 30.01.2010 4. 31.12.2009				Investors' Grievance Meetings 1. 31.12.2009 2. 30.03.2010 3. 30.06.2010 4. 30.09.2010					Remunera tion Committe e Meeting on 31.12 2009
		1	2	3	4	5	6	7	1	2	3	4	1	2	3	4		
Shri Dinesh Sharma	Director	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y
Shri B.N. Dabas	Director	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y
Shri Govind .K. Sharma	Whole-time Director	N	N	Y	Y	Y	Y	Y	-	-	-	-	-	-	-	-	-	Y
Prof. (Mrs.) Neelam Arora	Director	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y
Mr. Om Prakash Bali	Director	Y	Y	Y	Y	Y	Y	Y	-	-	-	-	-	-	-	-	-	-
Mr. Gopal K. Sharma		Y	Y	N	N	N	N	N	-	-	-	-	-	-	-	-	-	-

A. AUDIT COMMITTEE

The Audit Committee constituted by the Board of Directors consists of three Directors namely Mr. B.N. Dabas, Prof. (Mrs.) Neelam Arora and Mr. Dinesh Sharma. The constitution of Audit Committee meets with the requirements of the Section 292A of the Companies Act, 1956 and Clause 49 of the Listing Agreement; Mr. Dabas and Mrs. Arora are independent, non-executive Directors. Mrs. Neelam Arora is the Chairperson of the Audit Committee.

The terms of reference of the Audit Committee include :

- reviewing financial statements and pre-publication announcements before submission to the Board.
- ensuring compliance of internal control systems and follow-up action on internal audit reports.
- apprising the Board on the impact of accounting policies, auditing standards and legislation
- holding periodical discussions with Statutory Auditors on the scope and content of the audit.
- reviewing the Company's financial and risk management policies..

During the financial year 2009-10, the Audit Committee Meetings were held on 31.12.2009, 30.01.2010, 30.04.2010 and 04.08.2010.

B. Remuneration Committee

The Committee held its meeting on 30th December, 2009 there is no change in the remuneration of the directors.

C. Shareholders'/Investors' Grievance Committee

The Shareholders'/Investors'/Grievance Committee consist of three Directors. Prof. (Mrs.) Neelam Arora, a Non-Executive Director heads this Committee.

The Committee held four meetings on 31.12.2009, 30.03.2010, 30.06.2010 and 30.09.2010 at quarterly intervals, and considered, inter alia, Shareholders'/investors' complaints relating to non-receipt of certificates after transfer, delay in confirmation/ rejection of requests for DEMAT of Shares, etc. During the financial year ended 30th September 2010, 5 complaints were received from shareholder's/investors. All complaints have been



generally solved to the satisfaction of the complainants except for dispute cases and sub-judice matters, which would be solved on final disposal by the courts.

The Company has acted upon all valid share transfers received during the financial year ended 30th September 2010 and there were no pending transfers as on September 30, 2010.

Mrs. Manali More continues to be the Compliance Officer of the Company.

D. SECURITIES ALLOTMENT COMMITTEE

The Securities Allotment Committee consists of 3 Directors Mr. Dinesh Sharma, the chairman of the company heads this committee. There was no meeting during the year as no allotment of shares was made.

4. ANNUAL GENERAL MEETING

The last three Annual General Meeting of the Company was held as under:

Year	Location	Date	Time
2008-2009	122-125, Solaris II, Saki-Vihar Road, Powai, Andheri, Mumbai - 400 072.	30-03-2010	11.30 A.M.
2007-2008	Same as above	31-03-2009	11.30 A.M.
2006-2007	Same as above	14-03-2008	11.30 A.M.

5. DISCLOSURES

Disclosure on materially significant related party transaction i.e. transaction of the company of material nature with its promoters, the Directors or Management or relatives etc. that may have potential conflicts with the interest of the company.

The Company has received all relevant disclosures; there is no conflict of interest. There was no transaction with any parties in which Directors of the Company were interested that may have potential conflict with the interest of company at large.

Details of non-compliance by the company penalties, structure imposed on the company by Stock Exchange or SEBI or any Statutory Authority or any matter related to capital market during the last three years.

NIL - The Company has complied with all the requirements of the regulatory authorities on capital markets and no penalty / stricture were imposed on the Company in the last three years.

6. MEANS OF COMMUNICATION

- a) The Company does not send its quarterly report to each household of shareholders. The quarterly results are published in newspapers and are available / accessible on the SEBI website under the SEBI's EDIFAR (Electronic Data Filing Information And Retrieval) guidelines.



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- b) The quarterly and full year results are published in 'The Age' and 'Daily Sagar' in Marathi.
- c) These results together with the Company's official statement are also displayed on SEBI's website.
- d) Presentations are also made from time to time to analysts and institutional investors.

7. MANAGEMENT DISCUSSION AND ANALYSIS

(within the limits set by the Company's competitive position)

The Company is engaged in the business of manufacture and sale of Pigments and Pigment intermediates and bi-products. Substantial revenues come from the sale of these products to various segments across various industries including corporate and business houses. The Company continues to take several steps to expand the markets in India as well as overseas; the industry is continuing its efforts to get the Government support both at the Central and the State levels to have a lower rate of Excise duty on its products.

The outlook for the industry is positive given the size of the opportunity. The Company is hopeful that with the combination of market development and expansion activity, there will be a healthy market growth over the next few years.

The Company has good internal control systems, the adequacy of which has been reported by its Auditors in their report as required by the Companies (Auditor's Report) Order, 2003. The discussion on financial performance of the Company is covered in the Directors' Report. The number of employees as on 30th September 2010 was 193.

8. SHAREHOLDRES' INFORMATION

21th Annual General Meeting

Date & Time	11.00 am, on Wednesday, 30th March 2011. At D-21, D-22, D-23, M.I.D.C., Lote Parshuram, Taluka Khed, District Ranagiri - 415 722. Maharashtra
-------------	--

9. FINANCIAL CALENDAR

The Company follows October - September as its financial year. The results for every quarter beginning from October are declared in the month following the quarter, as permitted by the Listing Agreement.

10. DATES OF BOOK CLOSURE

Book Closure dates-	Thursday, 24th March, 2011 to Wednesday, 30th March, 2011 (both days inclusive)
---------------------	--

11. DIVIDEND PAYMENT DATE : Not Applicable

**12. LISTING OF EQUITY SHARES**

The Company's Equity Shares continued to be listed on the Mumbai Stock Exchange. The Company has paid annual listing fees. The Company's Shares continue to be traded on the BSE.

13. STOCK CODE

The Stock Exchange, Mumbai (Physical) : Code : 526335
The Stock Exchange, Mumbai (Demat) : Code : INE 115FO01017

14. MARKET PRICE DATA

The monthly high and low quotations of shares traded on the Stock Exchange, Mumbai are as follows:

MONTH	MUMBAI STOCK EXCHANGE	
	HIGH (Rs.)	LOW (Rs.)
October, 2009	23.50	18.30
November, 2009	23.00	15.15
December, 2009	19.95	16.25
January, 2010	20.60	15.35
February, 2010	17.25	14.15
March, 2010	17.30	13.36
April, 2010	21.80	14.76
May, 2010	18.45	13.00
June, 2010	15.65	12.75
July, 2010	15.94	10.75
August, 2010	17.05	12.65
September, 2010	15.80	13.32

15. REGISTRAR AND SHARE TRANSFER AGENTS

M/s. SYSTEM SUPPORT SERVICE, 209, Shivai Industrial Estate, Near Parke Davis 89, Andheri - Kurla Road, Sakinaka, MUMBAI 400 072.

16. SHARE TRANSFER SYSTEM

Applications for transfer of shares held in physical form are received at the office of the Registrars and Share Transfer Agents of the Company. The Board Committee attends to share transfer formalities at least once in 15 days.

Shares held in the dematerialized form are electronically traded in the Depository and the Registrars and Share Transfer Agents of the Company periodically receive from the Depository the beneficiary holdings so as to enable them to update their records and to send all corporate communications, dividend warrants etc.

Physical shares received for dematerialization are processed and completed within a period of 15 days from the date of receipt, provided they are in order in every respect. Bad deliveries are immediately returned to Depository Participants under advice to the shareholders.



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17. The Shareholding Pattern And Distribution of Shareholding (As at September 30, 2010)

I. EQUITY SHARES

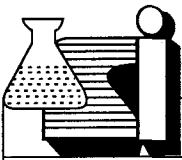
Category		No. of Equity shares held	Percentage of shareholding
A	Promoters		
1	Indian Promoters	9788600	60.78
2	Foreign Promoters	NIL	NIL
3	Persons acting in Concert	NIL	NIL
B	Non-Promoters Holding		
1	Institutional Investors		
A	Mutual Funds and UTI	2,100	0.013
B	Banks, Financial Institutions, Insurance Companies (Central / State Govt. Institutions/ Non- Government Institutions)	2,800	0.017
C	FIs	NIL	NIL
2.	Others		
A	Private Corporate Bodies	19,57,334	12.15
B	Clearing Members (Shares in Transit)	NIL	NIL
C	NRIs/OCBs/Foreign Nationals	46,357	0.30
D	Indian Public	4306709	26.74
TOTAL		1,61,03,900	100.00

Shareholding of Nominal value of		Shareholders		Value of Shares	
Rs.	Rs.	Number	% to Total	Share Amount Rs.	% to Total
1	- 5000	3943	79.834	7440820	4.621
5001	- 10000	426	8.625	3699300	2.297
10001	- 20000	208	4.211	3402380	2.113
20001	- 30000	98	1.984	2555080	1.587
30001	- 40000	32	0.648	1150880	0.715
40001	- 50000	54	1.093	2613650	1.623
50001	- 100000	80	1.620	6147070	3.817
100001	- above	98	1.985	134029820	83.228
TOTAL		4,566	100	16,10,39,000	100

18. DEMATERIALISATION OF SHARES

Status of Dematerialization as on 30th September 2010.

Particulars	No. of Shares	% Capital	No. of Holders	% of Holders
NSDL	7973033	49.510%	1,827	36.991%
CDSL	4554052	28.279%	1,207	24.438%
Physical	35,76815	22.211%	1,905	38.571%
Demat Shares in transit	—	—	—	—
	1,61,03,900	100%	4,566	100%



SHREYAS INTERMEDIATES LTD.

19. PLANT LOCATION

The Company's Plants are located at : Plots Nos. D-21, D-22 and D-23
MIDC Industrial Estate,
Lote Parshuram, Taluka Khed,
District : Ratnagiri,
MAHARASHTRA

20. ADDRESS FOR CORRESPONDENCE

For assistance regarding dematerialization of shares, share transfers, transmissions,, change of addresses, or any other query relating to shares, please write to :

Registrar & Transfer Agents
M/s. SYSTEM SUPPORT SERVICE
209, Shivai Industrial Estate
Near Parke Davis
89, Andheri - Kurla Road
Sakinaka, Mumbai - 400 072.

OR **The Company At**
Plot No D21/22/23 MIDC Industrial
Estate, Lote Parshuram, Taluka Khed,
Dist .Ratnagiri, Maharashtra

**By Order of the Board
for SHREYAS INTERMEDIATES LTD**

**Place : Mumbai
Date : February 26th,2011**

**DINESH SHARMA
CHAIRMAN**



21th Annual Report 2009 - 2010

AUDITORS REPORT ON CORPORATE GOVERNANCE REPORT OF THE BOARD

To
The Board of Directors
SHREYAS INTERMEDIATES LIMITED
122-125, Solaris - II,
Saki Vihar Road, Powai,
Andheri East,
MUMBAI 400 072.

We have read the Report of the Board of Directors on Corporate Governance and have examined the relevant records relating to compliance of conditions of Corporate Governance by Shreyas Intermediates Limited ("the Company"), for the year ended September 30, 2010, as stipulated in Clause 49 of the Listing Agreement of the said Company with the stock exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was conducted in the manner described in the Guidance Note on Certification of Corporate Governance' issued by the Institute of Chartered Accountants of India and was limited to procedures and implementation thereof adopted by the Company for ensuring compliance with the conditions of Corporate Governance. Our examination was neither an audit nor was it conducted to express an opinion on the financial statements of the Company.

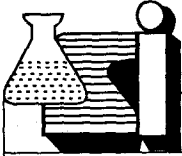
In our opinion and to the best of our information and according to the explanations given to us and on the basis of our examination described above, the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the above mentioned Listing Agreement.

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

For SAYEED KHAN & ASSOCIATES
Chartered Accountants

PLACE : MUMBAI
Date: 26th February, 2011

SAYEED KHAN
Proprietor



SHREYAS INTERMEDIATES LTD.

AUDITORS REPORT

To,
The Members of M/s. Shreyas Intermediates Ltd.,

We have audited the attached Balance Sheet of M/s. SHREYAS INTERMEDIATES LIMITED as at 30th September 2010 and Profit and Loss account of the company for the year ended 30th September 2010, annexed thereto. These financial statements are the responsibility of the management. Our responsibility is to express an opinion on these financial statements based on our audit.

We have conducted our audit in accordance with auditing standards generally accepted in India. These accounting standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes the 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 statements presentation. We believe that our audit provides a reasonable basis for our opinion.

We report as follows:

1. As required by the Companies (Auditor's Report) Order 2003 issued by the Central Government, in terms of Section 227(4A) of the Companies Act, 1956, we annex hereto a statement of the matters specified in paragraphs 4 & 5 of the said order
2. Further to our comments in annexure referred to in paragraph (1) above:
 - 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, except for the non provision of interest payable and the outstanding balances thereby remaining payable on Bank Borrowings, proper books of accounts as required by law have been kept by the company so far as appears from our examination of the books;
(Refer Notes to the Accounts of Schedule O).
 - c) The Balance Sheet, Profit & loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - d) In our opinion, the Profit & Loss Account and the Balance Sheet comply with the Accounting Standards as referred to in Section 211(3 C) of Companies Act, 1956 except to the extent of non- provision of the retirement benefits to the employees as required by AS 15 "Accounting for retirement benefits in the financial statements of employer."
 - e) On the basis of representations received from Directors of the company and information and explanation given to us, we report that no directors are disqualified from being appointed as director of the company under 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 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 30th September 2010 and
 - ii. In the case of the Profit & Loss Account, of the Profit of the Company for the year ended 30th September, 2010

**For SAYEED KHAN & ASSOCIATES
Chartered Accountants**

**Place: Mumbai
Date : 21st December 2010**

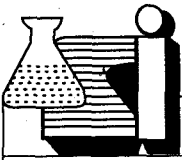
**Sayed Khan
Proprietor**



ANNEXURE TO THE AUDITOR'S REPORT (Referred to in paragraph 1 of our report of even date)

As required by the Companies (Auditors' Report) Order 2003 issued by the Company Law Board in terms of Section 227 (4A) of the Companies Act, 1956 and on the basis of such checks, as we considered appropriate, we further report that:

1. The company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets. The Management at reasonable intervals has physically verified the fixed Assets. No discrepancies were noticed upon such verification.
2. The management has conducted physical verification at reasonable intervals in respect of finished goods, stores and spare parts and raw materials.
3. In our opinion and according to the information and explanations given to us, the procedures of physical verification of stocks followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
4. In our opinion and according to the information and explanations given to us, the company is maintaining proper records of inventory. Having regards to the size of the operations of the company and the nature of the stocks held, the discrepancies noticed on verification between physical stocks and book records were not material and have been properly dealt with in the book of accounts.
5. The Company has taken unsecured loans aggregating to Rs. 782.67 Lacs from companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956 and/or from the Companies under the same management as defined under Sub Section (1B) of section 370 of the Companies Act, 1956.
6. According to the explanations given to us, in our opinion, the terms and conditions of the unsecured loans taken from companies listed in the register maintained u/s 301 of the Companies Act, 1956 are not, prima-facie, prejudicial to the interest of the company.
7. There is no overdue amount of loans taken or granted to companies, firms or parties listed in the register maintained u/s 301 of the Companies Act, 1956.
8. 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 stores, raw materials including components, plants and machinery, equipment and other assets and for the sale of goods. During the course of our audit, 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 weakness in the internal control procedures.
9. Based on the audit procedures applied by us, to the best of our knowledge and belief and according to the information and explanations given to us, we are of the opinion, that the transactions that need to be entered in to the registers maintained under section 301 of the Companies Act, 1956 have been so entered.
10. In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 & exceeding the value of Rs. 5,00,000/- in respect of any party during the year have been made at prices which are reasonable having regards to prevailing market prices at relevant time.
11. The Company has not accepted any deposit, within the meaning of section 58A of the Companies Act, 1956 and the rules framed there under.
12. In our opinion, the Company has an adequate internal audit system commensurate with the size and nature of its business.



SHREYAS INTERMEDIATES LTD.

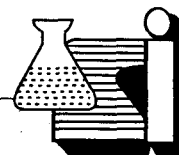
13. As informed to us, the Central Government has not prescribed maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956.
14. According to the records of the Company, the Company has been regular in depositing its statutory dues during the year with the appropriate authorities and no arrears are pending due to any dispute with any of the authorities in respect of the company.
15. According to the information and explanations to us, there are no dues in respect of the Income Tax, Wealth Tax, Sales Tax, Custom Duty, Excise Duty and Cess which have not been deposited on account of dispute.
16. The accumulated losses as at the end of the year do not exceed fifty percent of its net worth. The company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year
17. *According to the records and explanations given to us, the company has defaulted in repaying the principal amounts and the interests as stipulated to the Banks. The company has not been able to repay the principal and the interest from March/June, 2010 and the cumulative sum of defaulted outstanding amount stands at Rs. 614.70 Lacs as at the 30th September, 2010.*
18. According to the information and explanations given to us, the company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures or other securities.
19. 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.
20. To the best of our knowledge and belief and according to the information and explanations given to us by the management, the term loans and other loans availed by the company were, prima-facie applied by the company for the purposes for which the same were obtained.
21. According to the information and explanations given to us and on overall examination of the Balance Sheet and the Cash Flow of the company, we report that no funds raised on short-term basis have been used for long-term investments. No long-term funds have been used to finance short-term assets except working capital.
22. The company has not made any preferential allotment of shares during the year.
23. The company has not issued any debentures during the year.
24. During the year, the company has not raised any money by public issue.
25. During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of such case by the management.

For SAYEED KHAN & ASSOCIATES
Chartered Accountants

Place: Mumbai
Date: 21st December 2010

Sayed Khan
Proprietor

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BALANCE SHEET AS AT 30th SEPTEMBER 2010

PARTICULARS	SCH	AS ON 30th SEPT, 2010	AS ON 30th SEPT, 2009
<u>SOURCES OF FUNDS</u>			
<u>SHAREHOLDERS FUNDS</u>			
Share Capital	A	311,039,000	311,039,000
Reserves & Surplus	B	184,900,888	264,601,714
		495,939,888	575,640,714
<u>BORROWED FUNDS</u>			
Secured Loans	C	1,075,843,068	824,485,299
Unsecured Loans	D	81,927,481	72,658,312
Deferred Tax Liability		10,546,380	10,546,380
		1,168,316,929	907,689,991
		1,664,256,817	1,483,330,705
<u>APPLICATION OF FUNDS</u>			
<u>FIXED ASSETS</u>			
Gross Block	E	1,242,798,855	1,012,666,823
Less : Depreciation		218,228,718	171,596,989
Net Block		1,024,570,138	841,069,834
<u>CURRENT ASSETS, LOANS & ADVANCES</u>			
Inventories	F	448,043,584	575,640,431
Cash & Bank Balances	G	23,470,573	28,499,602
Sundry Debtors	H	142,227,492	135,853,017
Loans, Advances and Deposits	I	42,787,684	59,755,936
		656,529,333	799,748,986
Less : Current Liabilities & Provisions	J	27,296,535	168,555,844
Net Current Assets		629,232,798	631,193,142
Misc. Exp.(To the extent not w. off.)	K	10,453,880	11,067,728
		1,664,256,817	1,483,330,705

AS PER OUR REPORT OF EVEN DATE
For SAYEED KHAN & ASSOCIATES
CHARTERED ACCOUNTANTS

For & on behalf of the Board of Directors
FOR SHREYAS INTERMEDIATES LTD

SAYEED KHAN
PROPRIETOR

DINESH SHARMA
WHOLETIME DIRECTOR

NEELAMARORA
DIRECTOR

PLACE: MUMBAI
DATED : 21st DECEMBER 2010



SHREYAS INTERMEDIATES LTD.

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30th SEPTEMBER 2010

PARTICULARS	SCH	Year ended 30th SEPT, 2010	Year ended 30th SEPT, 2009
<u>INCOME</u>			
Sales of Products & Other Income	L	868,324,428	1,110,039,905
Increase / Decrease in Stocks	M	81,713,714	6,387,592
		950,038,142	1,116,427,497
<u>EXPENDITURE</u>			
		948,025,254	
Manufacturing & Other Expenses	N	857,628,341	958,179,194
Interest		124,865,051	107,688,115
Depreciation		46,631,728	41,063,503
Preliminary Expenses W/off		613,848	613,848
		1,029,738,968	1,107,544,659
Profit / (Loss) for the year before Tax		(79,700,826)	8,882,838
Provision for Income Tax (Current)		-	219,550
Profit / (Loss) for the year after Tax		(79,700,826)	8,663,288
Add: Balance B/fd. from previous year		241,092,926	232,745,438
Less: Deferred tax Liability		-	315,800
Amount available for appropriation		161,392,100	241,092,926
Balance Transferred to Balance Sheet		161,392,100	241,092,926
Earning Per Share (Face Value Rs. 10/-) - Basic (In Rs.)		(4.95)	0.52
- Diluted (In Rs.)		(4.95)	0.52

**AS PER OUR REPORT OF EVEN DATE
For SAYEED KHAN & ASSOCIATES
CHARTERED ACCOUNTANTS**

For & on behalf of the Board of Directors
FOR SHREYAS INTERMEDIATES LTD

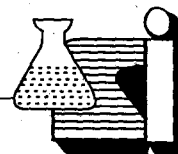
**SAYEED KHAN
PROPRIETOR**

**DINESH SHARMA
WHOLETIME DIRECTOR**

**NEELAMARORA
DIRECTOR**

**PLACE: MUMBAI
DATED : 21st DECEMBER 2010**

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SCHEDULES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 30-09-2010

PARTICULARS	AS ON 30-Sep-2010 Rs.	AS ON 30-Sep-2009 Rs.
SCHEDULE - 'A'		
SHARE CAPITAL		
AUTHORISED		
AUTHORISED		
2,00,00,000 Equity Shares of Rs.10/- each	200,000,000	200,000,000
1,50,00,000 Preference Shares of Rs.10/- each	150,000,000	150,000,000
(Previous year 1,62,50,000 equity shares of Rs. 10/- each)	350,000,000	350,000,000
ISSUED, SUBSCRIBED AND PAID UP		
1,61,03,900 (Previous year 1,61,03,900) Equity Shares of Rs. 10/- each	161,039,000	161,039,000
1,50,00,000 (Previous year 12000000) Cumulative Redeemable at Par Preference Shares of Rs. 10/- each fully paid up issued at a Premium of Rs. 5/- each	150,000,000	150,000,000
TOTAL Rs.	311,039,000	311,039,000
SCHEDULE - 'B'		
RESERVES & SURPLUS		
Share Premium	90,000,000	90,000,000
General Reserve	3,000,000	3,000,000
Amalgamation Adjustment A/c	(69,491,212)	(69,491,212)
Balance & Profit & Loss A/c.	161,392,100	241,092,926
TOTAL Rs.	184,900,888	264,601,714
SCHEDULE - 'C'		
i) SECURED LOANS		
TERM LOANS	421,056,986	383,160,513
ii) WORKING CAPITAL & OTHER LOANS		
	607,091,152	441,324,786
INTEREST DUE ON ABOVE LOANS	47,694,930	-
TOTAL Rs.	1,075,843,068	824,485,299

CHARGES :

A) Loans given under 1 & 2 are secured by first legal charges of Company's Land/Building/Plant and Machinery etc. fixed or moveable and all other similar assets acquired or to be acquired in future situated at Plot No. D-21, D-22 & D-23, MIDC Industrial Area, Lote Parshuram, Taluka Khed, Dist : Ratnagiri, Maharashtra. Further these are secured by floating charges on all the liquid and other assets of the Company and Guaranteed by one present and one Ex-Director of the Company at the time of execution of the securities. A further pledge of share has also made by shareholder of the Company & Personal Guarantees of a Director, an Ex-Director and 2 shareholders of the Company have also been given.

B) Working Capital Loan from Bank of Baroda and State Bank of India are secured by first charge of inventories and by second charge on the fixed assets of the Company and personal guarantee of some the Directors of the Company.



SHREYAS INTERMEDIATES LTD.

PARTICULARS	AS ON 30th SEPT, 2010 Rs.	AS ON 30th SEPT, 2009 Rs.
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SCHEDULE - 'D'

UNSECURED LOANS

From Others

TOTAL Rs.

81,927,481

81,927,481

72,658,312

72,658,312

SCHEDULE "E" - FIXED ASSETS AS AT 30th SEPTEMBER 2010

PARTICULARS	GROSS BLOCK			DEPRECIATION					NET BLOCK		
	AS ON	ADDITIONS	DEDUCTIONS	AS ON	UPTO	RATE	ADDITIONS	DEDUCTIONS	UPTO	AS ON	AS ON
	01/10/2009			30/9/2010	01/10/2009	%			30/9/2010	30/9/2010	30/9/2009
Land	23,285,959	-	-	23,285,959	-	-	-	-	-	23,285,959	23,285,959
Buildings	126,460,439	-	-	126,460,439	18,565,978	3.34%	4,223,779	-	22,789,757	103,670,682	107,894,461
Plant & Machinery	638,130,208	225,424,876	-	863,555,084	108,843,837	4.75%	30,311,185	-	139,155,022	724,400,062	529,286,371
Effluent Treatment Plant	55,838,640	3,652,177	-	59,490,817	11,603,233	4.75%	2,652,335	-	14,255,568	45,235,249	44,235,407
Electrical Installation	150,820,103	1,054,979	-	151,875,082	21,877,523	4.75%	7,163,955	-	29,041,478	122,833,605	128,942,580
Furniture & Fixtures	2,654,639	-	-	2,654,639	2,104,575	6.33%	168,039	-	2,272,614	382,025	550,064
Other Equipments	9,569,846	-	-	9,569,846	4,860,154	16.21%	1,551,272	-	6,411,426	3,158,420	4,709,692
Vehicles	5,906,989	-	-	5,906,989	3,741,689	9.50%	561,164	-	4,302,853	1,604,136	2,165,300
Capital Work in Progress	(0)	-	-	(0)	-	0.00%	-	-	-	(0)	(0)
TOTAL Rs.	1,012,666,823	230,132,032	-	1,242,798,855	171,596,989		46,631,728	-	218,228,718	1,024,570,138	841,069,834
PREVIOUS YEAR	856,573,846	312,120,327	(156,027,350)	1,012,666,823	130,533,487	-	41,063,503	-	171,596,989	841,069,834	726,040,360

SCHEDULE - 'F'

INVENTORIES

(As per inventory certified & valued by the management)

Stores & Spare Parts	7,226,000	6,572,000
Finished Goods	251,653,135	165,947,066
Raw Materials	117,994,654	327,959,215
Work-in-progress	71,169,795	75,162,150
TOTAL Rs.	<u>448,043,584</u>	<u>575,640,431</u>

SCHEDULE 'G'

CASH & BANK BALANCES

Cash in hand	2,681,140	1,572,745
Bank Balance - Bal. With scheduled Bank		
1) In Current Account	2,958,760	824,052
2) In Fixed Deposit & Margin Money	17,830,673	26,102,805
TOTAL Rs.	<u>23,470,573</u>	<u>28,499,602</u>

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PARTICULARS	AS ON 30th SEPT, 2010 Rs.	AS ON 30th SEPT, 2009 Rs.
SCHEDULE 'H'		
SUNDRY DEBTORS		
(Unsecured, considered good)		
1) Debt Outstanding for more than 6 months	41,485,415	9,785,415
2) Others	100,742,077	126,067,602
TOTAL Rs.	<u>142,227,492</u>	<u>135,853,017</u>
SCHEDULE 'I'		
LOANS, ADVANCES & DEPOSITS		
(Unsecured, considered good)		
Balances with Government Departments	17,499,449	21,250,253
Deposits, Loans & Advances	20,125,300	33,340,933
Advances to Employees	1,679,583	1,607,661
Advance Taxes & Prepayments	3,483,352	3,557,089
TOTAL Rs.	<u>42,787,684</u>	<u>59,755,936</u>
SCHEDULE - 'J'		
CURRENT LIABILITIES & PROVISIONS		
A. CURRENT LAIBILITIES		
Sundry Creditors	19,950,610	162,081,119
B. PROVISIONS		
Other Liabilities & Provisions	7,345,925	6,474,725
TOTAL Rs.	<u>27,296,535</u>	<u>168,555,844</u>
SCHEDULE - 'K'		
MISC. EXP. (To the extent of not w.off.or adjusted)		
Preliminary Expenses	11,067,728	11,681,576
Additions		
Less : Written off during the year	(613,848)	(613,848)
TOTAL Rs.	<u>10,453,880</u>	<u>11,067,728</u>
SCHEDULE - 'L'		
SALES & OTHER INCOME		
Income from Operations	857,400,504	1,104,550,075
Other Income	10,923,924	5,489,830
TOTAL Rs.	<u>868,324,428</u>	<u>1,110,039,905</u>



SHREYAS INTERMEDIATES LTD.

PARTICULARS	AS ON 30th SEPT, 2010 Rs.	AS ON 30th SEPT, 2009 Rs.
SCHEDULE - 'M'		
INCREASE / DECREASE IN STOCKS		
STOCKS AS ON 30.9.2010		
Work - in - progress	71,169,795	75,162,150
Finished Goods	251,653,135	165,947,066
	<u>322,822,930</u>	<u>241,109,216</u>
LESS:		
STOCKS AS ON 30.9.2009		
Work - in - progress	75,162,150	121,322,600
Finished Goods	165,947,066	113,399,024
	<u>241,109,216</u>	<u>234,721,624</u>
TOTAL Rs.	<u>81,713,714</u>	<u>6,387,592</u>

SCHEDULE - 'N'		
MANUFACTURING & OTHER EXPENSES		
Raw Materials, Fuel & Stores Consumed	756,589,576	875,692,727
Administrative Expenses	25,239,879	40,389,268
Excise, Custom Duty & other Taxes	27,866,229	8,586,812
Insurance	3,584,008	2,451,893
Audit Remuneration : Audit Fees	50,000	50,000
Other Manufacturing Overheads	26,110,680	20,344,128
Salaries & Wages	18,162,869	10,653,214
Donations & Charity	25,100	11,152
TOTAL Rs.	<u>857,628,341</u>	<u>958,179,194</u>



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SCHEDULE 'O' SIGNIFICANT ACCOUNTING POLICIES & NOTES FORMING PART OF THE ACCOUNTS SIGNIFICANT ACCOUNTING POLICES:

General

The accounts have been prepared on historical cost basis ignoring changes, if any, in the purchasing power of money and on accounting principles of going concern.

All revenues and expenses are accounted on accrual basis, except Sale Tax setoff benefit, which is accounted on cash basis and as mentioned elsewhere in the report.

Accounting policies not specifically referred to otherwise are consistent and are in consonance with generally accepted accounting principles.

Fixed Assets

Fixed Assets are shown at cost less accumulated depreciation.

Depreciation on all assets is provided on straight-line method at the rate and in the manner specified in schedule XIV of the Companies Act, 1956 on single shift basis.

Depreciation is provided on pro-rata basis, from the month in which assets have been put to use.

During the year the company has completed construction of a Unit at Lote, Parshuram, Tal Khed. The company has availed a Term Loan towards financing of the Capital outlay and the Interests provisions have been duly capitalized.

Inventory

Finished goods and work in progress are stated at cost or net realizable value whichever is lower. Raw materials and stores & spare parts are valued at cost

Revenue Recognition

Sales are recognized at when goods are dispatched and are recorded net of trade discounts, rebates. All sales have been shown inclusive of Excise & Other Duties. Revenue in respect of Overdue interests, insurance claims etc in recognized to the extent company has realized or is reasonably certain of its ultimate realization. Expenses are accounted for on accrual basis except medical reimbursement and LTA for employees, which are accounted for in cash basis.

Retirement Benefits

Liability in respect of gratuity and leave encashment benefit on retirement is accounted for as and when paid.

Contingent Liability

Contingent Liabilities are not accounted for but are disclosed in the Notes to Accounts.

Current & Deferred Tax

The company is eligible for set off of carried forward Business Losses under the provisions of the Income Tax Act, 1961 in the current year, however the same is estimated to be utilized in the forthcoming years and considering the same the management is of the opinion that no provisions shall be required in respect of the same during the current year.

The management has not made any provision towards Deferred Tax Liability during the year The same is based upon realistic estimates and are considered adequate for the year.

Related Part Disclosure

- i) Related Party Relationship
- (a) Key Management Personnel : Mr. Govind Krishna Sharma.
- (b) Key Management Personnel : Mr. Gopal Krishna Sharma.

ii) Transaction with related Parties:

Nature of Transactions Managerial Remuneration	Key Management Personnel Rs. 7,64,500/-
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SHREYAS INTERMEDIATES LTD.

Segment Reporting

The company is engaged in the manufacture of pigments and pigment intermediates which are single reportable business segment.

NOTES TO ACCOUNTS :-

The excise duty paid in respect of raw materials purchased and used for manufacture does not form part of consumption of raw materials to the extent of the CENVAT credit availed. Such duty is debited to Central Excise Duty Account and adjusted against excise duty payable on the finished goods.

The excise duty payable on stock of finished goods not cleared from excise bonded warehouse is neither included in expenses nor in the value of such stocks but is accounted for on clearance of goods. However, non-provision of this liability will not affect the profit for the year.

Contingent Liabilities

As at 31st March
2010

Rupees in Lacs

a. Guarantee given by the company's Bankers and Counter guaranteed by the company	Nil
b. Claims against the company not acknowledged as Debts*	148.51

* A claim filed by a Creditor of the company is pending in the High Court in respect of Letter of Credit Dues dishonoured by the bank. The company has called for the honour of the dues citing adequate credits claimed by the bank against the same to which the bank has certain disputes. The company had credit balances remaining to its account in the said bank which to date remains in the custody of the bank. The company has appealed for relief against the above claim from the High Court.

During the year, the company has defaulted in repayment of its Term Loans and Cash Credit Loans. The company has not been able to service its Loan from the quarter ended March 2010 and June 2010. The principal as well as the interest component remain due from the above periods. The total sums due in respect of the same is Rs. 614.70 Lacs. The company has initiated a re-negotiation process with the banking institutions with respect to the above loans. The terms and conditions thereof still remain under consideration by the banks.

The Directors of the Company have certified that Current Assets, Loans, Advances and Deposits have a realizable value at least equal to the amount at which they are stated in the Balance Sheet. Directors are of the opinion that provision for all known liabilities has been made during the year and not in excess of the amount reasonably necessary.

The Company has not yet been able to completely identify the suppliers covered under Interest on Delayed Payments to Small Scale and Ancillary Industrial Undertakings Act, 1993. However, the Company does not have any claim for interest outstanding at the close of the year from any said party.

Figures pertaining to previous year have been regrouped/reclassified wherever required.

Balances of Sundry Creditors, Debtors and advances are subject to reconciliation and confirmation.



21th Annual Report 2009 - 2010

Additional information pursuant to provisions of Para 3, 4C and 4D of part II of Schedule VI to the Companies Act, 1956:

Payments made to Auditors:	30.9.2010	30.9.2009
For Audit fees	25,000	25,000
For Tax audit fees	25,000	25,000

Director's Remuneration :

Salary including perquisites: Rs. 7.64 Lacs provided for the Wholetime Directors
(Previous Year: Rs. 4.06 Lacs)

AS PER OUR REPORT OF EVEN DATE

**For SAYEED KHAN & ASSOCIATES
CHARTERED ACCOUNTANTS**

**For & on behalf of the Board of Directors
FOR SHREYAS INTERMEDIATES LTD**

**SAYEED KHAN
PROPRIETOR**

**DINESH SHARMA
DIRECTOR**

**NEELAMARORA
DIRECTOR**

PLACE: MUMBAI

DATED : 21st December, 2010



SHREYAS INTERMEDIATES LTD.

21st ANNUAL REPORT 2009-2010

Additional information as required under Schedule VI to the Companies Act. 1956 :

A) PARTICULARS IN RESPECT OF GOODS MANUFACTURED : (From 1.10.2009 to 30.09.2010)

SALES	Units	Opening Stock	Production	Sales		Closing Stock	
				Qty. (Incl Job Work)	Value (including Duties etc) (Rs. In Lac)	Qty.	Value (Rs. In Lac)
Pigments	Kgs.	1,295,955	4,008,492	3,982,075	8,574	1,322,372	3,228.23
		1,295,955	4,008,492	3,982,075	8,574	1,322,372	3,228.23

B) RAW MATERIAL CONSUMED : (From 1.10.2009 to 30.09.2010) (Amt. In Rs Lacs)

NAME OF ITEM	OPENING STOCKS		PURCHASES		CONSUMED		CLOSING STOCK	
	QTY (kgs)	VALUE	QTY.(kgs)	VALUE	QTY.(kgs)	VALUE	QTY.(kgs)	VALUE
Phthalic Anhydride & Others	3,691,637	3,279.59	7,099,548	5,466.65	9,826,360	7,566.30	2,155,548	1,179.94
	3,691,637.00	3,279.59	7,099,548.00	5,466.65	9,826,360.00	7,566.30	2,155,548.00	1,179.94

	<u>2009-2010</u>	<u>2008-2009</u>
C) C.I.F. Value of Imports (From 1.10.2009 to 30.9.2010)	474.86	354.00
D) F.O.B. Value of Exports (From 1.10.2009 to 30.9.2010)	1,958.94	2,514.00

Both direct and through Merchant Exporters including value of Advance License

Signature to schedules "A" TO "O" as per our report of even date

For SAYEED KHAN & ASSOCIATES
CHARTERED ACCOUNTANTS

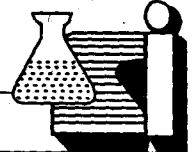
For & on behalf of the Board of Directors

SAYEED KHAN
PROPRIETOR

NEELAMARORA
DIRECTOR

DINESH SHARMA
DIRECTOR

PLACE: MUMBAI
DATED : 21st December, 2010



21th Annual Report 2009 - 2010

CASH FLOW STATEMENT FOR THE YEAR ENDED 30TH SEPTEMBER, 2010

(Rs. In Lacs)

	AS AT 30.9.2010	AS AT 30.9.2009
A) CASH FLOW FROM OPERATING ACTIVITIES :		
NET PROFIT BEFORE TAX AND EXTRA ORDINARY ITEMS	(797.01)	88.83
ADJUSTMENTS FOR :		
DEPRECIATION	466.32	410.64
PRELIMINARY EXPENSES	6.14	6.14
INTEREST PAID	1,248.65	1,076.88
OTHER INCOME	(6.84)	(11.71)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	917.26	1,570.77
ADJUSTMENTS FOR :		
TRADE AND OTHER RECEIVABLES	105.94	(291.07)
INVENTORIES	1,275.97	(721.65)
TRADE PAYABLE & OTHERS	(1,412.59)	412.73
CASH GENERATED FROM OPERATIONS	886.57	970.79
CASH FLOW BEFORE EXTRAORDINARY ITEMS	886.57	970.79
EXTRAORDINARY ITEMS :		
PRELIMINARY EXPENSES INCURRED	-	-
NET CASH FROM OPERATING ACTIVITIES	886.57	970.79
B CASH FLOW FROM INVESTING ACTIVITIES :		
PURCHASE OF FIXED ASSETS	(2,301.32)	(1,560.93)
CAPITAL WORK IN PROGRESS ADDITIONS	-	-
INTEREST INCOME	6.84	9.51
NET CASH USED IN INVESTING ACTIVITIES	(2,294.48)	(1,551.42)
C CASH FLOW FROM FINANCING ACTIVITIES		
PROCEEDS FROM SHARE CAPITAL	-	600.00
PROCEEDS FROM BORROWINGS	2,606.27	1,078.21
INTERESTS PAID	(1,248.65)	(1,076.88)
NET CASH USED IN FINANCING ACTIVITIES	1,357.62	601.33
NET INCREASE/DECREASE IN CASH & CASH EQUIVALENTS	(50.29)	20.69
CASH & CASH EQUIVALENTS (OPENING BALANCE)	284.99	264.30
CASH & CASH EQUIVALENTS (CLOSING BALANCE)	234.71	284.99

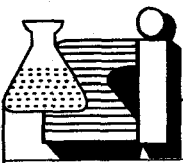
AUDITORS' CERTIFICATE

We have verified the above Cash Flow Statement of SHREYAS INTERMEDIATES LTD. derived from the audited financial Statements for the year ended 30th September, 2010 and found the same to be drawn in accordance therewith and with the requirements of clause 32 of the listing agreements with the Stock Exchanges.

For SAYEED KHAN & ASSOCIATES
Chartered Accountants

PLACE: MUMBAI
DATED : 21st DECEMBER 2010

Sayeed Khan
Proprietor



SHREYAS INTERMEDIATES LTD.

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. Registration Detail

Registration No. State Code

Balance Sheet Date
Date Month Year

II. Capital Raised During the year (Amount in Rs.Thousands).

Public Issue Rights Issue

Bonus Issue Private Placement

On Amalgamation

III. Position of Mobilisation & Deployment of Funds (Amount in Rs.Thousands).

Total Liabilities Total Assets

Sources of Funds (Amount in Rs.Thousands).

Paid-Up Capital Reserve & Surplus

Secured Loans Unsecured Loan

Application of Funds (Amount in Rs.Thousands).

Net Fixed Assets Investments

Net Current Assets Misc. Expenditure

Accumulated Losses Preoperative Exp's

IV. Performance of the Company : (Amount in Rs.Thousands).

Turnover Total Expenditure

Profit Before Tax Profit After Tax

Earning Per Share
(In Rupees)

V. Generic Names of Three Principal Products / Service of Company

Item Code No.

Product Description

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS
FOR SHREYAS INTERMEDIATES LTD

DINESH SHARMA
Director

NEELAM ARORA
Wholetime - Director



21th Annual Report 2009 - 2010

SHREYAS INTERMEDIATES LTD.

Regd. office : 122 - 125, Solaris - II Opp. L & T Gate No. 6, Sakivihar Road, Powai, Andheri (E), Mumbai - 400 072.

PROXY FORM

Folio No. / DP/ID No. No. of Shares Held :

I/We
of

in the District of
being a member / members of the above named Company hereby appoint

of
in the district of

as/my/our Proxy to vote for me/us on my/our behalf at the **21th ANNUAL GENERAL MEETING**
of the Company to be held on Wednesday, 30th March, 2011 at 11.00 a.m. at D-21, D-22, D-23, M.I.D.C.,
Lote Parshuram, Taluka Khed, Dist. : Ratnagiri - 415 722. Maharashtra.

Signed this day of 2011.

Affix
Revenu
Stamp of
Rs. 1/-

- Note :
1. A member entitled to attend and vote at the meeting is entitled to a point a proxy and vote instead of himself.
 2. A proxy need not be a member.
 3. This proxy form duly completed should be deposited at the Registered Office of the Company not less than 48 (Forty Eight) hours before the Commencement of the meeting.

SHREYAS INTERMEDIATES LTD.

Regd. office : 122 - 125, Solaris - II Opp. L & T Gate No. 6, Sakivihar Road, Powai, Andheri (E), Mumbai - 400 072.

ATTENDANCE SLIP

Folio No. / DP/ID No. No. of Shares Held :

(Please present this slip at the entrance of the Meeting Venue)

I/We hereby record my presence at the **21th ANNUAL GENERAL MEETING** of the Company at 11.00 a.m. at D-21, D-22, D-23, M.I.D.C., Lote Parshuram, Taluka Khed, Dist. : Ratnagiri - 415 722. Maharashtra. on Wednesday, 30th March, 2011 at 11.00 a.m. and at any adjournment thereof.

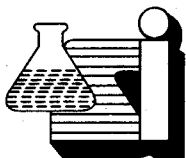
NAME OF THE SHAREHOLDER : _____

NAME OF THE PROXY : _____

SIGNATURE OF THE MEMBER / PROXY : _____

Note : To be signed and handed over at the Meeting Venue.

BOOK-POST



If undelivered, please return to :
SHREYAS INTERMEDIATES LTD.
122-125 Solaris - II Opp. L & T Gate No. 6,
Sakivihar Road, Powai, Andheri (E),
Mumbai - 400 072.

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