

Annual Report

2009-2010

Standard

STANDARD SURFACTANTS LTD.

STANDARD SURFACTANTS LTD.

- BOARD OF DIRECTORS** : Shri PAWAN KUMAR GARG, *Chairman & Managing Director*
Shri ATUL KUMAR GARG, *M. Com.*
Shri SATYA PRAKASH TAYAL, *M. Com, LL.B.*
Shri PURSHOTTAM DAS GARG, *F. C. A.*
Shri ANKUR GARG, *C. A.*
Shri SUBHASH CHANDRA CHUGH
Shri ABHISHEK MEHROTRA
- AUDITORS** : M/S. MITTAL GUPTA & Co.
Chartered Accountants
KANPUR
- FINANCIAL INSTITUTION** : INDUSTRIAL DEVELOPMENT BANK OF INDIA
RED CROSS ROAD, NEW DELHI
- BANKERS** : STATE BANK OF INDIA
KANPUR
- REGISTERED OFFICE** : 8/15, ARYANAGAR
KANPUR - 208 002 (U.P.)
PHONES : (0512) 2531762
FAX : 91-512-2548585
E-MAIL : headoffice@standardsurfactants.com
- WORKS** : (I) 252, 268 VILLAGE - UMRAN
POST - AKBARPUR, RANIA
KANPUR DEHAT (U.P.)

(II) 24-A, 24-B, NEW SECTOR
INDUSTRIAL AREA, MANDIDEEP
RAISEN (M.P.)

(III) PLOT NO. 114,
GONDPUR INDUSTRIAL AREA,
PAONTA SAHIB, (H.P.)
- REGISTRAR & TRANSFER AGENT** : M/s. SKYLINE FINANCIAL SERVICES PVT. LTD.
246, 1ST FLOOR, SANT NAGAR, EAST OF KAILASH
NEW DELHI - 110065

TWENTY FIRST ANNUAL REPORT

NOTICE

Notice is hereby given that the Twenty First Annual General Meeting of the Members of Standard Surfactants Ltd. will be held on Tuesday, the 30th November, 2010 at the Registered Office of the Company at 8/15 Arya Nagar, Kanpur, at 11.30 A.M to transact the following business :

ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2010 and Profit and Loss Account for the year ended on that date and Reports of the Directors and Auditors thereon.
2. To appoint a director in place of Mr. Abhishek Mehrotra, who retires by rotation and being eligible, offers himself for reappointment.
3. To appoint a director in place of Mr. Purshottam Das Garg, who retires by rotation and being eligible, offers himself for reappointment.
4. To appoint auditors and fix their remuneration, M/s Mittal Gupta & Company, Chartered Accountants, Kanpur, are the retiring Auditors at this Annual General Meeting and are eligible for reappointment.

SPECIAL BUSINESS :

5. To consider and, if thought fit, to pass with or without modification(s) following Resolution as an Ordinary Resolution.

“RESLOVED THAT in accordance with the provisions of Section 198, 269 and 310 of the Companies Act, 1956 and all other applicable provisions if any of the said Act read with provisions of schedule XIII to the Companies Act, 1956 Mr. Ankur Garg, Director be and

hereby appointed as a Whole Time Director of the Company for a period of Five years w.e.f. 01.01.2010 to 31.12.2014 on the following terms and conditions.

- 1) Salary : 15000/- (Rupees Fifteen Thousand only) per month
- 2) Tenure of Appointment : 01.01.2010 to 31.12.2014
- 3) Perquisites : As per rules of the Company.

RESOLVED FURTHER THAT in case of absence or inadequacy of profit in any financial year the above remuneration shall be deemed to be minimum remuneration in terms of Section 269 read with schedule XIII to the Companies Act, 1956.”

By order of the Board
For STANDARD SURFACTANTS LTD.

Place : Kanpur
Date : 30.09.2010

PAWAN KUMAR GARG
Chairman & Managing Director

NOTES :

1. A member entitled to attend and vote at the meeting is entitled to appoint proxy and vote instead of himself on a poll and the proxy need not be a member of the Company. Form of proxy is enclosed which should be returned to the Company duly signed, if necessary, not less than 48 hours before the Annual General Meeting.
2. The Register of Members and Share Transfer Books of the Company will remain closed from Tuesday, 23rd November, 2010 to Tuesday, 30th November, 2010 (both days inclusive).
3. Explanatory Statement in accordance with Section 173 of the Companies Act, 1956 in respect of item no. 5 is annexed hereto and forms part of this notice.

ANNEXURE-1

EXPLANATORY STATEMENT

(Pursuant to Provisions of Section 173 of the Companies Act, 1956)

Item No. 5

With a view to look after expansion/ diversification plan of the Company Board of Directors of the Company appointed Mr. Ankur Garg as a Whole Time Director of the Company for a period of Five Years w.e.f 01.01.2010 to 31.12.2014 on such terms and conditions as provided in the resolution under consideration. Your Directors therefore, recommend the Resolution under item no. 5 to be passed as an Ordinary Resolution.

None of the Directors of the Company except Mr. Pawan Kumar Garg and Mr. Atul Kumar Garg being relative of Mr. Ankur Garg are interested either directly or indirectly in the resolution.

By order of the Board
For STANDARD SURFACTANTS LTD.

Place : Kanpur
Date : 30.09.2010

PAWAN KUMAR GARG
Chairman & Managing Director

DIRECTORS' REPORT**TO THE MEMBERS,**

The Directors present the Twenty First Annual Report together with the Audited Statement of Accounts of the Company for the financial year ended 31st March, 2010.

FINANCIAL RESULTS

	Current year ended on <u>31.03.2010</u>	(Rs. in Lacs) Previous Year ended on <u>31.03.2009</u>
Gross Sales	4927.58	8301.21
Less : Excise Duty	693.41	1714.48
Net Sales	4234.17	6586.73
Other Income	275.12	81.32
Profit before Interest and Depreciation	295.05	313.16
Interest	100.29	126.17
Depreciation	131.13	139.11
Profit/(Loss) before tax	63.62	47.88
Provision for taxation	10.78	6.80
Net Profit/ (Loss)	52.84	41.08
Balance brought forward from previous year	383.02	341.94
Balance available for appropriation	435.86	383.02

OPERATIONAL REVIEW

Sales decreased to Rs. 4927.58 Lacs from Rs. 8301.21 Lacs in the previous year. However, Profit before tax increased to Rs.63.62 Lacs during the year from Rs.47.88 Lacs in the previous year.

Interest expenses for the year decreased 20.51% to Rs. 100.29 Lacs from Rs.126.17 Lacs in the previous year.

Depreciation was at Rs.131.13 Lacs as against Rs. 139.11 Lacs in the previous year.

FUTURE PROSPECTS

Company continues to focus on its core businesses. In meanwhile, Company has been appointed as Del Credere Associate cum Consignment Stockist of Indian Oil Corporation (IOC) for Polyethylene and Polypropylene.

We are confident that in the current financial year, due to improvement in productivity and product range, Profit before tax should also increase.

DIVIDEND

Your Directors do not recommend any dividend for the year under review considering the fund requirement for future business expansion.

PUBLIC DEPOSITS

The Company has not accepted any deposits from the public by invitation during the year.

HUMAN RESOURCES

Our vision and values form the basis of our attitudes and actions. Mutual trust and respect are essential for successful co-operation, which your company demonstrates in all its dealings. By building high levels of commitments and creating a passion for excellence the sustainable progress of your Company is brought about through its people.

AUDITORS

M/s Mittal Gupta & Co., Chartered Accountants as Statutory Auditors of the Company, hold office until the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment.

AUDITORS' REPORT

The Comments made in the Auditors' Report are self explanatory and need no further elucidation.

DIRECTORS

Mr. Abhishek Mehrotra and Mr. Purshottam Das Garg are retiring by rotation at the ensuing Annual General Meeting and being eligible have offered themselves for reappointment.

During the year Mr. Ankur Garg was appointed as Whole time Director w.e.f. 01.01.2010.

DIRECTORS' RESPONSIBILITY STATEMENT

In accordance with the provision of Sec. 217 (2AA) of the Companies Act, 1956 your Directors state :

- (i) That in the preparation of the Annual Accounts, the applicable accounting standards have been followed.
- (ii) That your Directors have selected such accounting policies & applied them consistently and made judgement and estimates that are reasonable so as to

TWENTY FIRST ANNUAL REPORT

give true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the Company for the period.

- (iii) That your Directors have taken proper & sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding the assets of your company & for preventing and detecting fraud or other irregularities.
- (iv) That the Annual accounts have been prepared on a going concern basis.

COST AUDITORS

As per the requirement of the Central Government and pursuant to Section 213 B of the Companies Act, 1956 the Company carries out an audit of Cost Accounts relating to our products every year. Subject to the approval of the Central Government, the company has reappointed M/s Rishi Mohan Bansal, Cost Accountants, as the Cost Auditors of the Company for the year 2010.

CORPORATE GOVERNANCE

Your Company has always endeavoured to adhere to high standards of Corporate Governance and ensured its compliance in both spirit and law. As per the requirements of the Listing Agreement entered into with Stock Exchanges, a report on Corporate Governance together with the certificate from M/s Sarvesh S. Srivastava, Practicing Company Secretaries, confirming the compliance of the Corporate Governance is attached to this report for information of the Members.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The particulars relating to the Conservation of Energy, Technology absorption, Foreign Exchange Earnings and Outgo as required u/s 217 (1) (e) of the Companies Act, 1956 are enclosed as part of this Report.

PARTICULARS OF EMPLOYEES

There is no employee in the organization whose particulars are required to be given pursuant to Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules 1975, as amended up to date.

ACKNOWLEDGEMENTS

Yours Directors would like to express their sincere appreciation of the co-operation and assistance received from shareholders, bankers, regulatory bodies and other business constituents during the year under review.

Your Directors also wish to place on record their deep sense of appreciation for the commitment displayed by all executives, officers and staff, resulting in the successful performance during the year.

By order of the Board
For STANDARD SURFACTANTS LTD.

Place: Kanpur
Date : 30.09.2010

PAWAN KUMAR GARG
Chairman & Managing Director

ANNEXURE 'I'

TO THE DIRECTORS' REPORT FOR THE YEAR ENDED 31.03.2010

A. CONSERVATION OF ENERGY :

- (a) Energy conservation measures taken : -
- (b) Additional investment and proposals, if any being implemented for reduction in energy consumption. : Discussion with M/s Ballestra, Italy are on for installation of Heat integration System.
- (c) Impact of the measures (a) and (b) : Expect Energy Saving with above proposal in Current Financial Year.

B. CONSERVATION OF FUEL CONSUMPTION

Current Year

Previous Year

1) ELECTRICITY

a) Purchased

Units	1818420	3066048
Amount in Rs.	11920857	15044347
Rate / Unit	6.55	4.91

b) Own Generation

(i) Through Diesel Generator		
Unit Generated	32512	42486
Amount in Rs.	543857	867068
Cost / Unit	16.73	20.41
(ii) Through Steam Turbine :	Not Used	Not Used
Unit	-	-
Unit per litre of fuel Oil /Gas	-	-

2. COAL/WOOD (Used in Boiler)

Qty. Consumed (Kg.)	772953	1236852
Amount in Rs.	2963829	3160599
Cost/Unit	3.83	2.56

3. FURNACE OIL (Used in Boiler)

Unit Consumed (Ltrs.)	71948	113875
Amount in Rs.	1524267	2861253
Cost/Unit	21.19	25.13

C. FOREIGN EXCHANGE EARNINGS :

Nil

D. FOREIGN EXCHANGE OUTGO :

12183088

ANNEXURE-II

CERTIFICATION OF COMPANY SECRETARY ON CLAUSE-49 OF THE LISTING AGREEMENT WITH STOCK EXCHANGE

To,
The Board of Directors
Standard Surfactants Ltd.
8/15 Arya Nagar,
Kanpur

We have reviewed the records concerning the company's compliance with clause 49 of the listing agreement entered into by the company with the stock exchanges, for the financial year beginning April 1, 2009 and ending on March 31, 2010. The objective of our review is to give our opinion of whether the company has complied with the provisions of the clause 49 of the listing agreement entered into by the company with the stock exchanges.

We have conducted our review on the basis of the relevant records and documents maintained by the company and furnished to us for the review and the information and explanations given to us by the company.

Based on such review, in our opinion, the company has complied with clause 49 except composition of Audit Committee of the listing agreement with the stock exchange. However trading of Company's Shares on BSE is suspended.

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 SARVESH S. SRIVASTAVA
Company Secretaries
Membership No. 7719

Place : Kanpur
Date : 30.09.2010

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ANNEXURE TO DIRECTORS' REPORT

REPORT OF CORPORATE GOVERNANCE

1. COMPANY'S PHILOSOPHY :

Corporate Governance sets forth guidelines for managing and sustaining a transparent, information oriented culture wherein authority and responsibilities are co-existent and co-extensive. It also provides guidelines on accountability of various positions within the organization. These values govern not only the Board of Directors, but also the management and the employees of the Company. This Governance protects and balances the interests of all stakeholders thereby enhancing shareholder value.

2. BOARD OF DIRECTORS :

(i) Pecuniary relationship :

Non- Executive Directors do not have any material pecuniary relationship with the company except receiving of sitting fees for attending Board meetings and committee meetings.

(ii) Composition :

As at March 31, 2010, the strength of the board of directors of the Company was Seven out of which Three were independent and non-executive directors, Three were promoter and executive directors and one was promoter and non-executive director. During the period under review meetings of the Board of Directors were held on,

- April 29, 2009,
- July 31, 2009,
- October 29, 2009,
- January 30, 2010,

Details regarding Directors of the Company as on 31.03.2010 are given below :

Name of the Director	Designation	No. of other Directorship held		No of meetings attended	Attendance at last AGM held
		Public	Private		
Non-executive Mr. Purshottam Das Garg	Director	-	-	01	N
Independent and Non-executive					
Mr. Satya Prakash Tayal	Director	-	-	04	Y
Mr. Subhash Chandra Chugh	Director	-	-	01	N
Mr. Abhishek Mehrotra	Director	-	-	02	N
Executive Directors					
Mr. Pawan Kumar Garg	Chairman & Managing Director	-	-	04	Y
Mr. Atul Kumar Garg	Whole Time Director	Y	01	03	N
Mr. Ankur Garg	Whole Time Director	Y	02	03	Y

(iii) Information to the Board :

During the year, Directors of the Company have been furnished informations (including but not limited to the following) to enable the Directors to deliberate in the decision making process.

- Quarterly results of the Company
- Annual operating plan, Budget, Capital Budget, updates and all variances.
- Materially important show cause notice, demand, prosecution or other legal notice.
- Compliance of any regulatory, Statutory nature or listing requirement.
- Minutes of the meeting of the Board of Directors and committees of the Directors.
- Details of relative party transaction.
- Quarterly compliance report on Clause 49
- Transactions that involve substantial payment towards Goodwill, Brand equity & intellectual property.

(iv) Remuneration to Directors

Non-executive Directors of the Company are paid sitting fee for attending Board/ Committee meetings.

Committee of Board

The Board of Directors have constituted the following committees with adequate delegation of power to discharge day to day affairs of the Company as well as to meet the exigency of business of the Company.

The committees constituted by the Board as on date are :

1. AUDIT COMMITTEE :**Terms of Reference :**

- a) To oversee Company's financial reporting process and disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
- b) To recommend appointment and removal of Statutory auditors, fixation of audit fee and also approve payment for other services.
- c) To review the adequacy of internal control systems with the Management, Statutory and internal auditors.
- d) To review the Company's financial and risk management policies.

Composition

Mr. Subhash Chandra Chugh : Non-Executive Director

Mr. Satya Prakash Tayal : Non-Executive Director

Mr. Pawan Kumar Garg : Executive Director

Meetings and attendance during the year

Members	Meetings Held	Meetings Attended
Mr. Subhash Chandra Chugh	4	3
Mr. Satya Prakash Tayal	4	1
Mr. Pawan Kumar Garg	4	4

2. REMUNERATION COMMITTEE :**Terms of Reference**

- (a) To formulate from time to time, process of selection and appointment of Senior Executive.
- (b) Policy reviews on remuneration of Senior Executives and their Service Contracts.

Composition

Mr. Pawan Kumar Garg : Executive Director

Mr. Atul Kumar Garg : Executive Director

Mr. Satya Prakash Tayal : Non-Executive Director

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Meetings and attendance during the year

Members	Meeting Held	Meeting Attended
Mr. Pawan Kumar Garg	1	1
Mr. Atul Kumar Garg	1	1
Mr. Satya Prakash Tayal	1	1

3. INVESTOR GRIEVANCE COMMITTEE :

Terms of Reference

To redress shareholders/ investors grievances relating to

- transfer of shares
- non-receipt of declared dividends
- non-receipt of Balance Sheet and
- all such complaints directly concerning the shareholders/ investors as stakeholders of the company.

Composition

Mr. Satya Prakash Tayal	:	Chairman
Mr. Atul Kumar Garg	:	Executive Director
Mr. Pawan Kumar Garg	:	Executive Director

Meetings and attendance during the year

Members	Meetings Held	Meetings Attended
Mr. Satya Prakash Tayal	4	4
Mr. Pawan Kumar Garg	4	3
Mr. Atul Kumar Garg	4	3

4. SHARE TRANSFER COMMITTEE :

Terms of Reference

- Transfer of Shares
- Issue of Duplicate Share Certificates.
- Change of address of Shareholders.

Composition

Mr. Satya Prakash Tayal	:	Chairman
Mr. Atul Kumar Garg	:	Executive Director
Mr. Pawan Kumar Garg	:	Executive Director

Meetings and attendance during the year

Members	Meetings Held	Meetings Attended
Mr. Satya Prakash Tayal	4	4
Mr. Atul Kumar Garg	4	3
Mr. Pawan Kumar Garg	4	3

Compliance Officer

Board of Directors are making their efforts to appoint a Compliance Officer in terms of the Listing Agreement.

5. GENERAL BODY MEETINGS :

- (i) The Last three Annual General Meetings of the Company were held as under :

Financial Year	Date	Time	Location
2006-2007	29.10.2007	10.30 A.M	8/15 Arya Nagar, Kanpur
2007-2008	24.12.2008	11.30 A.M	8/15 Arya Nagar, Kanpur
2008-2009	29.12.2009	11.30 A.M	8/15 Arya Nagar, Kanpur

Whether special Resolutions were put through ballot last year, details of voting Pattern, person who conducted the postal ballot exercise, purpose to be conducted through postal ballot and procedures for postal ballot – No.

6. DISCLOSURES :

(a) Disclosure on materially significant related party transactions i.e. transactions of the Company of material nature, with its founders, the directors or the management, their subsidiaries or relatives etc. that may have potential conflict with the interests of the Company at large – Nil.

(b) Details of non-compliance by the Company, penalties, strictures imposed on the company by Stock Exchange or SEBI or any Statutory authority, on any matter related to capital market, during the last three years – Nil.

However trading of shares on BSE, UPSE, Ahmedabad and Delhi Stock Exchanges have been remaining suspended for the last five years.

7. MEANS OF COMMUNICATION :

Quarterly results- which newspapers normally published in; any website, where Displayed; whether it also displays official news releases; and the presentations Made to institutional investors or to the analysts.

The Quarterly results are generally published in the Pioneer and Daily Aaj or Swatantra Bharat.

Management Discussion and Analysis Report forms part of this Report

In line with recent amendments made to the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992, Standard Surfactants has formulated policy on Prevention of Insider Trading applicable to the Company's Directors and all employees. This policy was adopted by the Board at its Meeting held on 12th April, 2003.

8. General Shareholders' information :

(i) 21st Annual General Meeting

Venue : Registered Office
Time : 11.30 A.M
Day & Date : Tuesday, 30th November 2010

(ii) Book Closure :

The Register of Members and Share Transfer Books of the Company shall remain closed from Tuesday, 23rd November 2010 to Tuesday, 30th November 2010 (both days inclusive.)

(iii) Listing of Equity Shares on Stock Exchange at :

1. BSE, Phiroze Jeejeebhoy Tower,
25th Floor, Dalal Street,
Mumbai-400001
2. The Delhi Stock Exchange Association Ltd.
DSE House, 3/1 Asaf Ali Road
New Delhi-110002
3. The Stock Exchange, Ahmedabad
Opp. Sahjanand College, Panjarapole
Ahmedabad-380015
4. The U.P Stock Exchange Association Ltd.
Padam Tower, 14/113, Civil Lines,
Kanpur-208001.

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(iv) Distribution of Share Holding :

(a) S.No.	Shareholding of Nominal value of	Share Holder		
		Number	% age to total	(in Rs.)
1.	Upto – 2500	14727	99.47	27143000
2.	2501 – 5000	27	0.18	1007000
3.	5001 – 10000	17	0.11	1344000
4.	10001 – 20000	4	0.03	683000
5.	20001 – 30000	4	0.03	943000
6.	30001 – 40000	13	0.09	4480000
7.	40001 – 50000	4	0.03	1980000
8.	50001 – 100000	3	0.02	2271000
9.	100001 & Above	6	0.04	31625000
	Total	14805	100.00	71476000

The Distribution of Share holding as on 31st March, 2010 was as follows :

(b) Category	No. of shares held	Percentage of Shareholding
A. Promoters Holding		
1. Indian Promoters	3414100	47.81
Foreign Promoters		
2. Person Acting in concert :		
Sub Total	3414100	47.81
B. Non - Promoters Holding		
3. Institutional Investors		
Mutual Funds, Banks, Financial Institutions, Insurance Companies, (Central / State Govt. Institutional/ Non-Govt. Institution)	756300	10.58
Sub Total	756300	10.58
4. Others		
a. Private Corporate Bodies	88000	1.23
b. Indian Public	2171100	30.38
c. NRIs/OCBs	718100	10.00
d. Any Other	0	0.00
Sub Total	2977200	41.66
Grand Total	7147600	100.00

(v) PLANT LOCATION :

- | | |
|---|--|
| (b) Mandideep Plant
(Madhya Pradesh) | 24A & B New Sector,
Industrial Area, Mandideep,
Bhopal - 462046 (MP) |
| (b) Rania Plant, Kanpur
(Uttar Pradesh) | 252,268, Village Umran,
Post Akbarpur, Rania,
Kanpur-Dehat. (U.P.) |
| (c) Paonta Sahib Plant
(Himanchal Pradesh) | Plot No. 114, Gondpur
Industrial Area, Paonta Sahib
(H. P.) |

(vi) ADDRESS FOR INVESTOR'S CORRESPONDENCE :

Standard Surfactants Ltd.
8/15 Arya Nagar, Kanpur U.P.
Ph: 91-512-2531762
Fax : 91-512-2548585
E-mail : headoffice@standardsurfactants.com

(vii) Registrar & Transfer Agent

M/s Skyline Financial Service Pvt. Ltd.
246, 1st Floor, Sant Nagar
East of Kailash,
New Delhi - 110 065

9. As per Clause 49 of the Listing Agreement with Stock Exchange, Company is required to obtain a Certification from the Company Secretary regarding compliance of conditions or Corporate Governance. Since the Company has implemented the Corporate Governance Code during the F.Y 2009-10, the Company Secretary's Certificate in respect of Compliance thereof is enclosed in this Annual Report.

Place : Kanpur

Date : 30.09.2010

DECLARATION FOR COMPLIANCE WITH CODE OF CONDUCT

To the Members of STANDARD SURFACTANTS LIMITED

Pursuant to Clause 49 1 (D) of the Listing Agreement with Stock Exchanges, I hereby declare that all Board members and senior management personnel of the Company have affirmed compliance with the Company's Code of Conduct for the financial year ended 31st March, 2010.

For STANDARD SURFACTANTS LIMITED

Place : Kanpur

Date : 30.09.2010

PAWAN KUAMR GARG
Chairman and Managing Director

CERTIFICATION BY THE CHAIRMAN AND MANAGING DIRECTOR OF THE COMPANY

I, Pawan Kumar Garg, Chairman & Managing Director of M/s Standard Surfactants Limited do hereby certify to the Board that :

- a) I have reviewed financial statements and the cash flow statement for the year and to the best of my knowledge and belief:
 - i. These statements do not contain any materially untrue statement or omit any material fact or contain statement that might be misleading.
 - ii. These statements together present a true and fair view of the company's affairs and are in compliance with existing Accounting Standards, applicable laws and Regulations.
- b) There are, to the best of my knowledge and belief, no transactions entered into by Standard Surfactants Limited during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- c) I am responsible for establishing and maintaining internal controls for financial reporting of Standard Surfactants Limited and I have evaluated the effectiveness of the internal control system of the company pertaining to financial reporting. I have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which I am aware and the steps I have taken or propose to take to rectify these deficiencies.
- d) I have indicated to the Auditors and the Audit Committee :
 - i. Significant changes in internal control over financial reporting during the year.
 - ii. Significant changes in Accounting Policies during the year and the same have been disclosed in the notes to the financial statements. And
- e) I affirm that I have not denied any personnel access to the Audit Committee of the company in respect of matters involving alleged misconduct.
- f) I further declare that all Board members and senior management have affirmed compliance with the code of conduct for the current year.

For STANDARD SURFACTANTS LIMITED

Place : Kanpur
Date : 30.09.2010

PAWAN KUAMR GARG
Chairman and Managing Director

MANAGEMENT DISCUSSION AND ANALYSIS REPORT FOR THE YEAR 2009-10

Disclaimer

Readers are cautioned that this discussion and analysis contains forward- looking statements that involve risks and uncertainties. When used in this discussion, the words “anticipate”, “believe”, “estimates”, “intend”, “will”, and “expected” and other similar expressions as they relate to the company or its business are intended to identify such forward-looking statements. The Company undertakes no obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events, or otherwise. Actual results, performances or achievements, risks and opportunities could differ materially from those expressed or implied in these forward- looking statements. Readers are cautioned not to place undue reliance on these forward-looking statements as these are relevant at a particular point of time & adequate restraint should be applied in their use for any decision making or formation of an opinion .The following discussion and analysis should be read in conjunction with the Company’s Financial Statements included herein and the notes thereto

Review of Economic Scenario and impact of Union Budget-2010.

The Economic Survey 2009-10 presented by the Hon’ble Finance Minister to the Parliament has projected an economic growth of 8.75 percent in 2009-10 and further states that India is on its way to becoming world’s fastest growing economy in four years. The survey further states that in 2011-12, the country’s economy would bounce back to a high 9 percent growth. The expectations from the Union Budget 2010-11 centered on how the economy would attain fiscal consolidation, meet the impending challenges of burgeoning inflation and the game plan to revitalize the wanting agricultural sector in India.

Business Outlook

Your company has chalked out massive expansion/ diversification plan to build size and manufacture/ trade such product to become more competitive. These expansion plans will help the company to create a foothold in the domestic market.

Internal Control System and their Adequacy

The company has an adequate system of internal control commensurate with its nature of business and scale of operations. However, to contemporize the business process, the consistency of improvement is ongoing process.

SWOT Analysis

Strength

- i. Promoters have a vast experience in the Detergent cake and Powder market and they are well familiar with the variation in the demand pattern.
- ii. Company is financially and technically sound

Weaknesses

- i. The operations of the company are sensitive to the changes introduced by the regulatory authorities from time to time which may affect the profitability of the company

Opportunities

- i. Ever expanding domestic market
- ii. Significant increase in demand of global Detergent/ Surfactants market

Threats

- i. Increasing competition from sub-standard and unregistered Detergent companies.
- ii. Company may face competition from Local market and Job workers in Indian market.

For Standard Surfactants Limited

PAWAN KUMAR GARG

Chairman & Managing Director

Place : Kanpur

Date : 30-09-2010

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AUDITORS' REPORT

The Members of
STANDARD SURFACTANTS LIMITED
Kanpur

We have audited the attached Balance Sheet of STANDARD SURFACTANTS LIMITED, KANPUR, as at 31st March 2010 and also the Profit & Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as discussed in the following paragraph, we conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

- 1) As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of Sec-227 (4A) of the Companies Act 1956, we annex hereto statement on the matters specified in Paragraphs-4 & 5 of the said Order.
- 2) Further to our comments in the 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, proper books of accounts as required by law have been kept by the company as far it appears from our examination of the books;
 - c) The balance sheet and profit & loss account referred to in this report are in agreement with the books of accounts;
 - d) *In our opinion, except as stated in Para (f) herein below regarding non compliance of AS 22 and AS 15, the said balance sheet, profit & loss account and cash flow statement comply with the Accounting Standards referred to in Sec. 211 (3C) of the Companies Act, 1956;*
 - e) On the basis of written representations received from the directors as on 31st March 2010 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March 2010 from being appointed as director under Clause (g) of Sub-Section (1) of Sec. 274 of the Companies Act, 1956.
 - f)
 - (i) Liabilities for deferred tax has not been ascertained and provided for in accordance with Accounting Standard-22.
 - (ii) We are unable to comment on the adequacy of provision for gratuity in absence of actuarial valuation.

Subject to aforesaid, in our opinion and to the best of our information and according to the explanation given to us, the said balance sheet and profit & loss account read together with the significant accounting policies and other notes thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :-

- a) in the case of Balance Sheet of the State of Affairs of the Company as at 31st March, 2010;
- b) in the case of Profit & Loss Account of the PROFIT for the year ended on that date and
- c) in the case of cash flow statement, of the cash flow for the year ended on that date..

For MITTAL GUPTA & CO.,
Chartered Accountants

Place : Kanpur
Date : 30.09.2010

B. L. GUPTA
Partner
Membership No.73794

ANNEXURE TO THE AUDITORS' REPORT

Referred to in Paragraph 2 of our Report to the members of Standard Surfactants Ltd. on Accounts for the year ended 31st March 2010.

1. In respect of its fixed assets :

- a. The Company has maintained proper Fixed assets record showing full particulars, including quantitative details and situation of fixed assets.
- b. The management has adopted rotational policy of verification of fixed assets in such a way that all the fixed assets will be physically verified during a period of two years. During the year the management has verified the fixed assets of SO3 unit. In our opinion the frequency of verification of the fixed assets is reasonable having regard to the size of the company and nature of fixed assets. No material discrepancies were noticed on such verification.
- c. The Company has disposed of substantial part of the plant and machinery of one of its units. In our opinion and as per information and explanation given to us, disposal of fixed assets by the company will not effect the going concern status of the Company.

2. In respect of its inventories :

- a. As explained to us, the stock of raw materials, work-in-progress and finished goods have been physically verified by the management at regular intervals during the year. In respect of stock of stores and spares there is a perpetual inventory system and a substantial portion of stock have been verified during the year. In our opinion, the frequency of verification is reasonable.
 - b. In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c. In our opinion and according to the information and explanation given to us, the Company has maintained proper records of inventories. The discrepancies noticed on physical verification of inventory as compared to the book records were not material having regard to the size of the operation of the company.
- a) According to information and explanation given to us, the company has granted unsecured loans to five parties covered in the register maintained under Section 301 of the Companies Act, 1956. The maximum amount due during the year is Rs. 25.17 lacs and the year - end balance is Rs. 5.10 lacs due from three parties.
 - b) In our opinion and according to the information and explanations given to us, the other terms and conditions of interest free unsecured loans granted by the company are not prima facie prejudicial to the interest of the Company.
 - c) According to the information and explanation given to us, there are no stipulations regarding the repayment of principal amount of interest free unsecured loan granted by the company. In these circumstances the irregularity in the receipt of principal amount could not be ascertained.
 - d) Since there is no stipulation regarding the repayment of loans, we are unable to comment on the overdue amounts of more than one lakh rupee.
 - e) According to information and explanation given to us, the company has taken unsecured loan from nine parties covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount outstanding during the year is Rs. 293.40 lacs and the year - end balance due is Rs. 191.95 lacs due to seven parties.
 - f) In our opinion and according to the information and explanations given to us the rate of interest and other terms and conditions of the loans taken by the company are not prejudicial to the interest of the company.
 - h) In our opinion and according to the information and explanations given to us the company is regular in payment of the principal and interest amount.

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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 also for the sale of goods. During the course of our audit, we have not observed any major weaknesses in internal controls.
5. In respect of transactions covered U/s-301 of the Companies Act, 1956 :
 - a. In our opinion and according to the information and explanations given to us, the particulars of contacts or arrangements referred to in Section 301 of the Companies Act, 1956 have been entered in the register maintained under that section.
 - b. 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 U/s-301 of the Companies Act, 1956 and exceeding the value of Rs. Five Lacs in respect of any party during the year have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
6. In our opinion and according to the information and explanations given to us, the company has not invited any deposits from the general public in contravention of provisions of section 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits), Rules, 1975. However, it has accepted unsecured loans from the relatives, close friends and associate of directors and the above mentioned provisions have not been complied with in respect of these unsecured loans. To the best of our knowledge and according to the information and explanations given to us, no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal with regards to acceptance of deposits by the company.
7. In our opinion and according to the information and explanation given to us, the company has internal audit system commensurate with its size and nature of its business.
8. We are informed by the management that the cost records, required to be maintained by company pursuant to the orders made by the Central Government for the maintenance of cost records u/s 209(1)(d) of the Companies Act, 1956, for the current year are under preparation.
9. **In respect of Statutory Dues :**
 - a. According to the records of the Company, undisputed statutory dues including Provident Fund, Investor Education & Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Customs Duty, Excise Duty, Cess and Other Statutory dues have been deposited late along with the interest with the appropriate authorities. According to the information and explanations given to us, undisputed amounts payable in respect of the aforesaid dues aggregating to Rs. 18.37 lacs were outstanding as at 31st March, 2010 for a period of more than six months from the date of becoming payable.
 - b. According to the information and explanation given to us, details of dues of sales tax, excise duty and cess which have not been deposited on account any disputes are as per details given in note no. 2 of schedule "N".
10. The company does not have any accumulated losses at the end of the financial year and has not incurred any cash losses during the financial year covered by our audit or in the immediately preceding financial year.
11. According to the information and explanation given to us during the year the company has paid the dues of IDBI with slight delay in few cases. There are no arrears of dues at the year-end to the financial institution. We are informed that the installments of equipment loan taken from one of the bank has not been repaid during the year due to dispute which has been settled at the end of the year and the company has paid entire amount through post dated cheque which has been cleared before the finalization of audit.
12. In our opinion and according to the information and explanation given to us, no loan and advance have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion, the Company is not a Chit Fund or a Nidhi/ Mutual Benefit Fund/ Society. Therefore, Clause-4(xiii) of the Companies (Auditor's Report) Order, 2003 is not applicable to the Company.

14. According to the information and explanations given to us, the company is not dealing or trading in the shares, securities, debentures and other investments.
15. According to the information and explanations given to us, the company has not given any guarantees for loans taken by other from banks or financial institutions.
16. In our opinion and according to the information and explanations given to us, the term loans have been applied for the purpose for which they were raised.
17. In our opinion and according to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we are of the opinion that there are no funds raised on a short-term basis, which have been used for long-term investment.
18. In our opinion and according to the information and explanation given to us, the company has not made any preferential allotment of shares to parties and Companies covered in the Register maintained U/s 301 of the Companies Act, 1956.
19. In our opinion and according to the information and explanation given to us, the company has not issued any secured debentures during the period covered by our report. Accordingly, the provisions of clause 4(xix) of the order are not applicable to the company.
20. In our opinion and according to the information and explanation given to us, the company has not raised any money by way of public issue during the year.
21. 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 MITTAL GUPTA & CO.,
Chartered Accountants

B. L. GUPTA
Partner

Membership No. 73794

Place : Kanpur
Date : 30.09.2010

TWENTY FIRST ANNUAL REPORT

BALANCE SHEET AS AT 31.03.2010

	Schedule	As at 31.03.2010		As at 31.03.2009	
		Rs.	Rs.	Rs.	Rs.
SOURCES OF FUNDS					
1. Share Holders' Fund					
A. Capital	A	71,126,200		71,126,200	
B. Reserves and Surplus	B	<u>79,962,144</u>	151,088,344	<u>74,678,065</u>	145,804,265
2. Loan Funds					
A. Secured Loans	C	76,785,237		92,301,103	
B. Unsecured Loans	D	<u>32,389,141</u>	109,174,378	<u>26,177,808</u>	118,478,911
Total Liabilities			<u>260,262,722</u>		<u>264,283,176</u>
APPLICATIONS OF FUNDS					
1. Fixed Assets					
A. Gross Block	E	289,303,563		295,726,837	
B. Less : Depreciation		<u>165,522,204</u>		<u>159,922,931</u>	
C. Net Block		123,781,359		135,803,906	
D. Capital Work in Progress		<u>881,606</u>	124,662,965	<u>—</u>	135,803,906
2. Investments					
		—		—	
3. Current Assets, Loans & Advances					
A. Inventories	F	28,343,680		31,256,966	
B. Sundry Debtors		88,906,630		127,455,736	
C. Cash and Bank Balances		12,111,140		5,238,946	
D. Loans and Advances		<u>47,449,499</u>		<u>55,138,640</u>	
		176,810,949		219,090,288	
4. Less : Current Liabilities & Provisions					
A. Liabilities	G	40,545,440		88,802,715	
B. Provisions		<u>665,752</u>		<u>1,808,303</u>	
		41,211,192		90,611,018	
5. Net Current Assets					
			<u>135,599,757</u>		<u>128,479,270</u>
Total Assets			<u>260,262,722</u>		<u>264,283,176</u>
Cash Flow Statement	L				
Significant Accounting Policies	M				
Notes Forming part of the Accounts	N				

As per our report of the even date attached
For MITTAL GUPTA & COMPANY
Chartered Accountants

B. L. Gupta

Partner

M. No. 73794

Date : 30.09.2010

Place : KANPUR

For and on behalf of the Board of Directors

Pawan Kumar Garg

Chairman & Managing Director

Atul Kumar Garg

Whole-time Director

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2010

	Schedule	Current Year		Previous Year	
		31.03.2010	31.03.2009	Rs.	Rs.
		Rs.	Rs.	Rs.	Rs.
INCOME					
Gross Revenue (Sales)			492,758,665		830,121,229
Less : Excise Duty			69,341,069		171,448,488
1. Net Revenue			423,417,596		658,672,740
2. Other Operational Income	H		27,511,824		8,131,973
3. Increase / (Decrease) in Stock	I		(1,220,514)		444,353
Total Income			<u>449,708,906</u>		<u>667,249,066</u>
EXPENDITURE					
1. Purchases			164,185,495		186,154,767
2. Raw Material Consumed			187,419,912		355,411,887
3. Manufacturing and Other Expenses	J		68,506,650		94,048,436
4. Interest	K		10,028,919		12,616,786
5. Depreciation			13,113,321		13,911,584
6. Prior Period Items			92,309		317,262
Total Expenditure			<u>443,346,606</u>		<u>662,460,722</u>
Profit/ (Loss) before Tax			6,362,300		4,788,344
Provision for Fringe Benefit Tax			-		421,642
Provision for Tax — Current Tax		900,000		460,000	
Less : MAT Credit Entitlement		-	900,000	200,925	259,075
Income Tax paid Adjustment			91,156		-
Freinge Benefit Tax Adjustmnet			87,066		-
Profit / (Loss) After Tax			5,284,078		4,107,627
Add : Balance Brought Forward From Previous Year			38,301,787		34,194,160
Balance Carried Forward To The Balance Sheet			43,585,865		38,301,787
Basic & Diluted			0.74		0.58

As per our report of the even date attached

For MITTAL GUPTA & COMPANY

Chartered Accountants

B. L. Gupta -

Partner

M. No. 73794

Date : 30.09.2010

Place : KANPUR

For and on behalf of the Board of Directors

Pawan Kumar Garg

Chairman & Managing Director

Atul Kumar Garg

Whole-time Director

TWENTY FIRST ANNUAL REPORT

Schedules annexed to and forming part of Accounts as at 31.03.2010

	Current Year 31.03.2010		Previous Year 31.03.2009	
	Rs.	Rs.	Rs.	Rs.
SCHEDULE A: SHARE CAPITAL				
a. Authorised Capital :				
10000000 Equity Shares of Rs 10/- each		100,000,000		100,000,000
b. Issued, Subscribed and Paid up Capital :				
7147600 Equity Shares of Rs 10/- each (747600 Equity Shares of Rs.10/- each have been allotted to IDBI Bank for consideration otherwise than cash)		71,476,000		71,476,000
<i>Less : Calls unpaid from other than Directors</i>		(349,800)		(349,800)
Total		71,126,200		71,126,200

SCHEDULE B: RESERVES & SURPLUS

1. Share Premium Account				
Balance as per Last Balance Sheet	21,105,999		21,105,999	
<i>Less : Calls in Arrears</i>	(174,900)	20,931,099	(174,900)	20,931,099
2. Investment Allowance Reserve		348,000		348,000
3. General Reserve				
Balance as per Last Balance Sheet	12,716,191		12,716,191	
<i>Add : Transfer from Profit & Loss Account</i>	-	12,716,191	-	12,716,191
4. Profit & Loss Account		43,585,865		38,301,787
5. Capital Reserves				
Balance as per Last Balance Sheet		2,380,989		2,380,988
Total		79,962,144		74,678,065

Schedules annexed to and forming part of Accounts as at 31.03.2010

	Current Year 31.03.2010		Previous Year 31.03.2009	
	Rs.	Rs.	Rs.	Rs.
SCHEDULE C : SECURED LOANS				
1. Term Loans				
A From IDBI				
i Rupee Term Loan		696,928		8,006,308
2. From State Bank of India				
Rupee Cash credit	773,157		22,782,602	
Foreign Currency Working Capital Demand Loan	74,340,750	75,113,907	59,751,000	82,533,602
From Others & NBFC				
Vehicle Loan	974,402		1,568,660	
Equipment Loan	-	974,402	192,533	1,761,193
Total		76,785,237		92,301,103

SCHEDULE D : UNSECURED LOANS & DEFERRED PAYMENT CREDIT

1. Unsecured Loans				
From Companies	630,464		9,139,491	
From Others	31,758,677	32,389,141	10,481,206	19,620,697
2. IDBI Interest		-		6,557,111
Total		32,389,141		26,177,808

SCHEDULE E : FIXED ASSETS AS AT 31.03.2010

Particulars of Assets	COST Rs.					DEPRECIATION Rs.					NET BLOCK Rs.	
	Rate of Dep.	As at 01.04.2009	Additions	Sales/ Adjustments	As at 31.03.2010	As at 01.04.2009	For the Year	Adjustments	Sales/ Adjustments	Upto 31.03.2010	As at 31.03.2010	As at 31.03.2009
1. Trade Mark	10.00%	3,500,000	-	-	3,500,000	3,500,000	-	-	-	3,500,000	-	-
2. Goodwill	0.00%	456,465	-	-	456,465	182,586	91,293	-	-	273,879	182,586	273,879
3. Free Hold Land	0.00%	1,809,812	2,411,301	-	4,221,113	-	-	-	-	-	4,221,113	1,809,812
4. Leasehold Land	0.00%	1,767,182	-	-	1,767,182	193,899	36,097	-	-	229,996	1,537,186	1,573,283
5. Factory Building	3.34%	78,208,611	1,435,066	-	79,643,677	31,511,264	2,644,089	-	-	34,155,353	45,488,324	46,697,347
6. Office Building	1.63%	265,694	-	-	265,694	72,243	4,331	-	-	76,574	189,120	193,451
7. Plant & Machinery	4.75%	187,641,094	7,817,769	18,613,433	176,845,430	107,668,494	9,253,903	-	7,077,715	109,844,682	67,000,749	79,972,600
8. Furniture and Fixtures	6.33%	5,590,100	190,353	-	5,780,453	4,585,649	324,975	-	-	4,910,624	869,829	1,004,451
9. Office Equipment	4.75%	3,758,858	293,070	-	4,051,928	2,122,556	186,397	-	-	2,308,953	1,742,975	1,636,302
10. Computers	16.21%	5,038,918	42,600	-	5,081,518	4,544,310	186,345	226,282	-	4,504,373	577,145	494,608
11. Vehicles	9.50%	7,690,103	-	-	7,690,103	5,541,928	385,890	210,049	-	5,717,769	1,972,334	2,148,175
TOTAL		295,726,837	12,190,159	18,613,433	289,303,563	159,922,929	13,113,320	436,331	7,077,715	165,522,204	123,781,359	135,803,908
Previous year		292,472,875	3,456,405	202,443	295,726,837	146,055,934	13,911,584	-	44,586	159,922,932	135,803,906	135,803,908

Schedules annexed to and forming part of Accounts as at 31.03.2010

	Current Year 31.03.2010	Previous Year 31.03.2009
	Rs.	Rs.
SCHEDULE F: CURRENT ASSETS, LOANS AND ADVANCES		
A. Inventories		
1. Finished Goods	9,162,680	11,007,963
Material in Transit	861,309	-
2. Work in progress	963,325	338,556
3. Raw Material	11,723,535	15,637,895
4. Stores, Spare Parts & Tools	5,632,831	4,272,552
TOTAL	28,343,680	31,256,966
B. Sundry Debtors		
(Unsecured Considered Good)		
1. Over Six Months		
Considered Doubtful	1,741,397	707,461
Considered Good	-	8,509,136
Less : Provision for Doubtful Debts	-	707,461
	1,741,397	8,509,136
2. Others : Considered Good	87,165,233	118,946,600
TOTAL	88,906,630	127,455,736
C. Cash & Bank Balances		
1. Cash, Cheques & Draft in Hand	654,361	2,160,470
2. With Post Office	100	100
3. Balance with Scheduled Banks		
a. In Term Deposit (Pledged with Authorities)	7,298,106	207,600
b. In Current Accounts	4,158,573	2,870,776
TOTAL	12,111,140	5,238,946
D. Loans & Advances & Deposits etc.		
(Unsecured Considered Good)		
1. Advances Recoverable in cash or kind or for value to be received		
Suppliers	2,024,750	3,923,711
Others	23,263,580	30,726,760
2. Advance Income Tax	2,317,401	2,035,756
3. Balances with Excise Department	551,182	930,196
4. Excise Duty Recoverable	17,641	177,760
6. Sales Tax Claims Recievable	3,536,155	3,845,215
7. Security Deposit	8,774,548	6,325,895
8. Insurance Claim Receivable	1,139,873	2,278,582
9. Freight Subsidy Receivable	2,048,344	1,933,744
10. Vat Recoverable	2,271,097	1,313,819
11. Interest Accrued on FDR	35,619	46,277
12. MAT Credit Entitlement	1,469,309	1,600,925
TOTAL	47,449,499	55,138,640

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Schedules annexed to and forming part of Accounts as at 31.03.2010

	Current Year 31.03.2010		Previous Year 31.03.2009	
	Rs.	Rs.	Rs.	Rs.
SCHEDULE G : CURRENT LIABILITIES AND PROVISIONS				
A) Current Liabilities				
1. Sundry Creditors	23,047,412		56,289,577	
2. Interest Accrued but not due	–		–	
3. Advances from Customers	6,992,390		20,328,078	
4. Other Current Liabilities	10,490,398		12,169,820	
5. Investors Education & Protection Fund shall be transferred by following : Unpaid Share Application Money	15,240	40,545,440	15,240	88,802,715
Sub Total (A)		40,545,440		88,802,715
B. Provisions				
Provision for Tax	900,000		460,000	
Provision for Fringe Benefit Tax	–		1,321,642	
Less : Contra from Advance Tax	900,000	–	1,781,642	–
Provision for Leave Encashment	346,945		904,882	
Provision for Gratuity	318,807	665,752	903,421	1,808,303
Sub Total (B)		665,752		1,808,303
Total (A+B)		41,211,192		90,611,018
SCHEDULE H : OTHER OPERATIONAL INCOME				
1. Lease Rent / Rent Received – (Gross)		660,000		415,000
2. Balance written off / back (Net)		6,152,381		500,999
3. Miscellaneous Income		1,035,624		1,090,978
4. Commission Received – (Gross)		1,854,403		1,949,220
5. Rate Difference & Trading Income		14,513,924		–
6. Excess Provision Written Back		2,410,703		2,625,982
7. Insurance Claims		333,858		562,050
8. Freight Subsidy Received		114,600		987,744
9. Depreciation Written Back		436,331		–
Total		27,511,824		8,131,973
Tax Deducted at Source on above Income		–		232,254
SCHEDULE I : INCREASE / (DECREASE) IN STOCK				
1. Stock in Trade (At Commencement)				
Finished Goods	11,007,963		9,311,387	
Work in Progress	338,556	11,346,519	1,590,779	10,902,166
2. Stock in Trade (At Close)				
Finished Goods	9,162,680		11,007,963	
Work in Progress	963,325	10,126,005	338,556	11,346,519
Total		(1,220,514)		444,353

Schedules annexed to and forming part of Accounts as at 31.03.2010

	Current Year 31.03.2010		Previous Year 31.03.2009	
	Rs.	Rs.	Rs.	Rs.
SCHEDULE J: MANUFACTURING & OTHER EXPENSES				
Manufacturing Expenses				
1. Power & Fuel	16,937,535		22,065,814	
2. Excise Duty & Education Cess	(330,832)		(1,794,852)	
3. Miscellaneous Manufacturing Expenses	1,000,882		1,014,517	
4. Packing & Processing Charges / Stores	4,590,155	22,197,740	5,448,640	26,734,119
Employees Remuneration & Benefits				
1. Salaries & Wages	12,466,975		14,396,405	
2. Contribution of PF and Other Funds	798,374		797,490	
3. Workmen & Staff Welfare Expenses	431,134		789,139	
4. Gratuity	65,959	13,762,442	292,000	16,275,034
Repairs & Maintenance				
1. Machinery	4,212,862		5,874,138	
2. Building	89,089		375,702	
3. Others	408,057	4,710,008	928,084	7,177,924
Auditors Remuneration				
1. For Audit	75,000		75,000	
2. For Tax Audit	35,000		35,000	
3. For Expenses	37,048	147,048	27,432	137,432
Internal Audit Fees		-		109,981
Selling, Administrative & Other Expenses				
Rent	180,760		59,260	
Insurance	894,419		1,035,931	
Security Expenses	496,154		631,664	
Bank Commission & Charges	1,202,126		1,433,433	
Bus Running & Maintenance	-		230,363	
Diwali Expenses	296,669		431,558	
Entertainment Expenses	124,925		294,194	
Donation	44,808		90,656	
Fines & Penalties	12,000		-	
Car Running & Maintenance	820,515		1,014,496	
Exchange Rate Difference	1,373,562		834,550	
Rates, Taxes, Legal & Professional Expenses	1,364,273		1,624,004	
Taxes on Sale	3,702,478		18,043,981	
Freight Outward	1,723,771		1,633,863	
Commission & Sales Incentive	181,187		134,050	
Director Remuneration	1,920,000		1,920,000	
Depot Exp.	41,300		224,846	

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Schedules annexed to and forming part of Accounts as at 31.03.2010

	Current Year 31.03.2010		Previous Year 31.03.2009	
	Rs.	Rs.	Rs.	Rs.
SCHEDULE J : MANUFACTURING & OTHER EXPENSES (Contd..)				
Miscellaneous Expenses	1,132,468		983,020	
Loss on sale of Assets	2,923,977		51,757	
Postage & Telephone Expenses	1,024,654		1,382,553	
Travelling Expenses	2,864,825		1,968,909	
Advertisement & Business Development	212,225		313,240	
Printing & Stationery	309,893		342,179	
Bad Debts / Balances Written off	5,142,423	27,989,412	8,935,441	43,613,947
Total		68,806,650		94,048,436
SCHEDULE K : INTEREST				
On Term Loan	123,687		1,566,599	
On Others	10,090,368	10,214,054	11,427,102	12,993,701
Less : Interest Received (Gross)		185,136		(376,915)
Total		10,028,918		12,616,786
Tax Deducted at Source on above Income		-		49,970

Schedules annexed to and forming part of Accounts as at 31.03.2010

	Rs. in Lacs For the Year 2009-2010	Rs. in Lacs For the Year 2008-2009
SCHEDULE L: CASH FLOW STATEMENT		
A: CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax as per P & L Account	63.62	47.88
Adjusted for net prior / Extra ordinary Items	0.92	3.17
Net Profit before Tax and Extraordinary Items	<u>64.54</u>	<u>51.05</u>
Adjusted for :		
Depreciation on fixed Assets	131.13	139.12
Profit/ Loss on Sale of Assets	26.24	0.52
Foreign Exchange forward Risk Premium	13.74	8.35
Bad Debts/ Balances Written off	51.42	89.35
Excess provision/ Balances Written off	(85.63)	(26.26)
Depreciation Written Back	(4.36)	-
Interest Expenses	102.14	129.94
Interest Received	(1.85)	(3.77)
Dividend	0.00	0.00
Operating Profit before Working Capital changes adjusted for :	<u>297.37</u>	<u>388.30</u>
Trade & Other receivables	412.37	(563.03)
Inventories	29.13	(31.19)
Trade Payable	(411.55)	412.51
Cash generated from operations	<u>327.32</u>	<u>206.59</u>
Income tax paid	(12.28)	(9.14)
Cash Flow before Extra Ordinary Items	315.04	197.45
Adjusted prior period items	(0.92)	(3.17)
Net Cash from Operating Activities	<u>314.12</u>	<u>194.28</u>
B: CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(130.72)	(34.56)
Sales of Fixed Assets	89.12	1.06
Dividend Received	0.00	0.00
Interest Received	1.95	3.55
Net Cash used in investing Activities	<u>(39.65)</u>	<u>(29.95)</u>
C: CASH FLOW FROM FINANCING ACTIVITIES		
Acceptance/repayment of Unsecured Loans & DPC	127.68	25.01
Repayment of Demand Loan	0.00	(45.00)
Repayment of Long Term Loans	(80.96)	(167.80)
Net increase/(decrease) in Bank Borrowings	(74.20)	124.45
Foreign Exchange forward Risk Premium	(10.56)	(7.74)
Interest Paid	(167.71)	(172.08)
NET CASH FROM FINANCING ACTIVITIES	<u>(205.75)</u>	<u>(243.16)</u>
Net increase/(decrease) in Cash & Cash equivalents	68.72	(78.83)
Opening Balance of Cash and Cash Equivalents	52.39	131.22
Closing Balance of Cash and Cash Equivalents	<u>121.11</u>	<u>52.39</u>

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SCHEDULE 'M' OF SIGNIFICANT ACCOUNTING POLICIES ATTACHED TO AND FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH, 2010.

A) Basis of Preparation of Financial Statements :-

1. The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956, subject to what is stated here in below as adopted consistently.
2. The company generally follows mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis.
3. The preparation of financial statements requires estimates and assumptions to be made that affect, the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

B) Fixed Assets :-

Fixed assets are taken at cost, net of cenvat, less accumulated depreciation. All costs including borrowing costs till commencements of commercial production.

C) Depreciation & Amortisation :-

1. Depreciation is provided on straight line method at the rate and in the manner prescribed in schedule XIV to the Companies Act, 1956.
2. Depreciation on incremental cost arising on account of transaction of foreign currency liabilities for acquisition land is amortized over the residual life of the respective assets.
3. Premium on leasehold land is amortized over the remaining life after commencement of commercial productions.
4. Goodwill and trade marks are amortized over a period of five and ten years respectively.

D) Foreign Exchange Transaction :-

1. Foreign currency transactions remaining unsettled at the end of the year & not covered by foreign exchange contracts are translated at year end rates.
2. In respect of the transactions covered by forward contracts, the difference between the contract rate & the rate on the date of transaction is charged to profit & loss account over the period of the contract.

E) Inventories :-

Inventories are valued at cost except of finished goods and by products. Finished goods are valued at lower of cost or market value and by products are valued at market value.

F) Sales :-

Sales includes Inter-Unit Transfer, Excise Duty, Tax on Sales, Vat and are Net of Discounts.

G) Employees Benefits :-

1. Short-term employee benefits are recognized as an expense at the undiscounted amount in the profit and loss account of the year in which the related service is rendered.
2. Post employment and other long term employee benefits are recognized as an expense in the profit and loss account for the year in which the employee has rendered service. The gratuity is recognized at the present value of the amount payable determined using actuarial valuation techniques. Actuarial gains and losses are charged to the profit and loss account. Liability for leave encashment is provided for considering retirement of employees at year end.

H) Investment :-

Investments are Carried at Cost.

(I) Taxes on Income :-

Taxes on Income for Current Period has been determined on the basis of Taxable Income and Tax Credits computed in accordance with provisions of Income Tax Act, 1961.

(J) Impairment of Assets :-

The carrying amount of assets other than inventories is reviewed at each balance sheet date to determine whether there is any indication or impairment, if any, such indication exist the recoverable amount of the assets is estimated. An impairment loss is recognized whenever the carrying amount of an assets or its cash generating unit exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use which is determined based on the estimated future cash flow discounted on their present values. All impairment losses are recognized in compliance with AS-28.

An impairment loss is reversed if there has been a change in estimated use to determine the recoverable amount and recognized in compliance with AS-28.

(K) Provision, Contingent Liabilities and Contingent Assets :-

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be outflow of resources. Contingent liabilities are not recognised but are disclosed in the notes. Contingent assets are neither recognised nor disclosed in the financial statements.

As per our Report of the even date attached

For Mittal Gupta & Company

Chartered Accountants

B. L. Gupta

Partner

M.No. : 73794

Date : 29.10.2009

Place : Kanpur

SCHEDULE N OF NOTES FORMING PART OF THE ACCOUNTS

	As at 31.3.2010 Rs. in Lacs	As at 31.3.2009 Rs. in Lacs
1. Contingent Liabilities on account of		
a) Excise Duty Demand in dispute	8.99	16.42
b) Service Tax demand in dispute	-	3.33
c) Sale /Trade Tax Demand in dispute	124.87	110.45
d) Sale /Trade Tax Demand in dispute	20.84	21.00
e) Electricity Demand in dispute	-	5.31
2. Details of Pending Cases and disputed amount before adjudicating authority of Central Excise, Service Tax/Trade tax/ Sales tax department/authority.		

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Details of Disputed Demand

PARTICULARS	Financial Year to which matter pertains	Adjudicating authority where dispute is pending	Unit	Amount (Rs. in Lacs)
(A) Central Excise duty/ Penalty in Dispute	2004-05	CESTAT, New Delhi	Rania, Kanpur	4.75
	2004-05	CESTAT, New Delhi	Rania, Kanpur	4.24
			Total (A)	8.99
(B) Trade Tax in Dispute	2001-02	Joint Commissioner, (Appeals), Kanpur	Rania, Kanpur	7.64
	2002-03	Joint Commissioner, (Appeals), Kanpur	Rania, Kanpur	4.24
	2003-04	Joint Commissioner, (Appeals), Kanpur	Rania, Kanpur	81.36
	2004-05	Joint Commissioner, (Appeals), Kanpur	Rania, Kanpur	3.89
	2005-06	Joint Commissioner, (Appeals), Kanpur	Rania, Kanpur	9.99
			Total B (i)	107.12
Central Sales Tax Demand Under MPST Act,1956	2001-02	Dy, Commercial Tax (Appeals), Bhopal	Mandideep, Bhopal	1.88
	2002-03	Dy, Commercial Tax (Appeals), Bhopal	Mandideep, Bhopal	7.01
	2002-03	Dy, Commercial Tax (Appeals), Bhopal	Mandideep, Bhopal	0.01
	2003-04	Commercial Tax (Tribunals), Bhopal	Mandideep, Bhopal	3.25
	2006-07	Dy, Commercial Tax (Appeals), Bhopal	Mandideep, Bhopal	2.71
			Total B (ii)	14.86
M.P Commercial tax demand in dispute	2002-03	Dy, Commercial Tax (Appeals), Bhopal	Mandideep, Bhopal	0.30
	2004-05	Dy, Commercial Tax (Appeals),	Mandideep, Bhopal	0.84
	2006-07	Dy, Commercial Tax (Appeals),	Mandideep, Bhopal	1.75
			Total of [B (iii)]	2.89
			Grand Total of B = (i) + (ii) + (iii)	124.87
(C) Entry Tax Demand in dispute	2003-04 to 2007-08	Hon'ble High Court, Allahabad.	Rania, Kanpur	20.84
			Total of C	20.84

- In View of the stay of Allahabad High Court against the recovery of Entry Tax on certain products traded by the company, entry tax aggregating to Rs. 20.84 Lacs has not been deposited and provided for.
- Cash Credit and demand loan from bank is secured by hypothecation of raw materials, work in progress, finished goods, book debts and collaterally secured by way of second charge on the fixed assets of the company and first charge on immovable property owned by other body corporate and further guaranteed by the three directors of the company and other body corporate.

5. Facilities from IDBI is secured by hypothecation of all present and future movable properties of the company (save and except charged to the bank for securing working capital limit) and by mortgage of immovable properties of the company and guaranteed by the four directors of the Company.
6. Equipment and vehicle Loans are secured by hypothecation of respective equipments and vehicles.
7. Amount of Sales includes interunit transfer of Products at selling price Rs. 17,096,502.00 (Previous Year Rs. 24,736,391.00.)
8. **Advance includes :**

	31.3.2010	31.3.2009
	Rs. in Lacs	Rs. in Lacs
(a) Due From Directors*	-	29.01
Maximum Balance	-	29.85
(b) Due From Private Ltd. Companies and firms in which directors are interested	6.23	6.36

* Ceased to be Director in current year

9. PAYMENT MADE TO STATUTORY AUDITORS

(a) As Auditors		
Audit Fees	75,000.00	75,000.00
Tax Audit Fees	35,000.00	35,000.00
(b) Reimbursement of expenses	37,048.00	27,432.00

10. MANAGERIAL REMUNERATION

Salaries to Director	1920,000	1,920,000
Sitting Fees	32000	-

11. DETAILS OF PRIOR PERIOD EXPENSES

Taxes	14,132	-
Travelling Expenses	-	29,546
Salary	-	30,000
Telephone	-	28,898
Other Expenses	256,176	360,530
	270,308	448,974

12. Expenditure on account of Premium on forward Contract to be recognized in the profit and loss account of next year aggregates to Rs. 14.15 Lacs (Previous Year Rs. 9.60 lacs).
13. Some of the suppliers, Debtors, Advances and Unsecured Loans accounts are subject to confirmation/Reconciliation, settlement of claims and encashment/realization of Cheques in hand /issued.
14. **In the view of Management**
 - (i) The account of one of the unit is continued to be prepared on going concern basis even after sale of its substantial plant and machinery as management plans to operate the unit at reduced capacity in future.
 - (ii) No provision is required to be made for any impairment loss as in the opinion of the management the recoverable amount of the assets of the each unit is much more than the value stated in the accounts.
 - (iii) Credit balances, not payable, hence written back in the books of accounts.
 - (iv) The realizable value of all current assets, in the normal course of business, is not less than the value stated in the balance sheet.

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15. During the year gratuity has been provided on adhoc basis in absence of actuarial valuation.
16. **DISCLOSURE REQUIRED BY MICRO, SMALL AND MEDIUM ENTERPRISES (DEVELOPMENT) ACT, 2006.**

In the absence of necessary information in relation to the suppliers registered as Micro or Small enterprises under the Micro, Small and Medium Enterprises (Development) Act, 2006, the company has not been able to identify such suppliers and the information required under the said Act could not be complied and disclosed.

17. As at 31st March, 2010, there is two outstanding Forward Contract of \$ 1.60 million equivalent to Rs. 743.41 Lacs which has been entered into to hedge the USD Working Capital Demand Loan of \$ 1.60 million.

18. Disclosure of related parties Transactions :

Name of the related parties with whom transactions were carried out during the year and description of relationship :

A. Key Management persons (KMP) and their relatives

- (i) Mr. Pawan Kumar Garg, Chairman & Managing Director
- (ii) Mr. Atul Kumar Garg, Whole Time Director
- (iii) Mr. Ankur Garg, Director
- (iv) Mr. Aditya Garg, Executive

B. Enterprises where KMP have significant influence

- (i) M/s Standard Sulphonators (P) Ltd.
- (ii) M/s Industrial Enterprisers, Kanpur
- (iii) M/s Kashi Prasad Roop Kishore
- (iv) M/s Standard Ventures Ltd.
- (v) M/s Sudhir Kumar Gautam Kumar
- (vi) M/s Standard Ganpati Merchandise (P) Ltd.

I Details of Transactions

		Rs. in Lacs			
		Enterprises over where KMP have Significant influence		KMP & Relative	
		2009-10	2008-09	2009-10	2008-09
1	Sale of goods	223.22	95.00	-	-
2	Interest Expenses	11.00	4.74	-	-
3	Advance / Loan given	37.54	85.69	-	5.87
4	Refund of advance / Loan	36.01	84.68	-	1.44
5	Loan Received	377.72	540.90	-	1.38
6	Loan Repaid	248.68	531.11	-	1.38
7	Expenses-Salary	-	0.32	1.20	0.90
8	Purchase of goods	1.35	33.81	-	-
9	Rent Received	3.60	3.60	-	-
10	Remuneration	-	-	19.20	19.20
11	Sitting Fees	-	-	0.32	-

II Amount due to / from related parties					
(i)	Account Receivable	5.50	11.11	–	29.44
(ii)	Account Payable	2.58	0.32	1.18	–
(iii)	Unsecured Loan	160.00	137.87	29.27	15.25
(iv)	Security Deposit Given	50.00	14.00	–	–

19. Basic and diluted Earning Per Shares (EPS)	2009-10	2008-09
Basic and diluted Earning Per Shares (EPS)		
Profit after tax as per accounts (Rs. in Lacs)	52.84	41.08
Weighted Numbers of Shares Outstanding	7147600	7038575.00
Basic and diluted Earning Per Shares of Rs. 10/- each (EPS)	0.74	0.58

21. Segment Reporting

(a) Segment Identification

Business segments have been identified on the basis of the nature of products.

(b) Segment Composition

Chemicals and Surface Active Segment - engaged in the Manufacture and sale of specialty Chemicals in detergent, Personal care and pesticides industry, Synthetic Detergent – engaged in manufacturing of Synthetic Detergent, Others – engaged in Trading and other activities.

(c) Segment Reporting

(Rs. In Lacs)

Particulars	Chemicals & Surface Active Segment	Synthetic Detergent Segment	Other	Unallocate	Total
Sales including Excise Duty					
External	1569.86	1480.81	1705.96	–	4756.63
	(2832.78)	(3487.65)	(1733.42)	–	(8053.85)
Inter Segment	170.97	–	–	–	170.97
	(247.36)	–	–	–	(247.36)
Total Sales	1740.83	1480.81	1705.96	–	4927.60
	(3080.14)	(3487.65)	(1733.42)	–	(8301.21)
Result					
Segment Result	101.70	59.00	110.96	–	271.66
	(254.04)	(5.59)	(30.36)	–	(278.81)
Unallocable Corporate Expenditure (Net of Income)					107.75
					(104.76)
Operating Profit (PBIT)					163.91
					(174.05)
Interest Expenses					100.29
					(126.17)
Profit before Tax					63.62
					(47.88)
Provision for Tax– including FBT					10.78
					(6.80)

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Profit after Tax					52.84
					(41.08)
Other Information					
Segment Assets	1173.90	822.76	714.85	303.23	3014.74
	(1374.31)	(1135.11)	(757.93)	(281.59)	(3548.94)
Segment Liabilities	204.78	78.32	81.61	1139.15	1503.86
	(232.99)	(437.49)	(200.73)	(1219.69)	(2090.90)
Capital Expenditure	72.69	13.06	5.10	39.87	130.72
	(4.37)	(17.35)	(0.9)	(11.94)	(34.56)
Depreciation	81.45	45.14	0.41	4.13	131.13
	(81.73)	(53.39)	(0.5)	(3.5)	(139.12)

21. Information pursuant to the provisions of Paragraphs 3 and 4 of part II and schedule VI of the Companies Act, 1956.

		(Quantity in M.T.)			
A) Licensed and Installed Capacities and Production Cost of products	Licensed Capacity	Installed Capacity	Actual Production		
(i) Chemicals and surface-Active Agents	(N/A)	19550	10426		
		(19550)	(12349)		
(ii) Detergents	(N/A)	48000	5994		
		(48000)	(14267)		
* Including production on job work basis					
Chemicals	9411 M.T.		(11001) M.T.		
B) Purchase	2009-2010		2008-2009		
	Qty (MT)	(Rs.)	Qty (MT)	(Rs.)	
Detergents	-	-	-	-	
Chemicals (Trade)	2566	164,185,495	3482	186,154,767	
Others	-	-	-	-	
		<u>164,185,495</u>		<u>186,154,767</u>	
C) Sales (Including job work)					
i) Chemicals and surface-Active Agents	10406	174,082,686	12493	287,809,734	
ii) Detergents	6256	148,080,601	14038	348,764,536	
iii) Chemicals (Trade)	2536	170,595,377	3475	193,546,959	
iv) Others	-	-	-	-	
		<u>4,92,758,664</u>		<u>830,121,229</u>	
D) I. Opening Stocks					
a) Finished Goods					
i) Chemicals and surface-Active Agents	88	3,410,974	232	5,948,548	
ii) Detergents	319	5,190,787	90	1,115,107	
iii) Chemicals (Trade)	44	2,406,202	39	2,247,732	
iv) Others	-	-	-	-	
		<u>11,007,963</u>		<u>9,311,387</u>	
b) Work In Progress		338,556		1,590,779	

STANDARD SURFACTANTS LTD.

		2009-2010		2008-2009	
		Qty (MT)	(Rs.)	Qty (MT)	(Rs.)
II. Closing Stocks					
a) Finished Goods					
i)	Chemicals and surface- Active Agents	108	5,453,418	88	3,410,974
ii)	Detergents	57	644,680	319	5,190,787
iii)	Chemicals (Trade)	74	3,064,582	44	2,406,202
iv)	Others	-	-	-	-
		9,162,680		11,007,963	
b) Work in Progress		963,325		338,556	
E Raw Materials Consumed					
i)	Liner Alky Benzene	170	13,854,740	198	19,689,922
ii)	AOS	114	3,930,873	427	23,413,060
iii)	Acid Slurry	1227	81,682,288	2046	162,228,938
iv)	Soda Ash	637	11,566,681	1582	29,787,189
v)	STPP	215	11,298,049	274	6,081,761
vi)	Other Raw Material & Packing Material	65,087,281		114,211,017	
		187,419,912		355,411,887	
		Value	%	Value	%
F Stores Consumed					
Class of Products					
i)	Imported	-	-	-	-
ii)	Indigenous	1,945,467	100%	3,656,538	100%
G Raw Material Consumed					
i)	Imported	3,301,517	1.76	5,848,211	1.65
ii)	Indigenous	184,118,395	98.24	349,563,676	98.35
		187,419,912	100.00	355,411,887	100.00
H C/F Value - Import					
Purchase of Raw Material		3,301,517		5,060,911	
Purchase of Spares & Capital Goods		779,650		917,591	
I Expenditure in foreign currency - Interest					
(on payment basis)		5,105,110		6,204,586	

23. Previous year's figures have been reworked or regrouped and reclassified wherever necessary

Signature to Schedules A to N

As per our report of the even date attached

For MITTAL GUPTA & COMPANY

Chartered Accountants

B. L. Gupta

Partner

M. No. 73794

Date : 30.09.2010

Place : KANPUR

For and on behalf of the Board of Directors

Pawan Kumar Garg

Chairman and Managing Director

Atul Kumar Garg

Whole-time Director

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BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

1. Registration Details

CIN No. L24243UP1989PLC010950 State Code

2	0
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Balance Sheet Date

3	1
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0	3
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2	0	1	0
---	---	---	---

Date Month Year

2. Capital Raised during the year (Amount in Rs. Thousands)

Public Issue

-	-	-	-	-	-	-	-	-	-
---	---	---	---	---	---	---	---	---	---

 Rights Issue

-	-	-	-	-	-	-	-	-	-
---	---	---	---	---	---	---	---	---	---

Bonus Issue

-	-	-	-	-	-	-	-	-	-
---	---	---	---	---	---	---	---	---	---

 Private Placement

-	-	-	-	-	-	-	-	-	-
---	---	---	---	---	---	---	---	---	---

3. Position of Mobilisation and Deployment of Funds (Amount in Rs.)

Total Liabilities

2	6	0	2	6	2	7	2	2
---	---	---	---	---	---	---	---	---

 Total Assets

2	6	0	2	6	2	7	2	2
---	---	---	---	---	---	---	---	---

Sources of Funds

Paid-up Capital

-	7	1	1	2	6	2	0	0
---	---	---	---	---	---	---	---	---

 Reserves and Surplus

-	7	9	9	6	2	1	4	4
---	---	---	---	---	---	---	---	---

Secured Loans

-	7	6	7	8	5	2	3	7
---	---	---	---	---	---	---	---	---

 Unsecured Loans

-	3	2	3	8	9	1	4	1
---	---	---	---	---	---	---	---	---

Deferred Tax

-	-	-	-	-	-	-	-	-
---	---	---	---	---	---	---	---	---

Application of Funds

Net Fixed Assets

1	2	4	6	6	2	9	6	5
---	---	---	---	---	---	---	---	---

 Investments

-	-	-	-	-	-	-	-	-
---	---	---	---	---	---	---	---	---

Net Current Assets

1	3	5	5	9	9	7	5	7
---	---	---	---	---	---	---	---	---

 Misc. Expenditure

-	-	-	-	-	-	-	-	-
---	---	---	---	---	---	---	---	---

Accumulated Losses

-	-	-	-	-	-	-	-	-
---	---	---	---	---	---	---	---	---

4. Performance of Company (Amount in Rs.)

Turnover

4	9	2	7	5	8	6	6	5
---	---	---	---	---	---	---	---	---

 Total Expenditure

4	8	6	3	9	6	3	6	5
---	---	---	---	---	---	---	---	---

Profit Before Tax

-	-	6	3	6	2	3	0	0
---	---	---	---	---	---	---	---	---

 Profit After Tax

-	-	5	2	8	4	0	7	8
---	---	---	---	---	---	---	---	---

Earning per Share in Rs.

0	.	7	4
---	---	---	---

 Dividend

-	-	-
---	---	---

5. Generic Names of Principal Products of the Company (as per monetary terms)

Item Code No. (ITC Code)

3	4	0	2	.	1	1
---	---	---	---	---	---	---

Product Description Linear Alkyl Benzene Sulphonate

Item Code No. (ITC Code)

3	4	0	2	.	9	0
---	---	---	---	---	---	---

Product Description Synthetic Detergents

For and on behalf of the Board

Pawan Kumar Garg
Chairman and Managing Director

Atul Kumar Garg
Whole-time Director

Date : 30.09.2010
Place : KANPUR

STANDARD SURFACTANTS LIMITED

Regd. Office : 8/15, Arya Nagar, Kanpur

FORM OF PROXY

I/We
of

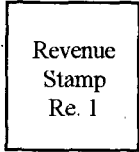
in the District of being a member/members of the Above named Company, hereby
appoint of in the District of
..... or failing him/her of in the
District of as my/our proxy to attend and vote for me/us and on my/our behalf at the Twenty First
Annual General Meeting of the Company to be held at 8/15, Arya Nagar, Kanpur-208 002 at 11.30 A.M. on Tuesday, 30th
November, 2010 and at any adjournment thereof.

As witness my/our hand/s this day of 2010

Signature by the said

Ledger Folio No.

No. of Shares Held



Note : The proxy form must be deposited at the Registered Office of the Company not less than 48 hours before the
scheduled time for holding the meeting.

.....(TEAR HERE).....

STANDARD SURFACTANTS LIMITED

Regd. Office : 8/15, Arya Nagar, Kanpur.

ATTENDANCE SLIP

(Please complete the Attendance Slip and hand it over at the entrance of the meeting hall. Please also bring your copy of the
Annual Report)

I hereby record my presence at the 21st Annual General Meeting of the Company being held on Tuesday, 30th November,
2010.

Member's /proxy name (in Block Letters)

Signature of Shareholder/Proxy

Ledger Folio No.

No. of Shares held

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8/15, Arya Nagar,
Kanpur-208 002

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