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**UTKAL SOAP  
PRODUCTS LIMITED**

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**THIRTY EIGHTH  
ANNUAL REPORT 2010-2011**

*Thirty Eighth*  
*Annual Report & Accounts 2010-2011*

**UTKAL SOAP PRODUCTS LTD.**

DIRECTORS : AKASH TANTIA  
P. CHHOTARIA  
P. K. SUREKA

AUDITORS : M/S. S. K. SONI & CO.  
Chartered Accountants  
36, Strand Road,  
Kolkata-700 001

BANK : HDFC BANK

REGISTERED OFFICE : 5 & 6, FANCY LANE, 8TH FLOOR  
KOLKATA-700 001

# **UTKAL SOAP PRODUCTS LIMITED**

## **DIRECTORS' REPORT**

TO THE SHAREHOLDERS,

Your Directors have pleasure in presenting their report and the Accounts of the Company for the financial year ended, 31st March, 2011.

### **FINANCIAL RESULTS :**

	Rs.
Profit/(Loss) of the Company after Provisions	5,21,564
Less : Balance brought forward from last year	13,47,280
Balance carried over to Balance Sheet	<u>18,68,844</u>

### **OPERATIONS :**

New Manufacturing and trading activities are being explored. The surplus funds however are deployed till such time further business activities are located.

### **OBSERVATION ON AUDIT REPORT :**

The observation of the Auditors and Notes on Accounts are self explanatory and in our opinion do not require any further clarification.

### **DIVIDEND :**

In spite of profit the Board has decided not to declare any Dividend during the Financial Year so as to enable the Company to enhance the Capital base through retained earnings.

### **DIRECTORS' RESPONSIBILITY STATEMENT :**

Pursuant to Sub-section 2AA of Section 217 of the Companies Act, 1956 the Board of Directors hereby state and confirm that :-

- I. In the preparation of Annual Accounts, the applicable accounting standards had been followed.
- II. The Directors had selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the Profit of the Company for that period.
- III. The Directors had 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.
- IV. The Directors had prepared the annual accounts on a going concern basis.

## **UTKAL SOAP PRODUCTS LIMITED**

### **DIRECTORS' REPORT (Contd.)**

#### **COMPLIANCE CERTIFICATE :**

The Company has obtained Compliance Certificate from a practicing Company Secretary U/s. 383A of the Companies Amendment Act, 2000 for compliance of provisions of the Companies Act, 1956. And the same is annexed herewith as a part of this report.

#### **DIRECTORS :**

Sri P. Chhotaria retires at the ensuing Annual General Meeting and is eligible for re-election.

#### **DEPOSITS :**

The Company has not taken any deposits from the public U/s. 58A of the Companies Act, 1956.

#### **LISTING :**

The Company's Securities have listed at The Calcutta Stock Exchange Association Ltd.

#### **AUDITORS :**

M/s. S. K. Soni & Co., Chartered Accountants, the Auditors of the Company, retires at the ensuing Annual General Meeting of the Company and are eligible for re-appointment.

#### **PARTICULARS OF EMPLOYEES UNDER SECTION 217(2A) OF THE COMPANIES ACT, 1956 :**

None of the employees of your Company are in receipt of the remuneration requiring disclosures pursuant to the provision of Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, as amended, hence no such particulars are annexed.

Place : Kolkata  
Dated : 08.08.2011

AKASH TANTIA  
P. CHHOTARIA | Directors  
P. K. SUREKA

**UTKAL SOAP PRODUCTS LIMITED**

**COMPLIANCE CERTIFICATE  
FORM**

**[SEE RULE 3]**

To  
The Members  
**Utkal Soap Products Ltd.**  
5 & 6, Fancy Lane  
Kolkata-700 001

CIN No. : L51909WB1973PLC028878  
Nominal Capital : Rs. 1,00,00,000/-  
Paid up Capital : Rs. 40,00,000/-

We have examined the registers, records, books and papers of **Utkal Soap Products Limited** as required to be maintained under the Companies Act, 1956, (the Act) and the rules made thereunder and also the provisions contained in the Memorandum & Articles of Association of the Company for the financial year ended on 31st March, 2011. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company, its officers and agents, we certify that in respect of the aforesaid financial year :

1. The Company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions and the rules made thereunder and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies, West Bengal under the Act and the Rules made thereunder.
3. The Company being a public limited company comments are not required.
4. The Board of Directors duly met 09 (Nine) times on 26.04.2010, 04.05.2010, 22.07.2010, 11.08.2010, 05.10.2010, 10.11.2010, 18.11.2010, 28.01.2011, and on 31.03.2011 in respect of which meetings proper notices were given and the proceedings were recorded and signed including the circular resolutions passed in the Minutes Book maintained for the purpose.
5. The Company has closed its Register of Members and share transfer book on 24.09.2010.
6. The Annual General Meeting for the financial year ended on 31.03.2010 was held on 24.09.2010 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in the Minutes Book maintained for the purpose.
7. No Extra Ordinary General Meeting was held during the financial year.
8. The Company has not advanced any loans to its directors or persons or firms or companies referred to under Section 295 of the Act.

## **UTKAL SOAP PRODUCTS LIMITED**

### **Compliance Certificate (Contd.)**

9. The Company has not entered in any contract falling within the purview of Section 297 of the Act.
10. The Company has made necessary entries in the register maintained under Section 301 of the Act.
11. The Company was not required to obtain any approvals from the Board of Directors and Members or Central Government pursuant to Section 314 of the Act during the financial year.
12. The Company has not issued any duplicate share certificates during the financial year.
13.
  - i) There was no allotment of shares during the financial year. The Company has delivered all the share certificates on lodgment thereof for transfer of shares during the financial year.
  - ii) The Company has not deposited the amount in the separate bank account as no dividend was declared during the financial year.
  - iii) The Company was not required to post dividend warrants to any member of the Company as no dividend was declared during the financial year.
  - iv) The Company has not required to transfer any amount of unpaid dividend account, application money due for refund, matured deposits, matured debentures and interest accrued thereon which have remained unclaimed/unpaid for a period of 7 years to Investor Education and Protection Fund.
  - v) The Company has duly complied with the requirements of Section 217 of the Act.
14. The Board of Directors of the Company is duly constituted and there was no appointment of directors, additional directors, alternate directors and directors to fill casual vacancy during the financial year.
15. The Company has appointed Mr. Akash Tantia as Executive Director in compliance with the provisions of the Act; there was no further appointment during the financial year.
16. The Company has not appointed any sole-selling agent during the financial year.
17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Directors, Registrar or such authorities as may be prescribed under the various provisions of the Act and the Rules made thereunder.
18. The Directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the Rules made thereunder.
19. The Company has not issued any shares/debentures/other securities during the financial year.
20. The Company has not bought back any shares/debentures/other securities during the financial year.

**UTKAL SOAP PRODUCTS LIMITED**

**Compliance Certificate (Contd.)**

21. The Company has not redeemed any preference shares or debentures during the financial year.
22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited/accepted any deposits including any unsecured loans falling within the purview of Section 58A during the financial year.
24. The Company has not made any borrowing from and financial institution during the financial year ended on 31.03.2011, therefore compliance of the provisions of Section 293(1)(d) of the Act was not required.
25. The Company has made loans and investment or given guarantees or provided securities to other bodies corporate in compliance with the provisions of the Act and has made necessary entries in the register kept for the purpose.
26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered office from one State to another during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum with respect to the objects of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum with respect to name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum with respect to share capital of the Company during the financial year.
30. The Company has not altered its Articles of Association during the financial year.
31. As per information received the Company has not received any prosecution notice from the Registrar of Companies no fines or penalties or any other punishment was imposed on the Company during the financial year, for offences under the Act.
32. The Company has not received any money as security from its Employees during the financial year.
33. The Company has not deposited any contribution to Provident Fund with prescribed authorities pursuant to Section 418 of the Act as Provident Fund Act was not applicable to the Company during the financial year.

Place : Kolkata

Dated : 08.08.2011

For Ranay Goswami  
*Company Secretaries*

Ranay Goswami  
*Proprietor*

ACS : 28317  
C.P. No. 10163

## UTKAL SOAP PRODUCTS LIMITED

### Compliance Certificate (Contd.)

#### ANNEXURE-A

#### Registers as maintained by the Company :

- |  |               |
|--|---------------|
| 1. Register of Members   | u/s. 150      |
| 2. Register of Directors, Managing Director                                      | u/s. 303      |
| 3. Register of Directors shareholding  | u/s. 307      |
| 4. Register of Contracts, Companies and Firms in which Directors are interested. | u/s. 301(3)   |
| 5. Register of Loans and Investments   | u/s. 49, 372A |

#### ANNEXURE-B

Forms and Returns as filed by the Company with the Registrar of Companies during the financial year ended on 31st March, 2011.

- |                          |              |                  |                     |
|--------------------------|--------------|------------------|---------------------|
| 1. Form No. 23AC & 23ACA | u/s. 220     | for 31-03-2010   | filed on 18-10-2010 |
| 2. Form No. 20B          | u/s. 159     | upto 24-09-2010  | filed on 12-11-2010 |
| 3. Form No. 66           | u/s. 383A(I) | dated 11-08-2010 | filed on 14-10-2010 |

Place : Kolkata  
Dated : 08.08.2011

For Ranay Goswami  
Company Secretaries

Ranay Goswami  
Proprietor  
ACS : 28317  
C.P. No. 10163



## **UTKAL SOAP PRODUCTS LIMITED**

### **AUDITORS' REPORT**

TO  
THE MEMBERS

We have audited the attached Balance Sheet of UTKAL SOAP PRODUCTS LIMITED, as at 31st March, 2011 and the related 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.

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

We report that :

- 1) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
- 2) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
- 3) The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account.
- 4) In our opinion, the Balance Sheet, Profit & Loss Account and the Cash Flow Statement dealt with by this report comply with the Accounting Standards as referred to in Sub-section (3C) of Section 211 of the Companies Act, 1956.
- 5) On the basis of written representations received from the Directors, as on 31st March, 2011 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2011 from being appointed as a Director in terms of Clause (g) of Sub-section (1) of Section 274 of the Companies Act, 1956.

## UTKAL SOAP PRODUCTS LIMITED

### AUDITORS' REPORT (Contd.)

- 6) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with accounting policy & notes on account give the information as required by the Companies Act, 1956 in the manner so required gives a true and fair view in conformity with the Accounting Principles generally accepted in India :
- (a) In the case of the Balance Sheet, of the State of affairs of Company as at 31st March, 2011.
  - (b) In the case of the 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.
- 7) As required by the Companies (Auditor's Report) Order, 2003 (as amended) issued by the Central Government of India in terms of Sub-section (4A) of Section 227 of the Companies Act, 1956 and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we report to the extent applicable to the Company that :
- i) The Company has no Fixed Assets, hence reporting on it does not arise.
  - ii) There is no inventory, hence reporting on it does not arise.
  - iii) (a) The Company has taken unsecured loan from five parties covered in the register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved was Rs. 27.70 lacs and the year ended balance is Rs. 5.80 lacs. The terms and conditions of the said loans are, prima facie, not prejudicial to the interest of the Company. The payments of principal amounts when demanded and interest in respect of such loans are regular.
  - (b) The Company has not taken any loans, secured or unsecured, from Companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956.
  - iv) In our opinion, there are adequate internal control procedures commensurate with the size of the Company and nature of its business, for the purchase and sale of services. Further, during the course of our audit we have neither come across nor have we been informed of any instance of continuing failure to correct major weaknesses in the aforesaid internal control procedures.

## **UTKAL SOAP PRODUCTS LIMITED**

### **AUDITORS' REPORT (Contd.)**

- v) According to the information and explanations given to us, there have been no transactions during the year in pursuance of contracts or arrangements, which are required to be entered in the Register maintained under Section 301 of the Act.
- vi) The Company has not accepted any deposits from the public within the meaning of Section 58A and 58AA of the Act and the rules framed there under.
- vii) In our opinion, the Company has an Internal Audit System commensurate with its size and nature of its business.
- viii) The Central Government has not prescribed for the maintenance of cost record under Section 209(1)(d) of the Companies Act, 1956 for the Services of the Company.
- ix) (a) According to the information and explanations given to us, in our opinion, the Company has been regular in depositing during the year undisputed statutory dues in respect of Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Customs Duty, Excise Duty, Cess and other material statutory dues, as applicable, with the appropriate authorities in India and no undisputed amount payable in respect of the aforesaid dues were outstanding as at 31st March, 2011 for a period of more than six months from the date of becoming payable.  
  
(b) According to the information and explanations given to us, there have been no disputed dues in respect of Sales Tax, Income Tax, Customs Duty, Excise Duty, Wealth Tax and Cess.
- x) The Company has no accumulated losses at the end of the financial year and the Company has not incurred cash losses during the year under review and in the immediately preceding financial year.
- xi) According to the records of the Company, the Company did not have any outstanding dues to any financial institution, Bank or debenture holders during the year.
- xii) The Company has not granted any loans and advances on the basis of security by way of pledge of Shares, Debentures and other securities.
- xiii) The Company is not a Chit Fund or Nidhi / Mutual benefit Fund / Society.

## **UTKAL SOAP PRODUCTS LIMITED**

### **AUDITORS' REPORT (Contd.)**

- xiv) In our opinion and according to the information and explanations given to us the Company is not dealer or trader in Shares, Debentures, Securities and other Investments.
- xv) In our opinion and according to the information and explanations given to us the Company has not given any guarantee for the loans taken by others from Banks or financial institutions during the year.
- xvi) In our opinion and according to the information and explanations given to us and based on an overall examination, the Company has not taken any term loan during the year under review.
- xvii) Based on the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, in our opinion, there are no funds raised on short term basis which have been used for long term investments.
- xviii) The Company has not made any preferential allotment of Shares during the year.
- xix) No Debenture has been issued during the year.
- xx) The Company has not raised any money by Public Issue during the year.
- xxi) During the course of our examination of the books of account 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.

36, Strand Road  
3rd Floor, R. No. 11  
Kolkata-700 001  
Dated : the 8th August, 2011

For **S. K. SONI & CO.**  
Chartered Accountants  
Registration No. 307168E  
**S. K. SONI**  
Proprietor  
M. No. 12800

**UTKAL SOAP PRODUCTS LIMITED**

**Balance Sheet as at 31st March, 2011**

	Schedules	As at 31st March, 2011 Rs.	As at 31st March, 2010 Rs.
<b>I. SOURCES OF FUNDS</b>			
<b>A) SHAREHOLDER'S FUND</b>			
Share Capital	1	39,98,750	39,98,750
Reserves & Surplus - Profit & Loss Account		18,68,844	53,46,030
		<u>58,67,594</u>	<u>13,47,280</u>
<b>B) LOAN FUND</b>			
Unsecured Loan	2	5,80,000	1,32,73,419
		<u>5,80,000</u>	<u>1,32,73,419</u>
	<b>TOTAL</b>	<u>64,47,594</u>	<u>1,86,19,449</u>
<b>II. APPLICATION OF FUNDS</b>			
<b>A. INVESTMENTS</b>			
	3	32,707	36,82,707
<b>B. CURRENT ASSETS, LOANS &amp; ADVANCES</b>			
Cash & Bank Balances	4	1,137	1,66,792
Loans & Advances	5	66,77,813	1,67,83,951
		<u>66,78,950</u>	<u>1,69,50,743</u>
<b>Less : CURRENT LIABILITIES &amp; PROVISIONS</b>			
Current Liabilities	6	28,813	1,11,347
Provisions		2,35,250	19,02,654
		<u>2,64,063</u>	<u>20,14,001</u>
<b>NET CURRENT ASSETS</b>		<u>64,14,887</u>	<u>1,49,36,742</u>
	<b>TOTAL</b>	<u>64,47,594</u>	<u>1,86,19,449</u>
<b>ACCOUNTING POLICIES &amp; NOTES TO ACCOUNTS</b>	9		

As per our Report of even date annexed.

36, Strand Road  
Kolkata-700 001

Dated : the 8th August, 2011

For S. K. SONI & CO.  
Chartered Accountants  
S. K. SONI  
Proprietor

AKASH TANTIA  
P. CHHOTARIA  
P. K. SUREKA

Directors

**UTKAL SOAP PRODUCTS LIMITED**

**Profit & Loss Account for the year ended 31st March, 2011**

	<u>Schedules</u>	Year Ended 31-03-2011 Rs.	Year Ended 31-03-2010 Rs.
<b>I. INCOME</b>			
Income from Shares/Commodities		—	15,57,212
Other Income	7	14,77,378	12,93,641
		<u>14,77,378</u>	<u>28,50,853</u>
<b>II. EXPENDITURE</b>			
Administrative & Other Expenses	8	7,20,564	7,60,500
		<u>7,20,564</u>	<u>7,60,500</u>
Profit/(Loss) before Tax		7,56,814	20,90,353
Less : Provision for Taxation			
Income Tax for Earlier Year	2,35,250	3,25,000	
Excess FBT Provision for Earlier Year	—	2,47,497	
		<u>2,35,250</u>	<u>(2,040)</u>
Profit / (Loss) after Tax		5,21,564	15,19,896
Add : Diminution in value of Investments Written back		—	5,42,161
		<u>5,21,564</u>	<u>20,62,057</u>
Balance as per last Balance Sheet brought forward		13,47,280	(7,14,777)
Balance Carried to Balance Sheet		<u>18,68,844</u>	<u>13,47,280</u>
Basic and Diluted E.P.S.		1,304	3.800
ACCOUNTING POLICIES & NOTES TO ACCOUNTS	9		

As per our Report of even date annexed.

36, Strand Road  
Kolkata-700 001  
Dated : the 8th August, 2011

For S. K. SONI & CO.  
Chartered Accountants  
S. K. SONI  
Proprietor

AKASH TANTIA P. CHHOTARIA P. K. SUREKA	Directors
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**UTKAL SOAP PRODUCTS LIMITED**

**Schedules to the Balance Sheet**

	As at 31-03-2011 Rs.		As at 31-03-2010 Rs.	
<b>SCHEDULE – 1</b>				
<b>SHARE CAPITAL</b>				
<b>AUTHORISED</b>				
10,00,000 Equity Shares of Rs. 10/- each		1,00,00,000		1,00,00,000
<b>ISSUED, SUBSCRIBED &amp; PAID-UP</b>				
4,00,000 Equity Shares of Rs. 10/- each	40,00,000		40,00,000	
Less : Call Unpaid	1,250	39,98,750	1,250	39,98,750
<b>SCHEDULE – 2</b>				
<b>UNSECURED LOAN</b>				
From Body Corporates	—		1,00,74,840	
Others	5,80,000	5,80,000	31,98,579	1,32,73,419
<b>SCHEDULE – 3</b>				
<b>INVESTMENTS</b>				
<b>LONG TERM :</b>				
<b>Quoted :</b>				
500 Eq. Sh. of Swastik Plywood Ltd. of Rs. 10/- each		4,157		4,157
<b>Unquoted :</b>				
<b>In Government Securities</b>				
National Savings Certificates (Deposited with Government Authorities)	28,500		28,500	
5 Eq.Sh. of Steel & Fastners Ltd. of Rs. 10/- each	50	28,550	50	28,550
<b>MUTUAL FUND :</b>				
2,938.142 Unit of Reliance Floating Rate Fund		—		36,50,000
		32,707		36,82,707
Market Value of Quoted Investment		N.A.		N.A.

## UTKAL SOAP PRODUCTS LIMITED

### Schedules to the Balance Sheet

	<u>As at</u> <u>31-03-2011</u> Rs.	<u>As at</u> <u>31-03-2010</u> Rs.
<b>SCHEDULE – 4</b>		
<b>CASH &amp; BANK BALANCES</b>		
Cash in hand (As certified by the Management)	1,137	1,897
<b>With Scheduled Banks</b>		
In Current Accounts	—	1,39,395
In Margin Money Account	—	9,000
In Fixed Deposit Account	—	15,500
With Post Office Saving Bank Account	—	1,000
(Pass Book pledged with Govt. Authorities as Security)	1,137	1,66,792
 <b>SCHEDULE – 5</b>		
<b>LOANS &amp; ADVANCES</b>		
Loans	65,55,326	1,50,44,044
Advances (Recoverable in Cash or in kind or for value to be received)	—	16,050
Advance Income Tax & TDS	1,22,487	15,91,282
Security Deposit	—	1,32,575
	66,77,813	1,67,83,951
 <b>SCHEDULE – 6</b>		
<b>CURRENT LIABILITIES &amp; PROVISION</b>		
<b>CURRENT LIABILITIES</b>		
Other Liabilities	28,813	1,11,347
 <b>PROVISIONS</b>		
For Taxation	2,35,250	19,02,654



# UTKAL SOAP PRODUCTS LIMITED

## Schedules to the Profit & Loss Account

	Year ended 31-03-2011 Rs.	Year ended 31-03-2010 Rs.
<b>SCHEDULE – 7</b>		
<b>OTHER INCOME</b>		
Profit on sale of Mutual Fund	18,401	—
Interest on IT & FBT Refund	—	1,646
Interest received (TDS- Rs. 1,22,487/-)	13,75,953	12,91,995
Sundry Balances Written-off (NET)	83,024	—
	<u>14,77,378</u>	<u>12,93,641</u>
<b>SCHEDULE – 8</b>		
<b>ADMINISTRATIVE &amp; OTHER EXPENSES</b>		
Rates & Taxes	2,500	5,965
Professional Charges	40,347	28,252
Interest Paid	5,27,524	5,48,166
<b>Auditors' Remuneration</b>		
Audit Fees	4,500	4,500
Tax Audit Fees	—	3,000
Miscellaneous Expenses (As per Annexure)	1,45,693	1,70,617
	<u>7,20,564</u>	<u>7,60,500</u>
<b>ANNEXURE TO SCHEDULE – 8</b>		
Advertisement Expenses	1,707	—
Travelling Expenses	327	784
Postage & Telegram	10,120	5,737
Printing & Stationery	5,693	6,058
Rent	12,000	12,000
Bank Charges	496	441
Brokerage & Commission	56,710	1,14,653
Demat Charges	2,090	450
Custody Fees (NSDL & CSDL)	20,648	6,618
Legal Charges	12,048	—
License & Fees	1,900	1,900
Listing Fees	11,581	12,699
General Expenses	233	1,047
Filing Fees	10,140	8,230
	<u>1,45,693</u>	<u>1,70,617</u>

# UTKAL SOAP PRODUCTS LIMITED

## Schedules to the Balance Sheet & Profit & Loss Account

### SCHEDULE – 9

#### 1. SIGNIFICANT ACCOUNTING POLICIES :

- 1.1 Basis of Accounting : The financial statement has been prepared on accrual basis in accordance with accepted accounting principles, Accounting Standard notified by the Central Government and relevant provision of Companies Act based on historical cost convention.
- 1.2 Revenue Recognition :  
Other Income and expenses has been considered in the accounts on accrual basis.
- 1.3 Investments : Investments are stated at cost less provision for diminution in value other than temporary.
- 1.4 Taxes on Income :
- a) Current Tax is amount of tax payable on taxable income in accordance with the Provision of Income Tax Act, 1961.
  - b) Deferred Tax is recognised on timing difference between taxable Income and accounting Income that originate in one period and reversal in one or more subsequent periods.

#### 2. NOTES TO ACCOUNTS :

##### 2.1 Contingent Liability not provided for :-

	<u>2010-2011</u>	<u>2009-2010</u>
	Rs.	Rs.
Bank Guarantee	NIL	60,500

2.2 Market Value of quoted Shares-Swastik Plywood Ltd. could not be ascertained as the quotation of same is not available.

##### 2.3 Related party disclosures :

- a) Name of related parties and description of relationship
- i) Key Management Personal : Shri J. P. Tantia
  - ii) Relative of KMP : Akash Tantia (HUF)  
Jay Prakash Tantia (HUF)  
Akash Tantia  
Kailash Tantia

## **UTKAL SOAP PRODUCTS LIMITED**

### **Schedules to the Balance Sheet & Profit & Loss Account**

#### **SCHEDULE – 9 (Contd.)**

##### **b) Transactions Details**

<b>Particulars</b>	<b>KMP &amp; it's Relative</b>	<b>Associated</b>	<b>Total</b>
Loan taken	27,70,000/-	—	27,70,000/-;
Interest Paid	1,48,646/-	—	1,48,646/-;
Rent paid	—	12,000/-	12,000/-

- 2.4 Segment Reporting is not applicable.
- 2.5 Deferred Tax Assets / Liabilities have not been considered in the accounts as there is no difference in taxable income and accounting income.
- 2.6 Information pursuant to provisions of Paragraph 3, 4C & 4D of Par-II of Schedule - VI of the Companies Act, 1956 - Not Applicable.
- 2.7 Previous year's figures have been regrouped or rearranged wherever found necessary.

As per our Report of even date annexed

36, Strand Road  
Kolkata-700 001

Dated : the 8th August, 2011

For S. K. SONI & CO.  
Chartered Accountants  
S. K. SONI  
Proprietor

AKASH TANTIA  
P. CHHOTARIA  
P. K. SUREKA

Directors

## UTKAL SOAP PRODUCTS LIMITED

### Cash Flow Statement for the year ended 31st March, 2011

	For the year ended 31-03-2011 Rs.	For the year ended 31-03-2010 Rs.
<b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Net Profit before Tax and Extra-ordinary items	7,61,314	21,44,764
Add : Interest paid	<u>5,27,524</u>	<u>5,48,166</u>
	12,88,838	26,92,930
<b>Adjustment for</b>		
Profit on Sale of MF	(18,401)	(15,57,212)
Interest Received	<u>(13,75,953)</u>	<u>(12,91,995)</u>
Operating Profit before Working Capital Changes	(1,05,516)	(1,56,277)
<b>Adjustment for</b>		
1. (Decrease) / Increase in Liabilities	(88,916)	78,734
2. (Increase) / Decrease in Liabilities Written-off	(83,024)	—
3. (Increase) / Decrease in Sundry Advances	—	—
Cash Generated from operations	<u>(2,77,456)</u>	<u>(77,543)</u>
Income Taxes Paid / Refund	<u>(1,22,487)</u>	<u>(1,61,957)</u>
Cash Flow before Extra-ordinary Items	<u>(3,99,943)</u>	<u>(2,39,500)</u>
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<u>(3,99,943)</u>	<u>(2,39,500)</u>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Interest Received	13,75,953	12,91,995
Purchase of Investment	—	(12,05,935)
Recovery of Loan	84,88,718	(1,24,51,048)
Sale of Investments	<u>36,50,000</u>	<u>—</u>
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<u>1,35,14,671</u>	<u>(1,23,64,988)</u>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Increase/ (Decrease) in Unsecured Loan	(1,27,48,745)	66,75,884
Interest Paid	<u>(5,27,524)</u>	<u>(5,48,166)</u>
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<u>(1,32,76,269)</u>	<u>61,27,718</u>
Net Increase/(-) Decrease in Cash and Cash Equivalent (A+B+C)	(1,61,541)	(64,76,770)
Cash and Cash Equivalents as at 01-04-2010 (Opening Balance)	1,66,792	66,43,562
Cash and Cash Equivalents as at 31-03-2011 (Closing Balance)	(5,251)	1,66,792

As per our Report of even date annexed

36, Strand Road  
Kolkata-700 001

Dated : the 8th August, 2011

For S. K. SONI & CO.  
Chartered Accountants  
S. K. SONI  
Proprietor

AKASH TANTIA  
P. CHHOTARIA  
P. K. SUREKA

| Directors

# UTKAL SOAP PRODUCTS LIMITED

## BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

### I. Registration Details

Registration No. L51909WB1973PLC028878 State Code 21  
Balance Sheet Date 31-03-2011

### II. Capital Raised during the Year (Amount in Rs. Thousands)

Public Issue NIL Rights Issue NIL  
Bonus Issue NIL Private Placement NIL

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

Total Liabilities 6,712 Total Assets 6,712

#### Sources of Funds

Paid-Up Capital 3,999 Reserve & Surplus 1,869  
Secured Loan NIL Unsecured Loan 580

#### Application of Funds

Net Fixed Assets NIL Investments 33  
Net Current Assets 6,415 Miscellaneous Expenditure NIL  
Accumulated Loss NIL

### IV. Performance of Company (Amount in Rs. Thousands)

Turnover / Income 1,477 Total Expenditure 720  
Profit Before Tax 757 Profit After Tax 522  
Earning Per Share in Rs. 1,304 Dividend Rate NIL

### V. Generic names of three Principal Products/Services of Company (As per monetary terms)

Item Code No. (ITC Code) 340119.09  
Product Description WASHING SOAP

As per our Report of even date annexed

36, Strand Road  
Kolkata-700 001  
Dated : the 8th August, 2011

For S. K. SONI & CO.  
Chartered Accountants  
S. K. SONI  
Proprietor

AKASH TANTIA  
P. CHHOTARIA  
P. K. SUREKA

Directors