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BOARD OF DIRECTORS

Mr. Hari Chand Aggarwal	Chairman
Mr. Rajesh Aggarwal	Managing Director
Mr. Sanjeev Bansal	Whole-time Director
Mr. Rajender Pershad Gupta	Director
Mr. Navneet Goel	Director
Mr. Gopal Chandra Agarwal	Director
Mr. Navin Shah	Director
Mr. Anil Kumar Singh	Director

COMPANY SECRETARY & COMPLIANCE OFFICER

Mr. Pankaj Gupta

AUDITORS

M/s Mohit Parekh & Co.
Chartered Accountants
Delhi

INTERNAL AUDITORS

M/s Devesh Parekh & Co.
Chartered Accountants
Delhi

BANKERS

Punjab National Bank
Citi Bank N.A
Standard Chartered Bank

REGISTRAR & TRANSFER AGENT

Alankit Assignment Ltd.
Alankit House, 2E/21, Jhandewalan Exten.
New Delhi – 110055

REGISTERED & CORPORATE OFFICE

401-402, Lusa Tower,
Azadpur Commercial Complex, Delhi – 110033

WORKS OFFICE

E – 442, RIICO Industrial Area,
Chopanki, (Bhiwadi) – 301 707 (Raj.)

E – 443 – 444, RIICO Industrial Area,
Chopanki, (Bhiwadi) – 301 707 (Raj.)

SIDCO, Industrial Growth Centre,
Post & Dist. Samba (J & K)

NOTICE

NOTICE is hereby given that the 12th Annual General Meeting of the members of INSECTICIDES (INDIA) LIMITED will be held on Wednesday, the day of August 12, 2009 at 11.00 A.M. at M. P. C. U. Shah Auditorium, Civil Lines, Delhi – 110054 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Balance Sheet of the Company as at March 31, 2009 and the Profit & Loss Account for the year ended on that date together with the Directors' Report and the Auditors' Report.
2. To declare final dividend for the year 2008-09.
3. To appoint a Director in place of Mr. Gopal Chandra Agarwal, who retires by rotation and being interested, offers himself for reappointment.
4. To appoint a Director in place of Mr. Rajender Pershad Gupta, who retires by rotation and being interested, offers himself for reappointment.
5. To appoint Statutory Auditors who shall hold office from conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and fix their remuneration and in this regard to consider and, if thought fit, to pass with or without modification(s) the following resolution as an **Ordinary Resolution**:
"RESOLVED that pursuant to Section 224 of the Companies Act, 1956, M/s. MOHIT PAREKH & CO., Chartered Accountants, Delhi be and are hereby reappointed as the Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the company on such remuneration as shall be fixed by the Board of Directors of the Company."

SPECIAL BUSINESS:

6. To consider and if thought fit to pass, the following resolution as an **Ordinary Resolution** of which due notice in writing under Section 257 of the Companies Act, 1956, has been received by the Company from a member:
"RESOLVED that Mr. Anil Kumar Singh, who was appointed by the Board of Directors as an Additional Director of the Company w.e.f. April 24, 2009 and who holds office upto the date of this Annual General Meeting of the Company under Section 260 of the Companies Act, 1956 and in respect of whom a notice under Section 257 of the Companies Act, 1956 has

been received from a member signifying his intention to propose Mr. Anil Kumar Singh as a candidate for the office of Director of the Company be and is hereby appointed as a Director of the Company whose period of office shall be liable to determination by retirement of Directors by rotation."

7. To consider and if thought fit to pass, the following resolution as an **Ordinary Resolution** of which due notice in writing under Section 257 of the Companies Act, 1956, has been received by the Company from a member:

"RESOLVED that Mr. Navin Shah, who was appointed by the Board of Directors as an Additional Director of the Company w.e.f. June 23, 2009 and who holds office upto the date of this Annual General Meeting of the Company under Section 260 of the Companies Act, 1956 and in respect of whom a notice under Section 257 of the Companies Act, 1956 has been received from a member signifying his intention to propose Mr. Navin Shah as a candidate for the office of Director of the Company be and is hereby appointed as a Director of the Company whose period of office shall be liable to determination by retirement of Directors by rotation."

By Order of the Board

Registered Office:
 401-402, Lusa Tower,
 Azadpur Commercial Complex,
 Delhi – 110033

(PANKAJ GUPTA)
 Company Secretary

Date : June 23, 2009

NOTES:

1. **A member entitled to attend and vote at the Annual General Meeting (the meeting) is entitled to appoint a proxy to attend and vote on a poll instead of him and the proxy need not be a member of the Company. The instrument appointing proxy should, however, be deposited at the Registered Office of the Company not less than forty-eight hours before commencement of the Meeting.**
2. Corporate members intending to send their authorized representatives to attend the meeting are requested to send a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the meeting.
3. An explanatory statement pursuant to Section 173 (2) the Companies Act, 1956, relating to special business

to be transacted at the meeting is annexed hereto.

The relevant explanatory statement pursuant to Section 173 of the Companies Act, 1956, in respect of Item No. 6 & 7 of the notice is also annexed hereto.

4. Members / Proxies are requested to bring duly filled in attendance slips sent herewith for attending the meeting.
5. In case of Joint Holders attending the meeting, only such Joint Holder who is higher in the order of names will be entitled to vote.
6. The statutory registers and relevant documents referred to in accompanying Notice are open for inspection at the Registered Office of the Company on all working days (except Saturdays, Sundays and Holidays) between 11:00 a.m. to 1:00 p.m up to the date of Annual General Meeting.
7. The Register of Members and Share Transfer Books of the company shall remain close from **August 6, 2009 to August 12, 2009 (Both days inclusive)**.
8. Members are requested to contact the **Registrars and Share Transfer Agents of the Company** for recording any change of address or nominations and for redressal of complaints or contact the Company Secretary at the Registered Office or by email at **investor@insecticidesindia.com**
9. Members holding shares in Electronic Form are hereby informed that bank particulars registered against their respective depository accounts will be used by the Company for payment of dividend. The Company or its Registrars cannot act on any request received directly from the Members holding shares in Electronic Form for any change of bank particulars or bank mandates. Such changes are to be advised only to the Depository Participant of the Members.
10. As per the provisions of the Companies Act, 1956 facility for making nomination is available for the Members in respect of the shares held by them. Nomination forms can be obtained from the Company's Share Registrars and Share Transfer Agents.
11. The Registrar and Transfer activity of shares held in physical and demat form can continue to be carried out by our Registrars, M/s Alankit Assignments Ltd. 2E/21, Jhandewalan Extension, New Delhi – 110 055.
12. Pursuant to Clause 49 of the Listing Agreement with the Stock Exchanges, it is informed that Mr. Gopal Chandra Agarwal and Mr. Rajender Pershad Gupta retires by rotation in accordance with the Articles of Association of the Company at the ensuing Annual General Meeting and being eligible, have offered themselves for re-appointment. The particulars of the Directors are given below:

ITEM NO. 3:

Mr. Gopal Chandra Agarwal, aged 51 years, is a Chartered Accountant by qualification. Presently, he is a Practicing Chartered Accountant and currently based in Delhi. He is a person of repute in his community and has the vast knowledge of Finance Sector and he has more than 26 years of experience. Mr. Gopal Chandra Agarwal was appointed as an Additional Director of the Company with effect from October 26, 2007 and appointed as Director by the Shareholders in the Annual General Meeting. He is a Director in other Company in RGM Finvest Private Limited. He is holding nil shares of the Company.

ITEM NO. 4:

Mr. Rajender Pershad Gupta, aged 59 years, belongs to a business family of Delhi. He started his business career in agriculture and chemical industries. Mr. Rajender Pershad Gupta has 37 years experience in Pesticides and Chemical industry. Mr. Rajender Pershad Gupta was appointed as an Additional Director of the Company with effect from October 22, 2005 and appointed as Director by the Shareholders in the Annual General Meeting. He is holding nil shares of the Company and he has not position as director in any other Company.

Members are requested to bring their copies of the Annual Report and Admission Slip to the Meeting.

EXPLANATORY STATEMENT PURSUANT TO SECTION 173 (2) OF THE COMPANIES ACT, 1956, ANNEXED TO THE NOTICE CONVENING THE ANNUAL GENERAL MEETING TO BE HELD ON AUGUST 12, 2009.

ITEM NO.6

Mr. Anil Kumar Singh, age 33 years, is a Company Secretary by qualification. Presently, he is a Practicing Company Secretaries and based in Delhi. He has more than 6 years of experience. He is a repute person in his community and has vast knowledge of Legal and Corporate Consultancy.

He is holding nil shares of the Company.

Mr. Anil Kumar Singh was co-opted as an Additional Director of the Company pursuant to Section 260 of the Companies Act, 1956, with effect from April 24, 2009. Mr. Anil Kumar Singh, holds the office of Director up to the date of ensuing Annual General Meeting. The Company has received notice in writing from a member along with the requisite fee for the office of Director under the provisions of Section 257 of the Companies Act, 1956. He is a Director in AKS Corporate Services Pvt. Ltd.

The Board was appointed as Additional & Independent Director w.e.f. April 24, 2009 and recommends for appointment as Director in the ensuing Annual General Meeting.

None of directors, except Mr. Anil Kumar Singh, are directly or indirectly concerned or interested in this resolution.

ITEM NO.7

Mr. Navin Shah, aged 66 years, belongs to a business family of Delhi. He started his business career in plastic industries. Mr. Navin Shah has more than 38 years experience in manufacturing in PVC compound.

He is holding nil shares of the Company.

Mr. Navin Shah was co-opted as an Additional Director of the Company pursuant to Section 260 of the Companies Act, 1956, with effect from June 23, 2009. Mr. Navin Shah, holds the office of Director up to the date of ensuing Annual General Meeting. The Company has received notice in writing from a member along with the requisite fee for the office of Director under the provisions of Section 257 of the

Companies Act, 1956. He is a Director in Delhi Polymers & Chemicals Pvt. Ltd.

The Board was appointed as Additional & Independent Director w.e.f. June 23, 2009 and recommends for appointment as Director in the ensuing Annual General Meeting. .

None of directors, except Mr. Navin Shah, are directly or indirectly concerned or interested in this resolution.

By Order of the Board

Registered Office:
401-402, Lusa Tower,
Azadpur Commercial Complex,
Delhi – 110033

(PANKAJ GUPTA)
Company Secretary

Date : June 23, 2009

DIRECTORS' REPORT

Dear Members,

Your Directors have pleasure in presenting the 12th Annual Report and the Audited Statements of Accounts of the Company for the year ended March 31, 2009.

1. FINANCIAL RESULTS (Rupees in Lacs)

Particulars	Current Year 31.03.2009	Previous Year 31.03.2008
Turnover	29448.62	22148.34
Other Income	145.78	178.95
Total Income	29594.40	22327.29
Earning before Interest, Depreciation & Taxation (EBIDTA)	2944.40	1969.94
Less : Interest & Financial Charges	420.80	215.14
Depreciation	111.57	78.18
Profit before Taxation (PBT)	2412.03	1676.62
Less : Provision for Income Tax	275.00	190.00
Provision for Fringe Benefit Tax	23.05	19.87
Deferred Tax	37.96	43.66
Add : Excess Provision of Income Tax in Earlier year	—	3.69
Exceptional Items	3.31	—
Profit after Tax (PAT)	2079.33	1426.78
Amount available for appropriation	5414.47	3629.05
Proposed Final Dividend	253.66	190.24
Income Tax on the Proposed Final Dividend	43.11	32.33
Transfer to General Reserve	155.95	71.34
Balance carried forward to Balance Sheet	5013.74	3335.14

2. REVIEW OF PERFORMANCE

During the year under review, the Turnover of the Company rose to Rs. 29448.62 Lacs as against Rs 22148.34 Lacs reported last year, registering a growth of 33%. The Company has earned Net Profit Rs. 2079.33 Lacs, as against the Net Profit of Rs. 1426.78 Lacs reported last year, registering a growth of 46%. The improvement in performance of your Company could mainly be attributed to better capacity utilization, ongoing emphasis on productivity and efficiency, improvement in all areas of operation.

3. DIVIDEND

The Board of Directors has recommended a final dividend of Rs. 2.00 per Equity Share for the year 2008-09 (Previous year Rs. 1.50 per Equity Share). The final dividend, if

approved at the ensuing Annual General Meeting will be paid to all those Equity Shareholders whose name appear on the Register of members as on August 6, 2009. The amount of dividend and the tax thereon aggregates to Rs.253.66 Lacs and Rs.43.11 Lacs.

4. FIXED DEPOSITS

The Company continues to accept the deposits under Section 58-A and 58AA of the Companies Act, 1956, and as on March 31, 2009 there was no overdue deposit with the Company. All deposits due for payment were either paid or renewed during the year.

5. POLLUTION CONTROL

The Company has taken various initiatives to keep the environment free from pollution. It has already installed various devices in the factory to control the pollution.

6. SUBSIDIARY COMPANY

The Audited Balance Sheet as at March 31, 2009 and Profit & Loss Accounts for the year ending as on that date together with the Reports of Directors' and Auditors' thereon of Advance Crop Solutions Ltd. the wholly owned subsidiary company is attached herewith.

***The Company has enter into amalgamation scheme with its wholly owned subsidiary company "Advance Crop Solutions Limited" and presently, the said amalgamation is under legal proceeding. The said wholly owned subsidiary company is a profit making company.**

7. CONSOLIDATED FINANCIAL STATEMENTS

In compliance with Clause 32 and Clause 50 of the Listing Agreements with the Stock Exchanges & as amended pursuant to the directive of Securities and Exchange Board of India (SEBI), and as per the Accounting Standard on Consolidated Financial Statements (AS 21) issued by the Institute of Chartered Accountants of India, the Audited Consolidated Financial Statements along with the Auditors' Report have been annexed with this report.

The statement pursuant to Section 212 of the Companies Act, 1956, containing the details of wholly owned subsidiary company as March 31, 2009 is enclosed as annexure.

8. DIRECTORS

Presently your Board constitutes of Eight (8) Directors comprising of Mr. Hari Chand Aggarwal as Chairman, Mr. Rajesh Aggarwal as Managing Director, Mr. Sanjeev Bansal as Whole time Director, Mr. Rajender Pershad Gupta, Mr. Navneet Goel, Mr. Gopal Chandra Agarwal, Mr. Navin Shah and Mr. Anil Kumar Singh being the Non-executive Independent Directors.

Pursuant to the provisions of Section 256 of the Companies Act, 1956 and in accordance with Article 89 of the Articles of Association of the Company, Mr. Gopal Chandra Agarwal and Mr. Rajender Pershad Gupta, Directors of the Company who retires by rotation in the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment. Details of the Directors seeking re-appointment as required under Clause 49(VI) of the Listing Agreements entered into with the Stock Exchanges are provided in the Notice forming part of this Annual Report.

Mr. Anil Kumar Singh and Mr. Navin Shah were appointed as an Additional Director on April 24, 2009 & June 23, 2009 respectively. They hold office up to the date of the ensuing Annual General Meeting and the Company has received notice along with the requisite fees deposits of Rs. 500/- (Rupees Five Hundred) each from the members under Section 257 of the Companies Act, 1956, to propose the name as Directors. The Board is of the opinion that their association with the Company will be beneficial to the Company and hence recommend the resolutions for yours approval.

None of the Directors of the Company is disqualified for being appointed as Director as specified in Section 274(1)(g) of the Companies Act, 1956.

9. DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956 with respect to Directors Responsibility Statement, it is hereby confirmed that:

- i) In the preparation of the annual accounts for the year ended March 31, 2009, the applicable accounting standard have been followed and no material departures have been made from the accounts;
- ii) The Directors have selected such accounting policies and applied them consistently and made judgments 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 the year ended on that date;
- iii) The Directors have proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- iv) The Directors have prepared the annual accounts on a going concern basis.

10. CORPORATE GOVERNANCE

Your Company has complied with the requirements of Clause 49 of the Listing Agreement regarding Corporate Governance.

A report on the Corporate Governance practices followed by the Company, the Auditors' Certificate on compliance of mandatory requirements thereof and Management Discussion and Analysis are given as annexure to this report.

11. AUDITORS AND AUDITORS' REPORT

The Company recommends the appointment Messer Mohit Parekh & Co., Chartered Accountants, Statutory Auditors of the Company, subject to the approval of Members at the ensuing Annual General Meeting. The Company has received a letter from Messer Mohit Parekh & Co., Chartered Accountants to the effect that their appointment, if made, would be within the prescribed limits under Section 224(1B) of the Companies Act, 1956 and that they are not disqualified for such appointment within the meaning of Section 226 of the said Act.

The notes on accounts referred to the Auditors' Report are self-explanatory and therefore do not call for any further comments.

12. EXCISE DUTY

During the year under review a sum of Rs. 3106.67 Lacs was paid on account of Excise Duty on various products manufactured by your Company.

13. HUMAN RESOURCES

In spite of a challenging year with demands of the products decreasing, cordial industrial relations environment prevailed at all the manufacturing units of the Company during the year.

14. QUALITY POLICY/CERTIFICATION

The Company is committed to provide consistent good quality products to its customers worldwide and for achievement of world class quality in the products manufactured, every employee is involved in ensuring quality of products at all times. Management on its part is fully committed to further improve quality and provides all resources to accomplish this task. The Company is also committed to continually improve safety and health of employees and working environment through institutionalizing proactive safety, health and environmental management strategies.

15. CREDIT RATING

Your Company's rating for Fund Based Facilities has been assigned LBBB+ (pronounced L triple B Plus) rating by ICRA Ltd. and they have also assigned A2 (pronounced A two) rating to the Non-Fund Based Facilities, availed by the Company.

16. PHASE – II OF EXPENSION (AS PER PROSPECTUS) – STATUS UNDER PROCESS

The Company has started construction work of Formulation unit at Udhampur (J&K) and has applied to obtain approval required from Government Authorities for setting up of technical manufacturing unit and R&D center at Dahej, Gujarat.

***CHANGE OF CODE FOR TRADING OF SHARES IN THE STOCK EXCHANGES**

The Company has received new Scrip ID in BSE "INSECTCID" and Symbol in NSE "INSECTCID" w.e.f. May 11, 2009.

17. CORPORATE SOCIAL RESPONSIBILITY

The Company is contributing to sustainable development by its economic activities combined with the fulfillment of its social responsibilities relating to the education, health, safety and environment aspects.

18. THE COMPANIES (PARTICULARS OF EMPLOYEES) RULES, 1975 AS AMENDED

During the year under report, there was no employee drawing a salary exceeding the limits prescribed u/s 217 (2A) of the Companies Act, 1956 read with rules made there under.

19. ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS & OUTGO

A Statement containing necessary information, as required under the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, is annexed hereto.

20. CASH FLOW ANALYSIS

The Cash Flow Statement for the year under reference in terms of Clause 32 of the Listing Agreement with the Stock Exchanges is annexed hereto.

21. APPRECIATION

The Directors wish to thank creditors, investors, Banks and Government Authorities for their continued support. The Directors also wish to place on record their deep sense of gratitude for the committed services services of the Executives staff and workers of the Company.

We would also like to express sincere thanks to our Shareholders for their confidence and understanding.

For and on behalf of the Board
INSECTICIDES (INDIA) LIMITED

(HARI CHAND AGGARWAL)
 Chairman

Place : Delhi
 Dated : June 23, 2009

ANNEXURE TO THE DIRECTORS' REPORT
(Under Section 217(1)(e) of the Companies Act, 1956)

Information as required u/s 217 (1) (e) of the Companies Act, 1956 read with Companies (Disclosures of particulars in the report of Board of Directors) Rules, 1988 is set out as under:

A. Conservation of Energy:
i) Energy Conservation Measures taken:

Energy conservation efforts are ongoing activities. During the year under review further efforts were made to ensure optimum utilization of fuel and electricity.

ii) Additional investments and proposals, if any, being implemented for reduction of consumption of energy : Nil

iii) Impact of measures at (i) & (ii) above for reduction of energy consumption and consequent impact on the cost of production of goods.

iv) Total energy consumption and energy consumption per unit of production as per Form 'A'

FORM 'A'
FORM FOR DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY
I. Power and Fuel Consumption

	Current Year	Previous Year
(1) Electricity		
(a) Total Amount (Rs.)	6357769.00	3661381.00
Units (KWH)	1440681	624293
Average Rate/Unit (Rs.)	4.41	5.86
(b) Own Generation		
(i) Through Diesel Generator		
Units (Ltr.)	39961	29552
Total Amount (Rs.)	1653085.00	904750.00
Average Rate/unit (Rs.)	41.36	30.6
(ii) Through steam turbine/generator	Nil	Nil

	Current Year	Previous Year
(2) Coal (Quantity)		
Total Cost & Average Rate	Nil	Nil
(3) Furnace Oil (KL.)		
Total Amount/Average Rate	Nil	Nil
(4) Other/internal Generation (MT)		
Quantity Cost/Rate Per Unit	Nil	Nil
II. Consumption per unit of production		
Electricity	0.26	0.19
Coal	Nil	Nil
Furnace Oil	Nil	Nil
B. Technology absorption and Research & Development		
i) Technology Absorption		
(a) The Company neither entered in to any technical foreign collaboration nor received imported any technology from any foreign organization.		
(b) Product improvements have and will continue to result in improved productivity and cost reduction and this will result in improving the profitability of the Company		
(c) Process improvements in existing products resulted in better productivity, efficiency and quality.		
ii) Research and Development (R&D)		
a) Specific areas in which R & D carried out	: Improvement in the overall Quality of Pesticides and Insecticides	
b) Benefits derived as a result of the above R&D	: Improvement in product Quality	
c) Future plan of action	: Development of New Products and Processes	
d) Expenditure on R&D		
i) Capital	: Rs. 230536.00	
ii) Recurring	: Rs. 2268080.86	
iii) Total	: Rs. 2498616.86	
iv) Total R&D expenditure As a percentage of total turnover	: 0.08%	
C. Foreign Exchange Earning & Outgo:		
Total Foreign Exchange used and earned		
Used	7: (Rs. in Lacs) 4029.86	
Earned	: (Rs. in Lacs) 41.32	

For and on behalf of the Board
INSECTICIDES (INDIA) LIMITED

Place : Delhi
 Dated : June 23, 2009

(HARI CHAND AGGARWAL)
 Chairman

REPORT ON MANAGEMENT DISCUSSION AND ANALYSIS

INDUSTRY STRUCTURE AND DEVELOPMENTS

BT cotton has changed the scenario of Indian agriculture. It is a revolution in Indian agriculture. Today Indian agriculture is not simply a way of life of our farmers, but it is developing a knowledge driven farming. To day our farmers are showing more confidence in adopting the technology. After years of stagnation, our agriculture growth is picking up, thanks to govt. policies in determining MSP which has made Indian farming a profitable occupation. In addition to this rural employment guarantee scheme has also benefited the rural economy. If our country is expected to grow @ 6- 7% in this period of global recession, it is mainly due to the fact that our rural economy is stronger than ever before and good demands exist in rural areas. Though the govt. has built substantial food grain reserves due to bumper crop since last 2-3 years. However there are about 40 million populations in our country suffering from malnutrition. In this situation today's substantial food grain reserve may come in shortage if the food production of our country is not increased by 30-35% from the present level in the coming 3-4 years. The only solution to the problem is more grain per acre and to save every grain from damage. In this situation the importance of pesticide in protecting the crop from pest cannot be denied when 20% of the total farm produce is damaged due to pests, diseases and weeds. The difference between potential yield and actual yield needs to be reduced which is more than double presently.

OPPORTUNITIES AND OUTLOOK

The sale of conventional chemicals has increased by 21-22% in 2008 over 2007. It shows the use of agro chemicals on new crops (which were not under pesticide use earlier) is increasing in our country where pest problem is manageable with conventional chemicals. The total pesticide market has grown by 19% in 2008 over 2007. Business prospectus seems to be good in 2009 as the output prices of major crops are very remunerative to farmers.

RISKS, CONCERNS AND THREATS

The operating margins are under pressure due to increase in raw material prices and other input costs. It may not be possible for the Company to recover the increase in material cost entirely from customers. Shortage of Raw Material for agro chemicals in the International Market is making the raw material procurement very expensive, hampering the quantities and the margins.

With the advent of the IPM technique, the use of Bio Pesticides and GM seeds have increased. In India Bt Cotton is widely used and the use of some insecticides may diminish but the scope of the insecticides for the sucking pests, herbicides and the plant growth regulators increases.

Exchange rate fluctuations between Dollar and Rupee could also impact the revenues in the foreseeable future.

FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

Comparison of various items between Financial Statements for Fiscal Year 2009 and Fiscal Year 2008: (Rupees in Lacs)

Particulars	Standalone				Consolidated			
	FY 2009		FY 2008		FY 2009		FY 2008	
	Rs.	%	Rs.	%	Rs.	%	Rs.	%
Sales/Income from Operation	29407.30	99.37	22124.83	99.09	29435.59	99.37	22143.7	99.09
Sales (Export)	41.32	0.14	23.51	0.11	41.32	0.14	23.51	0.11
Other Income	145.78	0.49	178.95	0.80	145.87	0.49	178.95	0.80
Total Income	29594.40	100.00	22327.29	100.00	29622.78	100.00	22346.16	100.00
Decrease/(Increase) in Stock	-2332.73	-7.88	-689.80	-3.09	-2332.73	-7.87	-689.80	-3.09
Raw Material Consumed	17088.11	57.74	11008.25	49.30	17088.11	57.69	11008.25	49.26
Trading Purchases	544.66	1.84	110.19	0.49	544.66	1.84	110.19	0.49
Manufacturing Expenses	3058.16	10.33	2753.44	12.33	3058.17	10.32	2753.44	12.32
R&D Expenses	22.68	0.08	31.41	0.14	22.68	0.08	31.41	0.14
Employees Cost	679.16	2.29	454.97	2.04	700.35	2.36	475.33	2.13
Other Expenditure	7589.96	25.65	6688.89	29.96	7578.21	25.58	6676.03	29.88
Total Expenses	26650	90.05	20357.35	91.18	26659.45	90.00	20364.85	91.13
EBIDTA	2944.40	9.95	1969.94	8.82	2963.33	10.00	1981.31	8.87
Finance Charges	420.80	1.42	215.14	0.96	420.94	1.42	215.78	0.97

Particulars	Standalone				Consolidated			
	FY 2009		FY 2008		FY 2009		FY 2008	
	Rs.	%	Rs.	%	Rs.	%	Rs.	%
Depreciation	111.57	0.38	78.18	0.35	111.86	0.38	78.46	0.35
PBT	2412.03	8.15	1676.62	7.51	2430.53	8.20	1687.07	7.55
Taxation	336.01	230.49	249.84	139.61	342.40	234.73	253.99	141.93
Adjustment of Minority Interest					-0.04		0.04	
Exceptional Item	3.31	0.01			3.31	0.01		
PAT	2079.33	7.03	1426.78	6.39	2091.48	7.06	1433.04	6.41

STANDALONE BASIS

Total Income of the Company has stepped up from Rs. 22148.34 Lacs in FY 2008 to Rs. 29448.62 in FY 2009, thus is increase of 33% in the total income of the Company. Profit Before Taxation increased from Rs. 1676.62 Lacs during FY 2008 to Rs. 2412.02 Lacs during FY 2009. Profit after Tax & Extraordinary Item for FY 2009 stood at Rs. 2079.33 Lacs compared to Rs. 1426.77 Lacs during FY 2008.

CONSOLIDATED

Total Turnover of the Company has stepped up from Rs. 22195.62 Lacs in FY 2008 to Rs. 29476.91 in FY 2009, thus is increase of 33% in the total turnover of the Company. Profit Before Taxation increased from Rs. 1687.07 Lacs during FY 2008 to Rs. 2430.52 Lacs during FY 2009. Profit after Tax & Extraordinary Item for FY 2009 stood at Rs. 2091.42 Lacs compared to Rs. 1433.08 Lacs during FY 2008.

INTERNAL CONTROL SYSTEM AND ADEQUACY

The Company has a proper and adequate system of internal controls commensurate with its size to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition and that transaction are authorized, recorded and reported correctly.

The Company's Internal Control Systems are further supplemented by an extensive program of Internal Audit by an independent firm of Chartered Accountants and periodic review by Audit Committee and Board.

The Internal Control System is designed to ensure that all financial and other records are reliable for preparing financial statements and other data and for maintaining accountability of assets.

Cost savings and profit improvement ideas also form an important part of the responsibilities of the Internal Audit Department.

The Enterprise Risk Management framework and CEO/Assistant Manager (Accounts) certification as required under Clause 49 of the Listing Agreement with Stock Exchanges for controls testing pertaining to financial reporting, resulted in continuing improvement in internal control.

HUMAN RESOURCES

The Company believes that employees are real assets of the

Company and they treat them as their HR Capital. Expertise, dedication and the experience are the main driving force for growth. Towards one of the organization's strategic intents is to form the best team in the industry, initiatives are taken to become a performance driven organization. Current efforts also include building skills, attracting and retaining talent and nurturing and developing leadership potential. The Company also carried out an Internal Customer Satisfaction Survey to look for opportunities to enhance the employee satisfaction index.

During the year, the Company has continued with the training programme "Navchetna" started last year, in which regular training programmes are organized for all categories of employees in different areas such as technical, behavioral, personality development, communication, time management, stress management, managerial effectiveness, and leadership.

Industrial relations continued to remain harmonious at all the manufacturing units during the year. The number of persons employed in the Company is 405 as on date.

RESEARCH & DEVELOPMENT

During the year 2008-09, the Company's R & D centre got the processes of glyphosate and metsulfuron methyl registered with CIL and demonstration for In-process sample of fipronil was given. Work has been done for developing the process of Tricyclazole, Thiamethoxam, Cartap hydrochloride, Butachlor, PMIDA and D-transallethrin. Technology for the process of D-transallethrin has been commercialized in the Technical Plant. Analytical method for monitoring the processes of Tricyclazole and Cartap hydrochloride has also been also setup. The process for PMIDA (N-Phosphono-methyl amino diacetic acid), a raw material of Glyphosate, is ready to be applied for patent application. New and improved recipe for Strptomil is developed for formulation.

ENVIRONMENT, HEALTH & SAFETY (EHS)

The Company has a environmental policy for implementing an Environmental Management System (EMS) for meeting the content & purpose of organization's Environmental Policy & objectives which take into account legal requirements and other requirements to which the organization subscribes and information about significant environmental aspects. It aims at use of processes, practices, techniques, materials, products, services or energy to avoid, reduce or control the creation,

emission or discharge of any type of pollutant or waste, in order to reduce adverse environmental impacts.

Occupational Health & Safety describes the Occupational Health & Safety Management System adopted by the Company, the elements of the OHSAS 18001:1999 Amendment 1:2002 standard and measures stipulated for ensuring the conformance to the Occupational Health & Safety Management System, legal & statutory requirements, continual improvement and satisfaction of interested parties (i.e. customers, suppliers, employees and public). The Occupational Health & Safety Management System has been formulated on the basis of OHSAS 18001:1999 AMENDMENT 1:2002. We, at insecticide india limited are committed to manage our occupational health and safety responsibilities & to comply with the relevant occupational health & safety laws prevailing in the state/country. The OH&S is an integral part of all operations carried out by us. We strive to continually improve, its performance by planning & by being actively involved in the review & continual improvement of OH&S system & by setting objectives & targets for health & safety.

CORPORATE SUSTAINABILITY

Realizing its social responsibility, the Company has started a social welfare programme "Agla Kadam" in Punjab and Rajasthan

where it has adopted Villages to offer people the basic needs of life healthcare, education, women empowerment. It is undertaking various activities for them such as providing books and study material to children, giving scholarships and aid for schools, providing vocational education like stitching, embroidery etc. to girls and ladies for self-employment, providing technical education to farmers about new and latest technologies etc to increase their yield and improve their income. The Company aims to adopt more villages in other parts of the country as well.

CAUTIONARY STATEMENT

Certain statements in the 'Management Discussion and Analysis' describing the Company's objectives, projections, estimates, expectations may be forward-looking and are stated as required by applicable securities laws and regulations. Many factors may affect the actual results, which would be different from what the Directors envisage in terms of the future performance and outlook.

For and on behalf of the Board
Insecticides (India) Limited

(HARI CHAND AGGARWAL)
Chairman

Place : Delhi
Date : June 23, 2009

REPORT ON CORPORATE GOVERNANCE

Your Company has been practicing the principle of good Corporate Governance, which comprises all activities that result in the control of the Company in a regular manner, aiming to achieve transparent, accountable and fair management.

The details of the Corporate Governance compliance by the Company as per the Clause 49 of the Listing Agreement with Stock Exchanges are as under:

COMPANY'S PHILOSOPHY

Insecticides (India) Limited (IIL) defines Corporate Governance as a process directing the affairs of the Company with integrity, transparency and fairness, so as to optimize its performance and maximize the long term shareholder value in legal and ethical manner, ensuring justice, courtesy, and dignity in all transactions of the Company. Your Company is committed to good Corporate Governance in all its activities and processes.

The Company maintains the optimum combination of Executive and Independent Directors having rich experience in related sectors for providing premeditated directions to the Company. The Board of Directors always endeavor to create an environment of fairness, equity and transparency in transactions with the underlying objective of securing long term shareholder value, while, of the same time, respecting the right of all stakeholders.

I. BOARD OF DIRECTORS

(A) Composition of Board

As on March 31, 2009, Board of the Company comprises of 6 Directors, of which three are Executive Directors and rest three are Non Executive Independent Directors. There is no Nominee Director, appointed by any Financial Institution on the Board. Non-Executive Directors did not have any material pecuniary relationship or transactions with the Company during the year 2008-09 which may effect their judgments in any manner. As on March 31, 2009, the composition of the Board of Directors was as under:

S. No.	Directors	Category	No. of Outside Directorship	
			Companies	Committees
1	Mr. Hari Chand Aggarwal	Executive Director	1	None
2	Mr. Rajesh Aggarwal	Executive Director	1	None
3	Mr. Sanjeev Bansal	Executive Director	1	None
4	Mr. Navneet Goel	Independent/Non-Executive Director	None	None
5	Mr. Rajender Pershad Gupta	Independent/Non-Executive Director	None	None
6	Mr. Gopal Chandra Agarwal	Independent/Non-Executive Director	1	None

* Mr. Anil Kumar Singh and Mr. Navin Shah have been appointed as an Additional Directors w.e.f. April 24, 2009 and June 23, 2009 respectively on Company's Board, whichever they holds office till the date of the ensuing Annual General Meeting and, if approved by the shareholders, will be appointed as Directors of the Company.

(B) Information as required under Clause 49(VI) of the Listing Agreement in respect of Directors being re-appointed forms part of the Notice of the ensuing Annual General Meeting.

(C) Non-Executive Directors' disclosures

All sitting fees paid to Non-Executive Directors including Independent Directors is within the prescribed limits and is fixed by the Board of Directors.

No stock options were granted to Non Executive Directors or Independent Directors during the year under review.

(D) Meetings and Attendance of the Board

During the financial year 2008-09, 5 (Five) Board Meetings were held. The dates on which the said meetings were held are as follows:

Month	Date
April	April 15, 2008
June	June 27, 2008
July	July 26, 2008
October	October 26, 2008
January	January 30, 2009

The Last Annual General Meeting of your Company was held on August 14, 2008.

None of the Directors of the Board serve as Members of more than 10 committees nor do they chair more than 5 committees as per the requirements of the Listing Agreement.

The attendance of each Director at these meetings is as follows:

S. No.	Members	No. of Board Meetings Attended	AGM held on 14.08.2008 Attended
1	Mr. Hari Chand Aggarwal	5	Yes
2	Mr. Rajesh Aggarwal	5	Yes
3	Mr. Sanjeev Bansal	5	Yes
4	Mr. Rajender Pershad Gupta	5	Yes
5	Mr. Navneet Goel	5	Yes
6	Mr. Gopal Chandra Agarwal	5	Yes

(E) Information supplied to the Board

In terms of quality and importance, the information supplied by management to the Board of Insecticides (India) Ltd. is far ahead of the list mandated under Clause 49 of the Listing Agreement.

(F) Review of Legal Compliance Reports

During the year, the Board periodically reviewed compliance reports with respect to the various laws applicable to the Company, as prepared and placed before it by the management.

(G) Code of Conduct

- The Board of Directors has laid down Code of Conduct for all Board Members and Senior Management of the Company. The copies of Code of Conduct as applicable to the Executive Directors (including Senior Management of the Company) and Non Executive Directors, have been sent to all the Directors and Senior Management Personnel. The Code of Conduct is available on the Company's website www.insecticidesindia.com and copy of the Code of Conduct can be inspected at the Registered Office of the Company during the business hours.
- All the members of the Board of Directors and Senior Management personnel have affirmed compliance with the Code of Conduct as applicable to them during the year ended March 31, 2009. The Annual Report of the Company contains certificate duly signed by Managing Director.

(H) Relationship among the Directors

S. No.	Name of Directors	Relationship with other Directors
1.	Mr. Hari Chand Aggarwal	Father of Mr. Rajesh Aggarwal and Father in law of Mr. Sanjeev Bansal
2.	Mr. Rajesh Aggarwal	Son of Mr. Hari Chand Aggarwal and Brother in law of Mr. Sanjeev Bansal
3.	Mr. Sanjeev Bansal	Son in law of Mr. Hari Chand Aggarwal and Sister's husband of Mr. Rajesh Aggarwal

(I) Insider Trading Policy

Pursuant to the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992, the Company has adopted Code of Conduct for Prevention of Insider Trading. The Company inter alia, observes closed period of trading, Prohibition on dealing, communicating or counseling and policy on disclosure as well.

II. AUDIT COMMITTEE

The Board has established an Audit Committee.

(A) Qualified and Independent Audit Committee

The Company complies with the provisions of Section 292A of the Companies Act, 1956 as well as Clause 49 of the Listing Agreement pertaining to the Audit Committee. Its composition and functioning is as under:

- The Audit Committee consists of the three directors as members and all of them are independent directors.
- All members of the committee are financially literate and present Chairman Mr. Navneet Goel is having the requisite financial management expertise.
- The Chairman of the Audit Committee is an Independent Director.
- The Chairman of the Audit Committee was present at the last Annual General Meeting held on August 14, 2009.

- v) The Statutory Auditors including his representatives and such other person and official of the Company are invited to attend the Audit Committee meetings as and when required.
- vi) The Company Secretary & Compliance Officer acts as the Secretary to the Committee.

(B) Meeting of the Audit Committee

During the year under review, the Audit Committee was reconstituted from time to time. During the last financial year, the Audit Committee met Four times: June 27, 2008, July 26, 2008, October 24, 2008, January 30, 2009. The proper quorum was present in all the Audit Committee meetings held during the year.

The composition of the Audit Committee and number of meetings attended by the Members are given below:

Name of Member	Composition of the Audit Committee	Number of meetings attended
Mr. Navneet Goel	Chairman	4
Mr. Rajender Pershad Gupta	Member	4
Mr. Gopal Chandra Agarwal	Member	4

(C) Powers of Audit Committee

- i) To investigate any activity within its terms of reference.
- ii) To seek information from any employee.
- iii) To obtain outside legal or other professional advice.
- iv) To secure attendance of outsiders with relevant expertise, if it considers necessary.

(D) Role of Audit Committee

- Review of the Company's financial reporting process, the financial statements and financial / risk management policies.
- Recommend the Board on appointment / re-appointment of statutory auditors and fixation of audit fee and other fees to auditors.
- Review of the adequacy of the internal control systems in the Company.
- Review of the internal audit report.
- Discussions with management of the external auditors, the audit plan for the financial year and joint post-audit review of the same.
- Review of the quarterly and annual financial statements before submission to the Board.
- To carry out any of the functions contained in the Corporate Governance Clause of the Listing Agreement.

(E) Review of information by Audit Committee

The Audit Committee has reviewed the following information during the year:

1. Management Discussion and Analysis of financial condition and results of operations of the Company.
2. The reports of Statutory Auditors.
3. The reports of Internal Auditors.

In brief, the Audit committee has performed the role and responsibilities as required to be complied with under the compliance of Listing Agreement and Section 292A of the Companies Act, 1956.

III. SUBSIDIARY COMPANIES

During the year, the Audit Committee and Board reviewed the financial statements of subsidiary company –Advance Crop Solutions Ltd.

During the year, minutes of the Board Meetings of the subsidiary company were placed before the Board of IIL./Disclosure on materially significant related party transactions that may have potential conflict with the interest of company

***The Company has enter into amalgamation scheme with its wholly owned subsidiary company "Advance Crop Solutions Limited" and presently, the said amalgamation is under legal proceeding. The said wholly owned subsidiary company is a profit making company.**

IV. REMUNERATION COMMITTEE

Presently, the Remuneration Committee comprises of three members Mr. Navneet Goel was the Chairman of the Remuneration Committee and Mr. Rajender Pershad Gupta and Mr. Gopal Chandra Agarwal were other members, all of them being Independent & Non-executive Directors. During the year, the Remuneration Committee has not met for any discussion.

The Committee is responsible for considering and approving the remuneration and commission of the Managing/Executive Directors and recommending the fees and commission payable, if any, to the Non-Executive Directors.

(A) Remuneration of Directors

The aggregate value of salary paid for the year ended March 31, 2009 to the Executive Directors are as follows:

S. No.	Name of Directors	Total Remuneration (Rs.)
1.	Mr. Hari Chand Aggarwal	1250000
2.	Mr. Rajesh Aggarwal	1260000
3.	Mr. Sanjeev Bansal	226800

Notes : Salary and perquisites include all elements of remuneration i.e. salary, allowances, incentive and benefits. The term of executive directors does not exceed five years.

B) Details of Non-Executive Directors

Non-Executive Directors have no transaction with the Company, except receiving sitting fees for attending Board Meeting (Sitting Fees of Rs. 10,000) and Annual General Meeting (Sitting Fees of Rs. 10000). The Sitting fees paid for the year ended March 31, 2009 were as follows.

S. No.	Name of Directors	Total Remuneration (Rs.)
1.	Mr. Rajender Pershad Gupta	60,000
2.	Mr. Navneet Goel	60,000
3.	Mr. Gopal Chandra Agarwal	60,000

Details of shares held by Directors as on March 31, 2009

S.No.	Name of Directors	Age (yrs)	Designation	Date of Appointment	No. of Shares held	% held
1.	Mr. Hari Chand Aggarwal	61	Chairman	12.10.2001	615600	4.85
2.	Mr. Rajesh Aggarwal	39	Managing Director	Since in Incorporation	3528600	27.82
3.	Mr. Sanjeev Bansal	44	Whole-time Director	12.10.2001	Nil	Nil
4.	Mr. Navneet Goel	48	Non-executive Director	26.07.2007	Nil	Nil
5.	Mr. Rajender Pershad Gupta	59	Non-executive Director	22.10.2005	Nil	Nil
6.	Mr. Gopal Chandra Agarwal	51	Non-executive Director	26.10.2007	Nil	Nil

* Mr. Anil Kumar Singh and Mr. Navin Shah have been appointed as an Additional Directors w.e.f. April 24, 2009 and June 23, 2009 respectively.

*The Company has not issued any stock options to any of the Directors

V. INVESTORS GRIEVANCE/TRANSFER COMMITTEE

Presently, the Investors Grievance/Transfer Committee comprises of three members. Mr. Navneet Goel was the Chairman of the Investors Grievance/Transfer Committee and Mr. Rajender Pershad Gupta and Mr. Gopal Chandra Agarwal were other members, all of them being independent & Non-executive Directors.

During the year under review, the committee has been renamed from "Investors Grievance Committee" to "Investors Grievance/Transfer Committee" w.e.f. October 24, 2008.

During the year, the committee met 8 times to review the Investors' services rendered. Members were present at the meeting. The Company Secretary (who is also the compliance officer) was also present.

All physical transfers of shares as well as requests for dematerialisation/rematerialisation have been in the meeting.

During the year, the Company has received 29 complaints from the Investors and there was no pending/unattended any complaint as on March 31, 2009.

Other details for shareholders have been provided separately in Shareholders' Information.

*** AMALGAMATION COMMITTEE**

The Amalgamation Committee of the Company was constituted vide a resolution passed by the Board at its meeting held on April 24, 2009 with a view to give authority to deal with the concerned statutory authorities, to approve the scheme, to file the application, to delegate the power, to take approval from concerned Stock Exchanges and to do such acts, deeds, matters and things and to execute all such documents, deeds and other relevant writings as may be deemed necessary and expedient for achieving the object of Amalgamation of wholly owned profit making subsidiary company 'Advance Crop Solutions Ltd' with

parent company 'Insecticides (India) Ltd. The Committee comprises of Mr. Rajesh Aggarwal, Managing Director, Mr. Navneet Goel, Director and Mr. Gopal Chandra Agarwal, Director.

VI. DISCLOSURES

(A) Basis of related party transactions

Transactions with related parties are disclosed in notes to the accounts in attached forming part of Audited Financial Statements.

(B) Disclosure of Accounting Treatment

During the year, the Company has adopted the Accounting Standard 15 (Revised) and accordingly, the Company has provided Gratuity based on Actuarial valuation done as per Projected Unit Credit Method.

(C) Risk Management

The Company has laid down procedures to inform the Board of Directors about the Risk Management and its minimization procedures. The Audit Committee and the Board of Directors review these procedures periodically.

(D) Whistle Blower Policy:

The Company does not have any Whistle Blower Policy as of now but no personnel is being denied any access to the Audit Committee.

(E) Compliance:

The Company had not adopted the non-mandatory requirements as mentioned in the Clause 49.

(F) Management

i) Management discussion and analysis

The Management Discussion and Analysis Report have been given separately in this Annual Report as required under Clause 49 of the Listing Agreement.

ii) Warning against insider trading

Comprehensive guidelines in accordance with SEBI regulations are in place. The Code of Conduct and corporate disclosure practices framed by the Company have helped in ensuring Compliance with the requirements.

(H) Other information

CEO and Assistant Manager (Accounts) certification as required under Clause 49 was placed before the Board and taken on record.

The other information on Corporate Governance Report for the benefit of Shareholders is as under:

GENERAL BODY MEETINGS

Location and time of General Meetings held in the last 3 years:

Year	Type	Date	Venue	Time
2006	AGM	30-08-2006	401- 402, Lusa Tower, Azadpur Commercial Complex, Delhi – 110033	10.00 A.M.
2007	AGM	29-09-2007	JD Farm House (RP Jain Charitable Institute), Alipur Narela Road, Holombi Kalan, Delhi – 110036	9.30 A.M.
2008	AGM	14.08.2008	Shalimar Palace, Main Road, Burari, Delhi – 110084	9.30 A.M.

The special resolution was not passed in the Annual General meeting 2006 & 2007 and was passed in the Annual General Meeting 2008 respectively, regarding approval of the members to appointment of Mr. Hari Chand Aggarwal as a Wholetime Director for a period of 5 years. There was no passed any special resolution through Postal Ballot during the previous Three Annual General Meeting.

Means of Communication:

- (i) Website : The Company's official news and other important investor related information are periodically displayed and updated on the company's website; viz. www.insecticidesindia.com
- (ii) Presentation made to institutional investors or to the analysts: Not Applicable.

Details of capital market non-compliance, if any

There has been no non-compliance by the Company of any legal requirements, nor has there been any penalty, stricture imposed on the Company by any Stock Exchange, SEBI or any Statutory Authority on any matter related to capital market during the year.

Communication to shareholders

Quarterly, half-yearly and annual financial results have been published in leading dailies, such as The Financial Express (English) & Jansatta (Hindi). The financial data and other information related to company's performance have been published in various magazines and new papers regarding capital market.

Report on Corporate Governance

This chapter, read together with the information given in the chapters on Management Discussion & Analysis and Additional Shareholders Information, constitute the compliance report on Corporate Governance.

Auditors' certificate on Corporate Governance

The Company has obtained the certificate from its Statutory Auditors regarding compliance with the provisions relating to Corporate Governance laid down in Clause 49 of the Listing Agreement. This certificate is annexed to the Directors' Report and will be sent to the Stock Exchanges along with the Annual Report to be filed by the Company.

GENERAL SHAREHOLDERS INFORMATION

Annual General Meeting:

- | | |
|---|--|
| (i) Date, Time and Venue | : Wednesday, August 12, 2009
11.00 A.M.
M. P. C. U. Shah Auditorium, Civil Lines, Delhi - 110054 |
| (ii) Financial year | : April 1, 2008 to March 31, 2009 |
| (iii) Financial calendar 2009-10 | : Last week of July, 2009
: Last week of October, 2009
: Last week of January, 2010
: Last week of June, 2010
: August, 2010 |
| (iv) Dividend | : The Board of Directors have proposed a dividend of Rs. 2/- Per equity share for the financial year 2008-09, subject to approval by the Shareholders in the ensuing Annual General Meeting. |
| (v) Date of Book Closure | : August 6, 2009 to August 12, 2009 (Both days inclusive) |
| (vi) Payment of Dividend | : Dividend will be paid within 30 days from the date of declaration through account payee/non-negotiable instruments or through the electronic clearing service (ECS), as notified by the SEBI through the Stock Exchanges. |
| (vii) Listing of Equity Shares on Stock Exchanges and payment of Listing Fee | : Bombay Stock Exchange Ltd. (BSE)
: P.J. Towers, Dalal Street, Mumbai - 400 001
National Stock Exchange Ltd. (NSE)
"Exchange Plaza" Bandra - Kurla Complex, Bandra(E), Mumbai - 400 051
Annual listing fee for the year 2008-09, has been paid by the Company to BSE and NSE.
Annual custodian charges of Depository have also been paid to NSDL and CDSL. |
| (viii) Stock Code | : 532851-Bombay Stock Exchange Limited
INSECTCID-National Stock Exchange of India Limited.

* The Company had received the new Scrip ID "INSECTCID" from Bombay Stock Exchange Ltd. and new Symbol "INSECTCID" from National Stock Exchange of India Ltd. w.e.f May 11, 2009. |
| (ix) ISIN No. | : INE 070I01018 |
| (x) Registrars and Share Transfer Agents
Alankit Assignments Limited
Alankit House,
2E/21, Jhandewalan Extension,
New Delhi - 110055
Tel No. (011) 4254 1234/234 1234
Fax No. (011) 4254 1967
Email: rta@alankit.com | |
| (xi) Share Transfer System | : Shares lodged for transfer at the Registrar's address are normally processed and approved by Investors Grievance/Transfer Committee as and when required. |

- (xii) **Dematerialisation and Re-materialisation of shares** : During the year under review, 193 shares were re-mataterialised.

- (xiii) **Share held in physical and electronic mode as on March 31, 2009**

Particulars	No. of Shares	% to Total Shareholding
Physical	3894162	30.70
Demat:		
NSDL	7785659	61.39
CDSL	1003145	7.91
Sub-Total	8788804	69.30
Total	12682966	100.00

- (xiv) **Stock Market Data & Share price performance in comparison to board based indic**

a) **IIL vs BSE SENSEX**

Month	IIL		Sensex	
	High	Low	High	Low
April 2008	55.75	40.25	17480.74	15297.96
May 2008	59.00	41.05	17735.70	16196.02
June 2008	49.35	38.00	16632.72	13405.54
July 2008	53.85	34.00	15130.09	12514.02
August 2008	67.90	48.00	15579.78	14002.43
September 2008	62.75	42.50	15107.01	12153.55
October 2008	44.00	30.00	13203.86	7697.39
November 2008	37.00	26.70	10945.41	8316.39
December 2008	38.60	26.45	10188.54	8467.43
January 2009	41.95	31.30	10,469.72	8,631.60
February 2009	37.00	31.50	9,724.87	8,619.22
March 2009	35.95	31.30	10,127.09	8,047.17

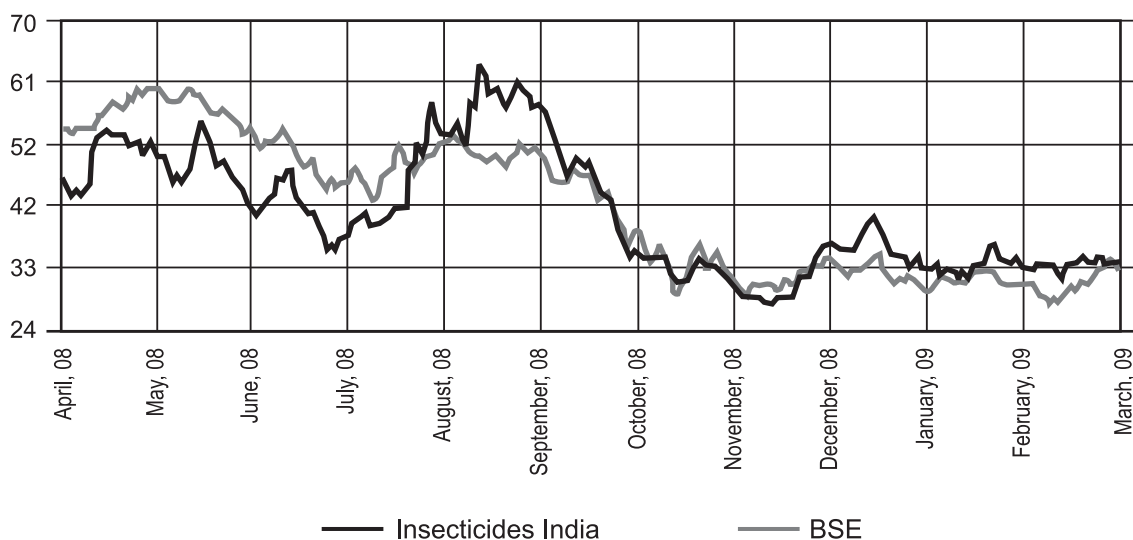
b) **IIL vs NSE NIFTY**

Month	IIL		Nifty	
	High	Low	High	Low
April 2008	57.25	43.40	5230.75	4628.75
May 2008	57.80	45.10	5298.85	4801.90
June 2008	49.20	38.00	4908.80	4021.70
July 2008	53.50	35.10	4491.55	3790.20
August 2008	67.60	46.00	4649.85	4201.85
September 2008	63.00	43.10	4522.40	3715.05
October 2009	44.85	31.00	4000.50	2631.90
November 2008	36.00	27.00	3240.55	2502.90
December 2008	38.50	26.30	3110.45	2570.70
January 2009	41.65	30.40	3147.20	2661.65
February 2009	37.40	31.00	2969.75	2708.45
March 2009	37.50	29.90	3123.35	2539.45

(Source: BSE & NSE website)



Stock Trends during the year (At a Glance)



(xv) Distribution of Shareholdings
Share Ownership Pattern as on March 31, 2009

Category	No. of shares held	% of Share-holding
Promoter and Promoter Group	9472700	74.69
Mutual Funds	Nil	Nil
Banks / Financial Institutions - IFCI	Nil	Nil
FIIIs	Nil	Nil
NRIIs / Foreign Nationals	50779	0.40
Corporate Bodies	651826	5.14
Indian Public	2507661	19.77
TOTAL	12682966	100.00

Top 10 Shareholders as on March 31, 2009

Category	No. of shares held	% of Share-holding
Mr. Rajesh Aggarwal	3528600	27.822
Ms. Pushpa Aggarwal	1434600	11.311
Rajesh Aggarwal (HUF)	1302000	10.266
Hari Chand Aggarwal (HUF)	996000	7.853
Ms. Nikunj Aggarwal	750000	5.913
Mr. Hari Chand Aggarwal	615600	4.854
Master Sanskar Aggarwal	601200	4.740
Isec Organics Ltd.	169700	1.338
Kinetic Investments Private Limited	136519	1.076
Kritika Aggarwal	75000	0.591

Shareholding Pattern by Size

Category (No. of Shares)	Holders	Shares Held	% age
1 – 100	4887	304539	2.40
101 – 500	3658	959745	7.57
501 – 1000	790	577517	4.55
1001 – 5000	278	614856	4.85
5001 – 10000	28	185731	1.46
10001 – 20000	14	193319	1.52
20001 – 30000	6	142702	1.13
30001 – 40000	None	None	None
40001 – 50000	1	42797	0.34
50001 – 100000	2	127541	1.01
100001 – 500000	2	306219	2.41
500001 – Above	8	9228000	72.76
Total	9674	12682966	100.00

(xiii) Outstanding GDRs / ADRs / Warrants or any convertible instruments, conversion date and likely impact on equity

The company has not issued any GDRs / ADRs / Warrants or any convertible instruments.

(xiv) Plant locations

Presently, your Company is a manufacturing unit and having Three Plants located at the following places:

1. E – 442, Industrial Area Chopanki, (Bhiwadi) – 301 707 (Rajasthan)
2. E – 443-444, Industrial Area Chopanki, (Bhiwadi) – 301 707 (Rajasthan)
3. SIDCO Industrial Growth Centre, Samba (J&K)

(xv) Address for correspondence

Investors and Shareholders can correspond with the registered office of the Company at the following address:

The Company Secretary & Compliance Officer**Insecticides (India) Limited**

401-402, Lusa Tower,

Azadpur Commercial Complex,

Delhi – 110 033

Tel No. (011) 2767 9700 – 04

Fax No. (011) 2767 1617

Email – investor@insecticidesindia.com

DECLARATION BY CHIEF EXECUTIVE OFFICER (CEO)

I, Rajesh Aggarwal, Managing Director of **Insecticides (India) Limited** hereby declare that all the board members and senior managerial personnel have affirmed for the year ended on March 31, 2009 compliance with the code of conduct of the Company laid down for them.

Place : Delhi
Date : June 23, 2009

(RAJESH AGGARWAL)
Managing Director



CORPORATE GOVERNANCE COMPLIANCE CERTIFICATE

The Members

Insecticides (India) Limited

401-402, Lusa Tower,
Azadpur Commercial Complex,
Delhi - 110 033

We have reviewed the records concerning the Company's compliance of the conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement entered in to by the Company with the Stock Exchanges of India for the financial year ended on March 31, 2009.

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

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

Based on such review, and to the best of our information and according to the explanations given to us, in our opinion, the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement of the Stock Exchanges of India.

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

For **MOHIT PAREKH & CO.**
Chartered Accountants

MOHIT A. PAREKH
Proprietor
M.No.-81069

Place : Delhi
Date : June 23, 2009

AUDITORS' REPORT

To,
The Members of INSECTICIDES (INDIA) LTD.

We have audited the attached Balance Sheet of **INSECTICIDES (INDIA) LTD.** as at March 31, 2009 and also the Profit and Loss Account for the year ended on that date 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.

1. We conducted our audit in accordance with Auditing Standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by Management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
2. As required by the Companies (Auditor's Report) Order, 2003 and as amended by the Companies (Auditor's Report) (Amendment) Order, 2004 issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 & 5 of the said order.
3. Further to our comments in the Annexure referred to in paragraph 2 above, we report that :
 - a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit ;
 - b) In our opinion, Proper books of accounts as required by law have been kept by the Company so far as appears from our examination of those books ;

- c) The Balance Sheet, Profit and Loss account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts ;
- d) In our opinion, the Balance Sheet, Profit & Loss Account & Cash Flow Statement comply with accounting standards referred to in sub-section 3(C) of Section 211 of the Companies Act, 1956 ;
- e) On the basis of written representations received from the directors of the Company, as on March 31, 2009 and taken on records by the Board of Directors, we report that none of the Directors of the Company are disqualified as on March 31, 2009 from being appointed as Directors in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.
- f) In our opinion and to the best of our information and explanations given to us, the said accounts read together with Significant Accounting Policies and Notes to Accounts give the information required under 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 :
 - i) In so far as relates to the Balance sheet, of the state of affairs of the Company as at March 31, 2009;
 - ii) In so far as relates to the Profit and Loss account, of the **PROFIT** for the year ended March 31, 2009; and
 - iii) In so far as relates to the Cash Flow Statement, of the Cash Flows for the year ended March 31, 2009.

For **MOHIT PAREKH & CO.**
 Chartered Accountants

Place : Delhi
 Date : June 23, 2009

MOHIT A. PAREKH
 Proprietor
 M.No.- 81069

ANNEXURE TO AUDITOR'S REPORT REFERRED TO IN PARAGRAPH 2 OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF INSECTICIDES (INDIA) LIMITED, ON THE ACCOUNTS FOR THE YEAR ENDED ON MARCH 31, 2009

1. In respect of its Fixed Assets:

- a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
- b. As explained to us, the fixed Assets have been physically verified by the management during the year in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
- c. During the year, the Company has not disposed off substantial part of fixed assets and the going concern status of the Company is not affected.

2. In respect of its Inventories:

- a. As explained to us, the inventories have been physically verified by the management at regular intervals during the year.
 - 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. The Company has maintained proper records of inventories. As explained to us, there was no material discrepancies noticed on physical verification of inventory as compared to the book records.
- a. The Company has obtained Secured/Unsecured loans from the Companies, Firm (s) or other parties covered in the register maintained u/s 301 of the Companies Act, 1956. The rate of interest and other terms and conditions are not prima facie prejudicial to the interest of the Company.
 - b. The Company has granted loans Secured or Unsecured to the Companies, Firm (s) or other parties covered in the register maintained u/s 301 of the Companies Act, 1956. The rate of interest and other terms and conditions are not prima facie prejudicial to the interest of the Company.
- 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, no major weaknesses have been noticed in internal controls.

5. In respect of transactions covered under Section 301 of the Companies Act, 1956:

- a. In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements, that needed to be entered into in the register maintained u/s 301 of the Companies Act, 1956 have been so entered.
- 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 under Section 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 prevailing market price at relevant time.

- The Company has complied with the provisions of Sections 58A & 58AA or any other relevant provisions of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 with regard to the deposits accepted from the public. 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 RBI or any other Tribunal on the Company in respect of the aforesaid deposits.

- In our opinion, the Internal Audit System of the Company is commensurate with the size and nature of its business.

- We have been informed that the Central Government has prescribed maintenance of cost records under Section 209 (1) (d) of the Companies Act, 1956. We have test checked/ reviewed the accounts and records of the Company in this connection and are of the opinion, that prima facie, the prescribed accounts and records have been made and maintained.

9. In respect of Statutory Dues:

- a. According to the records of the Company, undisputed statutory dues including Provident Fund, Employees State Insurance, Investor Education and Protection Fund, Income Tax, Sales tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other statutory dues have been generally regularly deposited with the Appropriate Authorities.
- b. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at March 31, 2009 for a period of more than six months from the date of becoming payable.
- c. According to the records of the Company, the disputed statutory dues aggregating to Rs.2,55,64,763.00 that have not been deposited on account of disputed matter pending before Appropriate Authorities are as under:

S. No.	Name of the Statute	Nature of Dues	Forum where dispute is pending	Amount (Rs.)
1.	Central Excise Act, 1944	Excise Duty	Appellate Tribunal - New Delhi	7566743.00
2.	Central Excise Act, 1944	Excise Duty	Appellate Tribunal - New Delhi	16171711.00
3.	Income Tax Act, 1961	Demand U/S 143(3), For A/Y 2002-03	Commissioner Appeal - Delhi	968959.00
4.	Income Tax Act, 1961	Demand U/S 143(3), For A/Y 2003-04	Commissioner Appeal - Delhi	799353.00
5.	Sales Tax Act, 1975	Sales Tax	Jt. Commissioner Appeals – Nagpur	57,997.00

10. The Company has no accumulated losses and has not incurred any cash losses during the financial year covered by our audit or in the immediately preceding financial year.
11. Based on our audit procedures and according to the information and explanation given to us, we are of the opinion that the Company has not defaulted in repayment of dues to financial institutions or banks.
12. In our opinion and according to the explanations given to us and based on the information available, the Company has not granted loans and advances 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 the provisions of clause 4 (xiii) of the Companies (Auditor's Report) order 2003 are not applicable to the Company.
14. In our opinion and according to the information and explanations given to us, the Company is not a dealer or trader in 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 others from banks or financial institutions.
16. The Term Loans have been applied for the purpose for which they were raised.
17. 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 short-term basis that have been used for Long Term investment and similarly no funds raised on Long-Term basis that have been used to finance Short-Term assets except core working capital.
18. During the year, the Company has not made any preferential allotment of shares to parties, firms and companies covered in the Register maintained under Section 301 of the Companies Act, 1956.
19. During the year, the Company has not created securities in respect of debentures issued.
20. The Company has not raised money by way of public issue during the year.
21. In our opinion and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year that causes the financial statements to be materially misstated.

For **MOHIT PAREKH & CO.**
Chartered Accountants

MOHIT A. PAREKH
Proprietor
M.No.- 81069

Place : Delhi
Date : June 23, 2009

BALANCE SHEET AS AT 31ST MARCH, 2009

	Schedule No.		Figures As At 31st March, 2009 (In Rupees)	Figures As At 31st March, 2008 (In Rupees)
I. SOURCES OF FUNDS				
1. Shareholder's Fund				
a) Share Capital	1	126,829,660	126,829,660	
b) Reserves & Surplus	2	881,345,030	703,088,768	829,918,428
2. Loan Fund				
a) Secured Loans	3	137,065,410	145,620,447	
b) Unsecured Loans	4	913,084	3,973,241	149,593,688
3. Deferred Tax Liability			13,982,983	10,187,131
TOTAL			1,160,136,166	989,699,247
II. APPLICATION OF FUNDS				
1. Fixed Assets				
Gross Block	5	273,944,207	216,989,221	
Less : Depreciation		(28,622,636)	20,022,374	
Net Block		245,321,571	196,966,847	
Capital Work In Progress		7,504,082	3,607,887	200,574,734
2. Investments	6		171,723,967	183,789,121
3. Current Assets, Loans & Advances				
a) Inventories	7	963,354,150	608,335,567	
b) Sundry Debtors	8	331,548,562	313,115,663	
c) Cash & Bank Balances	9	32,714,911	43,047,467	
d) Other Current Assets	10	139,183,525	166,238,865	
e) Loans & Advances	11	84,072,185	64,128,238	
		1,550,873,333	1,194,865,800	
Less : Current Liabilities & Provisions				
a) Current Liabilities	12	749,191,252	559,869,528	
b) Provisions	13	103,277,109	68,032,796	
		852,468,361	627,902,324	
NET CURRENT ASSETS			698,404,972	566,963,476
4. Miscellaneous Expenditure	14		37,181,573	38,371,916
(To the extent not written off or adjusted)				
TOTAL			1,160,136,166	989,699,247
Notes on Accounts				
Significant Accounting Policies	24			

The Schedules referred to above form an integral part of these Accounts

Auditors Report

As per our separate report of even date appended herewith.

For **MOHIT PAREKH & COMPANY**
Chartered Accountants

(MOHIT A. PAREKH)
Proprietor
M.No.-81069

Place : Delhi
Date : June 23, 2009

FOR AND ON BEHALF OF THE BOARD

HARI CHAND AGGARWAL
Chairman

SANJEEV BANSAL
Whole-time Director

RAJESH AGGARWAL
Managing Director

PANKAJ GUPTA
Company Secretary

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

	Schedule No.	For the year Ended 31st March, 2009 (In Rupees)	For the year Ended 31st March, 2008 (In Rupees)
INCOME			
Sales	15	2,944,862,374	2,214,834,104
Interest Income	16	14,405,828	17,670,930
Miscellaneous Income	17	172,400	224,126
Increase/ Decrease in Stocks	18	233,273,244	68,980,164
TOTAL (A)		3,192,713,847	2,301,709,324
EXPENDITURE			
Finished Goods Purchased for Trading		54,466,236	11,019,091
Excise Duty (Net)		310,666,124	240,607,796
Research & Development Expenses		2,268,081	3,140,547
Raw Material Consumed/Sold	19	1,708,810,610	1,100,825,387
Manufacturing Expenses	20	319,930,603	283,986,913
Selling & Distribution Expenses	21	410,779,663	395,157,208
Personnel Expenses		55,007,907	37,569,782
Administrative & General Expenses	22	35,154,758	31,235,784
Financial Charges Incurred/ (Recovered)	23	42,079,847	21,513,837
Preliminary Expenses Written off	14	1,190,343	1,172,591
TOTAL (B)		2,940,354,173	2,126,228,935
Profit Before Tax, Depreciation & Exceptional Items (A-B)		252,359,674	175,480,389
Add : Exceptional Item - Actuarial Gain on Employee Benefits		330,924	—
Less : Depreciation	5	11,156,954	7,818,043
Profit Before Tax		241,533,644	167,662,346
Less : Provision for Taxation			
1. Income Tax		27,500,000	19,000,000
2. Deferred Tax		3,795,852	4,366,004
3. Short/Excess Provision of Income Tax & FBT in earlier year		354,658	(181,676)
4. Provision for FBT		1,950,000	1,800,000
Profit After Tax		207,933,134	142,678,018
Add : Balance brought forward from previous year		333,513,957	220,227,492
PROFIT AVAILABLE FOR APPROPRIATION		541,447,091	362,905,511
Transferred to General Reserve		15,595,000	7,133,900
Proposed Dividend			
— Equity Shares		25,365,932	19,024,449
— Tax on Proposed Dividend		4,310,940	3,233,205
Balance carried to Reserves & Surplus		496,175,219	333,513,957
Earning per share Before Exceptional Item (Basic and Diluted)		16.37	11.25 & 11.75
Earning per share After Exceptional Item (Basic and Diluted)		16.39	11.25 & 11.75
Notes on Accounts			
Significant Accounting Policies	24		

The Schedules referred to above form an integral part of these Accounts

Auditors Report

As per our separate report of even date appended herewith.

FOR AND ON BEHALF OF THE BOARD

For **MOHIT PAREKH & COMPANY**
Chartered Accountants

(**MOHIT A. PAREKH**)
Proprietor
M.No.-81069

Place : Delhi
Date : June 23, 2009

HARI CHAND AGGARWAL
Chairman

SANJEEV BANSAL
Whole-time Director

RAJESH AGGARWAL
Managing Director

PANKAJ GUPTA
Company Secretary

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2009

	CURRENT YEAR (In Rupees)	PREVIOUS YEAR (In Rupees)
A. CASH FLOW FROM OPERATING ACTIVITIES & EXTRA ORDINARY ITEMS		
Net Profit before Tax	241,533,644	167,662,346
Add		
Depreciation	11,156,954	7,818,043
Preliminary Expenses Written Off	1,190,343	1,172,591
Loss on Sale of investment/ Fixed Assets	973,021	1,349,356
Interest & Financial Charges	42,079,847	21,513,837
Deduct		
Interest Income	(14,405,828)	(17,670,930)
Other Income	(172,400)	(224,126)
Exceptional Items	(330,924)	
	40,491,013	13,958,771
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	282,024,657	181,621,117
Add/(Less) : Increase/Decrease in Working Capital		
(Increase)/Decrease in Trade Receivables	(18,432,900)	(54,559,638)
(Increase)/Decrease in Inventories	(355,018,584)	(278,354,564)
(Increase)/Decrease in Other Current Assets	33,128,210	(77,246,883)
Increase/(Decrease) in Sundry Creditors	73,716,164	139,160,197
Increase/(Decrease) in Statutory Dues and Exp. Payable	(10,592,875)	18,399,292
Increase/(Decrease) in Other Current Liabilities	126,198,435	44,016,517
	(151,001,549)	(208,585,080)
Adjustments for :		
Interest & Financial Charges paid	(42,079,847)	(21,513,837)
Direct Tax Paid (Including Tax Deducted at Source)	(27,665,456)	(18,599,812)
Preliminary Expenses Incurred	—	(39,461,475)
Net Cash from /(used in) Operating Activities	61,277,804	(106,539,086)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Addition to Fixed Assets	(66,064,694)	(85,607,629)
Proceeds from sale of Fixed Assets	1,683,800	1,720,180
Interest Income	14,405,828	17,670,930
Other Income	172,400	224,126
Maturity of Investment in Shares / Units etc.	12,065,154	(182,795,121)
Net Cash from /(used in) Investing Activities	(37,737,512)	(248,787,513)

C. CASH FLOW FROM FINANCING ACTIVITIES

Proceeds from Issue of Share Capital	—		369,180,590	
Increase/(Decrease) in Secured Loans	(8,555,037)		25,470,430	
Increase/(Decrease) in Unsecured Loans	(3,060,157)	(11,615,194)	(13,774,647)	380,876,373
Dividend Paid/ Payable		(19,024,449)		—
Distribution Tax Paid/Payable		(3,233,205)		—
Net Cash from /(used in) Financing Activities		(33,872,848)		380,876,373
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS(A+B+C)		(10,332,556)		25,549,774
Cash & Cash Equivalents at the beginning of the year (Opening Balance)		43,047,467		17,497,693
Cash & Cash Equivalents at the end of the year (Closing Balance)		32,714,911		43,047,467
		(10,332,556)		25,549,774

NOTES:-

- The Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard -3 Cash Flow Statement issued by the Institute of Chartered Accountants of India.
- Previous year's figures have been re-classified to confirm with the current year's presentation, where applicable.

This is a Cash Flow Statement referred to in our report of even date

FOR AND ON BEHALF OF THE BOARD

For **MOHIT PAREKH & COMPANY**
Chartered Accountants

HARI CHAND AGGARWAL
Chairman

RAJESH AGGARWAL
Managing Director

(MOHIT A. PAREKH)
Proprietor
M.No.-81069

SANJEEV BANSAL
Whole-time Director

PANKAJ GUPTA
Company Secretary

Place : Delhi
Date : June 23, 2009

SCHEDULE ANNEXED TO AND FORMING PART OF BALANCE SHEET

	Figures As At 31st March, 2009 (In Rupees)	Figures As At 31st March, 2008 (In Rupees)
<u>SCHEDULE - 1 : SHARE CAPITAL</u>		
Authorised		
1,50,00,000 Equity Shares of Rs. 10/- each (Previous year 1,50,00,000 Equity Shares)	150,000,000	150,000,000
Issued, Subscribed & Paid-up		
126,82,966 Equity Shares of Rs. 10/- Each (Including 15,50,500 Equity Shares of Rs. 10/- each issued as Bonus in the ratio of 1:5 in earlier year) (Previous year 12682966 Equity Shares)	126,829,660	126,829,660
TOTAL	126,829,660	126,829,660
<u>SCHEDULE - 2 : RESERVES AND SURPLUS</u>		
A. General Reserves		
As per last Balance Sheet	17,223,881	10,089,981
Add : Transferred from Profit & Loss Account	15,595,000	7,133,900
	32,818,881	17,223,881
B. Balance As per Profit & Loss A/c	496,175,219	333,513,957
C. Share Premium Account	352,350,930	352,350,930
TOTAL (A+B+C)	881,345,030	703,088,768
<u>SCHEDULE - 3 : SECURED LOANS</u>		
A. LOAN FROM BANKS		
(Secured by a first pari passu charge on Plant and Machinery, Stocks , Book Debts ,Factory Land & Building and personal guarantee of directors & against hypothecation of vehicles)		
For Cash Credits	110,036,812	139,245,598
For Car Loans	5,070,717	6,374,848
B. GUJARAT INDUSTRIAL DEVELOPMENT CORP.	21,957,881	—
(Against Hypothecation of Ind. Land at Dahej, Gujarat)		
TOTAL	137,065,410	145,620,447
<u>SCHEDULE - 4 : UNSECURED LOANS</u>		
Others/ Body Corporate	913,084	3,973,241
TOTAL	913,084	3,973,241

SCHEDULE - 5 : FIXED ASSETS AND DEPRECIATION ALLOWABLE

Sl. No.	Description of Assets	GROSS BLOCK				DEPRECIATION			NET BLOCK		
		Opening Balance on 01.04.2008	Addition	Sale/ Adjustment	Total as on 31.03.2009	Opening Balance on 01.04.2008	For the period	Written Back	Total as on 31.03.2009	As on 31.03.2009	As on 31.03.2008
1	Air Conditioner	1,183,906.00	464,686.00	—	1,648,592.00	156,312.95	73,001.14	—	229,314.09	1,419,277.91	1,027,593.05
2	Boaring	135,427.30	—	—	135,427.30	17,286.28	4,523.27	—	21,809.55	113,617.75	118,142.02
3	Building	51,103,014.13	378,129.00	—	51,481,143.13	3,400,678.24	1,715,672.04	—	5,116,350.28	46,364,792.85	47,702,335.89
4	Building (R&D)	9,790,291.68	84,285.00	—	9,874,576.68	143,191.66	329,371.24	—	472,562.90	9,402,013.78	9,647,100.02
5	Chilling Plant	8,245,684.62	346,942.00	—	8,592,626.62	166,957.05	400,323.33	—	567,280.38	8,025,346.24	8,078,727.57
6	Car	20,177,487.00	3,679,843.00	3,000,588.00	20,856,742.00	3,974,822.87	1,973,247.87	1,241,907.57	4,706,163.17	16,150,578.83	16,202,664.13
7	Computer	4,147,251.12	2,156,198.00	238,550.00	6,064,899.12	1,284,643.80	888,157.41	172,100.00	2,000,701.21	4,064,197.91	2,862,607.32
8	Cooler	101,444.00	26,711.00	—	128,155.00	22,855.62	5,998.31	—	28,853.93	99,301.07	78,588.38
9	Cycle	10,229.00	—	—	10,229.00	4,671.18	723.19	—	5,394.37	4,834.63	5,557.82
10	Cylinder	130,660.00	—	—	130,660.00	55,480.80	21,179.99	—	76,660.79	53,999.21	75,179.20
11	Electric Equipment	2,907,218.23	86,219.00	—	2,993,437.23	86,599.80	140,831.30	—	227,431.10	2,766,006.13	2,820,617.43
12	Electric Fitting	7,417,266.91	68,791.06	—	7,486,057.97	706,790.99	354,761.55	—	1,061,552.54	6,424,505.43	6,710,475.92
13	Electricity Fitting (R&D)	172,553.41	105,161.00	—	277,714.41	15,823.61	12,794.56	—	28,618.17	249,096.24	156,729.80
14	EPBX	336,085.00	—	—	336,085.00	52,653.59	15,964.04	—	68,617.63	267,467.37	283,431.41
15	Fan	161,135.00	56,711.75	—	217,846.75	25,884.60	9,828.24	—	35,712.84	182,133.91	135,250.40
16	Fax Machine	69,982.00	5,400.00	—	75,382.00	18,547.15	3,554.64	—	22,101.79	53,280.21	51,434.85
17	Fire Extinguisher	583,870.45	17,355.00	—	601,225.45	37,535.17	28,510.78	—	66,045.95	535,179.50	546,335.28
18	Furniture & Fixtures	2,881,834.36	209,019.00	—	3,090,853.36	461,931.02	191,609.86	—	653,540.88	2,437,312.48	2,419,903.34
19	Furniture & Fixture (R&D)	1,105,834.42	—	—	1,105,834.42	53,561.15	69,999.32	—	123,560.47	982,273.95	1,052,273.27
20	Generator	3,885,818.20	142,000.00	—	4,027,818.20	234,173.84	191,155.05	—	425,328.89	3,602,489.31	3,651,644.36
21	Jeep	3,257,408.00	—	1,538,089.00	1,719,319.00	1,098,079.35	271,667.94	927,803.49	441,943.80	1,277,375.20	2,159,328.65
22	Laboratory Equipment	1,770,155.46	226,861.00	—	1,997,016.46	118,255.64	92,009.64	—	210,265.28	1,786,751.18	1,651,899.82
23	Laboratory Equip. (R&D)	3,638,045.37	41,090.00	—	3,679,135.37	200,795.56	173,914.05	—	374,709.61	3,304,425.76	3,437,249.81
24	Land	11,668,292.77	43,452,531.00	—	55,120,823.77	—	—	—	—	55,120,823.77	11,668,292.77
25	Lath Machine	135,824.00	—	—	135,824.00	1,608.49	6,451.64	—	8,060.13	127,763.87	134,215.51
26	Machinery (R&D)	829,125.20	—	—	829,125.20	117,496.67	39,383.45	—	156,880.12	672,245.08	711,628.53
27	Mobile Phone	517,513.24	156,487.00	—	674,000.24	102,253.82	28,557.04	—	130,810.86	543,189.38	415,259.42
28	Motor Cycles	3,335,662.00	596,774.00	436,286.00	3,496,150.00	764,256.15	334,330.02	214,880.84	883,705.33	2,612,444.67	2,571,405.85
29	Office	6,743,137.25	—	—	6,743,137.25	141,028.64	109,913.14	—	250,941.78	6,492,195.47	6,602,108.61
30	Office Equipments	1,248,171.00	364,425.00	—	1,612,596.00	68,773.02	65,213.40	—	133,986.42	1,478,609.58	1,179,397.98



SCHEDULE - 5 : FIXED ASSETS AND DEPRECIATION ALLOWABLE (Contd...)

Sl. No.	Description of Assets	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		Opening Balance on 01.04.2008	Addition	Sale/ Adjustment	Total as on 31.03.2009	Opening Balance on 01.04.2008	For the period	Written Back	Total as on 31.03.2009	As on 31.03.2009	As on 31.03.2008
31	Packing Machine	6,762,546.14	182,940.00	—	6,945,486.14	1,250,788.83	326,715.16	—	1,577,503.99	5,367,982.15	5,511,757.31
32	Photo State Machine	180,881.00	—	—	180,881.00	9,834.92	8,591.85	—	18,426.77	162,454.23	171,046.08
33	Plant & Machinery	35,015,850.34	6,779,829.00	—	41,795,679.34	3,134,765.26	1,842,172.59	—	4,976,937.85	36,818,741.49	31,881,085.08
34	Plant Insulation	1,149,011.63	9,751.00	—	1,158,762.63	13,176.66	54,868.65	—	68,045.31	1,090,717.32	1,135,834.97
35	Pipe Line & Fitting	8,792,127.39	1,047,991.77	—	9,840,119.16	150,603.57	445,762.32	—	596,365.89	9,243,753.27	8,641,523.82
36	Pollution Control Equip.	6,320,785.63	1,019,876.00	—	7,340,661.63	280,779.46	338,196.19	—	618,975.65	6,721,685.98	6,040,006.17
37	Pollution Control Equip. (R&D)	1,047,271.82	—	—	1,047,271.82	278,542.41	49,745.41	—	328,287.82	718,984.00	768,729.41
38	Patents & Trade Marks	2,305,000.00	—	—	2,305,000.00	541,843.50	109,487.50	—	651,331.00	1,653,669.00	1,763,156.50
39	Projector	105,060.00	—	—	105,060.00	33,931.74	7,427.74	—	41,359.48	63,700.52	71,128.26
40	Refrigerator	23,775.00	—	—	23,775.00	3,737.31	1,129.31	—	4,866.62	18,908.38	20,037.69
41	Scooter	211,543.00	—	—	211,543.00	68,212.26	20,096.59	—	88,308.85	123,234.16	143,330.74
42	Sealing Machine	605,152.00	209,482.43	—	814,634.43	96,104.53	36,302.00	—	132,406.53	682,227.90	509,047.47
43	Stabilizer	76,052.06	6,825.00	—	82,877.06	19,539.52	3,731.98	—	23,271.50	59,605.56	56,512.54
44	Storage Tank	3,094,734.09	129,945.20	—	3,224,679.29	235,985.16	150,892.58	—	386,877.74	2,837,801.55	2,858,748.93
45	Telephone	222,776.82	1,458.00	—	224,234.82	53,848.16	10,594.99	—	64,443.15	159,791.67	168,928.66
46	Transformer	1,635,949.40	—	—	1,635,949.40	120,874.37	77,707.60	—	198,581.97	1,437,367.43	1,515,075.03
47	Truck / Tempo	538,783.00	—	—	538,783.00	44,431.15	60,936.36	—	105,367.51	433,415.49	494,351.85
48	Water Cooler	237,684.72	—	—	237,684.72	27,380.26	11,290.02	—	38,670.28	199,014.44	210,304.46
49	Water Filter	41,350.00	—	—	41,350.00	4,224.55	1,964.13	—	6,188.68	35,161.33	37,125.45
50	Water Pump	20,120.00	—	—	20,120.00	1,791.71	955.70	—	2,747.41	17,372.59	18,328.29
51	Welding Machine	29,121.25	—	—	29,121.25	3,267.80	1,383.26	—	4,651.06	24,470.19	25,853.45
52	Weight & Measurement	806,019.39	114,781.97	—	920,801.36	107,680.83	40,682.16	—	148,362.99	772,438.37	698,338.56
53	Website Development	77,299.00	—	—	77,299.00	8,081.70	3,671.70	—	11,753.40	65,545.60	69,217.30
	Total	216,989,220.80	62,168,499.18	5,213,513.00	273,944,206.98	20,022,374.37	11,156,953.24	2,556,691.90	28,622,635.71	245,321,571.27	196,966,846.43
	CWTP	3,607,886.99	29,755,757.50	25,859,562.24	7,504,082.25	—	—	—	—	7,504,082.25	3,607,886.99
	Grand Total	220,597,107.79	91,924,256.68	31,073,075.24	281,448,289.23	20,022,374.37	11,156,953.67	2,556,691.90	28,622,635.71	252,825,653.52	200,574,733.42
	Previous Year Figures	140,750,696.08	184,201,950.67	104,355,538.96	220,597,107.79	—	14,896,011.00	7,818,043.17	2,691,680.51	20,022,374.37	200,574,733.42

	Figures As At 31st March, 2009 (In Rupees)	Figures As At 31st March, 2008 (In Rupees)
SCHEDULE - 6 : INVESTMENTS		
a. In Units of Mutual Funds (At Cost Including Interest) (Invested in Fixed Maturity & Dividend Plan) - Unquoted	112,112,496	108,250,000
b. In Fixed Deposits with PNB, N. Delhi (Including Interest)	58,611,471	74,545,121
c. In 100000 Eq. Shares of Subs. Co. - Advance Crop Solutions Ltd. - (At Cost) - Unquoted (Previous Year - 99400 Eq. Shares)	1,000,000	994,000
TOTAL	171,723,967	183,789,121
SCHEDULE - 7 : INVENTORIES		
(As taken, valued & certified by the Management)		
Raw Material	389,047,171	253,226,838
Finished Goods (Manufactured)	526,586,067	304,523,576
Packing Material	31,172,670	30,850,928
Stock In Transit (Raw Material)	—	14,396,736
Finished Goods (Traded)	16,548,243	5,337,489
TOTAL	963,354,150	608,335,567
SCHEDULE - 8 : SUNDRY DEBTORS		
(UNSECURED AND CONSIDERED GOOD)		
(As certified and confirmed by the Management)		
More than 6 months	17,049,575	35,002,802
Others	314,498,988	278,112,860
TOTAL	331,548,562	313,115,663
SCHEDULE - 9 : CASH & BANK BALANCES		
Cash on Hand	4,657,761	7,634,906
Bank Balances With Scheduled Banks	28,057,150	35,412,561
TOTAL	32,714,911	43,047,467
SCHEDULE - 10 : OTHER CURRENT ASSETS		
Prepaid Expenses	860,013	853,078
Creditors having Debit Balance	19,448,296	41,541,701
Sales Tax / Entry Tax Refundable	2,790,741	3,174,844
D.D. In Transit	3,550,143	7,810,770
Excise Duty Recoverable	98,069,128	107,597,454
Advance Custom Duty (DEPB)	3,911,209	—
Insurance Claim Recoverable	129,828	—
VAT Purchase	—	1,134
Interest Recoverable	2735069	—
Service Tax (Cenvat)	7689099	5,259,886
TOTAL	139183525	166,238,865

	Figures As At 31st March, 2009 (In Rupees)	Figures As At 31st March, 2008 (In Rupees)
<u>SCHEDULE - 11 : LOANS & ADVANCES</u>		
(UNSECURED BUT CONSIDERED GOOD UNLESS OTHERWISE STATED)		
Staff Advance	767,547	3,100,512
Other Advances/Securities	10,980,384	14,389,366
Advance Payment of Income Tax and Tax Deducted at Source	72,324,253	46,638,360
TOTAL	84,072,185	64,128,238

SCHEDULE - 12 : CURRENT LIABILITIES
LIABILITIES

For Goods (Raw Material and Packing Material)	447,312,635	373,596,471
Expenses Payable	13,034,262	23,627,136
Payable to others	43,239,182	42,310,012
Debtors having Credit Balance	224,505,882	102,056,794
Cheques sent for Collection	8,432,986	7,507,389
Security From Customers	12,003,780	9,919,186
Unclaimed Dividend (F.Y.2007-08)	65,703	—
Interest Recoverable (Subject to Acceptance of Debit Notes)	596,822	852,539
TOTAL	749,191,252	559,869,528

SCHEDULE - 13 : PROVISIONS

Provision for Income Tax	67,651,001	40,008,071
Provision for FBT	5,949,236	5,767,071
Proposed Equity Dividend	25,365,932	19,024,449
Distribution Tax on Proposed Equity Dividend	4,310,940	3,233,205
TOTAL	103,277,109	68,032,796

SCHEDULE - 14 : MISCELLANEOUS EXPENDITURE

(To the extent not W/Off or Adjusted)

Opening Balance	38,371,916	83,032
Add : Amount Incurred for IPO Expenses	—	39,461,475
	38,371,916	39,544,507
Less : Written off during the year	1,190,343	1,172,591
Balance Transferred to Balance Sheet (Rs.)	37,181,573	38,371,916

	Figures As On 31st March, 2009 (In Rupees)	Figures As On 31st March, 2008 (In Rupees)
<u>SCHEDULE - 15 : SALES</u>		
Sales (Domestic)	2,940,729,954	2,212,483,264
Sales (Export)	4,132,420	2,350,840
TOTAL	2,944,862,374	2,214,834,104
<u>SCHEDULE - 16 : INTEREST INCOME</u>		
Interest on Investments with Mutual Funds	8,979,646	11,876,639
Interest on FD with Bank	5,426,182	5,794,291
TOTAL	14,405,828	17,670,930
<u>SCHEDULE - 17 : MISCELLENIOUS INCOME</u>		
Misc. Income	40,451	224,126
Dividend Income	131,949	—
TOTAL	172,400	224,126
<u>SCHEDULE - 18 : INCREASE / (DECREASE) IN STOCK</u>		
A. Increase/ (Decrease) in Closing Stocks of Finished (Goods Purchased for Trading Purposes)		
Closing Stocks	16,548,243	5,337,489
Less: Opening Stocks	5,337,489	5,451,558
Increase/(Decrease) in Closing Stock	11,210,754	(114,070)
B. Increase/(Decrease) in Closing Stocks of Finished (Goods Produced)		
Closing Stocks	526,586,067	304,523,576
Less: Opening Stocks	304,523,576	235,429,342
Increase/(Decrease) in Closing Stock	222,062,490	69,094,234
TOTAL (A+B)	233,273,244	68,980,164

	Figures As On 31st March, 2009 (In Rupees)	Figures As On 31st March, 2008 (In Rupees)
SCHEDULE - 19 : RAW MATERIAL CONSUMED/SOLD		
Opening Stock	267,623,574	68,026,838
Add : Purchases (net)	1,830,234,207	1,286,025,387
Stocks in Transit	—	14,396,736
Less : Closing Stock	389,047,171	267,623,574
TOTAL	1,708,810,610	1,100,825,387

SCHEDULE - 20 : MANUFACTURING EXPENSES

Packing Material Consumed	233,408,842	221,761,886
Entry Tax /Toll Tax	1,842,331	2,260,343
Wages (Including PF & Bonus)	14,114,120	8,642,683
Labour Welfare	1,253,948	949,746
Conveyance Expenses	823,894	340,195
Freight Inward	38,491,419	36,136,371
Lab. Expenses	994,654	679,337
Power & Fuel Expenses	7,875,516	4,566,131
Job Work	5,610,836	4,979,042
Consumable Stores	13,380,946	3,249,056
Pollution Control Expenses	407,161	292,919
Repair & Maintenance	1,726,937	129,204
TOTAL	319,930,603	283,986,913
*PACKING MATERIAL CONSUMED / PACKING		
Opening Stocks	30,850,928	19,587,355
Add : Purchases/ Exp. Incurred	233,730,584	233,025,458
Less : Closing Stocks	31,172,670	30,850,928
TOTAL	233,408,842	221,761,886

SCHEDULE - 21 : SELLING & DISTRIBUTION EXPENSES

Discounts & Rebates Allowed	239,540,163	221,497,331
Freight Outward	69,276,114	70,015,143
Business Promotion Expenses	42,601,794	46,663,301
Tour & Travelling Expenses	18,137,456	17,287,907
Commission	24,082,226	21,959,231
Advertisement & Publicity Expenses	8,872,724	10,756,168
Royalty	8,269,186	6,978,125
TOTAL	410,779,663	395,157,208

	Figures As On 31st March, 2009 (In Rupees)	Figures As On 31st March, 2008 (In Rupees)
SCHEDULE - 22 : ADMINISTRATIVE & GENERAL EXPENSES		
Legal & Professional Charges	6,147,796	3,597,950
Conveyance Expenses	210,782	373,956
Misc. Expenses	2,054,432	1,967,682
Postage & Courier Expenses	642,276	605,737
Telephone Expenses	3,681,245	3,469,852
Printing & Stationary Expenses	1,643,745	1,805,690
Insurance	6,337,410	5,543,824
Rent, Rates & Taxes	4,618,129	3,164,449
Repair & Maintenance Expenses	2,444,681	3,615,241
Vehicle Running & Maintenance Expenses	2,505,708	2,491,835
Security Charges	1,214,326	1,089,846
Donation	428,959	179,607
Director's Meeting Fee	180,000	260,000
Auditors Remuneration	600,000	498,400
Electricity & Water Charges	660,825	874,203
Prior Period Expenses	184,143	191,986
Loss on Sale of Fixed Assets	973,021	1,349,356
Additional Sales Tax	627,281	156,169
TOTAL	35,154,758	31,235,784

SCHEDULE - 23 : FINANCIAL CHARGES

Bank Charges	10,652,536	7,273,498
Interest on CC Limits & Buyer's Credit	15,251,543	11,120,145
Exchange Rate Fluctuation on Buyer's Credit	13,917,546	—
Interest (Others)	2,258,222	3,120,194
TOTAL	42,079,847	21,513,837

SCHEDULE-24 : SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH'2009 AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH, 2009.

SIGNIFICANT ACCOUNTING POLICIES:

ACCOUNTING CONVENTION

Accounts are prepared on the basis of historical cost convention. Accounting Policies not specifically referred to otherwise, are consistent and in consonance with generally accepted accounting principles, followed by the Company. Financial Statements have also been prepared in accordance with the relevant presentational requirement of the Companies Act 1956. A summary of important account policies which have been applied consistently are setout below.

USE OF ESTIMATES

The preparation of financial statements requires certain assumptions and estimates to be made that affect the reported amount of assets & liabilities on the date of Financial Statements and the reported amount of Expenses and Income during the reporting period. Difference between the estimates and actual results are recognised in the period in which the results are materialised.

CHANGE IN ACCOUNTING POLICIES

Till March'2008, the Company was providing Gratuity on the basis of contribution made to LIC of India. In current year, the Company has adopted the Accounting Standard 15 (Revised) and accordingly, the Company has provided Gratuity based on Actuarial valuation done as per Projected Unit Credit Method.

1. FIXED ASSETS

- a. Fixed Assets are stated at cost net of Cenvat /Value Added Tax and includes any attributable cost for bringing the assets to its working condition for its intended use less accumulated depreciation.
- b. All costs / expenses incurred relating to project prior to commencement of commercial production have been allocated / attributed to the cost of fixed assets.

2. DEPRECIATION

Depreciation on Fixed Assets has been provided on Straight Line method as per the classification, rates and manner prescribed in Schedule XIV of the Companies Act, 1956 as amended up to date. Depreciation on assets acquired/disposed off during the year has been provided on Pro-rata basis with reference to the date of use/addition/disposal.

3. INVESTMENTS

The Company has invested in 100,000 Equity Shares of its subsidiary company Advance Crop Solutions Ltd. (out of which 600 Equity shares are held in the name of Directors/ Nominees) and in the Units of Mutual Funds with fixed maturity plan &/or with dividend plan. The investments are stated at cost.

4. PURCHASES

Purchases are net of rebate/special discounts, Excise Duty, goods returned etc.

5. TURNOVER

Turnover includes sale of goods (net of Sales Returns, sales tax/ value added tax) & Excise Duty.

6. FOREIGN CURRENCY TRANSACTIONS

- a. Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of the transaction.
- b. Any Gain or Loss on account of exchange difference either on settlement or on translation is being adjusted against the respective nature of expenditure incurred. Similarly, where they relate to acquisition of fixed assets, they are being adjusted to the carrying cost of such assets.

7. RETIREMENT BENEFITS

- a) Contribution to provident fund and family pension fund are accounted for on Accrual Basis.
- b) Leave Encashment Benefits are accounted for on Cash Basis
- c) The Company has Gratuity Fund covered by the scheme with LIC of India. However, the same has been provided during the year on the basis of an Actuarial Valuation, based on Projected Unit Credit Method made after the end of the financial year.

8. IMPAIRMENT OF ASSETS

An asset is treated as impaired, when carrying cost of assets exceeds its recoverable amount. An impairment loss is charged to the Profit & Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior period(s), if any, is reversed if there has been a change in the estimate of the recoverable amount.

9. EXCISE DUTY

Excise duty has been accounted on the basis of both, payments made in respect of goods cleared and also provision made for goods lying in branches/factories.

10. INVENTORIES

Inventories are valued as under:

(a) FINISHED GOODS (Manufactured Goods)	Selling price (Net of Excise) less average Gross Profit earned during the year.
(b) RAW MATERIAL	At cost or market price, whichever is lower (On FIFO Basis.)
(c) OTHER INVENTORIES	Packing material etc. are valued at cost (On FIFO basis)
(d) TRADED GOODS	At cost (on FIFO Basis)

Note : The Valuation of stocks are inclusive of taxes/ duties incurred as required by Section 145A of the Income Tax Act, 1961

11. STORES & SPARES

The Company has adopted the Practice of treating stores & spares purchased during the year as consumed and no account is taken of closing stock.

12. Claims by or against the Company are accounted when acknowledged/ accepted/ settled/ received.

13. Interest on Late Payments by the customers & to the suppliers and differential interest to the bankers are accounted for on acceptance basis.

14. The bonus is accounted for on cash basis.

15. The company has already initiated the process and entitled for subsidy on account of certain revenue and capital nature of expenditures incurred at Samba Unit (Jammu & Kashmir) in earlier years as well as during the year. The same shall be accounted for on cash/acceptance basis as under :

Subsidy of capital nature and related to specific Fixed Assets shall be deducted from the gross value of assets.

Subsidy related to revenue shall be recognized in the Profit & Loss Account to match them with related costs.

16. The Remuneration/Sitting Fee paid to the Directors for the year under consideration are as under:

Sl. No.	Name of Director	Remuneration (Rs.)	Sitting Fee (Rs.)
1.	Sh. H.C. Aggarwal	1250000	—
2.	Sh. Rajesh Aggarwal	1260000	—
3.	Sh. Sanjeev Bansal	226800	—
4.	Sh. R.P. Gupta	—	60000
5.	Sh. Navneet Goel	—	60000
6.	Sh. Gopal Chandra Agarwal	—	60000

17. PROVISION FOR CURRENT TAX

(a) Provision for income tax is made after availing Exemptions & Deductions at the rate (s) applicable under the Income Tax Act, 1961 for the year under consideration.

(b) Provision for Fringe Benefit Tax has been made at the rates applicable for the year under consideration.

18. All the common expenses incurred during the year under consideration, in respect of Chopanki and Samba Units has been allocated at the year end in the proportion to sales (net) effected during the whole year. The Technical (Product) Unit at Chopanki is a separate as well as independent unit having no common activities if compared with Formulation Units at Chopanki and Samba and as such no expenses incurred by H.O. / branches/ other units have been allocated to the Technical Unit except Financial Charges.

19. SEGMENT REPORTING

The Company is engaged in the business of Formulation of Pesticides & manufacturing of Technical Pesticides. Segment Revenue, Segment Expenses, Segment Assets & Segment Liabilities have been identified to the segments on the basis of their relationship to the operating activities of the segment. The Revenue, Expenses, Assets & Liabilities which are not allocable to segments, have been included under "Unallocated Revenue, Expenses, Assets & Liabilities."

20. PROVISIONS, CONTINGENT LIABILITIES, CONTINGENT ASSETS

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

21. PROPOSED DIVIDEND

Dividend proposed by the Board of Directors is provided for in the books of account pending approval at the Annual General Meeting.

22. RESEARCH & DEVELOPMENT

Revenue expenditure on Research & Development is recognized as expense in the year in which it is incurred and the expenditure on Capital Assets is depreciated on Straight Line method as per the classification, rates and manner prescribed in Schedule XIV of the Companies Act, 1956 as amended up to date.

22. REVENUE RECOGNITION

Revenue recognition is postponed to a later date, only when it is not possible to estimate it with reasonable accuracy.

NOTES TO THE ACCOUNTS

1. CONTINGENT LIABILITIES/ ASSETS

- (a) Letter of credits - Rs. 312618282/- (Previous Year - Rs. 129814960/-)
 - (b) Excise matter with Appellate Authority, New Delhi - Rs. 75,66,743/- (Previous Year - Rs.75,66,743/-)
(Period Covered - March' 2002 to October' 2002)
 - (c) Bank Guarantee - Rs. 2126571/- (Previous year - Rs. 6865750/-).
 - (d) Income Tax Demand - for the Assessment Year 2002-03 - Rs.968959/- (Previous Year - Rs.968959/-)
- for the Assessment Year 2003-04 - RS.799353/- (Previous Year - Rs.799353/-)
 - (e) Excise Matter with Appellate Authority, New Delhi - Rs. 16171711/- (Previous Year - Nil)
(Period Covered - Sept.' 2004 to Aug' 2007)
 - (f) Sales Tax Matter with Appellate Authority, Nagpur-for the Asst. Year-2002/03-Rs. 57,997/- (Previous Year-Rs. 57,997/-)
 - (g) Excise Matter with Appellate Authority, Jaipur - NIL (Previous Year - 52,500/-)
- (Except above no contingent liabilities are outstanding as explained and certified by the Management of the Company)

2. The Previous Year Figures have been reworked, regrouped , rearranged, reclassified and / or recasted wherever deemed necessary to make them comparable with those of the current year's figures.
3. In the opinion of the Board of Directors of the Company, the current assets, loans and advances have the value at least equal to the figures stated in the Balance Sheet on realization in the ordinary course of business and provision for all determinable/ known liabilities have been made in the Accounts when reliable estimates can be made of the amount of obligation.
4. The Company has valued inventories as required under AS-2 issued by The Institute of Chartered Accountants of India except the taxes / duties recoverable has been included in the valuation of stocks.
5. The prior period expenses debited to Profit & Loss Account during the year amounting to Rs 184143/- (Previous year Rs. 1,91,986/-)
6. The total Amount payable to Small Scale Industries (SSI) outstanding for more than 30 days as at March 31, 2009 is Rs. 300.72 Lacs (Previous Year - Rs. 390.07 Lacs).
7. The Company has not received any confirmation from suppliers regarding their status of registration under the Micro, Small & Medium Enterprises Development Act, 2006 which came into effect from 2/10/2006 and hence disclosure required under the said act have not been given.
8. Estimated amount of Contract remaining to be executed on capital accounts (net of advances) and not provided for Rs. 1400 Lacs (Previous year Rs, 1700 Lacs).
9. In compliance to AS 18 issued by The Institute of Chartered Accountants of India, the Disclosure of transactions with Related Parties as defined in Accounting Standard (Excluding reimbursements) are given herein below:

RELATED PARTIES

- a. Key Management Personnel & Directors : Sh. Hari Chand Aggarwal, Sh. Rajesh Aggarwal
 : Sh. Sanjeev Bansal, Sh. Navneet Goel
 : Sh. Gopal Chandra Agarwal, Sh. Rajender Pershad Gupta
- b. Subsidiary of the Company : Advance Crop Solutions Ltd.
- c. Other related parties where common control exists and with whom the company had transactions during the year:
 Paras Agro Industries : ISEC Organics Ltd.

10. (Except above, no other related person / parties with whom transaction took place during the year as confirmed and certified by the Management of the Company)

Sl. No.	Name of Related parties	Relationship	Nature of Transation	Amount (Rs.)
1.	Sh. Hari Chand Aggarwal	Director	Directors Remuneration	1250000
2.	Sh. Rajesh Aggarwal	Director	Directors Remuneration	1260000
3.	Sh. Sanjeev Bansal	Director	Directors Remuneration	226800
4.	Sanjeev Bansal (HUF)	Director is a Karta	Interest Paid	9338
5.	Sh. R.P. Gupta	Director	Sitting Fee	60000
6.	Sh. Navneet Goel	Director	Sitting Fee	60000
7.	Sh. Gopal Chandra Agarwal	Director	Sitting Fee	60000
8.	Isec Organic Ltd.	Associate Company	Interest Recd.	19726
9.	Isec Organic Ltd.	Associate Company	Interest Paid	126948
10.	Isec Organic Ltd.	Associate Company	Rent	1758717
11.	Paras Agro Industries	Associate Firm	Purchases	13236041
12.	Paras Agro Industries	Associate Firm	Sales	44440.24
13.	Advance Crop Solutions Ltd.	Wholly owned Subsidiary Co.	Service Chgs./Commission (Including Service Tax)	2955348

11. Balances of Sundry Debtors and Sundry Creditors are subject to reconciliations.

12. EARNING PER SHARE :

The Company reports basic & diluted earnings per equity share in accordance with Accounting Standard – 20 issued by The Institute of Chartered Accountants of India. The same is computed by dividing the net profit attributable to Equity Shareholders for the year, by the weighted average number of equity shares outstanding during the year. The Earning Per Share is calculated as under :

Profit after Taxation & Before Exceptional Item	Rs.	20,76,02,210.05
Profit after Exceptional Item	Rs.	20,79,33,134.05
Weighted Average Number of Equity Shares		1,26,82,966
Earning Per Share Before Exceptional Item (Basic & Diluted)	Rs.	16.37
Earning Per Share After Exceptional Item (Basic & Diluted)	Rs.	16.39
Face Value Per Share	Rs.	10

13. Deferred Tax Liabilities arising on account of timing difference are :

	As At 31.03.2009	As At 31.03.2008
Deferred Tax Assets	NIL	NIL
Deferred Tax Liabilities (Related to Depreciation)	1,39,82,983.00	1,01,87,131.00
Deferred Tax Liabilities		
At the end of the year	1,39,82,983.00	1,01,87,131.00
For the year	37,95,852.00	43,66,004.00

14. Auditors Remuneration :

AMOUNT (Rs.)

	2008-2009	2007-2008
a. As Auditors	4,00,000.00	3,00,000.00
b. In Other Capacity (Income Tax & Tax Audit)	2,00,000.00	1,00,000.00
TOTAL	6,00,000.00	4,00,000.00

15. Remittance in Foreign Currency on account of Dividend : NIL

16. EMPLOYEE BENEFITS
A. RETIREMENT BENEFITS :

- Retirement Benefits in the form of Provident Fund/Family Pension Fund, which are defined contribution plans, are accounted on accrual basis and charged to the Profit & Loss Account of the year.
- Retirement Benefits in the form of Leave Encashment, which is defined benefit plan, is accounted for on cash basis every year and charged to the Profit & Loss Account of the year.
- Retirement Benefits in the form of Gratuity, which is defined benefit plan, is determined and accounted for on the basis of an Actuarial Valuation done by applying the Projected Unit Credit Method.
- The Actuarial Gains / Losses arising during the year are recognized in the Profit & Loss Account of the year.

The following tables summarise the components of net benefit expense recognized in the Profit & Loss Account and the funded status and amounts recognized in the Balance Sheet for the Gratuity Plan :

Gratuity Liability

I. Assumptions :	YEAR ENDED 31ST MARCH' 09
Discount Rate Previous Period	NA
Discount Rate Current Period	7.75%
Rate of Return on Plan Assets Previous Period	NA
Rate of Return on Plan Assets Current Period	7.75%
Salary Escalation Previous Period	NA
Salary Escalation Current Period	5.00%
II. Table Showing Change in Benefit Obligation:	
Liability at the beginning of the Period	—
Interest Cost	—
Current Service Cost	3,354,819
Benefit Paid	(108,346)
Actuarial (gain)/loss on obligations	108,346
Liability at the end of the Period	3,354,819
III. Tables of Fair value of Plan Assets :	
Fair Value of Plan Assets at the beginning of the Period	2,607,652
Expected Return on Plan Assets	208,612
Contributions	906,891
Benefit Paid	(108,346)
Actuarial gain/(loss) on Plan Assets	70,934
Fair Value of Plan Assets at the end of the Period	3,685,743
Total Actuarial Gain/(Loss) To Be Recognised	(37,412)
IV. Actual Return on Plan Assets :	
Expected Return on Plan Assets	208,612
Actuarial gain/(loss) on Plan Assets	70,934
Actual Return on Plan Assets	279,546

V. Amount Recognised in the Balance Sheet :	YEAR ENDED 31ST MARCH' 09
Liability at the end of the Period	3,354,819
Fair Value of Plan Assets at the end of the Period	3,685,743
Difference	(330,924)
Amount Recognised in the Balance Sheet	(330,924)
VI. Expenses Recognised in the Income Statement :	
Current Service Cost	3,354,819
Interest Cost	—
Expected Return on Plan Assets	(208,612)
Net Actuarial (Gain)/Loss To Be Recognised	37,412
Expense Recognised in P&L	3,183,619
VII. Amount Recognised in the Balance Sheet :	
Opening net liability	(2,607,652)
Expense as above	3,183,619
Employers Contribution paid	(906,891)
Closing Net Liability	(330,924)

INVESTMENT DETAILS OF PLAN ASSETS : 100 % OF THE PLAN ASSETS ARE WITH INSURANCE CO.

This being first year in which the Company has adopted Accounting Standard 15 (Revised) on Employee Benefit, figures for the previous year are not available and hence not disclosed above.

- B. Short Term Employee Benefits are recognized as an expense in the Profit & Loss Account of the year in which the related service is rendered.

17. SEGMENT REPORTING:

A. Primary Segment

Based on the guiding principle given in the Accounting Standard-17 "Segment Report" issued by the Institute of Chartered Accountants of India, the Company's primary segments are Formulated Pesticides consisting of Pesticides, Herbicides, Fungicides & Plant Growth Regulators & Technical Pesticides, which are the basic active ingredients used for making formulations so that they can be used directly by the farmers &/or consumers.

- The nature of the products.
- The related risks and returns.
- The Internal Financial Reporting System

Revenue and Expenses have been accounted for based on the basis of their relationship to the operating activities of the segments.

Revenue and Expenses, which relate to the enterprise as a whole and are not allocable to segments on a reasonable basis, have been included under "Unallocable Expenses". Assets and liabilities which relate to the enterprise as a whole and are not allocable to segment on a reasonable basis, have been included under "Unallocable Assets/Liabilities".

Primary Segment Information

Description	2008-09 Formulations	2007-08 Formulations	2008-09 Technical (a.i.)	2007-08 Technical (a.i.)	2008-09 Un allocated	2007-08 Un allocated	2008-09 Eli- mination	2007-08 Eli- mination	2008-09 Total	2007-08 Total
Revenue(Sales/Income)										
a) External Sales	2813806219	2,204,186,710	131056155	10,647,394	—	—	—	—	2,944,862,374	2,214,834,104
b) Inter Segmental Sales	—	—	191243394	40919640	—	—	191,243,394	40,919,640	—	—
Total Revenue	2813806219	2204186710	322299549	51567034	—	—	191,243,394	40,919,640	2,944,862,374	2,214,834,104
Segment Result										
Operating Profit/Loss	—	—	—	—	226,664,942	149,991,416	—	—	226,664,942	149,991,416
Profit on Sale of Inv.	—	—	—	—	—	—	—	—	—	—
Dividend Income	—	—	—	—	131,949.41	—	—	—	131,949	—
Interest (Net)	—	—	—	—	14,405,828.17	17,670,929.93	—	—	14,405,828	17,670,930

Description	2008-09 Formulations	2007-08 Formulations	2008-09 Technical (a.i.)	2007-08 Technical (a.i.)	2008-09 Un allocated	2007-08 Un allocated	2008-09 Eli- mination	2007-08 Eli- mination	2008-09 Total	2007-08 Total
Net unallocable (expenditure)/Income	2,568,513,337.46	2,064,842,687.44	149,684,093.93	—	—	—	—	—	2,718,197,431.39	2,064,842,687.44
Profit Before Tax	—	—	—	—	241,202,720.06	167,662,346	—	—	241,202,720	167,662,346
Provision of Current I.T.	—	—	—	—	27,500,000.00	19,000,000	—	—	27,500,000	19,000,000
Provision for earlier year	—	—	—	—	354,658.00	-181,676	—	—	354,658	-181,676
Provision for Deferred Tax	—	—	—	—	3,795,852.00	4,366,004	—	—	3,795,852	4,366,004
Provision for F.B.T.	—	—	—	—	1,950,000.00	1,800,000	—	—	1,950,000	1,800,000
Profit After Tax	—	—	—	—	207,602,210.06	142,678,018	—	—	207,602,210	142,678,018
Other Information										
Segment Assets	—	—	—	—	—	—	—	—	—	—
Unallocated Corp. Assets	—	—	—	—	2,012,604,527	1,617,601,571	—	—	2,012,604,527	1,617,601,571
Total Assets	—	—	—	—	2,012,604,527	1,617,601,571	—	—	2,012,604,527	1,617,601,571
Segment Liabilities	—	—	—	—	—	—	—	—	—	—
Unallocated Corp. Liabilities	—	—	—	—	1,004,429,837	787,683,143	—	—	1,004,429,837	787,683,143
Shareholder's Fund	—	—	—	—	1,008,174,690	829,918,428	—	—	1,008,174,690	829,918,428
Total Liabilities	—	—	—	—	2,012,604,527	1,617,601,571	—	—	2,012,604,527	1,617,601,571
Capital Expenditure	58,757,267	30,026,024	7,307,427	55581605	66,064,694	85,607,629	—	—	66,064,694	85,607,629
Depreciation	7,713,237	6,808,171	3,443,717	1009872	11,156,953	7,818,043	—	—	11,156,953	7,818,043
Non-Cash Expenditure	2,163,364.10	2,521,947.47	—	—	2,163,364	2,521,947	—	—	2,163,364	2,521,947

B. Secondary Segment

The company caters mainly to the needs of the Indian Markets. Export Turnover during the year being less than 10 % of the total turnover, there are no reportable geographical segments.

18. Additional information pursuant to the provisions under paragraph 3,4c and 4d of the part II of schedule VI of the Companies Act, 1956 (as taken, valued and certified by the management of the company)

	Current Year N.A.	Previous Year N.A.
I. LICENSED CAPACITY		

II. INSTALLED CAPACITY (As certified by the Management) CHOPANKI UNIT

ITEM	Current Year Quantity	Previous Year Quantity
EC	40.00 LACS LTR	35.00 LACS LTR
WDP	35.00 LACS KGS	32.00 LACS KGS
GRANULES	7500.00 MTS	6500.00 MTS

SAMBA UNIT

ITEM	Current Year Quantity	Previous Year Quantity
EC	40.00 LACS LTR	40.00 LACS LTR
WDP	21.00 LACS KGS	21.00 LACS KGS
GRANULES	13000.00 MTS	13000.00 MTS

TECHNICAL PLANT

ITEM	Current Year Quantity	Previous Year Quantity
TECHNICALS	11.00 LACS KGS	3.50 LACS KGS

III. ACTUAL PRODUCTION**CHOPANKI UNIT**

ITEM	UNIT	Current Year Quantity	Previous Year Quantity
EC	Ltr.	3511659.88	3408238.28
WDP	Kg.	3308123.78	3042236.28
GRANULES*	Kg.	9692008.76	9658498.44

NOTE: GRANULES INCLUDES PRODUCTION OF GRANULES THROUGH JOB WORK.

SAMBA UNIT

ITEM	UNIT	Current Year Quantity	Previous Year Quantity
EC	Ltr.	2021642.57	2633889.72
WDP	Kg.	1693130.58	1711778.74
GRANULES	Kg.	3135581.00	3942713.00

TECHNICAL PLANT

ITEM	UNIT	Current Year Quantity	Previous Year Quantity
TECHNICALS	Kg.	1063574.35	236415.90

IV. PURCHASES (TRADING GOODS)

ITEM	UNIT	CURRENT YEAR		PREVIOUS YEAR	
		Qty.	Value (In Rs.)	Qty.	Value (In Rs.)
EC	Ltr.	108068.68	36146831.14	23490.00	1677282.70
Granules	Kg.	1564298.00	17711870.22	866903.26	8210739.98
Coils	Nos.	77760.00	607534.68	120180.00	1131068.28
TOTAL			54466236.04		11019090.96

Note: The above stated purchases are net of leakage/ breakage/ shortages etc.

V. TURNOVER/SALES (The value is inclusive of Excise Duty)**A. FINISHED GOODS (Manufactured Goods) - DOMESTIC SALES****CHOPANKI UNIT**

ITEM	UNIT	CURRENT YEAR		PREVIOUS YEAR	
		Qty.	Value (In Rs.)	Qty.	Value (In Rs.)
EC	Ltr.	3228410.54	810843885.44	3416299.10	633743285.51
WDP	Kg.	3240599.12	307915318.40	3019858.53	95895757.38
GRANULES	Kg.	9082591.75	482109432.72	9559212.46	357872535.19
TOTAL			1600868636.56		1087511578.08

SAMBA UNIT

ITEM	UNIT	CURRENT YEAR		PREVIOUS YEAR	
		Qty.	Value (In Rs.)	Qty.	Value (In Rs.)
EC	Ltr.	1962618.68	532886687.86	2553808.68	668851096.29
WDP	Kg.	1589831.93	449897548.79	1419679.96	308916665.05
GRANULES	Kg.	2973587.00	154991834.11	3631925.00	117987969.07
TOTAL			1137776070.76		1095755730.41


TECHNICAL PLANT

ITEM	UNIT	CURRENT YEAR			PREVIOUS YEAR		
		Qty.	Value (In Rs.)	Inhouse Consumed Qty.	Qty.	Value (In Rs.)	Inhouse Consumed Qty.
TECHNICALS	KGS	426293.35	131056155.04	491224.00	69900.90	10647393.50	127765.00
TOTAL			131056155.04			10647393.50	

B. FINISHED GOODS (Manufactured Goods)- EXPORT SALES
CHOPANKI UNIT

ITEM	UNIT	CURRENT YEAR		PREVIOUS YEAR	
		Qty.	Value (In Rs.)	Qty.	Value (In Rs.)
EC	Ltr.	26000.00	4132420.00	18000.00	2350840.00
TOTAL			4132420.00		2350840.00

C. FINISHED GOODS (Traded Goods)

ITEM	UNIT	CURRENT YEAR		PREVIOUS YEAR	
		Qty.	Value (In Rs.)	Qty.	Value (In Rs.)
EC	Ltr.	97978.95	32803231.42	6670.500	2301676.15
Granules	Kg.	1522921.00	36447540.86	819639.970	15199047.28
Coils	Nos.	105921.00	796657.37	89610.020	1067838.41
TOTAL			70047429.65		18568561.84

VI. PARTICULARS IN RESPECT OF OPENING & CLOSING STOCK
A1. FINISHED GOODS (Manufactured Goods)
CHOPANKI UNIT

ITEM	UNIT	OPENING STOCK		CLOSING STOCK	
		Qty.	Value (In Rs.)	Qty.	Value (In Rs.)
EC	Ltr.	526579.74	106729026.16	793409.85	168365993.29
WDP	Kg.	277201.55	14006007.39	344726.21	29122109.77
Granules	Kg.	1043514.01	39400337.74	1652931.02	66747588.38
Stock in Transit		12209.77	1835450.43	2629.000	153906.00
TOTAL			161970821.72		264389597.44

SAMBA UNIT

ITEM	UNIT	OPENING STOCK		CLOSING STOCK	
		Qty.	Value (In Rs.)	Qty.	Value (In Rs.)
EC	Ltr.	350347.06	62747983.74	476877.35	112018142.55
WDP	Kg.	674332.54	42035901.65	777631.19	75525164.46
Granules	Kg.	407432.00	7872495.01	569426.00	18847156.88
Stock in Transit		67506.40	12127027.11	—	—
TOTAL			124783407.51		206390463.89

TECHNICAL PLANT

ITEM	UNIT	OPENING STOCK		CLOSING STOCK	
		Qty.	Value (In Rs.)	Qty.	Value (In Rs.)
Technicals	Kg.	N.A	N.A	—	—
		38750.00	17769346.83	184807.00	55806005.21
TOTAL			17769346.83		55806005.21

A2. FINISHED GOODS (TRADED GOODS)

ITEM	UNIT	OPENING STOCK		CLOSING STOCK	
		Qty.	Value (In Rs.)	Qty.	Value (In Rs.)
EC	Ltr.	33280.80	4321004.19	43370.53	14204328.52
Granules	Kg.	68865.00	638147.00	110242.00	2243801.73
Coils	Nos.	37833.94	378337.73	9672.94	100112.61
TOTAL			5337488.92		16548242.86

VII. DETAILS OF RAW MATERIAL CONSUMED**CHOPANKI UNIT**

ITEM	OPENING STOCK		CLOSING STOCK	
	Qty.	Value (In Rs.)	Qty.	Value (In Rs.)
2-4-D AMINE SALT	45,739.00	5,190,912.71	41,650.00	4,204,287.20
2-4-D ETHYL ESTER 38% EC (BULK)	1,160.00	139,200.00	—	—
2-4-D ETHYL ESTER TECH	89,110.00	16,711,716.89	74,057.00	11,540,724.20
2-4-D SODIUM SALT 80% WP (BULK)	83,475.00	10,014,364.44	131,500.00	12,368,156.00
3144 DF EMULSUL	3,800.00	419,850.80	—	—
A.N.A TECH	1,115.00	270,901.75	660.95	409,172.50
ACEPHATE TECH.	12,060.00	737,344.97	—	—
ACETA DYE (BLUE)	88.30	79,816.89	—	—
ACETEMAPRID TECH	9,000.00	891,239.00	—	—
ALPHAMETHRIN TECH	1,638.00	1,027,672.50	—	—
AMMONIUM SALT OF GLYPHOSATE	9,420.00	2,901,360.00	—	—
AMMONIUM SULPHATE MISC	782.00	9,337.26	—	—
ANILOPHOS 30% EC (BULK)	20,400.00	2,805,000.00	—	—
ANILOPHOS TECH	30,250.00	9,944,669.00	24,800.00	7,494,521.00
AP 901 (GUJ)	2,119.08	380,161.00	—	—
ATRAZINE 50% WP.	40.00	307,033.56	—	—
BENTON GRANULS (GUJ)	2,856,214.62	9,289,538.65	2,994,458.00	7,741,096.42
BENTONITE GRANULES MISC	3,740,140.00	10,676,014.03	4,423,075.00	10,205,284.84
BIO STIMULANT (MILSTIM) BULK	320.00	666,382.00	4,650.00	800,485.00
BUTACHLOR DYE	138.76	62,774.36	1,208.87	408,985.10
BUTACHLOR TECH	102,420.00	19,605,419.00	—	—
CALCIUM HYDROXIDE	100.00	1,121.00	—	—
CARBENDAZIM TECH	20,040.00	5,980,046.49	290.53	444,537.96



ITEM	OPENING STOCK		CLOSING STOCK	
	Qty.	Value (In Rs.)	Qty.	Value (In Rs.)
CARBENDAZIM12%+MANCOZEB	6,450.00	2,902,500.00	—	—
CARBOFURAN DYE	1,655.00	655,837.75	—	—
CARBOFURAN TECH	51,050.00	29,136,535.54	27,630.00	11,656,209.60
CARTAP DYE	358.00	192,204.55	—	—
CARTAP TECH	76,327.00	35,724,716.21	636.40	179,900.27
CHINA CLAY (GUJ)	8,813.00	47,045.00	—	—
CHINA CLAY TULSI MISC	68,375.00	309,747.45	—	—
CHLORPYRIPHOS 20% EC BULK	310.00	28,376.00	2,777.50	367,262.14
CHLORPYRIPHOS TECH	265,227.00	75,777,995.77	191,023.05	43,677,621.44
C-IX SOLVENT BULK	1,194,799.00	58,045,706.19	—	—
CLODINAFOP PROPARGYLE 15% WP (BULK)	7,310.00	10,174,877.00	1,060.42	4,876,646.17
COPPER OXY CHLORIDE BULK	20.00	2,614.94	—	—
CPP 16%+ALPHACYPER 1% EC BULK	110.00	14,184.61	—	—
CPP 50% +CYPER 5% EC BULK	80.00	37,789.00	2.00	945.56
CYCHLOHEXAONE	150.00	12,280.46	150.00	7,824.04
CYCLO SOLVENT	181,506.00	15,304,630.09	—	—
CYPERMETHRIN TECH	14,505.00	6,566,535.30	7,795.00	2,656,321.90
D.E.G. SOLVENT	142,762.00	8,043,979.98	—	—
D.E.G. SOLVENT (GUJ)	134,400.00	6,975,735.56	144,588.00	8,467,079.27
DDVP DYE	14.72	9,040.83	—	—
DDVP TECHNICAL	179,750.00	31,475,976.53	165,065.00	18,705,196.11
DELTAMETHRIN 2.8% BULK	140.00	402.75	—	—
DI CALCIUM PHOSPHATE	128.00	4,961.28	—	—
DIMETHOATE TECH	59,850.00	12,833,494.10	78,350.00	10,416,471.45
DI-METHYL SULFOXIDE	19,120.00	2,125,138.16	—	—
D-TRANS ALLETHRIN TECH	—	—	575.00	820,007.50
EMULSIFIER	63,218.00	4,804,345.33	233,720.56	18,547,804.80
EMULSOL 3522 A	9,400.00	1,216,126.03	—	—
EMULSOL 703 A	14,600.00	1,626,599.24	—	—
EMULSOL 703 N	11,400.00	1,246,177.20	—	—
EMULSOL 7066 N	7,800.00	1,012,574.79	—	—
EMULSOL BCA	5,400.00	611,305.47	—	—
EMULSOL BCN	3,000.00	369,390.27	—	—
EMULSOL EMF 2041 A	600.00	73,714.88	—	—
EMULSOL EMF 2041 N	600.00	73,714.88	—	—
EMULSOL EMG 2041 N	1,600.00	151,128.86	—	—
EMULSOL GL 07	15,891.00	774,700.41	—	—
EMULSOL HXA	1,200.00	156,185.36	—	—
EMULSOL HXM	600.00	68,833.17	—	—
EMULSOL IDA 2030	1,000.00	107,635.44	—	—

ITEM	OPENING STOCK		CLOSING STOCK	
	Qty.	Value (In Rs.)	Qty.	Value (In Rs.)
EMULSOL VD SURF GLP	3,200.00	287,945.00	—	—
EMULSUL 2040	8,800.00	915,742.37	—	—
EMULSUL 2040 M	3,000.00	306,642.20	—	—
EMULSUL 30 VND	800.00	35,585.60	—	—
EMULSUL 33 X	6,600.00	673,200.00	—	—
EMULSUL 371 A	3,600.00	353,800.00	—	—
EMULSUL 371 N	3,000.00	301,000.00	—	—
EMULSUL 50 VND	800.00	33,784.80	—	—
EMULSUL 60 Y	11,000.00	955,500.00	—	—
EMULSUL DDVP	6,000.00	706,093.75	—	—
EMULSUL MAL A	1,000.00	114,200.00	—	—
EMULSUL MAL N	2,600.00	282,708.48	—	—
EMULSUL STAB P	7,400.00	741,157.82	—	—
ENDOSULFAN 35% EC BULK	—	—	8,000.00	1,000,000.00
ENDOSULFAN TECH	115,300.00	26,378,202.80	142,150.00	29,503,573.95
ETHEPHON TECH	200.00	57,210.00	1,800.00	696,690.00
ETHION 40% +CYPER 5% BULK	140.00	3,633.84	201.50	90,376.69
ETHION TECH	14,205.00	4,029,510.00	30,395.00	5,673,216.00
FATTY ACID	12,300.00	618,521.98	—	—
FENVALRATE TECH	510.00	186,851.61	4,315.00	1,583,242.64
FIPRONIL 0.03% GR	167,440.00	4,670,111.00	178,560.00	5,238,095.00
FIPRONIL 5% SL	17,040.15	7,931,066.55	14,000.00	5,440,500.00
FOLIC ACID MISC	5.00	11,192.80	—	—
GINASUL 46 P	2,880.00	352,045.36	—	—
GLYPHOSATE 41% SL	566,200.00	19,316,481.00	133,200.00	21,919,565.00
GLYPHOSATE TECH	231,000.00	82,519,335.00	11,000.00	2,050,000.00
GREEN DYE (GUJ)	228.08	123,686.00	—	—
HEAVY AROMATICS SOLVENT BULK	—	—	64,008.00	1,863,928.96
HEXACONAZOLE TECH	2,790.00	2,293,548.00	145.90	118,106.49
HYDRO CHLORIC ACID	240.00	6,270.00	—	—
IGSURF 2039	5,000.00	551,722.98	—	—
IGSURF 2130	1,600.00	155,295.54	—	—
IGSURF 2140	4,800.00	583,147.22	—	—
IGSURF 2145	1,000.00	90,617.89	—	—
IGSURF 2333 PS EMULSUL	267.00	29,211.86	—	—
IGSURF 2567	15,650.00	1,525,936.21	—	—
IGSURF 2580	1,400.00	72,488.97	—	—
IGSURF 2595	41,323.00	4,201,797.13	—	—
IGSURF 27001	4,000.00	528,436.00	—	—
IGSURF 2709	41,000.00	2,670,012.50	—	—



ITEM	OPENING STOCK		CLOSING STOCK	
	Qty.	Value (In Rs.)	Qty.	Value (In Rs.)
IGSURF 2746	2,600.00	288,150.24	—	—
IGSURF 2960	4,200.00	519,583.21	—	—
IGSURF 6000 E	13,400.00	1,443,761.58	—	—
IGSURF 7000 E	18,800.00	2,107,457.81	—	—
IGSURF GL 07	36,500.00	3,829,232.72	—	—
IGSURF GL07	600.00	66,000.00	—	—
IMIDACHLOPRID 17.8% SL	4,699.50	2,200,124.36	—	—
IMIDACHLORPRID TECH	9,210.00	2,089,266.91	—	—
ISOPROPYL ALCOHAL	13,605.00	1,011,571.96	5,152.18	198,983.03
ISOPROTURON 75% SP (BULK)	66,170.00	13,212,770.00	—	—
LACTOSE	24,755.00	2,011,790.88	—	—
LAMBDA CYCHALOTHRIN TECH	21,784.00	2,112,639.92	—	—
L-GLUMATIC ACID MISC	50.00	13,412.50	—	—
M.T.O. SOLVENT	65,855.00	2,778,288.34	—	—
MALATHION TECH	55,500.00	7,292,365.50	71,250.00	7,684,932.00
MANCOZEB 75% WP (BULK)	17,960.00	3,706,084.73	74,880.00	5,964,679.06
METALXYAL 8%+MANCOZEB 64% BULK	10.00	8,872.49	—	—
METHYAL PARATHION TECH	189,150.00	24,649,246.08	203,829.00	18,098,678.44
METRIBUZEN TECH	20.00	—	—	—
METSULFURON METHYL 20% WP (BULK)	5,000.00	2,812,890.00	3,500.00	11,953,603.00
MIX XYLENE	298,496.00	12,635,872.72	—	—
MONO ETHYLENE GLYCOL	230.00	17,388.50	—	—
MONO ISOPROPYL AMINE	124,850.00	11,985,387.60	5,375.00	266,063.62
MONOCROTOPHOS TECH	176,585.00	46,682,968.53	144,095.00	27,034,825.87
N-(PHOSPHONOMETHYL) I MINO DIACETIC ACID	7,200.00	1,169,856.00	1,000.00	164,125.20
N.B.A. SOLVENT	1,980.00	172,131.40	1,981,083.70	91,136,322.35
N.M.P. SOLVENT	119,240.00	9,290,460.34	—	—
N.P.K. FERTILIZER	—	—	116,000.00	2,926,809.08
NEAT ETHOXYLATE	18,060.00	1,641,440.07	—	—
NP-111 (GUJ)	2,116.48	266,595.00	—	—
ORGANICS MANURE	5,400.00	468,000.00	—	—
OXYLIC ACID TECH	50.00	2,288.00	—	—
P.V.A. MISC	1,500.00	251,279.89	—	—
P.V.P.K. 30 POWDER MISC	250.00	99,124.92	—	—
PARAQUATE DI CHLORIDE (BULK)	109,800.00	18,869,742.00	62,200.00	10,071,875.00
PENDAMETHALIN 30% EC (BULK)	15,400.00	3,382,275.00	26,500.00	4,484,510.00
PENDAMETHRIN TECH	23,960.00	10,110,926.00	25,320.00	9,278,468.00
PERFENOPHOS 50% EC BULK	305.00	78,520.73	1,495.00	298,479.27
PHORATE TECH	421,106.00	77,283,754.60	424,379.00	49,093,659.55

ITEM	OPENING STOCK		CLOSING STOCK	
	Qty.	Value (In Rs.)	Qty.	Value (In Rs.)
PHORATE TECH (GUJ)	274,287.70	75,659,668.95	—	—
PHORATE TECH (GUJ)	—	—	381,538.00	53,002,611.30
PHOSPHAMIDON TECH	4,150.00	840,008.75	15,650.00	3,241,585.57
PHOSPHORIC ACIDE (GUJ)	704.96	73,496.00	—	—
PHOSPHORIC ACIDE MISC	700.00	74,858.83	—	—
PHOSPHORUS PENOTOXIDE MISC	2,750.00	676,248.00	—	—
POTASSIUM HUMATE POWDER	1,000.00	81,600.00	—	—
POTASSIUM HYDROXIDE	103.50	11,420.85	—	—
PRALLETHRIN TECH	—	—	8.25	173,398.50
PRETILACHLOR TECH	52,110.00	6,970,936.00	—	—
PROFENOFOS 40%+CYPER 4% BULK	—	—	24.00	8,780.00
PROFENOFOS TECH	74,000.00	24,495,673.50	43,250.00	10,600,726.00
QUINAL 20% EC+CYPER 3% EC BULK	1,470.00	382,633.53	—	—
QUINALPHOS DYE	2.69	1,800.70	—	—
QUINALPHOS TECH	8,650.00	3,100,465.79	30,070.00	7,451,916.32
RIVER SAND (GUJ)	155,760.00	97,613.00	—	—
RIVER SAND MISC	1,828,350.00	1,165,019.41	1,013,810.00	696,832.58
SEAWEED EXTRACT POWDER	1,380.00	283,578.17	—	—
SETRIC ACID (GUJ)	13,440.00	613,010.48	—	—
SILICA MISC	5,250.00	135,053.20	—	—
SOAP STONE POWER MISC	1,383,850.00	922,025.50	2,162,433.00	1,525,222.91
SODIUM CITRATE	19,325.00	1,169,991.30	—	—
SODIUM SILICATE	8,640.00	97,351.94	2,260.00	22,375.56
SODIUM SULPHATE	50.00	377.00	—	—
SPRAY ADJUVANT CONCETRATE	525.00	57,750.00	—	—
SULFOSULFURAN 75% WG BULK	331.00	58,100.00	—	—
SULFOSULFURAN TECH	42.00	304,205.20	—	—
SULPHOR 80% WP	1,580.00	154,000.00	—	—
T.E.A. MISC	300.00	41,813.62	—	—
THIAMETHOXAM	5,500.00	6,168,779.00	—	—
THINNER A MISC	2,395.00	87,789.03	—	—
THIOPHENATE METHYL TECH	—	—	0.50	17,186.15
TRIAZOPHOS 40% EC BULK	5,900.00	1,078,000.00	—	—
TRIAZOPHOS TECH	17,600.00	3,133,032.10	—	—
TRICONTANOL	960.00	81,172.00	—	—
TRICYCLAZOLE 75% WP BULK	4,740.00	3,198,806.00	—	—
TRIFULARIN 48% EC BULK	1,160.00	278,727.00	2.00	10,519.68
TRIFULARIN TECH	5,000.00	1,825,000.00	—	—
ZINC SULPHATE 33%	173,950.00	10,546,908.76	179,942.00	6,668,790.67
GRAND TOTAL	16,815,760.54	981,848,739.10	16,112,545.31	573,249,793.91

SAMBA UNIT

ITEM	OPENING STOCK		CLOSING STOCK	
	Qty.	Value (In Rs.)	Qty.	Value (In Rs.)
A.N.A. TECH	400.00	237,478.98	675.00	325,043.02
ACEPHATE 75% BULK	15,380.00	4,998,500.00	—	—
ACEPHATE TECH.	41,400.00	16,296,700.00	127,500.00	25,971,500.00
ACETA DYE (BLUE)	559.00	340,866.00	—	—
ACETEMPARID 20% BULK	4,250.00	4,122,750.00	—	—
ACETEMPARID TECH	26,000.00	27,247,555.54	14,661.00	9,691,603.50
ACETONE COMM. GRADE	400.00	19,780.00	—	—
ACETONE SOLVENT	320.00	30,502.40	200.00	14,620.00
ADHEXIVE CARTRIDGE (GUN ROD)	—	—	200.00	34,863.00
ALPHAMETHRIN TECH	6,800.00	3,513,837.98	6,650.00	2,917,548.25
AMMONIUM SULPHATE MISC	4,018.00	30,419.51	23,200.00	216,627.46
ATTRAZINE 50% WP	—	—	9,500.00	950,000.00
ATTRAZINE TECH.	157,000.00	35,303,281.90	72,400.00	10,913,647.00
BENTONITE GRANULES MISC	137,500.00	206,670.62	1,644,595.00	3,561,953.43
BUTACHLOR 50% EC	800.00	80,000.00	14,400.00	1,555,200.00
BUTACHLOR DYE	38.92	6,471.30	—	—
BUTACHLOR TECH	229,250.00	37,186,671.26	252,980.00	37,169,630.39
CARBENDAZIM TECH	42,990.00	7,899,291.41	48,960.00	6,653,640.21
CARTAP DYE	3,225.00	1,497,088.50	3,269.51	1,480,990.56
CARTAP TECH	129,000.00	61,858,196.03	117,025.00	26,541,806.45
CHINA CLAY TULSI MISC	282,000.00	1,346,974.34	223,675.00	952,279.66
CHLORPYRIPHOS TECH	225,148.50	66,214,470.07	242,161.00	54,038,131.50
C-IX SOLVENT BULK	683,480.00	30,500,626.20	782,238.00	30,707,139.54
CLODINAFOP PROPARGYLE 15% WP (BULK)	5,401.60	5,941,760.00	—	—
CYCLOSOLVENT	570.00	50,142.90	—	—
CYPERMETHRIN TECH	41,775.00	18,180,823.57	39,200.00	13,676,459.65
D.E.G. SOLVENT	9,000.00	519,554.77	49,895.00	2,712,019.73
D.M.S.O. SOLVENT	117,385.00	11,347,894.20	168,724.00	12,188,415.99
DI CALCIUM PHOSPHATE	50.00	439.28	100.00	3,446.00
DI METHYL FORMAMIDE	200.00	51,997.95	35.00	5,248.43
EMULSIFIER BMA	30,600.00	3,036,525.86	247,100.00	20,204,409.02
EMULSIFIER BMN	36,400.00	3,247,246.40	—	—
EMULSIFIER VIA	800.00	49,510.06	—	—
EMULSOL 703 A	3,600.00	300,761.51	—	—
EMULSOL 703 N	3,600.00	306,568.77	—	—
EMULSOL AG-20	1,000.00	102,000.00	—	—
EMULSOL B25	1,200.00	151,500.80	—	—
EMULSOL BUTA-A	1,200.00	117,000.00	—	—
EMULSOL CCN	3,600.00	317,959.93	—	—

ITEM	OPENING STOCK		CLOSING STOCK	
	Qty.	Value (In Rs.)	Qty.	Value (In Rs.)
EMULSOL GL 07	3,200.00	227,943.04	—	—
EMULSOL HC 22A	1,600.00	171,276.00	—	—
EMULSOL HC 22N	400.00	39,552.40	—	—
EMULSOL HEXA Y	2,600.00	250,100.00	—	—
EMULSOL HXA	1,600.00	212,954.18	—	—
EMULSOL HXM	600.00	79,857.82	—	—
EMULSOL SURFACTANT	37,000.00	3,688,786.88	—	—
EMULSOL TZA	3,400.00	442,000.00	—	—
EMULSOL TZN	2,000.00	260,000.00	—	—
EMULSUL 2040 M	2,400.00	211,298.56	—	—
EMULSUL 30 VND	1,000.00	108,000.00	—	—
EMULSUL 33 X	9,200.00	893,900.00	—	—
EMULSUL 371 N	1,000.00	90,000.00	—	—
EMULSUL 4000	400.00	52,000.00	—	—
EMULSUL 50 VND	1,600.00	172,800.00	—	—
EMULSUL 5000	400.00	52,000.00	—	—
EMULSUL 60 Y	17,200.00	1,637,895.08	—	—
EMULSUL ANX(T) (AVD)	4,400.00	475,406.88	—	—
EMULSUL AP	2,000.00	224,000.00	—	—
EMULSUL BUTA N	1,200.00	120,600.00	—	—
EMULSUL CC 40 A	7,600.00	938,000.00	—	—
EMULSUL CC 40 N	3,600.00	446,000.00	—	—
EMULSUL CCA	5,400.00	464,371.07	—	—
EMULSUL EL-40	1,400.00	103,705.20	—	—
EMULSUL HEXA-X	2,000.00	177,000.00	—	—
EMULSUL IMD 700	5,600.00	594,674.64	—	—
EMULSUL NRA	3,000.00	327,000.00	—	—
EMULSUL NRN	5,600.00	610,400.00	—	—
EMULSUL TECHNIC PAD	6,600.00	646,800.00	—	—
GIBERALIC ACID TECH	53.00	399,011.95	102.00	982,605.00
GIBRALIC ACID (BULK)	—	—	65.00	545,088.05
GINASUL 46 P	625.00	57,756.50	—	—
GLYPHOSATE (DYE)	1.00	260.74	—	—
GLYPHOSATE TECH	37,145.00	10,153,125.44	—	—
HEAVY AROMATICS SOLVENT (BULK)	—	—	37,827.00	1,576,418.83
HEXACONAZOLE 5% EC BULK	400.00	48,000.00	—	—
HEXACONAZOLE TECH	6,640.00	5,066,821.50	5,370.00	3,830,329.00
IGSURF 2130	2,000.00	231,834.00	113,100.00	9,536,958.40
IGSURF 2140	4,000.00	463,668.00	—	—
IGSURF 2333 PS EMULSUL	18,305.00	1,702,624.75	—	—



ITEM	OPENING STOCK		CLOSING STOCK	
	Qty.	Value (In Rs.)	Qty.	Value (In Rs.)
IGSURF 2567	38,400.00	4,005,831.00	—	—
IMIDACHLORPRID TECH	51,645.00	77,783,168.81	59,000.00	42,545,165.06
INDOXACARB 14.5%	2,000.00	3,339,210.20	6,000.00	10,550,000.00
ISOPROTURON 75% SP (BULK)	—	—	4,000.00	700,000.00
ISOPROTURON TECH	—	—	39,000.00	7,824,677.00
KAISPER 95 N	7,600.00	675,816.00	7,000.00	599,000.00
KAISPER 99	6,500.00	768,000.00	—	—
KAISPER SXC	4,500.00	419,790.00	—	—
LACTOSE	34,575.00	2,805,308.30	21,925.00	2,811,697.00
LAMBDA CYCHALOTHRIN TECH	4,025.00	2,333,493.25	6,255.50	5,468,791.55
M.T.O. SOLVENT	222,300.00	9,313,383.00	251,700.00	7,164,992.00
MALTOS DEXTRINE	2,950.00	97,430.75	4,480.00	178,157.08
MANCOZEB 75% WP	82,260.00	13,788,552.18	59,500.00	5,172,500.00
MANCOZEB 75% WP (BULK)	—	—	57,310.00	5,484,325.00
MANCOZEB TECH	—	—	26,050.00	2,162,150.00
METALAXYL TECH	3,900.00	4,486,598.00	6,965.00	5,939,374.90
METRIBUZEN TECH	15,120.00	14,113,800.00	18,040.00	14,962,600.00
MISC FEVICOL	—	—	907.00	45,636.27
METSULFURAN METHYL TECH	1,718.00	966,550.00	—	—
MIX XYLENE	62,740.00	1,439,255.60	—	—
MONO ETHYLENE GLYCOL (MEG)	1,150.00	52,746.75	—	—
MONO ISOPROPYL AMINE	4,320.00	480,660.04	—	—
N.B.A. SOLVEN	—	—	450.00	59,578.00
N.M.P. SOLVENT	116,780.00	18,221,415.88	119,890.00	19,412,771.79
NEPHTHA-L SOLVENT	98,000.00	3,430,000.00	—	—
OXYLIC ACID TECH	450.00	13,919.02	300.00	7,792.06
P.V.P.K. 30 POWDER MISC	1,425.00	425,984.07	1,025.00	324,150.90
PHORATE TECH	29,120.00	4,960,933.20	110,676.00	12,981,644.13
PHOSPHORIC ACIDE MISC	11,060.00	835,916.93	8,935.00	326,266.30
PRETILACHLOR 50% EC	400.00	84,000.00	4,400.00	946,000.00
PRETILACHLOR TECH	48,480.00	15,723,340.80	103,060.00	27,372,178.40
PROPICONAZOL 25% (BULK)	800.00	960,000.00	6,000.00	2,160,000.00
RIVER SAND MISC	2,334,670.00	1,306,321.34	2,284,265.00	1,625,885.20
SILICA MISC	27,225.00	631,548.35	44,778.00	1,070,815.73
SODIUM CITRATE	26,950.00	1,484,436.37	16,250.00	708,424.50
SODIUM LIGNO SULFONATE	98.00	4,699.00	—	—
SODIUM SILICATE	588.00	7,708.79	—	—
STEARIC ACID	900.00	48,091.95	4,150.00	203,934.15

ITEM	OPENING STOCK		CLOSING STOCK	
	Qty.	Value (In Rs.)	Qty.	Value (In Rs.)
STREPTOMYCIN SULPHATE	450.01	795,641.37	175.00	101,045.33
SULFOSULFURAN 75% WG (BULK)	—	—	219.00	1,907,923.70
SULFOSULFURAN TECH	1,700.00	6,105,305.19	4,025.00	13,271,215.00
SULPHOR 80% WP	119,600.00	5,337,760.98	127,400.00	5,193,955.00
SULPHUR 80% WDG (BULK)	—	—	105,000.00	4,190,287.00
TETRACYCLINE HYDRO CHLORIDE	50.00	46,552.45	10.00	6,195.35
THIAMETHOXAM	1,599.98	1,453,341.89	3,650.00	5,309,782.00
THINNER A MISC	—	—	400.00	14,770.00
THIOPHENATE METHYL 70%	—	—	500.00	200,000.00
THIOPHENATE METHYL TECH	—	—	8,785.00	2,240,227.00
TRI EHTANOL AMIN	1,000.00	135,532.00	—	—
TRIAZOPHOS TECH	27,683.00	4,955,695.69	42,492.00	6,383,918.21
TRICONTANOL	2,385.00	403,443.20	9,650.00	1,295,357.28
TRICYCLOZOLE 75% WP BULK	—	—	3,800.00	2,110,860.00
TRIZOPHOS 40% EC	—	—	5,675.00	964,750.00
TRICYCLOZOLE TECH	12,866.00	7,759,362.90	10,135.00	5,529,619.00
ZIRAM (TECH)	8,400.00	457,360.48	19,800.00	846,439.52
GRAND TOTAL	5,867,893.01	586,959,148.39	7,859,835.01	507,332,473.48

TECHNICAL PLANT

ITEM	CONSUMPTION	
	Qty.	Value (In Rs.)
N-CYANO ETHENIMIDIC ETHYL EASTER	18285	52193.02
D.D.V.P. TECH. (F.P.)	221060	14863554.96
D-TRANSALLETHRIN TECH. (F.P.)	22822	15202240.93
EMULSIFIER	65875	5420732.23
EMULSOL PAP	98173.6	5330578.62
GLYPHOSATE TECH	1167010	47201721.51
GLYPHOSATE TECH. (F.P.)	19865	1244251.28
LAMBDA CYHALOTHRIN TECH (F.P.)	147544	34640341.11
SULFOSULFURAN TECH. (F.P.)	2120	6284113.92
PHENYL 4,6-DIMETHOXY PYRIMIDIN-2Y1) CARB	900	89929.3
2-AMINO 4-6 DIMETHOXY PYRIMIDINE	1000	2434753.4
DI CHLORO METHANE	2320	1771538.62
THIAMETHOXAM TECH.	6000	4166272.44
THIOPHANATE METHYL TECH. (F.P.)	13996.5	76950.55
OTHERS	158464.9	10032347.07
GRAND TOTAL	1941416.000	140002722.34


VIII. VALUE OF IMPORTED RAW MATERIAL, SPARE PARTS AND COMPONENTS CONSUMED AND VALUE OF ALL INDIGENOUS RAW MATERIAL, SPARE PARTS AND COMPONENTS SIMILIARY CONSUMED AND PERCENTAGE OF EACH TO THE TOTAL CONSUMPTION CLASS OF GOODS.
A. RAW MATERIAL, CONSUMABLE & OTHER GOODS CONSUMED & SOLD
CHOPANKI UNIT

Class of Goods	AMOUNT		PERCENTAGE	
	Current Year (In Rs.)	Previous Year (In Rs.)	Current Year	Previous Year
Imported	22476592.64	85261103.98	2.29	14.87
Indigenous	959372146.46	487988689.93	97.71	85.13
TOTAL	981848739.10	573249793.91	100.00	100.00

SAMBA UNIT

Class of Goods	AMOUNT		PERCENTAGE	
	Current Year (In Rs.)	Previous Year (In Rs.)	Current Year	Previous Year
Imported	80056055.11	42418785.25	13.64	8.36
Indigenous	506903093.28	464913688.22	86.36	91.64
TOTAL	586959148.39	507332473.47	100.00	100.00

TECHNICAL UNIT

Class of Goods	AMOUNT		PURCHASE	
	Current Year (In Rs.)	Previous Year (In Rs.)	Current Year (In Rs.)	Previous Year (In Rs.)
Imported	103437556.56	56236343.22	73.88	91.95
Indigenous	36565165.78	4926415.70	26.12	8.05
TOTAL	140002722.34	61162758.92	100.00	100.00

NOTE : THE CONSUMPTION OF TECHNICAL UNIT IS INCLUSIVE OF INHOUSE CONSUMPTION

B. SPARE PARTS & OTHER CONSUMBALE GOODS CONSUMED.
CHOPANKI UNIT

ITEM	AMOUNT		PERCENTAGE	
	Current Year (In Rs.)	Previous Year (In Rs.)	Current Year	Previous Year
Imported	—	—	—	—
Indigenous	798507.84	269954.00	100.00	100.00
TOTAL	798507.84	269954.00	100.00	100.00

SAMBA UNIT

ITEM	AMOUNT		PERCENTAGE	
	Current Year (In Rs.)	Previous Year (In Rs.)	Current Year	Previous Year
Imported	—	—	—	—
Indigenous	1325546.92	1899341.64	100.00	100.00
TOTAL	1325546.92	1899341.64	100.00	100.00

TECHNICAL UNIT

ITEM	AMOUNT		PERCENTAGE	
	Current Year (In Rs.)	Previous Year (In Rs.)	Current Year	Previous Year
Imported	—	—	—	—
Indigenous	11256890.82	1079760.41	100.00	100.00
TOTAL	11256890.82	1079760.41	100.00	100.00

C. RAW MATERIAL & CONSUMABLE GOODS CONSUMED
CHOPANKI UNIT

ITEM	AMOUNT		PERCENTAGE	
	Current Year (In Rs.)	Previous Year (In Rs.)	Current Year	Previous Year
Imported	22476592.64	85261103.98	2.29	14.87
Indigenous	960170654.30	488258643.93	97.71	85.13
TOTAL	982647246.94	573519747.91	100.00	100.00

SAMBA UNIT

ITEM	AMOUNT		PERCENTAGE	
	Current Year (In Rs.)	Previous Year (In Rs.)	Current Year	Previous Year
Imported	80056055.11	42418785.25	13.61	8.33
Indigenous	508228640.20	466813029.86	86.39	91.67
TOTAL	588284695.31	509231815.11	100.00	100.00

TECHNICAL UNIT

ITEM	AMOUNT		PERCENTAGE	
	Current Year (In Rs.)	Previous Year (In Rs.)	Current Year	Previous Year
Imported	103437556.56	56236343.22	68.38	90.35
Indigenous	47822056.60	6006176.11	31.62	9.65
TOTAL	151259613.16	62242519.33	100.00	100.00

NOTE : THE CONSUMPTION OF TECHNICAL UNIT IS INCLUSIVE OF INHOUSE CONSUMPTION

IX. VALUE OF IMPORTS ON CIF BASIS
CHOPANKI UNIT

Raw Material	94917585.75	76265099.28
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SAMBA UNIT

Raw Material	136100344.71	37633002.95
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TECHNICAL PLANT

Raw Material	163331754.83	56236343.22
Machinery	—	2193810.90



X. EXPENDITURE IN FOREIGN CURRENCY

Tour & Travelling Exps	367037.34	372913.25
Royalty	8269186.00	6978125.00

XI. EARNING IN FOREIGN EXCHANGE(FOB)

4132420.00	2350840.00
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As per our report of even date

FOR AND ON BEHALF OF THE BOARD

For **MOHIT PAREKH & COMPANY**
Chartered Accountants

HARI CHAND AGGARWAL
Chairman

RAJESH AGGARWAL
Managing Director

(MOHIT A. PAREKH)
Proprietor
M.No.-81069

SANJEEV BANSAL
Whole-time Director

PANKAJ GUPTA
Company Secretary

Place : Delhi

Date : June 23, 2009


ADDITIONAL INFORMATION AS REQUIRED UNDER PART - IV OF SCHEDULE VI TO THE COMPANIES ACT, 1956 (AS AMENDED)
I. BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE DETAILS

REGISTRATION NO.	83909	STATE CODE	55
BALANCE SHEET DATE	31-03-2009	CIN	L65991DL1996PLC083909

II. CAPITAL RAISED DURING THE YEAR (Rs. IN THOUSAND)

PUBLIC ISSUE	NIL	RIGHT ISSUE	NIL
BONUS ISSUE	NIL	PRIVATE PLACEMENT	NIL

III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (Rs. IN THOUSAND)

TOTAL LIABILITIES	1160136.16	TOTAL ASSETS	1160136.16
SOURCE OF FUNDS		APPLICATION OF FUNDS	
PAID UP CAPITAL	126829.66	NET FIXED ASSETS	252825.65
RESERVE & SURPLUS	881345.03	INVESTMENT	171723.97
SECURED LOANS	137065.41	NET CURRENT ASSETS	698404.97
UNSECURED LOANS	913.08	MISC. EXPENDITURE	37181.57
DEFERRED TAX LIABILITY	13982.98		

IV. PERFORMANCE OF COMPANY (Rs. IN THOUSAND)

TURNOVER (INCLUDING OTHER INCOME)	2959440.60	TOTAL EXPENDITURE	2718237.88
PROFIT BEFORE TAX	241202.72	PROFIT AFTER TAX	241533.64
EARNING PER SHARE BEFORE EXCEPTIONAL ITEM (Rs.)	16.37	EARNING PER SHARE AFTER EXCEPTIONAL ITEM (Rs.)	16.39
DIVIDEND RATE	20%		

V. GENERIC NAME OF THREE PRINCIPAL PRODUCTS/SERVICES OF COMPANY (AS PER MONETARY TERMS)

1. VICTOR (IMIDACHLOPRID 17.8% SL)
2. LETHAL (CHLORPYRIPHOS 20% E.C.)
3. THIMET (PHORATE 10G)

FOR AND ON BEHALF OF THE BOARD

HARI CHAND AGGARWAL
Chairman

RAJESH AGGARWAL
Managing Director

SANJEEV BANSAL
Whole-time Director

PANKAJ GUPTA
Company Secretary

Place : Delhi

Date : June 23, 2009

STATEMENT PURSUANT TO SECTION 212 OF THE COMPANIES ACT, 1956

Name of the Subsidiary		Advance Crop Solutions Ltd.
1.	Financial year of the Subsidiary	31.03.2009
2.	Extent of interest in the Subsidiary Company	
	- Fully paid Equity Shares	Nos. 100,000
	- % of total Equity Shares	% 100.00%
	- Fully paid Pref. Shares	Nos. Nil
	- % of total Pref. shares	% Nil
3.	Net aggregate amount of the profit/(Loss) of the Subsidiary Company so far as it concerns to the members of Advance Crop Solutions Ltd.	
	a. dealt with in the accounts of the Company	
	- For the financial year of the Subsidiary	Rs./Lacs Nil
	- For the previous financial years since it became Subsidiary of the Company	Rs./Lacs Nil
	b. not dealt with in the accounts of the Company	
	- For the financial year of the Subsidiary	Rs./Lacs 12.10
	- For the previous financial years since it became Subsidiary of the Company	Rs./Lacs 7.11
4.	Additional information u/s 212 (5)	N.A.

Subsidiary Company's Particulars - As at March 31, 2009

(Amount In Rs./ Lacs)

Name of the Subsidiary Company	Capital	Reserves	Total Assets	Total Liabilities	Investments	Turnover/Income from operations	Profit Before Taxation	Provision for taxation	Profit after Taxation	Proposed Dividend	Country
Advance Crop Solutions Ltd.	10.00	19.22	42.94	13.72	Nil	54.76	18.50	6.40	12.10	Nil	India

- Inclusive of deferred tax adjustment for prior periods Rs. 0.24 Lacs.

Details of investments - (other than in Subsidiaries) are :

Long Term (For One Year)

(Rs. In Lacs)

Non-trade-Un quoted

NAME OF THE PLAN	NO. OF UNITS	(PRINCIPAL AMOUNT)
Reliance Mutual Fund	60,00,000	6,00,00,000
ABN Amro Mutual Fund	30,00,000	3,00,00,000
Deutsche Mutual Fund	15,11,164.82	1,51,31,949.41

In F. D. with PNB, N.Delhi

Date of investment	Date of Maturity	(Principal Amount)
24.10.2008	24.10.2009	4,98,29,856.00
25.10.2008	25.10.2009	11,25,980.00
22.10.2008	22.07.2010	54,87,166.00

Note : The Company will make available the annual accounts and related detailed information of the Subsidiary Company upon request by the Shareholders of the holding company. These shall also be kept for inspection at the Registered Office of the Company and the Subsidiary Company.

DIRECTORS' REPORT

TO THE MEMBERS

Your Directors have pleasure in presenting the Second Annual Report of your company together with the Audited Accounts of the Company for the year ended March 31, 2009 and the Auditors, Report thereon.

FINANCIAL PERFORMANCE

	Year Ended 31st March, 09 (Rs. in Lacs)	Year Ended 31st March, 08 (Rs. in Lacs)
Income from Operation	54.67	47.28
Profit before Interest, Depreciation	18.93	11.37
Taxation (EBIDTA)		
Interest & Financial Charges	0.14	0.64
Depreciation	0.29	0.28
Profit before Taxation (PBT)	18.50	10.45
Tax including Deferred Tax and Fringe Benefit Tax	6.40	4.15
Profit after Tax (PAT)	12.10	6.30
Amount available for appropriation	12.10	6.30
Transferred to General Reserve	Nil	Nil
Dividend	Nil	Nil
Corporate Dividend Tax	Nil	Nil
Balance carried to Balance Sheet	12.10	6.30

REVIEW OF OPERATIONS

During the year under review, the income of the Company rose to Rs. 54.67 Lacs as against Rs. 47.28 Lacs reported last year. The Company has earned a net profit Rs. 12.10 Lacs as against Rs. 6.30 Lacs reported last year.

DIVIDEND

Due to inadequate profits, your directors are not recommended to payment of any dividend on the equity shares.

DIRECTORS

Mr. Hari Chand Aggarwal, Director shall retire at the ensuing Annual General Meeting and he being eligible, offers himself for re-appointment.

The necessary resolution is recommended for approval of the Members.

DIRECTORS' RESPONSIBILITY STATEMENT

As per Section 217 (2AA) of the Companies (Amendment) Act, 2000, Your Company has complied with all the following requirements set out in the said provision:

- That in the preparation of the annual accounts for the year ended 31st March, 2009, the applicable accounting standard have been followed and no material departures have been made from the accounts;
- That the Directors have selected such accounting policies and applied them consistently and made judgments 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 the year ended on that date;
- That the Directors have proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and

- That the Directors have prepared the annual accounts on a going concern basis.

OBSERVATIONS OF AUDITORS

The observations of the Auditors are self-explanatory and/or suitably explained / clarified in the Notes to Accounts.

AUDITORS

M/S Mohit Parekh & Co., Chartered Accountants, the Auditors of the Company, retire at the ensuing Annual General Meeting & being eligible offer themselves for re-appointment. The Company has received a letter from them to the effect that their re-appointment, if made, would be within the prescribed limits under Section 224 (IB) of the Companies Act, 1956.

COMPLIANCE CERTIFICATE

In accordance with the Section 383A of the Companies Act, 1956 and Companies (Compliance Certificate) Rules 2001, the Company has obtained a certificate from a Practicing Company Secretary, that the Company has complied with the all applicable provisions of the Companies Act, 1956

DEPOSITS

The Company has neither accepted nor invited any deposits from public, within the meaning of Section 58A and 58AA of the Companies Act, 1956 and Rules made thereunder. There were no overdue or unclaimed deposits as on that date.

*AMALGAMATION

The Company has decided to merge with its Parent Company "Insecticides (India) Limited in its Board Meeting on 19th May, 2009.

PARTICULARS OF EMPLOYEES

During the year under review, no employee falling under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975.

INFORMATION RELATING TO CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, RESEARCH AND DEVELOPMENT AND FOREIGN EXCHANGE EARNINGS & OUTGO AND OTHER INFORMATION FORMING PART OF THE DIRECTORS' REPORT IN TERMS OF SECTION 217 (1) (e) OF THE COMPANIES ACT, 1956 AND RULES MADE THEREUNDER:

The provisions of Section 217(1)(e) of the Companies Act, 1956 with regard to conservation of energy, technology absorption is not applicable to the Company. There is no foreign exchange earning and outgo during the year.

ACKNOWLEDGEMENTS

Yours Directors wish to place on record their deep appreciation for the dedication & efforts of the executives & staff of the Company at all levels & express their gratitude to the Company's Bankers for their support & Co-operation. Yours Directors are especially thankful to the esteemed Shareholders for their continued trust and confidence, they have reposed in the Company.

On behalf of the Board
For **ADVANCE CROP SOLUTIONS LTD.**

Place : Delhi
Dated : June 24, 2009

(**HARI CHAND AGGARWAL**)
Chairman

COMPLIANCE CERTIFICATE

(IN PURSUANCE OF THE PROVISIONS OF SECTION 383A (1) OF THE COMPANIES ACT, 1956)

The Members

M/s ADVANCE CROP SOLUTIONS LIMITED
(CIN U72900DL2006PLC155863)

We have examined the registers, records, books and papers of **M/s ADVANCE CROP SOLUTIONS LIMITED** 401-402, Lusa Tower, Azadpur, Delhi -110033 as required to be maintained under the Companies Act 1956, and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on March 31, 2009. In our opinion and to the best of our information and according to the examination carried out by us and explanations furnished to us by the Company, its officer and agent, 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 provision and the rules made thereunder and all entries therein have been duly recorded.
2. The Company has duly filed the forms and return as stated in **Annexure 'B'** to this certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the rules made thereunder.
3. The Company being a public limited company has the minimum prescribed paid-up share capital.
4. The Board of Directors duly met 6 times during the current financial year under compliance as under, in respect of which proper notices were given and the proceeding were properly recorded and signed in the Minutes Books maintained for the purpose including circular resolutions passed.
 (08-05-2008, 27-06-2008, 11-09-2008, 23-10-2008, 19-12-2008, 30-01-2009)
5. The Company has not closed its Register of Members during the financial year.
6. The Annual General Meeting (AGM) for the financial year ended on March 31, 2008 was held on 30-07-2008 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 Extraordinary General Meeting (EGM) was held during the financial year.
8. The Company has not advanced loans to its directors and persons referred to u/s 295 of the Act.
9. The Company has duly complied with the provisions of Section 297 of the Act in respect of contracts specified in the section.
10. The Company has made necessary entries in the register maintained under Section 301 of the Act.
11. No office of profit was held during the financial year by any person referred in to Section 314 of the Act, therefore the Company was not required any approvals from either the Board of Directors, Members or Central Government, as the case may be.
12. The Company has not issued any duplicate share certificates during the financial year.
13. There was no allotment/ transfer/ Transmission of securities during the financial year. However, six individual shareholders in the company has transferred their beneficial interest in their shareholding in favor of **Insecticides (India) Limited** on 31-03-2009 in compliance of the provisions of the act. As a result, company has become a wholly owned subsidiary of Insecticides (India) Limited
 - The Company was not required to deposit any amount in a separate Bank a/c as no dividend was declared during the financial year.
 - The Company was not required to post warrants to any members of the company as no dividend was declared during the year.
 - The Company was not required to transfer any amount in investor education and protection fund during the financial year because there is no such amount i.e. unpaid dividend accounts, application money due for refund, matured deposits and debentures and interest accrued thereon which have remained unclaimed or unpaid for period of seven years.
 - 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. There was no appointment of additional directors/ alternate directors and directors to fill casual vacancy during the financial year.
15. The Company has not appointed Managing Director / Whole- Time Director/ Manager during the financial year.

16. The Company has not appointed any Sole-Selling Agents during the financial year.
17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar of Companies or such other authorities as prescribed under the various provision of the Act
18. The Directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provision of the Act and rules made thereunder.
19. The Company has not issued any equity shares / debentures or other securities during the financial year.
20. The Company has not bought-back any shares during the financial year.
21. There was no redemption of preference shares or debentures during the financial year.
22. There were no transactions necessitating the Company to keep in abeyance the right to dividend, right shares bonus shares pending registration of transfer of shares.
23. The Company has invited/accepted deposits including unsecured loan falling within the purview of section 58A or 58AA during the financial year.
24. The borrowing made during the year are within the borrowing limits of the Company as per the resolutions passed in compliance of Section 293(1)(d) and other provisions of the Act.
25. The Company has not made loans /investments, given guarantees and provided securities to other bodies-corporate, which may attract the provisions of the Act and consequently entries were not made in the register maintained for the purpose.
26. The Company has not altered the provision 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 object of the company during the year under scrutiny.
28. The Company has not altered the provisions of the memorandum with respect to name of the company during the year under scrutiny.
29. The Company has not altered the provisions of the memorandum with respect to share capital of the company during the year under scrutiny.
30. The Company has not altered its Articles of Association during the financial year under scrutiny.
31. There was no prosecution initiated against or show cause notice received by 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 was not required to deduct any contribution towards Provident Fund during the financial year in pursuance of Section 418 of the Act.

For **AJAY K. GOYAL & CO.**
Company Secretaries

Place : New Delhi
Date : June 24, 2009

(AJAY GOYAL)
Proprietor

ANNEXURE A

Registers as maintained by the Company **ADVANCE CROP SOLUTIONS LIMITED**

1. Register of Members u/s 151
2. Register of Share Transfers
3. Register of Director's Shareholding u/s 307(1)
4. Register of Directors, Managing Director, Manager, Secretary u/s 303
5. Register of Deposits
6. Register of Contracts, Companies, firms in which directors etc. are interested u/s 301
7. Register of disclosure of interest u/s 301
8. Books of Accounts
9. Minutes Books u/s 193 for the Shareholder's meetings
10. Minutes Books u/s 193 for the Board of Directors meetings
11. Attendance Register of Directors

ANNEXURE B

Forms and Returns as filed by the Company **ADVANCE CROP SOLUTIONS LIMITED** with Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ended March 31, 2009.

1. Form 20B was filed u/s 159 on 04-09-2008 vide Challan no. P20934477
2. Form 23AC and Form 23ACA was filed u/s 220 on 28-08-2008 vide challan No. P20775433
3. Form 66 was filed u/s 383A on 28-08-2008 vide Challan no. P20774535
4. Form 62 form ROD for the year 2007-08 was filed on 14-05-2008 vide Challan No. A37605755

AUDITORS' REPORT

**TO
THE MEMBERS OF ADVANCE CROP SOLUTIONS LTD.**

We have audited the attached Balance Sheet of **ADVANCE CROP SOLUTIONS LTD.**, 401-402, Lusa Tower, Azadpur, Delhi - 33 as at March 31, 2009 and also the Profit and Loss Account and 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.

1. 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 mis-statements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
2. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
3. Further to our comments in the Annexure referred to in paragraph 2 above, we report that:
 - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - (ii) In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of those books.

- (iii) The Balance Sheet, Profit and Loss Account & Cash Flow Statement dealt with by this report are in agreement with the books of account.
- (iv) In our opinion, the Balance Sheet and Profit and Loss Account and Cash Flow Statement comply with the mandatory Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956.
- (v) On the basis of written representations received from Directors, as on 31st March 2009 and taken on record by the Board of Directors, we report that none of the directors are disqualified as on March 31, 2009 from being appointed as directors in terms of clause (g) of sub-section (1) of Section 274 of Companies Act, 1956.
- (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the significant Accounting Policies and Notes on Accounts (Schedule-14) give the information required by the Companies Act, 1956, in the manner so required and present a true and fair view, in conformity with the accounting principles generally accepted in India;
 - (a) In so far as it relates to the Balance Sheet, of the state of affairs of the Company as at March 31, 2009; and
 - (b) In so far as it relates to the Profit & Loss Account, of the **PROFIT** of the Company for the year ended on that date;
 - (c) In so far as it relates to the Cash Flow Statement, of the Cash Flows of the Company for the year ended on that date;

For **MOHIT PAREKH & CO.**
Chartered Accountants

MOHIT A. PAREKH
Proprietor
M.No.-81069

Place: Delhi
Date : May 15, 2009

ANNEXURE TO AUDITOR'S REPORT REFERRED TO IN PARAGRAPH 2 OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF ADVANCE CROP SOLUTIONS LTD., 401-402, LUSA TOWER, AZADPUR, DELHI - 33 ON THE ACCOUNTS FOR THE YEAR ENDED ON MARCH 31, 2009.

1. In respect of Fixed Assets:
The Company has maintained proper records showing full particulars including quantitative detail and situation of fixed assets on the basis of available information.
2. The Company has taken loan, Secured or Unsecured from Companies, Firms or other parties listed in the Register maintained under Section 301 of the Companies Act, 1956. In our opinion, the rate of interest and other terms and conditions on which loans have been taken, are prima facie not prejudicial to the interest of the Company.
3. The Company has not granted loans, Secured or Unsecured to Companies, Firms or other parties listed in the Register maintained under Section 301 of the Companies Act, 1956.
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, no major weaknesses have been noticed in the internal controls.
5. In respect of transactions covered under Section 301 of the Companies Act, 1956:
 - a. In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements, that needed to be entered into in the register maintained u/s 301 of the Companies Act, 1956 have been so entered.
 - 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 under Section 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 prevailing market price at relevant time.
6. In our opinion and according to the information and explanations given to us, the provisions of Sec 58A & 58 AA of the Companies Act, 1956 and the rules framed there under to the extent applicable have been complied with.
7. In our opinion, the Internal Audit System of the Company is commensurate with its size and nature of its business.
8. 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, Service Tax, Custom Duty, Excise Duty, Cess and other statutory dues have been generally regularly deposited with the Appropriate Authorities.
 - b. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at March 31, 2009 for a period of more than six months from the date of becoming payable.
9. The Company has no accumulated losses and has not incurred any cash losses during the financial year covered by our audit or in the immediately preceding financial year.
10. In our opinion, the Company is not a Chit fund or a Nidhi/ Mutual Benefit Fund/Society. Therefore the clause 4 (xiii) of the Companies (Auditor's Report) order 2003 is not applicable to the Company.
11. According to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from banks or financial institutions.
12. 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 short-term basis that have been used for Long Term Investment and similarly no funds raised on Long-Term basis that have been used to finance Short-Term assets except core working capital.
13. During the year, the Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956.
14. During the year, the Company has not created securities in respect of debentures issued.
15. The Company has not raised money by way of public issue during the year.
16. In our opinion and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of Audit.
17. The rest of the clauses of the Companies (Auditor's Report) Order/ 2003 are not applicable and hence not reported.

For **MOHIT PAREKH & CO.**
Chartered Accountants

Place: Delhi
Date : May 15, 2009

MOHIT A. PAREKH
Proprietor
M.No.-81069

BALANCE SHEET AS AT 31st MARCH, 2009

	Schedule No.		Figures As At 31st March, 2009 (In Rupees)	Figures As At 31st March, 2008 (In Rupees)
I. SOURCES OF FUNDS				
SHAREHOLDER'S FUNDS				
Share Capital	1	1,000,000.00	1,000,000.00	
Reserves and Surplus	2	<u>1,921,859.65</u>	<u>711,197.85</u>	1,711,197.85
Deferred Tax Liability		76,700.00		52,723.00
LOAN FUNDS				
Secured Loans		—	—	—
Unsecured Loans	3	—	—	876,893.00
TOTAL (RS.)		<u><u>2,998,559.65</u></u>	<u><u>2,640,813.85</u></u>	
II. APPLICATION OF FUNDS				
FIXED ASSETS	4			
Gross Block		606,750.00		600,000.00
Less : Accumulated Depreciation		<u>64,294.00</u>		<u>35,625.00</u>
Net Block		542,456.00		564,375.00
Capital Work In Progress		—		—
INVESTMENTS				—
CURRENT ASSETS, LOANS AND ADVANCES				
Inventories		—	—	—
Sundry Debtors	5	1,530,992.00	2,206,451.00	
Cash & Bank Balances	6	844,894.65	146,788.00	
Other Current Assets	7	1,323,900.00	628,127.00	
Loans & Advances	8	<u>8,055.00</u>	<u>20,645.00</u>	
TOTAL (A)		<u><u>3,727,841.65</u></u>	<u><u>3,002,011.00</u></u>	
LESS : CURRENT LIABILITIES & PROVISIONS				
Current Liabilities	9	266,993.00	537,922.15	
Provisions	10	<u>1,028,867.00</u>	<u>423,834.00</u>	
TOTAL (B)		<u><u>1,295,860.00</u></u>	<u><u>961,756.15</u></u>	
NET CURRENT ASSETS (A - B)		2,431,981.65		2,040,254.85
MISCELLANEOUS EXPENDITURE	11			
(To the extent not written off or adjusted)		<u>24,122.00</u>		<u>36,184.00</u>
TOTAL (RS.)		<u><u>2,998,559.65</u></u>	<u><u>2,640,813.85</u></u>	
Notes on Accounts & Significant Accounting Policies	14			

The Schedules referred to above form an integral part of these Accounts

Auditors Report

As per our separate report of even date appended herewith.

For **MOHIT PAREKH & COMPANY**
Chartered Accountants

FOR AND ON BEHALF OF THE BOARD

(MOHIT A. PAREKH)
Proprietor
M.No.-81069

(RAJESH AGGARWAL)
Director

(HARI CHAND AGGARWAL)
Director

Place : Delhi
Date : May 15, 2009

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

	Schedule No.	For the year Ended 31st March, 2009 (In Rupees)	For the year Ended 31st March, 2008 (In Rupees)
INCOME			
Service Charges / Commission		5,467,464.00	4,728,309.70
Other Income		8,716.15	—
TOTAL (A)		5,476,180.15	4,728,309.70
EXPENDITURE			
Administrative & Other Expenses	12	3,571,214.35	3,579,349.85
Financial Expenses	13	13,978.00	63,753.00
Preliminary Expenses w/off		12,062.00	12,062.00
TOTAL (B)		3,597,254.35	3,655,164.85
Profit before Tax & Depreciation		1,878,925.83	1,073,144.85
Less : Depreciation	4	28,669.00	28,500.00
Profit before Tax		1,850,256.80	1,044,644.85
Less : Provision for Income Tax		549,930.00	315,702.00
Provision for Fringe Benefit Tax		65,688.00	69,777.00
Provision for Deffered Tax Liability		23,977.00	29,876.00
Short Provision of Fringe Benefit Tax in earlier year		—	1,385.00
Add : Excess Provision of Income Tax in earlier year		—	2,230.00
Balance transferred to Reserves and Surplus A/c		1,210,661.80	630,134.85
Earning Per Share (Basic & Diluted)		12.10	6.30

Notes on Accounts & Significant Accounting Policies

14

The Schedules referred to above form an integral part of these Accounts

Auditors Report

As per our separate report of even date appended herewith.

For **MOHIT PAREKH & COMPANY**
Chartered Accountants

(MOHIT A. PAREKH)
Proprietor
M.No.-81069

Place : Delhi
Date : May 15, 2009

FOR AND ON BEHALF OF THE BOARD

(RAJESH AGGARWAL)
Director

(HARI CHAND AGGARWAL)
Director

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31st MARCH, 2009

	CURRENT YEAR (In Rupees)	PREVIOUS YEAR (In Rupees)
A. CASH FLOW FROM OPERATING ACTIVITIES & EXTRA ORDINARY ITEMS		
Net Profit before Tax	1,850,256.80	1,044,644.85
Add Back		
Depreciation	28,669.00	28,500.00
Preliminary Expenses Written Off	12,062.00	12,062.00
Interest & Financial Charges	13,978.00	63,753.00
	<u>54,709.00</u>	<u>104,315.00</u>
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	1,904,965.80	1,148,959.85
Add/(Less) : Increase/Decrease in Working Capital		
(Increase)/Decrease in Trade Receivables	675,459.00	(1,660,921.00)
(Increase)/Decrease in Other Current Assets	(19,387.00)	34,029.00
Increase/(Decrease) in Statutory Dues and other Exp. Payable	(270,929.15)	103,235.15
	<u>385,142.85</u>	<u>(1,523,656.85)</u>
Adjustments for :		
Interest & Financial Charges paid	(13,978.00)	(63,753.00)
Direct Tax Paid (Including Tax Deducted at Source)	(694,381.00)	(557,102.00)
Preliminary Expenses Incurred	—	—
Net Cash from /(used in) Operating Activities	1,581,749.65	(995,552.00)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Addition to Fixed Assets	(6,750.00)	—
Net Cash from /(used in) Investing Activities	(6,750.00)	—
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Issue of Share Capital	—	—
Increase/(Decrease) in Unsecured Loans	(876,893.00)	625,475.00
Net Cash from /(used in) Financing Activities	(876,893.00)	625,475.00
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS(A+B+C)	698,106.65	(370,077.00)
Cash & Cash Equivalents at the beginning of the year (Opening Balance)	146,788.00	516,865.00
Cash & Cash Equivalents at the end of the year (Closing Balance)	844,894.65	146,788.00
	<u>698,106.65</u>	<u>(370,077.00)</u>

NOTES:-

- The Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard -3 Cash Flow Statement issued by the Institute of Chartered Accountants of India.
- Previous year's figures have been re-classified to confirm with the current year's presentation, where applicable.

This is a Cash Flow Statement referred to in our report of even date.

For **MOHIT PAREKH & COMPANY**
Chartered Accountants

FOR AND ON BEHALF OF THE BOARD

(MOHIT A. PAREKH)
Proprietor
M.No.-81069

(RAJESH AGGARWAL)
Director

(HARI CHAND AGGARWAL)
Director

Place : Delhi
Date : May 15, 2009

SCHEDULE ANNEXED TO AND FORMING PART OF BALANCE SHEET

	Figures As At 31st March, 2009 (In Rupees)	Figures As At 31st March, 2008 (In Rupees)
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SCHEDULE - 1 : SHARE CAPITAL

Authorised

100000 Equity Shares of Rs. 10/- Each	1,000,000.00	1,000,000.00
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Issued, Subscribed and Paidup

1,00,000 Equity Shares of Rs. 10/- Each	1,000,000.00	1,000,000.00
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(100% Shares held by Holding Co.

Insecticides (India) Limited)

(P.Y. Out of the above 99,400 shares are held by

Insecticides (India) Ltd., the Holding Company)

TOTAL
1,000,000.00
1,000,000.00

SCHEDULE - 2 : RESERVES AND SURPLUS

Profit and Loss A/c

Opening Balance	711,197.85	81,063.00
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Add: Balance Transferred from Profit & Loss A/c	1,210,661.80	630,134.85
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TOTAL
1,921,859.65
711,197.85

SCHEDULE - 3 : UNSECURED LOANS

ISEC Organics Ltd.	—	558,431.00
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Sanjeev Aggarwal(HUF)	—	318,462.00
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TOTAL
—
876,893.00

SCHEDULE - 4 : DEPRECIATION

Particulars of assets	GROSS BLOCK					DEPRECIATION				NET BLOCK	
	Cost as at 01-04-2008	Addition — Assets Purchase During the year	Disposed off/ transferred/ Adjustment	Total cost as on 31-03-2009	Rate of Deprn.	Charged up to 31-03-2008	For the the Year	adjusted during the Year	total deprn. upto 31-03-2009	As on 31-03-2009	as on 31-03-2008
Goodwill	600,000.00	—	—	600,000.00	4.75%	35,625.00	28,500.00	—	64,125.00	535,875.00	564,375.00
Mobile Phone.	—	6,750.00	—	6,750.00	4.75%	—	169.00	—	169.00	6,581.00	—
TOTAL Rs.	600,000.00	6,750.00	—	606,750.00	—	35,625.00	28,669.00	—	64,294.00	542,456.00	564,375.00
PREVIOUS YEAR	600,000.00	—	—	600,000.00	—	7,125.00	28,500.00	—	35,625.00	564,375.00	

FIGURES (Rs.)

	Figures As At 31st March, 2009 (In Rupees)	Figures As At 31st March, 2008 (In Rupees)
<u>SCHEDULE - 5 : SUNDRY DEBTORS</u>		
Shivalik Rasayan Ltd. (Less than six months)	—	1,925,690.00
Insecticides (India) Ltd. (Less than six months)	1,530,992.00	280,761.00
TOTAL	1,530,992.00	2,206,451.00
<u>SCHEDULE - 6 : CASH & BANK BALANCES</u>		
1. Cash on hand	78,961.15	51,849.00
2. Balance in C/A No. 0129002100167405 with Punjab National Bank, New Delhi	730,933.50	94,939.00
3. Balance in C/A No. 20801020017921 With Axis Bank, New Delhi	35,000.00	—
TOTAL	844,894.65	146,788.00
<u>SCHEDULE - 7 : OTHER CURRENT ASSETS</u>		
Imprest with Staff	13,000.00	—
T.D.S.	1,207,171.00	582,283.00
F.B.T.	101,739.00	42,831.00
Prepaid Insurance	1,990.00	3,013.00
TOTAL	1,323,900.00	628,127.00
<u>SCHEDULE - 8 : LOANS & ADVANCES</u>		
Staff Advances	28,055.00	20,645.00
TOTAL	28,055.00	20,645.00
<u>SCHEDULE - 9 : CURRENT LIABILITIES</u>		
Expenses Payable	5,925.00	—
Interest Payable on Unsecured Loan	135,087.00	129,031.85
Salary Payable	4,844.00	9,688.00
Legal & Professional charges	19,118.00	17,857.00
E.P.F. Payable	6,103.00	7,607.00
Audit Fee	39,576.00	38,815.00
Service Tax Payable	—	255,376.30
Tour and Travelling Expenses Payable	47,948.00	62,777.00
TDS	6,637.00	15,610.00
Printing & Stationary	1,755.00	—
Mega Stationers (HUF)	—	1,160.00
TOTAL	266,993.00	537,922.15

	Figures As At 31st March, 2009 (In Rupees)	Figures As At 31st March, 2008 (In Rupees)
<u>SCHEDULE - 10 : PROVISIONS</u>		
Provision for Income Tax (A.Y. 2007-08)	27,770.00	27,770.00
Provision for Income Tax (A.Y. 2008-09)	315,702.00	315,702.00
Provision for Income Tax (A.Y. 2009-10)	549,930.00	—
Provision for F.B.T. (A.Y. 2007-08)	—	10,585.00
Provision for F.B.T. (A.Y. 2008-09)	69,777.00	69,777.00
Provision for F.B.T. (A.Y. 2009-10)	65,688.00	—
TOTAL	1,028,867.00	423,834.00
<u>SCHEDULE - 11 : MISCELLANEOUS EXPENDITURE</u>		
(To The Extent Not W/Off or Adjusted)		
Detail of Preliminary Expenses		
Opening Balance	36,184.00	48,246.00
Less : Written off during the year	12,062.00	12,062.00
TOTAL	24,122.00	36,184.00
<u>SCHEDULE - 12 : ADMINISTRATIVE & OTHER EXPENSES</u>		
Audit Remuneration	44,120.00	44,944.00
E.P.F.	122,165.00	124,606.00
E.S.I.	62,464.00	77,069.00
Filling Fee	1,200.00	1,200.00
Legal & Professional charges	34,240.00	24,100.00
Misc. Expenses	—	2,384.75
Postage Expenses.	8,956.00	11,008.00
Printing & Stationary	12,240.00	8,147.50
Salary & Allowances	1,934,583.35	1,834,326.10
Sales Promotion Expenses	5,950.00	10,105.00
Telephone Expenses	151,621.00	174,188.00
Tour & Travelling Expenses	1,153,675.00	1,264,771.50
Membership Fees	40,000.00	2,500.00
TOTAL	3,571,214.35	3,579,349.85
<u>SCHEDULE - 13 : FINANCIAL EXPENSES</u>		
Bank Charges	470.00	2,853.00
Interest on Loans	13,508.00	60,900.00
TOTAL	13,978.00	63,753.00

SCHEDULE-14 : Accounting Policies and Notes to the Accounts forming part of the Balance Sheet as at 31st March 2009 and Profit and Loss Account for the year ended on 31st March 2009.
A. SIGNIFICANT ACCOUNTING POLICIES
1. ACCOUNTING CONVENTION

Accounts are prepared on the basis of historical cost convention. Accounting Policies not specially referred to otherwise, are consistent and in consonance with generally accepted accounting principles as prescribed by the Institute of Chartered Accountants of India.

2. FIXED ASSETS

Fixed Assets are stated at cost of acquisition including any attributable cost for bringing the assets to its working condition for its intended use less accumulated depreciation.

3. DEPRECIATION

Depreciation of Fixed Assets has been provided on Straight Line Method as per the classification, rates and manner provided in Schedule XIV of the Companies Act, 1956 as amended up to date. Depreciation on assets acquired/disposed off during the year has been provided on Pro-rata basis with reference to the date of use/addition/disposal

4. INVESTMENTS

The Company does not have any investments.

5. PURCHASE, SALES & INVENTORIES

The Company is indulged in the business of providing services related to marketing and as such reporting on Purchase, Sales & Inventories are not required to be made.

6. PROVISION FOR TAXATION

- (a) Provision for Income Tax is made after availing Exemptions & Deductions at the rate (s) applicable under the Income Tax Act, 1961.
- (b) Provision for Wealth Tax is not required to be made for the year under consideration.
- (c) Provision for Deferred Tax Liability has been made for the year under consideration.
- (d) Provision for Fringe Benefit Tax has been made during the year.

7. REVENUE RECOGNITION

Revenue recognition is postponed to a later date, only when it is not possible to estimate it with reasonable accuracy.

8. PROVISION, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

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

9. Claims by or against the Company are accounted when acknowledged / accepted / settled / received.

10. The Bonus is accounted for on Cash Basis.

11. No Remuneration / Sitting Fee paid to the Directors for the year under Consideration.

12. RETIREMENT BENEFITS

- (a) Contribution to Provident Fund & Family Pension Fund are accounted for on Accrual Basis.
- (b) Leave Encashment Benefits shall be accounted for on Cash Basis.
- (c) The provision for Gratuity is not made since the Company is not liable for Gratuity. However the same shall be accounted for on Cash Basis.

B. NOTES TO THE ACCOUNTS

- 1. In the opinion of the Board of Directors of the Company, the current assets, loans and advances have the value at least equal to the figures stated in the Balance Sheet on realization in the ordinary course of business and provision for all known liabilities have been made.
- 2. As required under Schedule VI of the Companies Act, 1956, there is no employee of the Company who was in receipt of Rs. 24,00,000/- or more if employed throughout the financial year or Rs. 2,00,000/- or more per month, if employed for a part of the financial year under review.
- 3. The matters/Accounting Standards not applicable during the year are not reported herein above.
- 4. Estimated amount of contracts remaining to be executed on capital contracts and not provided for Rs. NIL. (P. Y. – Rs. NIL)
- 5. The figures for previous year have been regrouped, re-arranged and/ or recasted wherever deemed necessary to make them comparable with those of current year's figures.

6. The Prior Period Expenses debited to the Profit & Loss Account during the year – Rs. NIL (Previous Year – 10,000.00)
7. The Company is not indulged in any manufacturing activities and as such the Micro, Small & Medium Enterprises Development Act, 2006 is not applicable to the Company.
8. Contingent Liabilities (NIL – As Certified by the Management)
9. Deferred Tax Liabilities arising on account of timing differences are :

	As At 31.03.2009	As At 31.03.2008
Deferred Tax Assets	NIL	NIL
Deferred Tax Liabilities		
(Related to Depreciation)	76,700.00	52,723.00
Deferred Tax Liabilities		
At the end of the year	76,700.00	52,723.00
For the Year	23,977.00	29,876.00

10. SEGMENT INFORMATION:-

The Company is engaged in the business of providing services related to marketing only. The entire operations are governed by the same set of risk & returns, hence, the same has been considered as representing a single primary segment.

11. In compliance to AS 18 issued by The Institute of Chartered Accountants of India, the Disclosure of transactions with Related Parties as defined in Accounting Standard are mentioned herein below:

Sl. No.	Name of Related parties	Relationship	Nature of Transation	Amount (Rs.)
1.	Isec Organics Ltd.	Associate Company	Interest Paid	5,925.00
2.	Insecticides (India) Ltd.	Holding Co.	Service Charges Received	26,38,801.70

12. The Company has sent the statement of account for confirmation in the case of Sundry Debtors and the same are not received upto the finalization of Balance Sheet and as such the same are subject to confirmation and reconciliation, if any.
13. The Company is a subsidiary of Insecticides (India) Ltd.
14. **Earning Per Share :** The Company reports basic and diluted earning per equity share in accordance with Accounting Standard – 20 issued by The Institute of Chartered Accountants of India. The same is computed by dividing the Net Profit attributable to Equity Shareholders for the year, by the weighted average number of equity shares outstanding during the year.

15. Auditor's Remuneration :-

AMOUNT (Rs.)

	2008-2009	2007-2008
a. As Auditors	25,000.00	25,000.00
b. In Other Capacity (Income Tax, Tax Audit & Certification)	15,000.00	15,000.00
c. Service Tax on Above	4,120 .00	4,944.00
TOTAL	44,120.00	44,944..00

16. **Impairment of Asset :-** An asset is treated as impaired, when carrying cost of the assets exceeds its recoverable amount. An impairment loss is charged to the Profit & Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior period, if any, is reversed if there has been a change on the estimate of the recoverable amount.

Additional information pursuant to the provisions under paragraph 3, 4c and 4d of the part II of Schedule VI of the Companies Act, 1956 - NOT APPLICABLE BEING NONE

As per our separate report of even date

For **MOHIT PAREKH & COMPANY**

Chartered Accountants

(MOHIT A. PAREKH)

Proprietor

M.No.-81069

Place : Delhi

Date : May 15, 2009

FOR AND ON BEHALF OF THE BOARD

(RAJESH AGGARWAL)

Director

(HARI CHAND AGGARWAL)

Director

AUDITOR'S REPORT TO THE BOARD OF DIRECTORS OF INSECTICIDES (INDIA) LTD ON THE CONSOLIDATED FINANCIAL STATEMENTS

We have audited the attached Consolidated Balance Sheet of **INSECTICIDES (INDIA) LTD.** (the Company) and its subsidiary (collectively referred to as "the Group") as at March 31, 2009 and also the Consolidated Profit and Loss Account for the year ended on that date and the Consolidated Cash Flow Statement for the year ended on that date annexed thereto. These Financial Statements are the responsibility of the Company's management and have been prepared by the Management on the basis of separate financial statements. Our responsibility is to express an opinion on these financial statements based on our audit.

1. We conducted our audit in accordance with Auditing Standards generally accepted in India. Those Standards require that we plan and perform 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.
2. We report that the Consolidated Financial Statements have been prepared by the Company's management in accordance with the requirements of Accounting Standards (AS) - 21, "Consolidated Financial Statements" notified by Companies (Accounting Standards) Rules, 2006.

3. Based on our audit as aforesaid, and on consideration of reports on the separate financial statements and on the other financial information of the components and accounts approved by the Board of Directors and to the best of our information and according to the explanations given to us, we are of the opinion that the attached Consolidated Financial Statements give a true and fair view in conformity with the accounting principles generally accepted in India:

- i) In so far as relates to the Consolidated Balance sheet, of the state of affairs of the Group as at March 31, 2009;
- ii) In so far as relates to the Consolidated Profit and Loss account, of the **PROFIT** of the Group for the year ended on that date; and
- iii) In so far as relates to the Consolidated Cash Flow Statement, of the Cash Flows of the Group for the year ended on that date.

For **MOHIT PAREKH & CO.**
CHARTERED ACCOUNTANTS

(MOHIT A. PAREKH)
Proprietor
M.No. - 81069

Place : Delhi
Dated : June 23, 2009

CONSOLIDATED BALANCE SHEET AS AT 31st MARCH, 2009

	Schedule No.	Figures As At 31st March, 2009 (In Rupees)	Figures As At 31st March, 2008 (In Rupees)
I. SOURCES OF FUNDS			
1. Shareholder's Funds			
a) Share Capital	1	126,829,660	126,829,660
b) Reserves & Surplus	2	883,266,889	703,795,698
Minority Interest		—	10,267
2. Loan Fund			
a) Secured Loans	3	137,065,410	145,620,447
b) Unsecured Loans	4	913,084	4,850,134
		<u>137,978,494</u>	<u>150,470,581</u>
3. Deferred Tax Liability		14,059,683	10,239,854
TOTAL		<u><u>1,162,134,726</u></u>	<u><u>991,346,061</u></u>
II. APPLICATION OF FUNDS			
1. Fixed Assets			
Gross Block	5	274,550,957	217,589,221
Less : Depreciation		<u>(28,686,930)</u>	<u>(20,057,999)</u>
Net Block		245,864,027	197,531,222
Capital Work In Progress		<u>7,504,082</u>	<u>3,607,887</u>
		<u>253,368,110</u>	<u>201,139,109</u>
2. Investments	6	170,723,967	182,795,121
3. Current Assets, Loans & Advances			
a) Inventories	7	963,354,150	608,335,567
b) Sundry Debtors	8	331,548,562	315,041,353
c) Cash & Bank Balances	9	33,559,805	43,194,255
d) Other Current Assets	10	139,185,515	166,241,878
e) Loans & Advances	11	85,422,150	64,773,997
		<u>1,553,070,183</u>	<u>1,197,587,050</u>
Less : Current Liabilities & Provisions			
a) Current Liabilities	12	747,927,253	560,126,689
b) Provisions	13	104,305,976	68,456,630
		<u>852,233,229</u>	<u>628,583,319</u>
NET CURRENT ASSETS		<u>700,836,954</u>	<u>569,003,731</u>
4. Miscellaneous Expenditure	14	37,205,695	38,408,100
(To the extent not written off or adjusted)			
TOTAL		<u><u>1,162,134,726</u></u>	<u><u>991,346,061</u></u>
Notes on Accounts			
Significant Accounting Policies	24		

The Schedules referred to above form an integral part of these Accounts

Auditors Report

As per our separate report of even date appended herewith.

For **MOHIT PAREKH & COMPANY**
Chartered Accountants

(MOHIT A. PAREKH)
Proprietor
M.No.-81069

Place : Delhi
Date : June 23, 2009

FOR AND ON BEHALF OF THE BOARD

HARI CHAND AGGARWAL
Chairman

SANJEEV BANSAL
Whole-time Director

RAJESH AGGARWAL
Managing Director

PANKAJ GUPTA
Company Secretary

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

	Schedule No.	For the year Ended 31st March, 2009 (In Rupees)	For the year Ended 31st March, 2008 (In Rupees)
INCOME			
Turnover / Income From Operation	15	2,947,691,037	2,216,720,928
Interest Income	16	14,405,828	17,670,930
Miscellaneous Income	17	181,116	224,126
Increase/ Decrease in Stocks	18	233,273,244	68,980,164
TOTAL (A)		3,195,551,226	2,303,596,148
EXPENDITURE			
Finished Goods Purchased for Trading		54,466,236	11,019,091
Excise Duty (Net)		310,666,124	240,607,796
Research & Development Expenses		2,268,081	3,140,547
Raw Material Consumed/Sold	19	1,708,810,610	1,100,825,387
Manufacturing Expenses	20	319,930,603	283,986,913
Selling & Distribution Expenses	21	409,300,487	393,590,598
Personnel Expenses		57,127,119	39,605,783
Administrative & General Expenses	22	35,447,135	31,504,256
Financial Charges Incurred/ (Recovered)	23	42,093,825	21,577,590
Preliminary Expenses Written off	14	1,202,405	1,184,653
TOTAL (B)		2,941,312,626	2,127,042,614
Profit Before Tax, Depreciation & Exceptional Items (A-B)		254,238,600	176,553,534
Less : Depreciation	5	11,185,623	7,846,543
Add : Exceptional Item - Actuarial Gain On Employee Benefit		330,924	—
Profit Before Tax		243,383,901	168,706,991
Less : Provision for Taxation			
1. Income Tax		28,049,930	19,315,702
2. Deferred Tax		3,819,829	4,395,880
3. Short/Excess Provision of Income Tax & FBT in earlier year		354,658	(182,521)
4. Provision for FBT		2,015,688	1,869,777
Profit After Tax (Before Adjustment Of Minority Interest)		209,143,796	143,308,153
Less : Share Of Profit transferred to Minority		—	3,781
Add : Share Of Minority Interest of earlier years tfd.		4,267	—
Profit After Tax(After Adjustment Of Minority Interest)		209,148,063	143,304,372
Add : Balance brought forward from previous year		334,220,887	220,308,069
PROFIT AVAILABLE FOR APPROPRIATION		543,368,950	363,612,441
Transferred to General Reserve		15,595,000	7,133,900
Proposed Dividend			
— Equity Shares		25,365,932	19,024,449
— Tax on Proposed dividend		4,310,940	3,233,205
Balance Carried to Reserves & Surplus		498,097,078	334,220,887
Earning per share Before Exceptional Item (Basic and Diluted)		16.46	11.30 & 11.80
Earning per share After Exceptional Item (Basic and Diluted)		16.49	11.30 & 11.80
Notes on Accounts			
Significant Accounting Policies	24		

The Schedules referred to above form an integral part of these Accounts

Auditors Report

As per our separate report of even date appended herewith.

FOR AND ON BEHALF OF THE BOARD

For **MOHIT PAREKH & COMPANY**

Chartered Accountants

(MOHIT A. PAREKH)

Proprietor

M.No.-81069

Place : Delhi

Date : June 23, 2009

HARI CHAND AGGARWAL

Chairman

SANJEEV BANSAL

Whole-time Director

RAJESH AGGARWAL

Managing Director

PANKAJ GUPTA

Company Secretary

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31st MARCH, 2009

	CURRENT YEAR (In Rupees)	PREVIOUS YEAR (In Rupees)
A. CASH FLOW FROM OPERATING ACTIVITIES & EXTRA ORDINARY ITEMS		
Net Profit before Tax	243,383,901	168,706,991
Add		
Depreciation	11,185,623	7,846,543
Preliminary Expenses Written Off	1,202,405	1,184,653
Loss on Sale of investment/ Fixed Assets	973,021	1,349,356
Interest & Financial Charges	42,093,825	21,577,590
Deduct		
Interest Income	(14,405,828)	(17,670,930)
Other Income	(181,116)	(224,126)
Exceptional Items	(330,924)	—
	—	—
	40,537,006	14,063,086
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	283,920,906	182,770,077
Add/(Less) : Increase/Decrease in Working Capital		
(Increase)/Decrease in Trade Receivables	(16,507,210)	(55,939,798)
(Increase)/Decrease in Inventories	(355,018,584)	(278,354,564)
(Increase)/Decrease in Other Current Assets	33,108,823	(77,212,854)
Increase/(Decrease) in Sundry Creditors	72,185,172	139,160,197
Increase/(Decrease) in Statutory Dues and other exp. Payable	(10,863,804)	18,502,527
Increase/(Decrease) in Other Current Liabilities	126,479,196	43,735,756
	(150,616,406)	(210,108,737)
Adjustments for :		
Interest & Financial Charges paid	(42,093,825)	(21,577,590)
Direct Tax Paid (Including Tax Deducted at Source)	(28,359,837)	(19,156,914)
Preliminary Expenses Incurred	—	(39,461,475)
Net Cash from /(used in) Operating Activities	62,850,838	(107,534,638)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Addition to Fixed Assets	(66,071,444)	(85,607,629)
Proceeds from sale of Fixed Assets	1,683,800	1,720,180
Interest Income	14,405,828	17,670,930
Other Income	181,116	224,126
Investment in Shares / Units etc.	12,065,154	(182,795,121)
Net Cash from /(used in) Investing Activities	(37,735,546)	(248,787,513)


C. CASH FLOW FROM FINANCING ACTIVITIES

Proceeds from Issue of Share Capital	—	369,180,590	
Increase/(Decrease) in Secured Loans	(8,555,037)	25,470,430	
Increase/(Decrease) in Unsecured Loans	(3,937,050)	(12,492,087)	(13,149,172)
			381,501,848
Dividend Paid/ Payable	(19,024,449)		—
Distribution Tax Paid/Payable	(3,233,205)		—
Net Cash from/(used in) Financing Activities	(34,749,741)		381,501,848
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS(A+B+C)	(9,634,450)		25,179,697
Cash & Cash Equivalents at the beginning of the year (Opening Balance)	43,194,255		18,014,558
Cash & Cash Equivalents at the end of the year (Closing Balance)	33,559,805		43,194,255
	(9,634,450)		25,179,697

NOTES:-

- The Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard -3 Cash Flow Statement issued by the Institute of Chartered Accountants of India.
- Previous year's figures have been re-classified to confirm with the current year's presentation, where applicable.

This is a Cash Flow Statement referred
to in our report of even date

FOR AND ON BEHALF OF THE BOARD

For **MOHIT PAREKH & COMPANY**
Chartered Accountants

HARI CHAND AGGARWAL
Chairman

RAJESH AGGARWAL
Managing Director

(MOHIT A. PAREKH)
Proprietor
M.No.-81069

SANJEEV BANSAL
Whole-time Director

PANKAJ GUPTA
Company Secretary

Place : Delhi
Date : June 23, 2009

SCHEDULE ANNEXED TO AND FORMING PART OF CONSOLIDATED BALANCE SHEET

	Figures As At 31st March, 2009 (In Rupees)	Figures As At 31st March, 2008 (In Rupees)
<u>SCHEDULE - 1 : SHARE CAPITAL</u>		
Authorised		
1,50,00,000 Equity Shares of Rs. 10/- Each (Previous year 1,50,00,000 Equity Shares)	150,000,000	150,000,000
Issued, Subscribed & Paid-up		
126,82,966 Equity Shares of Rs. 10/- Each (Including 15,50,500 Equity Shares of Rs. 10/- each issued as Bonus in the ratio of 1:5 in earlier year) (Previous year 126,82,966 Equity Shares)	126,829,660	126,829,660
TOTAL	126,829,660	126,829,660
<u>SCHEDULE - 2 : RESERVES AND SURPLUS</u>		
A. General Reserves		
As per last Balance Sheet	17,223,881	10,089,981
Add : Transferred from Profit & Loss Account	15,595,000	7,133,900
	27,620,581	17,223,881
B. Balance as per Profit & Loss A/c	498,097,078	334,220,887
C. Share Premium Account	352,350,930	352,350,930
TOTAL (A+B+C)	883,266,889	703,795,698
<u>SCHEDULE - 3 : SECURED LOANS</u>		
A. LOAN FROM BANKS		
(Secured by a first pari passu charge on Plant and Machinery, Stocks, Book Debts, Factory Land & Building and Personal Guarantee of Directors & against hypothecation of vehicles)		
For Cash Credits	110,036,812	139,245,598
For Car Loans	5,070,717	6,374,848
B. Gujarat Industrial Development Corp.	21,957,881	—
TOTAL	137,065,409.58	145,620,447
<u>SCHEDULE - 4 : UNSECURED LOANS</u>		
Others/ Body Corporate	913,084	4,850,134
TOTAL	913,084	4,850,134

SCHEDULE - 5 : FIXED ASSETS AND DEPRECIATION ALLOWABLE

Sl. No.	Description of Assets	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		Opening Balance on 01.04.2008	Addition	Sale/ Adjustment	Total as on 31.03.2009	Opening Balance on 01.04.2008	For the period	Written Back	Total as on 31.03.2009	As on 31.03.2009	As on 31.03.2008
1	Air Conditioner	1,183,906.00	464,686.00	—	1,648,592.00	156,312.95	73,001.14	—	229,314.09	1,419,277.91	1,021,593.05
2	Boating	135,427.30	—	—	135,427.30	17,286.27	4,523.27	—	21,809.54	113,617.76	118,142.03
3	Building	51,103,014.13	378,129.00	—	51,481,143.13	3,400,678.02	1,715,672.04	—	5,116,350.06	46,364,793.07	47,702,336.11
4	Building (R&D)	9,790,291.68	84,285.00	—	9,874,576.68	143,191.71	329,371.24	—	472,562.95	9,402,013.73	9,647,099.97
5	Chilling Plant	8,245,684.62	346,942.00	—	8,592,626.62	166,957.05	400,323.33	—	567,280.38	8,025,346.24	8,078,727.57
6	Car	20,177,487.00	3,679,843.00	3,000,588.00	20,856,742.00	3,974,822.87	1,973,247.87	1,241,907.57	4,706,163.17	16,150,578.83	16,202,664.13
7	Computer	4,147,251.12	2,156,198.00	238,550.00	6,064,899.12	1,284,643.79	888,157.41	172,100.00	2,000,701.20	4,064,197.92	2,862,607.33
8	Cooler	101,444.00	26,711.00	—	128,155.00	22,855.62	5,998.31	—	28,853.93	99,301.07	78,588.38
9	Cycle	10,229.00	—	—	10,229.00	4,671.19	723.19	—	5,394.38	4,834.62	5,557.81
10	Cylinder	130,660.00	—	—	130,660.00	55,479.99	21,179.99	—	76,659.98	54,000.02	75,180.01
11	Electric Equipment	2,907,218.23	86,219.00	—	2,993,437.23	86,599.80	140,831.30	—	227,431.10	2,766,006.13	2,820,617.43
12	Electric Fitting	7,417,266.91	68,791.06	—	7,486,057.97	706,791.01	354,761.55	—	1,061,552.56	6,424,505.41	6,710,475.90
13	Electricity Fitting (R&D)	172,553.41	105,161.00	—	277,714.41	15,823.89	12,794.56	—	28,618.45	249,095.96	156,729.52
14	EPBX	336,085.00	—	—	336,085.00	52,653.59	15,964.04	—	68,617.63	267,467.37	283,431.41
15	Fan	161,135.00	56,711.75	—	217,846.75	25,884.60	9,828.24	—	35,712.84	182,133.91	135,250.40
16	Fax Machine	69,982.00	5,400.00	—	75,382.00	18,547.15	3,554.64	—	22,101.79	53,280.21	51,434.85
17	Fire Extinguisher	583,870.45	17,355.00	—	601,225.45	37,535.18	28,510.78	—	66,045.96	535,179.49	546,335.27
18	Furniture & Fixtures	2,881,834.36	209,019.00	—	3,090,853.36	461,931.02	191,609.86	—	653,540.88	2,437,312.48	2,419,903.34
19	Furniture & Fixture (R&D)	1,105,834.42	—	—	1,105,834.42	53,560.81	69,999.32	—	123,560.13	982,274.29	1,052,273.61
20	Goodwill	600,000.00	—	—	600,000.00	35,625.00	28,500.00	—	64,125.00	535,875.00	564,375.00
21	Generator	3,885,818.20	142,000.00	—	4,027,818.20	234,173.84	191,155.05	—	425,328.89	3,602,489.31	3,651,644.36
22	Jeep	3,257,408.00	—	1,538,089.00	1,719,319.00	1,098,079.35	271,667.94	927,803.49	441,943.80	1,277,375.20	2,159,328.65
23	Laboratory Equipment	1,770,155.46	226,861.00	—	1,997,016.46	118,255.63	92,009.64	—	210,265.27	1,786,751.19	1,651,899.83
24	Laboratory Equip. (R&D)	3,638,045.37	41,090.00	—	3,679,135.37	200,795.56	173,914.05	—	374,709.61	3,304,425.76	3,437,249.81
25	Land	11,668,292.77	43,452,531.00	—	55,120,823.77	—	—	—	—	55,120,823.77	11,668,292.77
26	Lath Machine	135,824.00	—	—	135,824.00	1,608.49	6,451.64	—	8,060.13	127,763.87	134,215.51
27	Machinery (R&D)	829,125.20	—	—	829,125.20	117,496.45	39,383.45	—	156,879.90	672,245.30	711,628.75
28	Mobile Phone	517,513.24	163,237.00	—	680,750.24	102,253.82	28,726.04	—	130,979.86	549,770.38	415,259.42
29	Motor Cycles	3,335,662.00	596,774.00	436,286.00	3,496,150.00	764,256.15	334,330.02	214,880.84	883,705.33	2,612,444.67	2,571,405.85
30	Office	6,743,137.25	—	—	6,743,137.25	141,028.63	109,913.14	—	250,941.77	6,492,195.48	6,602,108.62
31	Office Equipments	1,248,171.00	364,425.00	—	1,612,596.00	68,773.02	65,213.40	—	133,986.42	1,478,609.58	1,179,397.98
32	Packing Machine	6,762,546.14	182,940.00	—	6,945,486.14	1,250,788.30	326,715.16	—	1,577,503.46	5,367,982.68	5,511,757.84

SCHEDULE - 5 : FIXED ASSETS AND DEPRECIATION ALLOWABLE (Contd....)

Sl. No.	Description of Assets	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		Opening Balance on 01.04.2008	Addition	Sale/Adjustment	Total as on 31.03.2009	Opening Balance on 01.04.2008	For the period	Written Back	Total as on 31.03.2009	As on 31.03.2009	As on 31.03.2008
33	Photo State Machine	180,881.00	—	—	180,881.00	9,834.92	8,591.85	—	18,426.77	162,454.23	171,046.08
34	Plant & Machinery	35,015,850.34	6,779,829.00	—	41,795,679.34	3,134,765.27	1,842,172.59	—	4,976,937.86	36,818,741.48	31,881,085.07
35	Plant Insulation	1,149,011.63	9,751.00	—	1,158,762.63	13,176.66	54,868.65	—	68,045.31	1,090,717.32	1,135,834.97
36	Pipe Line & Fitting	8,792,127.39	1,047,991.77	—	9,840,119.16	150,603.57	445,762.32	—	596,365.89	9,243,753.27	8,641,523.82
37	Pollution Control Equip.	6,320,785.63	1,019,876.00	—	7,340,661.63	280,779.46	338,196.19	—	618,975.65	6,721,685.98	6,040,006.17
38	Pollution Control Equip. (R&D)	1,047,271.82	—	—	1,047,271.82	278,542.41	49,745.41	—	328,287.82	718,984.00	768,729.41
39	Patents & Trade Marks	2,305,000.00	—	—	2,305,000.00	541,843.50	109,487.50	—	651,331.00	1,653,669.00	1,763,156.50
40	Projector	105,060.00	—	—	105,060.00	33,931.74	7,427.74	—	41,359.48	63,700.52	71,128.26
41	Refrigerator	23,775.00	—	—	23,775.00	3,737.31	1,129.31	—	4,866.62	18,908.38	20,037.69
42	Scooter	211,543.00	—	—	211,543.00	68,212.25	20,096.59	—	88,308.84	123,234.17	143,330.75
43	Sealing Machine	605,152.00	209,482.43	—	814,634.43	96,104.72	36,302.00	—	132,406.72	682,227.71	509,047.28
44	Stabilizer	76,052.06	6,825.00	—	82,877.06	19,539.52	3,731.98	—	23,271.50	59,605.56	56,512.54
45	Storage Tank	3,094,734.09	129,945.20	—	3,224,679.29	235,985.26	150,892.58	—	386,877.84	2,837,801.45	2,858,748.83
46	Telephone	222,776.82	1,458.00	—	224,234.82	53,848.16	10,594.99	—	64,443.15	159,791.67	168,928.66
47	Transformer	1,635,949.40	—	—	1,635,949.40	120,874.21	77,707.60	—	198,581.81	1,437,367.59	1,515,075.19
48	Truck / Tempo	538,783.00	—	—	538,783.00	44,431.15	60,936.36	—	105,367.51	433,415.49	494,351.85
49	Water Cooler	237,684.72	—	—	237,684.72	27,380.26	11,290.02	—	38,670.28	199,014.44	210,304.46
50	Water Filter	41,350.00	—	—	41,350.00	4,224.55	1,964.13	—	6,188.68	35,161.33	37,125.45
51	Water Pump	20,120.00	—	—	20,120.00	1,791.70	955.70	—	2,747.40	17,372.60	18,328.30
52	Welding Machine	29,121.25	—	—	29,121.25	3,267.94	1,383.26	—	4,651.20	24,470.05	25,853.31
53	Weight & Measurement	806,019.39	114,781.97	—	920,801.36	107,681.65	40,682.16	—	148,363.81	772,437.55	698,337.74
54	Website Development	77,299.00	—	—	77,299.00	8,081.99	3,671.70	—	11,753.69	65,545.31	69,217.01
	Total	217,589,220.80	62,175,249.18	5,213,513.00	274,550,956.98	20,057,998.95	11,185,622.67	2,556,691.90	28,686,929.72	245,864,027.26	197,531,221.85
	CWIP	3,607,887.00	29,755,757.50	25,859,562.24	7,504,082.25	—	—	—	—	7,504,082.26	3,607,887.00
	Grand Total	221,197,107.80	91,931,006.68	31,073,075.24	282,055,039.23	20,057,998.95	11,185,622.67	2,556,691.90	28,686,929.72	253,368,109.52	201,139,108.85
	Previous Year Figures	141,350,696.08	184,201,950.67	104,355,538.96	221,197,107.80	14,903,136.00	7,846,543.17	2,691,680.51	20,057,998.95	201,139,108.85	

	Figures As At 31st March, 2009 (In Rupees)	Figures As At 31st March, 2008 (In Rupees)
<u>SCHEDULE - 6 : INVESTMENTS</u>		
a. In Units of Mutual Funds (At Cost Including Interest) (Invested in Fixed Maturity Plan & Dividend Plan)-Unquoted	112,112,496	108,250,000
b. In Fixed Deposits with PNB, N. Delhi (Including Interest)	58,611,471	74,545,121
TOTAL	170,723,967	182,795,121
<u>SCHEDULE - 7 : INVENTORIES</u>		
(As taken, valued & certified by the Management)		
Raw Material	389,047,171	253,226,838
Finished Goods (Manufactured)	526,586,067	304,523,576
Packing Material	31,172,670	30,850,928
Stock In Transit (Raw Material)	—	14,396,736
Finished Goods (Traded)	16,548,243	5,337,489
TOTAL	963,354,150	608,335,567
<u>SCHEDULE - 8 : SUNDRY DEBTORS</u>		
(UNSECURED AND CONSIDERED GOOD)		
(As certified and confirmed by the Management)		
More than 6 months	17,049,575	35,002,802
Others	314,498,988	280,038,550
TOTAL	331,548,562	315,041,353
<u>SCHEDULE - 9 : CASH & BANK BALANCES</u>		
Cash on Hand	4,736,722	7,686,755
Balances With Schedule Banks	28,823,083	35,507,500
TOTAL	33,559,805	43,194,255
<u>SCHEDULE - 10 : OTHER CURRENT ASSETS</u>		
Prepaid Expenses	862,003	856,091
Creditors having Debit Balance	19,448,296	41,541,701
Sales Tax / Entry Tax Refundable	2,790,741	3,174,844
D.D. In Transit	3,550,143	7,810,770
Excise Duty Recoverable	98,069,128	107,597,454
Advance custom Duty (DEPB)	3,911,209	—
Insurance Claim Recoverable	129,828	—
VAT Purchase	—	1,134
Interest Recoverable	2,735,069	—
Service Tax (Cenvat)	7,689,099	5,259,886
TOTAL	139,185,515	166,241,878

	Figures As At 31st March, 2009 (In Rupees)	Figures As At 31st March, 2008 (In Rupees)
SCHEDULE - 11 : LOANS & ADVANCES		
(UNSECURED BUT CONSIDERED GOOD UNLESS OTHERWISE STATED)		
Staff Advance	808,602	3,121,157
Other Advances/Securities(Unsecured but Considered Good)	10,980,384	14,389,366
Advance Payment of Income Tax and Tax Deducted at Source	73,633,163	47,263,474
TOTAL	85,422,150	64,773,997

SCHEDULE - 12 : CURRENT LIABILITIES**LIABILITIES**

For Goods (Raw Material and Packing Material)	445,781,643	373,596,471
Expenses Payable	13,301,255	24,165,058
Payable to others	43,239,182	42,029,251
Debtors having Credit Balance	224,505,882	102,056,794
Cheques sent for Collection	8,432,986	7,507,389
Security From Customers	12,003,780	9,919,186
Unclaimed Dividend (F.Y.2007-08)	65,703	—
Interest Recoverable (Subject to Acceptance of Debit Notes)	596,822	852,539
TOTAL	747,927,253	560,126,689

SCHEDULE - 13 : PROVISIONS

Provision for Income Tax	68,544,403	40,351,543
Provision for FBT	6,084,701	5,847,433
Proposed Equity Dividend	25,365,932	19,024,449
Distribution Tax on Proposed Equity Dividend	4,310,940	3,233,205
TOTAL	104,305,976	68,456,630

SCHEDULE - 14 : MISCELLANEOUS EXPENDITURE

(To the extent not W/Off or Adjusted)

Opening Balance	38,408,100	131,278
Add : Amount Incurred for IPO Expenses	—	39,461,475
	38,408,100	39,592,753
Less : Written off during the year	1,202,405	1,184,653
Balance Transferred to Balance Sheet (Rs.)	37,205,695	38,408,100

	Figures As On 31st March, 2009 (In Rupees)	Figures As On 31st March, 2008 (In Rupees)
<u>SCHEDULE - 15 : SALES</u>		
Turnover/ Income from Operation (Domestic)	2,943,558,617	2,214,370,088
Sales (Export) - FOB	4,132,420	2,350,840
TOTAL	2,947,691,037	2,216,720,928
<u>SCHEDULE - 16 : INTEREST INCOME</u>		
Interest on Investments with Mutual Funds	8,979,646	11,876,639
Interest on FD with Bank	5,426,182	5,794,291
TOTAL	14,405,828	17,670,930
<u>SCHEDULE - 17 : MISCELLENIOUS INCOME</u>		
Misc. Income	49,167	224,126
Misc. Income	131,949	—
TOTAL	181,116	224,126
<u>SCHEDULE - 18 : INCREASE /(DECREASE) IN STOCK</u>		
A. Increase/ (Decrease) in Closing Stocks of Finished		
Goods Purchased for Trading Purposes		
Closing Stocks	16,548,243	5,337,489
Less : Opening Stocks	5,337,489	5,451,558
Increase/(Decrease) in Closing Stock	11,210,754	(114,070)
B. Increase/(Decrease) in Closing Stocks of Finished		
Goods Produced		
Closing Stocks	526,586,067	304,523,576
Less: Opening Stocks	304,523,576	235,429,342
Increase/(Decrease) in Closing Stock	222,062,490	69,094,234
TOTAL (A+B)	233,273,244	68,980,164
<u>SCHEDULE - 19 : RAW MATERIAL CONSUMED/SOLD</u>		
Opening Stock	267,623,574	68,026,838
Add : Purchases (net)	1,830,234,207	1,286,025,387
Stocks in Transit	—	14,396,736
Less : Closing Stock	389,047,171	267,623,574
TOTAL	1,708,810,610	1,100,825,387

	Figures As On 31st March, 2009 (In Rupees)	Figures As On 31st March, 2008 (In Rupees)
SCHEDULE - 20 : MANUFACTURING EXPENSES		
Packing Material Consumed	233,408,842	221,761,886
Entry Tax /Toll Tax	1,842,331	2,260,343
Wages (Including PF & Bonus)	14,114,120	8,642,683
Labour Welfare	1,253,948	949,746
Conveyance Expenses	823,894	340,195
Freight Inward	38,491,419	36,136,371
Lab. Expenses	994,654	679,337
Power & Fuel Exp	7,875,516	4,566,131
Job Work	5,610,836	4,979,042
Consumable Stores	13,380,946	3,249,056
Pollution Control Expenses	407,161	292,919
Repair & Maintenance	1,726,937	129,204
TOTAL	319,930,603	283,986,913
*PACKING MATERIAL CONSUMED / PACKING EXP. INCURRED		
Opening Stocks	30,850,928	19,587,355
Add : Purchases/ Exp. Incurred	233,730,584	233,025,458
Less : Closing Stocks	31,172,670	30,850,928
TOTAL	233,408,842	221,761,886

SCHEDULE - 21 : SELLING & DISTRIBUTION EXPENSES

Discounts & Rebates Allowed	239,540,163	221,497,331
Freight Outward	69,276,114	70,015,143
Business Promotion Expenses	42,607,744	46,673,406
Tour & Travelling Expenses	19,291,131	18,552,679
Commission	21,443,425	19,117,745
Advertisement & Publicity Expenses	8,872,724	10,756,168
Royalty	8,269,186	6,978,125
TOTAL	409,300,487	393,590,598

	Figures As On 31st March, 2009 (In Rupees)	Figures As On 31st March, 2008 (In Rupees)
SCHEDULE - 22 : ADMINISTRATIVE & GENERAL EXPENSES		
Legal & Professional Charges	6,182,036	3,622,050
Conveyance Expenses	210,782	373,956
Misc. Expenses	2,095,632	1,973,767
Postage & Telegramme Expenses	651,232	616,745
Telephone Expenses	3,832,866	3,644,040
Printing & Stationary Expenses	1,655,985	1,813,838
Insurance	6,337,410	5,543,824
Rent, Rates & Taxes	4,618,129	3,164,449
Repair & Maintenance Expenses	2,444,681	3,615,241
Vehicle Running & Maintenance Expenses	2,505,708	2,491,835
Security Charges	1,214,326	1,089,846
Donation	428,959	179,607
Director's Meeting Fee	180,000	260,000
Auditors Remuneration	644,120	543,344
Electricity & Water Charges	660,825	874,203
Prior Period Expenses	184,143	191,986
Additional Sales Tax	627,281	156,169
Loss on Sale of Fixed Assets	973,021	1,349,356
TOTAL	35,447,135	31,504,256

SCHEDULE - 23 : FINANCIAL CHARGES

Bank Charges	10,653,006	7,276,351
Interest on CC Limits & Buyer's Credit	15,251,543	11,120,145
Exchange Rate Fluctuation on Buyer's Credit	13,917,546	—
Interest (Others)	2,271,730	3,181,094
TOTAL	42,093,825	21,577,590

SCHEDULE-24 : SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY AND ITS SUBSIDIARY FOR THE FINANCIAL YEAR 2008-2009

SIGNIFICANT ACCOUNTING POLICIES:

1. Principles of Consolidation

The Consolidated Financial Statements relate to Insecticides (India) Ltd. ('the company') and its subsidiary company(Advance Crop Solutions Ltd.). The Consolidated Financial Statements have been prepared on the following basis :

- The Financial Statements of the Company & its Subsidiary Company are combined on a line to line basis by adding together the book values of like items of assets, liabilities, income & expenses, after fully eliminating intra-group balances and intra group transactions in accordance with Accounting Standard (AS) 21 " Consolidated Financial Statements " referred to in Section 211(3C) of the Companies Act, 1956.
 - No accounting treatment has been given to the difference between the cost of investment in subsidiary company over the net assets at the time of acquisition of shares in the subsidiary company, since the shares of the subsidiary company was acquired at cost / face value.
 - The Subsidiary is a wholly owned by the Company and as such, Minority Interest's share has not been recognised.
 - As far as possible, the consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the Company's separate financial statements.
2. Investments other than in subsidiaries and associates have been accounted as per Accounting Standard (AS) 13 " Accounting for Investments".
3. **Other significant accounting policies :**
- These are set out under " Significant Accounting Policies" as given in the standalone Financial Statements of Insecticides (India) Ltd.

NOTES TO THE ACCOUNTS

1. CONTINGENT LIABILITIES/ ASSETS

- Letter of credits - Rs. 312618282/- (Previous Year – Rs. 129814960/-)
 - Excise matter with Appellate Authority, New Delhi – Rs. 75,66,743/- (Previous Year – Rs.75,66,743/-)
(Period Covered - March' 2002 to October' 2002)
 - Bank Guarantee- Rs. 2126571/- (Previous Year – Rs. 6865750/-).
 - Income Tax Demand - for the Assessment Year 2002-03 - Rs. 968959/- (Previous Year – Rs.968959/-)
- for the Assessment Year 2003-04 - RS.799353/- (Previous Year – RS.799353/-)
 - Excise Matter with Appellate Authority, New Delhi - Rs. 16171711/- (Previous Year – Nil)
(Period Covered - Sept.' 2004 to Aug' 2007)
 - Sales Tax Matter with Appellate Authority, Nagpur – for the Asst. Year – 2002/03 - Rs. 57,997/- (Previous Year – Rs. 57,997/-)
 - Excise Matter with Appellate Authority, Jaipur – NIL (Previous Year – Rs. 52,500/-)
(Except above no contingent liabilities are outstanding as explained and certified by the Management of the Group Company)
2. The Subsidiary company considered in the consolidated financial statements is :
- | Name of the subsidiary | Country of Incorporation | Proportion of Ownership Interest |
|-------------------------------|---------------------------------|---|
| Advance Crop Solutions Ltd. | India | 100% |
3. The prior period expenses debited to profit & loss account during the year amounting to Rs. 184143/- (Previous Year Rs. 1,91,986/-)
4. Estimated amount of Contract remaining to be executed on capital accounts (net of advances) and not provided for Rs. 1400 Lacs (Previous Year Rs. 1700 Lacs).

5. In compliance to AS 18 issued by The Institute of Chartered Accountant of India, the Disclosure of transactions with Related Parties as defined in Accounting Standard (Excluding reimbursements) are given herein below:

RELATED PARTIES

- (a) Key Management Personnel & Directors :

Sh. Hari Chand Aggarwal	: Sh. Rajesh Aggarwal
Sh. Sanjeev Bansal	: Sh. Navneet Goel
Sh. Gopal Chandra Agarwal	: Sh. Rajender Pershad Gupta

- (b) Subsidiary of the Company : Advance Crop Solutions Ltd.

- (c) Other related parties where common control exists and with whom the company had transactions during the year: Paras Agro Industries : ISEC Organic Ltd.

(Except above, no other related person / parties with whom transaction took place during the year as certified by the Management of the Company)

Sl. No.	Name of Related parties	Relationship	Nature of Transation	Amount (Rs.)
1.	Sh. Hari Chand Aggarwal	Director	Directors Remuneration	1250000
2.	Sh. Rajesh Aggarwal	Director	Directors Remuneration	1260000
3.	Sh. Sanjeev Bansal	Director	Directors Remuneration	226800
4.	Sanjeev Bansal (HUF)	Director is a Karta	Interest Paid	9338
5.	Sh. R.P.Gupta	Director	Sitting Fee	60000
6.	Sh. Navneet Goel	Director	Sitting Fee	60000
7.	Sh. Gopal Chandra Agarwal	Director	Sitting Fee	60000
8.	Isec Organic Ltd.	Associate Company	Interest Recd.	19726
9.	Isec Organic Ltd.	Associate Company	Interest Paid	126948
10.	Isec Organic Ltd.	Associate Company	Rent	1758717
11.	Paras Agro Industries	Associate Firm	Purchases	13236041
12.	Paras Agro Industries	Associate Firm	Sales	44440.24

6. Balances of Sundry Debtors and Sundry Creditors are subject to reconciliations.
7. **EARNING PER SHARE** : The Company reports basic & diluted earnings per equity share in accordance with Accounting Standard – 20 issued by The Institute of Chartered Accountants of India. The same is computed by dividing the net profit attributable to equity shareholders for the year, by the weighted average number of equity shares outstanding during the year. The earning per share is calculated as under :

Profit after Taxation & Before Exceptional Item	Rs.	20,88,17,139.03
Profit after Exceptional Item	Rs.	20,91,48,063.03
Weighted Average Number Of Equity Shares	Rs.	1,26,82,966
Earning Per Share Before Exceptional Item (Basic & Diluted)	Rs.	16.46
Earning Per Share After Exceptional Item (Basic & Diluted)	Rs.	16.49
Face Value Per Share	Rs.	10

8. **Tax Liabilities arising on account of timing difference are :**

	As At 31.03.2009	As At 31.03.2008
Deferred Tax Assets	NIL	NIL
Deferred Tax Liabilities (Related to Depreciation)	1,40,59,683.00	1,02,39,854.00
Deferred Tax Liabilities		
At The End of The Year	1,40,59,683.00	1,02,39,854.00
For The Year	38,19,829.00	43,95,880.00

9. Auditor's Remuneration :

AMOUNT(RS.)

	2008-2009	2007-2008
a. As Auditors	4,25,000.00	3,25,000.00
b. In Other Capacity (Income Tax & Tax Audit)	2,15,000.00	1,15,000.00
TOTAL	6,40,000.00	4,40,000.00

10. The Remuneration/Sitting Fee paid to the Directors for the year under consideration are as under:

Sl. No.	Name of Director	Remuneration	Sitting Fee
1.	Sh. H.C.Agarwal	1250000	—
2.	Sh. Rajesh Aggarwal	1260000	—
3.	Sh. Sanjeev Bansal	226800	—
4.	Sh.R.P.Gupta	—	60000
5.	Sh. Navneet Goel	—	60000
6.	Sh. Gopal Chandra Agarwal	—	60000

11. SEGMENT REPORTING:**A. Primary Segment**

Based on the guiding principle given in the Accounting Standard-17 "Segment Report" issued by the Institute of Chartered Accountants of India, the Company's primary segments are Formulated Pesticides consisting of Pesticides, herbicides, fungicides & Plant Growth Regulators & Technical Pesticides, which are the basic active ingredients used for making formulations so that they can be used directly by the farmers &/or consumers.

The subsidiary company is engaged in the business of providing services and/or doing marketing of pesticides (formulated as well as technical) and as such included in the column "unallocated" here in the table below.

- I) The nature of the products.
- ii) The related risks and returns
- iii) The internal Financial Reporting system

Revenue and expenses have been accounted for based on the basis of their relationship to the operating activities of the segments.

Revenue and expenses, which relate to the enterprise as a whole and are not allocable to segments on a reasonable basis, have been included under "Unallocable Expenses". Assets and liabilities which relate to the enterprise as a whole and are not allocable to segment on a reasonable basis, have been included under "Unallocable Assets/ Liabilities".

Primary Segment Information

Description	2008-09 Formulations	2007-08 Formulations	2008-09 Technical (a.i.)	2007-08 Technical (a.i.)	2008-09 Un allocated	2007-08 Un allocated	2008-09 Eli- mination	2007-08 Eli- mination	2008-09 Total	2007-08 Total
Revenue(Sales/Income)										
a) External Sales	2813806219	2204186710	131056155	10647394	2828663	1886824	—	—	2947691037	2216720928
b) Inter Segmental Sales	—	—	191243394	40919640	2638801	2841485.7	193882195	40919640	—	—
Total Revenue	2813806219	2204186710	322299549	51567034	5467464	4728309.7	191243394	40919640	2947691037	2214834104
Segment Result										
Operating Profit/Loss	—	—	—	—	226664942.5	149991416.4	—	—	226664942	149991416
Profit on Sale of Inv.	—	—	—	—	—	—	—	—	—	—
Dividend Income	—	—	—	—	131949.4	—	—	—	131949.4	—
Interest (Net)	—	—	—	—	14405828.17	17670929.93	—	—	14405828.2	17670929.9
Net unallocable (expenditure)/Income	2568513337	2064842687	149684093.90	—	3625923.35	3683664.85			2721823355	2068526352
Profit Before Tax	—	—	—	—	243052976.9	168706991.2	—	—	243052977	168706991
Provision of Current I.T.	—	—	—	—	28049930	19315702	—	—	28049930	19315702
Provision for earlier year	—	—	—	—	354658	188493	—	—	354658	188493
Provision for Deferred Tax	—	—	—	—	3819828.998	4395880	—	—	3819829	4395880
Provision for F.B.T.	—	—	—	—	2015688	1869777	—	—	2015688	1869777
Profit After Tax	—	—	—	—	208812871.9	143304372.4	—	—	208812872	143304372



Description	2008-09 Formulations	2007-08 Formulations	2008-09 Technical (a.i.)	2007-08 Technical (a.i.)	2008-09 Un allocated	2007-08 Un allocated	2008-09 Eli- mination	2007-08 Eli- mination	2008-09 Total	2007-08 Total
Other Information										
Segment Assets	—	—	—	—	—	—	—	—	—	—
Unallocated Corp. Assets	—	—	—	—	2015898947	1619929380	—	—	2015898947	1619929380
Total Assets	—	—	—	—	2015898947	1619929380	—	—	2015898947	1619929380
Segment Liabilities	—	—	—	—	—	—	—	—	—	—
Unallocated Corp. Liabilities	—	—	—	—	1005802397	789304021.2	—	—	1005802397	789304021
Shareholder's Fund	—	—	—	—	1010096549	830625358.5	—	—	1010096549	830625358
Total Liabilities	—	—	—	—	2015898947	1619929380	—	—	2015898947	1619929380
Capital Expenditure	58757267.42	30026023.61	7307427	55581605	66071444.44	85607628.61	—	—	66071444.4	85607628.6
Depreciation	7713236.61	6808171	3443717	1009872	11185622.24	7846543	—	—	11185622.2	7846543
Non-Cash Expenditure	2163364.1	2521947.47	—	—	2175426.1	2534009.47	—	—	2175426.1	2534009.47

B. Secondary Segment

The company caters mainly to the needs of the Indian Markets. Export Turnover during the year being less than 10 % of the total turnover, there are no reportable geographical segments.

12. Other Notes to the Accounts :

These are set out under “ Notes To The Accounts” as given in the standalone Financial Statements of Insecticides (India) Ltd.

As per our report of even date

FOR AND ON BEHALF OF THE BOARD

For **MOHIT PAREKH & COMPANY**
Chartered Accountants

HARI CHAND AGGARWAL
Chairman

RAJESH AGGARWAL
Managing Director

(MOHIT A. PAREKH)
Proprietor
M.No.-81069

SANJEEV BANSAL
Whole-time Director

PANKAJ GUPTA
Company Secretary

Place : Delhi

Date : June 23, 2009



insecticides
(INDIA) LIMITED

Regd. Office : 401- 402, Lusa Tower, Azadpur Commercial Complex, Delhi – 110033

ATTENDANCE SLIP

Regd. Folio No : **D.P.I.D :

**Client I.D :

12 ANNUAL GENERAL MEETING – 12TH AUGUST, 2009

I Certify that I am a member/proxy for the member of the Company.

I hereby record my presence at the **12th Annual General Meeting** of the Company held on Wednesday, 12th August, 2009 at 11.00 a.m. at M.P.C.U., Shah Auditorium, Civil Lines, Delhi – 110054.

.....
*Member's / Proxy's Name in Block Letter

.....
*Member's / Proxy's Signature

Note:

1. Member/Proxy must bring the Attendance Slip to the Meeting and hand it over, duly signed, at the registration counter.
2. The Copy of the Notice may please be brought to the Meeting Hall.

*** Strike out whichever is not applicable**



insecticides
(INDIA) LIMITED

Regd. Office: 401- 402, Lusa Tower, Azadpur Commercial Complex, Delhi – 110033

PROXY FORM

Regd. Folio No : **D.P.I.D :

**Client I.D :

12th ANNUAL GENERAL MEETING – 12TH AUGUST, 2009

I/We.....of.....
being a member/members of Insecticides (India) Limited, hereby appoint.....of.....
or failing him/her..... of.....as my/our
Proxy to attend and vote for me/us on my/our behalf at the **12th Annual General Meeting** of the Company to be held on Wednesday, 12th August, 2009 at 11.00 a.m. at M.P.C.U., Shah Auditorium, Civil Lines, Delhi – 110054, and at any adjournment thereof.

Signed this.....day of.....2009

Signature.....

Affix
Revenue
Stamp

Note:

1. Proxy need not be a member.
2. Proxy form, complete in all respects, should reach the Company's Registered Office at 401 – 402, Lusa Tower, Azadpur Commercial Complex, Delhi – 110033, not less than 48 hours before the scheduled time of the meeting.

**** Applicable only in case of investors holding shares in Electronics form.**