

A new decade ...

A new dynamism



37th
Annual Report
2009 - 2010

 Thirumalai
Chemicals Ltd.

Board of Directors

Mr. S.Sridhar (Chairman & Managing Director)
Mr. R.Parthasarathy (Vice Chairman & Managing Director)
Mr. S.Santhanam
Dr. S.Rama Iyer
Mr. Dilip J.Thakkar
Mr. Atul Agarwal
Mr. Pradeep Rathi
Mr. K.V.Krishnamurthy
Mr. A. Janakiraman
Mr. P.Shankar

Company Secretary & Legal Head

Ms.Rita Malgaonkar

Bankers

Bank of India
State Bank of India
Andhra Bank
Axis Bank Ltd
Oriental Bank of Commerce

Auditors

Contractor, Nayak & Kishnadwala
Chartered Accountants
1B, 1st Floor, Pushpam
K.d.Road, Vile Parle
Mumbai - 400 056

Registered Office

Thirumalai House, Road No. 29
Near Sion Hill Fort, Sion (E),
Mumbai - 400 022
Tel. : 2401 7841, 7834, 7853, 7861
Fax : 2401 1699
E-mail : thirumalai@thiruchem.com
Website : <http://www.thirumalaichemicals.com>

Registrar & Share Transfer Agents

Link Intime India Private Limited
C-13, Pannlal Silk Mills Compound
L.B.S. Marg, Bhandup (W)
Mumbai - 400 078
Ph: : 022 2594 6970
Fax : 022 2594 6969
E-mail: rnt.helpdesk@linkintime.co.in
Website : www.linkintime.com

Factory

Ranipet, North Arcot District, Tamilnadu
Tel. : 244441/244442/244443
Fax : 04172-244308
E-mail : mail@thirumalaichemicals.com

37th Annual General Meeting

Date & Time

Monday, August 9, 2010

Venue

Mysore Association Auditorium
393, Bhaudaji Road, Matunga
Mumbai - 400 019

Dividend declared 50%

Dividend eligibility

For : Regd. Member
Physical Shares : As on August 9, 2010
Demat Shares : As at the close of Business
hours as on July 26, 2010, a
per the list of beneficial
ownership furnished by the
Depositors

Book closure

Tuesday, 27th July, 2010 to Monday, 9th August,
2010 (both days inclusive)

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Members are requested to bring their copy of Annual Report with them to the Annual General Meeting

NOTICE

NOTICE is hereby given that the **THIRTY SEVENTH ANNUAL GENERAL MEETING OF THIRUMALAI CHEMICALS LIMITED** will be held at THE MYSORE ASSOCIATION AUDITORIUM, Mysore Association, 393, Bhaudaji Road, Matunga-C.Rly, Mumbai 400 019 on Monday, August 9, 2010 at 4.00 p.m to transact the following businesses:

ORDINARY BUSINESS

1. To receive, consider and adopt the Directors' Report and the Audited Profit and Loss Account for the year ended March 31, 2010 and the Balance Sheet as at that date and the Auditors' Report thereon.
2. To declare Dividend.
3. To appoint a Director in place of Mr.Pradeep Rathi, who retires by rotation and, being eligible, offers himself for reappointment.
4. To appoint a Director in place of Mr.A.Janakiraman, who retires by rotation and, being eligible, offers himself for reappointment.
5. To appoint a Director in place of Mr.P.Shankar, who retires by rotation and, being eligible, offers himself for reappointment.
6. To appoint Auditors for the current year and fix their remuneration.

SPECIAL BUSINESS

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

'RESOLVED, in modification of Resolution passed at the Annual General Meeting held on July 16, 2007, that pursuant to Sections 198,269,309, Schedule XIII and other applicable provisions, if any of the Companies Act, 1956, the Company hereby accords its approval to the appointment of Mr.S.Sridhar as Chairman and Managing Director of the Company for a revised period of three years from August 1, 2007 to 31st July, 2010 upon the same terms and conditions with respect to remuneration as set out in the draft letter of appointment submitted to the meeting and initialled by the Chairman for the purpose of identification thereof.

RESOLVED FURTHER THAT since the aforesaid appointment for the revised period of three years ends on 31st July, 2010, that pursuant to Sections 198,269,309,Schedule XIII and other applicable provisions, if any of the Companies Act, 1956, the Company hereby approves the re-appointment and remuneration of Mr.S.Sridhar as Chairman and Managing Director of the Company for a fresh period of three years from August 1, 2010 to 31st July, 2013 upon the terms and conditions as set out in the draft letter of appointment submitted to the meeting and initialled by the Chairman for the purpose of identification thereof and Mr.S.Sridhar may be paid the following remuneration:

- i) Salary per month Rs.4 Lakhs (with annual increments of Rs.1 Lakh in April of each year)
- ii) Commission of 3 % of net profits of the Company as computed under Section 309 of the Companies Act, 1956.

RESOLVED FURTHER THAT

- a) In addition to the above remuneration, Mr.S.Sridhar shall be entitled to perquisites like HRA/unfurnished/ furnished accommodation, gas, electricity, water and furnishings, medical reimbursement and leave travel concession for self and family, club fees, personal accident insurance, medical insurance for self and family, Telephone etc. Such perquisites being restricted to Rs. 30 lakhs per annum, with annual increase of Rs.6 Lakhs every year in the scale/range of Rs.30 Lakhs-Rs.6 Lakhs-Rs.42 Lakhs.
- b) Company's contribution to Provident fund and Superannuation Fund or payments made in lieu of such contributions, Gratuity payment and encashment of leave at the end of the tenure shall not be included in the computation of limits for remuneration or perquisites as aforesaid and Mr.S.Sridhar shall be entitled to the same.

RESOLVED FURTHER that in the event of loss or inadequacy of profits in any financial year, the Company do pay to Mr. S. Sridhar upto such amount as remuneration as may be permissible under Section II of part II to schedule XIII to the Companies Act, 1956 as minimum remuneration.

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

'RESOLVED, in modification of Resolution passed at the Annual General Meeting held on July 16, 2007, that pursuant to Sections 198,269,309, Schedule XIII and other applicable provisions, if any of the Companies Act, 1956, the Company hereby accords its approval to the appointment of R.Parthasarathy as Vice-Chairman and Managing Director of the Company for a revised period of three years from August 1, 2007 to 31st July, 2010 upon the same terms and conditions with respect to remuneration as set out in the draft letter of appointment submitted to the meeting and initialled by the Chairman for the purpose of identification thereof.

RESOLVED FURTHER THAT since the aforesaid appointment for the revised period of three years ends on 31st July, 2010, that pursuant to Sections 198,269,309, Schedule XIII and other applicable provisions, if any of the Companies Act, 1956, the Company hereby approves the re-appointment and remuneration of Mr. R.Parthasarathy as Vice- Chairman and Managing Director of the Company for a fresh period of three years from August 1, 2010 to 31st July, 2013 upon the terms and conditions as set out in the draft letter of appointment submitted to the meeting and initialled by the Chairman for the purpose of identification thereof, and Mr. R.Parthasarathy may be paid the following remuneration :

- i) Salary per month Rs.4 Lakhs (with annual increments of Rs.1 Lakh in April of each year)
- ii) Commission of 3 % of net profits of the Company as computed under Section 309 of the Companies Act, 1956.

RESOLVED FURTHER THAT

- a) In addition to the above remuneration, Mr.R.Parthasarathy shall be entitled to perquisites like HRA/unfurnished/ furnished accommodation, gas, electricity, water and furnishings, medical reimbursement and leave travel concession for self and family, club fees, personal accident insurance, medical insurance for self and family, Telephone etc. Such perquisites being restricted to Rs.30 Lakhs per annum in the first year ended March 2011, with annual increase of Rs.6 Lakhs every year in the scale/range of Rs.30 Lakhs-Rs.6 Lakhs-Rs.42 Lakhs.
- b) Company's contribution to Provident fund and Superannuation Fund or payments made in lieu of such contributions, Gratuity payment and encashment of leave at the end of the tenure, shall not be included in the computation of limits for remuneration or perquisites as aforesaid and Mr.R.Parthasarathy shall be entitled to the same.

RESOLVED FURTHER that in the event of loss or inadequacy of profit in any financial year, the company do pay to Mr. R. Parthasarathy upto such amount as remuneration as may be permissible under Section II of Part II to Schedule XIII to the Companies Act, 1956 as minimum remuneration.

By Order of the Board of Directors

Registered Office

Thirumalai House
Road No.29, Sion (East),
Mumbai 400 022

21st May, 2010

Rita Malgaonkar

Company Secretary & Legal Head

NOTES

- a) A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER.
- b) The proxy form duly completed and signed should be deposited at the Registered Office of the Company at least 48 hours before the commencement of the meeting.
- c) The Register of Members and Share Transfer Books of the Company will remain closed from Tuesday, July 27, 2010 to Monday, August 9, 2010 (both days inclusive) for determining the names of members eligible for dividend, if approved. In respect of shares held in Electronic form, the dividend will be paid to those shareholders whose names are furnished at the close of Business hours on Monday, July 26 ,2010 as Beneficial owners by National Securities Depository Limited & Central Depository Service Limited

d) Reappointment of retiring Directors:

Mr. Pradeep Rathi, Mr.A.Janakiraman and Mr.P.Shankar, Directors of the Company, retire by rotation at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment.

Mr. Pradeep Rathi, 57 years a reputed businessman with vast knowledge and experience in the Chemical Industry, is the Director of Sudarshan Chemical Industries Ltd., as also other Public Companies like Prescient Colour Ltd., Rathi Brothers Poona Ltd., Rathi Brothers Calcutta Ltd., Rathi Brothers Madras Ltd., Rathi Brothers Delhi Ltd., Reico Industries Ltd., Lahoti Oversea Ltd., Sanghavi Movers Ltd., Finolex Cables Ltd. Mr. Rathi, is an active participant in various Trade and Industry Association's activities and meetings. Mr. Rathi has been the Director of the Company since May 04, 2004. He does not hold any shares of the Company.

Mr. Janakiraman, 66 years, is B.Sc (Chemistry), B.Tech (Chem-Engg), I.I.T and has wide experience in the area of Petrochemicals. He retired as President – New Business (Petroleum) Reliance Industries Ltd. in January, 2010. He has worked in various capacities with Indian Oil Corporation, Herdilla Chemicals Ltd, Herdilla Polymers Ltd, Pasumai Irrigations Ltd, Chemplast Sanmar Ltd. He does not hold any shares of the Company.

Shri. P. Shankar, 67 years retired as Central Vigilance Commissioner of India in September 2006. He joined the Indian Administrative Service in 1966 after acquiring a post-graduate degree in Economics from Vivekanand College of the erstwhile Madras University. In the course of a distinguished career he served as the Chief Secretary of Tamil Nadu (2001 - 02) and as Secretary to Government of India in the Departments/Ministries of Heavy Industry; Sugar; Food and Public Distribution and Petroleum. He has rich experience in the field of Industrial Management and administration. His tenure as Chairman and Managing Director of Tamil Nadu Industrial Infrastructure Development Corporation saw the setting up of the Perundurai and Ghanoikondan Industrial areas and the Tirupur Infrastructure Development Initiative. He does not hold any shares of the Company.

- e) Members are requested to notify immediately any change in their addresses and/or Bank Mandate details to the Company's Registrar and Share Transfer Agent for shares held in physical form and to their respective Depository Participants (DP) for shares held in Electronic form.
- f) Members desiring any clarification on accounts are requested to write to the Company at an early date so as to enable the Company to keep the information ready.
- g) An explanatory statement pursuant to Section 173(2) of the Companies Act, 1956 relating to special business set out in item nos. 7 & 8 to be transacted at the meeting annexed here to.
- h) Pursuant to the provisions of Section 205A(5) of the Companies Act, 1956, all dividends for the financial year ended 31.03.1996, which remain unclaimed for a period of 7 years will be transferred by the Company to the Investor Education and Protection Fund established by the Central Government pursuant to Section 205C of the Companies Act, 1956. Likewise, Fixed Deposits repayment warrants/interest warrants which remain unclaimed/unpaid for a period of 7 years from the dates they first became due for payment also need to be transferred to the Investor Education and Protection Fund.
- Accordingly, amounts have been transferred to the Investor Education and Protection fund from time to time. All persons are requested to note that no claims shall lie against the Company or the said fund in respect of any amounts which were unclaimed and unpaid for a period of 7 years from the dates that they first became due for payment and no payment shall be made in respect of any such claims.
- Persons who have not encashed their Fixed Deposits repayment/interest warrants/dividend warrants are requested to approach the Company for obtaining the duplicate warrants before the balance in the respective account gets transferred to the Investor Education and Protection Fund.
- i) The Equity shares of the Company are mandated for trading in the compulsory demat mode. The ISIN No. allotted for the Company's shares is INE338A01016.
- j) Member(s) wanting to nominate a person on whom the Shares will vest in the event of death of the holder(s) are requested to use the prescribed Form-2B and forward to the Company's Registrars.
- k) Member/Proxy are requested to bring attendance-Slip along with their copy of Annual Report to the meeting.

By Order of the Board of Directors

Registered Office

Thirumalai House
Road No.29, Sion (East),
Mumbai 400 022

21st May, 2010

Rita Malgaonkar

Company Secretary & Legal Head

EXPLANATORY STATEMENT AS REQUIRED UNDER SECTION 173(2) OF THE COMPANIES ACT, 1956**ITEM NO. 7 & 8**

Mr. S. Sridhar and Mr. R.Parthasarathy were appointed as Chairman & Managing Director and Vice-Chairman and Managing Director of the Company respectively for a period of five Years effective from August 1, 2007 as per the terms and conditions approved by the Shareholders at the 34th Annual General Meeting held on July 16, 2007.

Mr. S.Sridhar and Mr. R.Parthasarathy have been associated with the Company for about 35 Years. Mr. S.Sridhar, the present Chairman & Managing Director is a Science Graduate and a Chartered Accountant. Mr. R.Parthasarathy is B.Tech., M.S. (Wisconsin, USA). Both have over 35 years of experience in the Petrochemical Industry. Under their able stewardship, the Company has been able to grow the business, overcome lean phases in last few years and emerge stronger. Also, the Company has successfully commissioned several new projects. The Company has made significant progress under the Managing Directorships of Mr. S.Sridhar and Mr. R.Parthasarathy.

The Managing Directors shall report to the Board of Directors and shall devote wholetime and attention to the business of the Company. They shall perform such of the functions as may from time to time be entrusted to them by the Board. All their acts shall be subject to the supervision and control of the Board of Directors. During their term as Managing Directors with the Company, they shall not be employed as Managing Director /Wholetime Director in any other Company. The Managing Directors shall not be paid any sitting fees for attending the meetings of the Board of Directors or Committee thereof.

As per the Corporate Governance requirement followed by the Company, the Audit and Remuneration Committee of the Board of Directors comprising of Independent Directors have recommended the appointment of Mr. S.Sridhar as Chairman and Managing Director and Mr. R.Parthasarathy as Vice-Chairman and Managing Director for a revised period of 3 years with effect from August 1, 2007 to July 31, 2010 upon the same terms and conditions with respect to remuneration.

Since the aforesaid appointment for the revised period of three years ends on July 31, 2010, the Audit and Remuneration Committee of the Board of Directors further recommends the re- appointment and remuneration of Mr. S.Sridhar as Chairman and Managing Director and Mr. R.Parthasarathy as Vice-Chairman and Managing Director of the Company for a fresh period of three years from August 1, 2010 to July 31, 2013 and pay them the remuneration as is proposed in the resolution.

The Board is of the opinion that the reappointment of Mr. S.Sridhar as Chairman & Managing Director and of Mr. R.Parthasarathy as Vice-Chairman & Managing Director for a fresh period of 3 years effective from August 1, 2010 and the payment of remuneration as stated in the resolution would be in the interest of the Company.

The scope and quantum of remuneration and perquisites specified hereinabove may be enhanced, enlarged, widened, altered or varied by the Remuneration Committee of the Board of Directors in the light of and in conformity with any amendments to the relevant provisions of the Companies Act and / or re-enactment thereto or thereof or the rules and regulations made thereunder and/or such guidelines as may be announced by the Central Government from time to time.

The draft letters of appointment referred to in the resolution are open for inspection by the members of the Company at the Registered Office of the Company between 10.00 a.m. and 1.00 p.m. on any working day until the day of Annual General Meeting or any adjournment thereof.

Mr. S.Sridhar is a relative of Mr. S. Santhanam, Director of the Company, who may be deemed to be interested in the resolution relating to the reappointment of Mr. S.Sridhar as Chairman & Managing Director. None of the other Directors of the Company except Mr. S.Sridhar and Mr. R.Parthasarathy are in any way concerned or interested in the resolutions.

This explanatory statement together with the accompanying notice is and should be treated as an abstract under Section 302 of the Companies Act, 1956.

In compliance with the provisions of Sections 198,269,309 read with Schedule XIII of the Companies Act, 1956, the terms of remuneration specified above are now being placed before the Members in Annual General Meeting for their approval and no other approval from any other authority is required in this behalf.

The Board recommends the Special Resolutions at items 7 and 8 of the Notice for your approval.

As per Schedule XIII of the Companies Act, 1956, statement containing details to the Shareholders along with the Notice of the General Meeting is given below and forms part of the Explanatory Statement.

By Order of the Board of Directors

Registered Office

Thirumalai House
Road No.29, Sion (East),
Mumbai 400 022

Rita Malgaonkar

Company Secretary & Legal Head

21st May, 2010

**Statement required to be given under Part II, Section II(B) (IV) of the
Schedule XIII of the Companies Act, 1956**

I. General Information

- (1) **Nature of Industry:** Company is into manufacture of Phthalic Anhydride, Maleic Anhydride, food acids and esters.
- (2) **Date or expected date of commencement of commercial production:** The Company commenced operations in the year 1974.
- (3) **In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus:** Not Applicable.
- (4) **Financial performance based on given indicators:** The financial performance of the Company is mentioned in the Director's Report.
- (5) **Export performance and net foreign exchange collaborations:** The FOB value of exports during the year 2009-2010 is Rs.6417 lakhs and the Company does not have any foreign collaboration.
- (6) **Foreign investments or collaborations, if any:** Nil

II. Information about the appointee(s)
(1) Background details

- (a) Mr. S.Sridhar, a qualified Chartered Accountant & Science Graduate has over 34 years experience in diverse fields such as commercial, accounting, taxation, marketing etc. He was the Chief Accountant of Ultramarine & Pigments Limited. His business acumen, knowledge of commercial, legal & financial matter is well recognized. He is also very active in pursuing and contributing to activities of charitable trusts & educational institutions.
- (b) Mr. R. Parthasarathy has over 36 years of experience spanning different areas including Projects, Manufacturing, R&D, Technical know-how, foreign collaborations, licensing etc. He is an engineer from I.I.T. Mumbai and did his Masters in USA. During his distinguished career, he has contributed immensely to the growth of Thirumalai Chemicals Limited. He is considered an authority on matters concerning the Phthalic Anhydride industry. He regularly contributes to various technical journals & is invited as speaker by various Trade and Industrial Organizations. He is the Vice President of Indian Chemical Council. He is also actively involved in various charitable activities, rural development programs etc.

(2) Past Remuneration

Year	Mr. S.Sridhar	Mr. R. Parthasarathy
2009-10	Rs. 57.07 Lakhs	Rs. 57.07 Lakhs
2008-09	Rs. 73.29 Lakhs	Rs. 66.91 Lakhs
2007-08	Rs.231.37 Lakhs	Rs.237.75 Lakhs
2006-07	Rs. 60.33 Lakhs	Rs. 60.33 Lakhs

The above figures include Company's Contribution to Provident Fund, Superannuation Fund and Provision for Gratuity.

- (3) **Recognition or Awards:** Not applicable

(4) Job profile and suitability

- (a) Shri. S.Sridhar has considerable knowledge and experience in the Chemical Industry which is compatible with the Organizational requirements and the Company would definitely benefit under his leadership and valuable guidance.
- (b) Shri. R.Parthasarathy has considerable knowledge and experience in the Chemical Industry which is compatible with the Organizational requirements and the Company would definitely benefit under his leadership and valuable guidance.

- (5) Remuneration proposed: The proposed remuneration of the appointee(s) as mentioned in the Explanatory Statement is within the limits specified in Schedule XIII of the companies Act, 1956.
- (6) Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person: The proposed remuneration of the Managing Director is commensurate with the position he occupies, size of our company and as per the industry standards.
- (7) Pecuniary relationship directly or indirectly with the Company or relationship with the managerial personnel, if any, Mr. S.Sridhar is a relative of Mr. S. Santhanam, Director of the Company, who may be deemed to be interested in the resolution relating to the reappointment of Mr. S.Sridhar as Chairman & Managing Director.

III. Other information

(1) Reasons of loss or inadequate profits

The Company had incurred losses during the year 2008-2009 on account of global recession, rising crude oil prices leading to turmoil in the industry with steep increase in price of raw-materials, exchange fluctuations and fall in value of stocks. The excess of expenditure over income as per the provisions of calculation of Directors remuneration was Rs.6853 lakhs

(2) Steps taken or proposed to be taken for improvement

This year Rs.4044 lakhs of the above has been adjusted out of the profits for the year. The balance will be adjusted next year.

(3) Expected increase in productivity and profits in measurable terms:

Productivity and profits are expected to increase substantially in the coming years.

By Order of the Board of Directors

Registered Office

Thirumalai House
Road No.29, Sion (East),
Mumbai 400 022

21st May, 2010

Rita Malgaonkar

Company Secretary & Legal Head

DIRECTORS' REPORT, MANAGEMENT DISCUSSIONS & ANALYSIS

To

The Members

Thirumalai Chemicals Ltd.

Your Directors present their **THIRTY SEVENTH ANNUAL REPORT AND AUDITED STATEMENT OF ACCOUNTS** of the Company for the year ended **March 31, 2010**.

	(Rs. In lakhs)	
FINANCIAL RESULTS	Year ended 31.3.2010	Year ended 31.3.2009
Sales	66,541	51,281
Income from Windmill Operation	195	98
Other Income	556	712
	67,292	52,091
Gross Profit / (Loss) before Interest and Finance Charges and Depreciation	7,033	(4,062)
Interest and Finance charges	1,994	1,703
Profit / (Loss) before Depreciation and Tax	5,039	(5,765)
Depreciation	1,236	1,222
Profit / (Loss) before Tax	3,803	(6,987)
Provision for Current Tax	25	12
Profit / (Loss) after Current Tax	3,778	(6,999)
Provision for Deferred Tax	1,203	(2,405)
Profit / (Loss) after Tax	2,575	(4,594)
Prior Year Adjustment	11	(6)
Balance in Profit & Loss Account	19	(4,619)
Profit available for appropriation	-	-
	2,605	19
APPROPRIATIONS		
Dividend	512	-
Tax on Dividend	85	-
General Reserve	300	-
Balance carried forward	1,708	19
	-	-
	2,605	19

On a Sales turnover of Rs. 66,541 lakhs (Rs. 51,281 lakhs) with Export Turnover at Rs.6,822 lakhs (Rs.11,205 lakhs) including Export earning on FOB basis of Rs. 6,417 lakhs (Rs. 10,990 lakhs), Income from windmill operation of Rs. 195 lakhs (Rs. 98 Lakhs) and Other Income of Rs.556 lakhs (Rs. 712 lakhs), the Gross Profit of the Company amounted to Rs. 7033 lakhs (Loss of Rs.4062 lakhs in the previous year). After providing for Interest and Finance charges, Depreciation, Current and Deferred taxation and some adjustments, the Net Profit amounted to Rs. 2575 lakhs compared to loss of (Rs.4594 lakhs) in the previous year. The performance during the year is explained below in Industry Developments.

Dividend

Your Directors are pleased to recommend payment of Dividend @ Rs. 5 per share. The total cash outflow on account of this dividend payment including distribution tax will be Rs. 597 lakhs. The dividend after approval by the shareholders at the forthcoming AGM will be paid to the eligible shareholders by 12th August 2010.

MANAGEMENT'S DISCUSSIONS AND ANALYSIS

Mission and Business Strategy

The Company's Business Mission continues to be consolidation & strengthening in manufacturing, technology, quality and marketing. The Company has world scale plants for manufacturing diverse products such as Phthalic Anhydride (PAN), Maleic Anhydride (MAN), Fumaric Acid, Food Acids etc as also decent capacities to manufacture other value added products.

Industry Developments

After a very poor performance in the last year the Company has been able to come out of the losses and post promising results.

The Company during the year has expanded the capacity of PAN to 1,40,000 Mts from 1,10,000 Mts to meet the increased demand. PAN, the Company's main product has witnessed renewed demand. All the four user industries i.e Plasticisers, Polyester resins, Pigments and Alkyd resins have shown growth in the range of 10-12%.

For the plasticizer industry the other raw material Oxo Alcohol's availability in the domestic market has improved. This will lead to buoyant growth in this sector.

The lull in the infrastructure spending is a thing of the past and there is considerable growth in Housing, Roads etc, which results in growth in demand of Paints and unsaturated polyester resins.

The overall demand is expected to grow steadily which will lead to almost full utilization of PAN capacity.

The Company could not produce MAN due to high input cost of benzene. The Company was able to meet the local demand as well as captive requirement of MAN through imports since imports were more economical. Your Company will be able to operate the MAN plant if benzene is available at reasonable prices.

Our food acids production and sale also recorded improved performance. The Phthalate esters production and sale is also showing good growth.

Management's Reply to qualification given in the Auditors' Report

With regard to the qualification made by the Auditors' in their report (Para 4(a) and 5 since TCL Industries (Malaysia) SDN BDH, Malaysia(TCLM) is continuing its operations under the control of the liquidator, the Board believes that the amounts referred to in Para 5 are recoverable. The amount receivable has reduced from Rs.4,803 lakhs to Rs.3,789 lakhs on receipt of part amount and exchange gains.

With regard to comments made by the Auditors in their report para 4(b), the Note No. 15(b) of Schedule 19 Notes to Accounts, the Notice along with the explanatory statement is self explanatory.

With regard to the qualification made by the Auditors' in their report para 6 the Company had recognized Deferred Tax Asset(DTA) of Rs.2,036 lakhs on account of unabsorbed losses in the previous year. This was done on the assumption of virtual certainty to be able to recognize the DTA. During the year Rs.1,502 lakhs has already been adjusted. The Company is confident of adjusting the balance DTA in the current year.

Financial and Operating performance

The turnaround in the Company's performance started during the last quarter of last year. The Company reached more than 80 % capacity utilization of PAN during the year as compared to 55 % capacity utilization. Due to this high capacity utilization Company achieved a Net Profit of Rs. 2,575 lakhs compared to Net Loss of Rs. 4,594 lakhs in the previous year.

Contribution to Exchequer

The amounts paid to the Central and State Exchequer by way of Excise Duty, Sales Tax, Customs duties (incl. paid to supplier), Income Tax, FBT, etc is about Rs. 7,058 Lakhs on Net Sales of about Rs. 62,373 Lakhs. That is, over 11 % of Company's Sales is contributions to the Exchequer.

Research and Development

The Company's in-house Research and Development facility, approved under Section 35 (2AB) of the Income Tax, 1961, is continuously working on developing various Fine Chemicals and Speciality Chemicals. An amount of Rs.209 Lakhs has been spent during the year for these projects on which the Company avails a weighted deduction of 150 %.

Opportunities and Threats

Demand of PAN remains buoyant in the domestic market and is expected to grow at 10-15% in the coming years. The Company with its expanded capacity of 1,40,000 MTs is ready to meet the increasing demand.

Risks and Concerns

Pressure on margins, high raw material prices, availability of substitutes, indiscriminate imports, foreign exchange fluctuations are some of the factors which could impact adversely.

Volatility in prices of the Raw Material as also the Company's end products are normal features in this line of business which can have bearing on the Company's operations.

Current year

The current year is expected to be much better due to growth in demand of all Company's products. The Company is continuously striving to reduce cost to improve the margins.

The contract sale of PAN on the predetermined formula price continues. The number of customers and the volume of contract sale has increased year after year and the ultimate goal is to sell 70% on contract.

The Company will continue to devise new ways and means to achieve higher sales to operate all its plants to its full capacity, which would result in economies of scale, better working capital management and competitive advantage and contribute to the Company's bottom line. All the major Plants (except MAN) are running fully. The Company would endeavor to work all Plants at their full capacity efficiently & economically adopting appropriate cost savings measures.

Outlook

Your Company remains optimistic about the bright future lying ahead. It will endeavor to grow its leadership by building on its strengths for competitive advantage. Towards this the Company has undertaken a business review process by appointing external consultants.

Cautionary Statement

The statements made in the report are based on assumptions and expectations. Actual results may differ in future. The Company assumes no responsibility in respect of forward looking statements that may be amended or modified later, on the basis of subsequent developments, information or events.

Exports

Calculated on FOB basis, Exports including Deemed Exports amounted to Rs. 10,241 lakhs (Rs. 17,005 Lakhs). The Company has been awarded the status of 'One Star Export House' in recognition of the Company's export performance. Your Company focuses on exports to achieve higher volumes year after year.

Status of TCL Industries (Malaysia) Sdn Bhd (TCLM)

The Company's investment of Rs.1,828 lakhs was written down against the Securities Premium and other reserves as approved by the Hon'ble High Court, Bombay.

The production during calendar year 2009 was more than 26000 Mts.

With respect to the qualification in the Auditors' report, Note no.27 in Schedule 19 is self explanatory and therefore do not call for any further comments.

Directors Responsibility Statement

As required pursuant to the Companies (Amendment) Act, 2000, the Board of Directors confirm that:

- i] in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- 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 true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for that period .
- iii] the directors have taken proper and sufficient care of the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- iv] the directors have prepared the annual accounts on a going concern basis.

Finance

All taxes and statutory dues are being paid on time. Payment of interest and installments to the Financial Institutions and Banks are being made as per schedule. The Company is also very regular in meeting its commitments to its depositors. Deposits aggregating Rs. 8.92 Lakhs due for repayment on or before March 31, 2010 were not claimed by the depositors as on that date.

Statement Pursuant to Listing Agreements

The Company's shares are listed with The National Stock Exchange and the Bombay Stock Exchange. Your Company has paid the respective annual listing fees up-to-date and there are no arrears.

Report on Corporate Governance

A Report on Corporate governance is annexed herewith. Auditors' Report on the same is also annexed.

Personnel

Industrial relations continue to remain cordial. The Directors place on record their appreciation of the devoted services rendered by the employees.

Directors

Mr. Pradeep Rathi, Mr.A.Janakiraman and Mr.P.Shankar, Directors of the Company, retire by rotation at the ensuing Annual General Meeting and are eligible for reappointment.

The Board commends the aforesaid reappointments.

Auditors

M/s. Contractor, Nayak and Kishnadwala, Chartered Accountants, the Statutory Auditors of the Company hold office until the conclusion of the ensuing AGM. The notice convening the AGM is self explanatory. Members are requested to re-appoint M/s. Contractor, Nayak and Kishnadwala as Auditors for the Current Year.

Particulars of Employees

The details of employees of the Company in receipt of remuneration in excess of the limits under Section 217(2A) of the Companies Act, 1956 is given in Annexure 1.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

The particulars required to be included in terms of Section 217 (1)(e) of the Companies Act, 1956 with regard to conservation of energy, technology absorption, foreign exchange earnings and outgo are given in Annexure- 2.

Acknowledgement

The Board of Directors acknowledge and thank its employees at all levels, the Vendors, Customers, Service Providers, Government Agencies, Bankers, Members and Depositors for their continued support.

For and on behalf of the Board of Directors

S. Sridhar

Chairman & Managing Director

Mumbai

21st May, 2010

ANNEXURE 1 TO DIRECTORS' REPORT

Particulars of Employees pursuant to Section 217[2A] of the Companies Act, 1956 read with the Companies [Particulars of Employees] Rules 1975 as amended by the Companies Amendment Act, 1988 and forming part of the Directors Report for the year ended 31st March, 2010.

Sr. No.	Name	Age	Qualification & Experience	Designation	Remuneration in Rs.	Date of joining	Last Employment
1	S. Sridhar	59	B.Sc., ACA 34 Years	Chairman & Managing Director	5,706,769	01.04.1979	Chief Accountant - Ultramarine & Pigments Ltd.
2	R. Parthasarathy	59	B. Tech., M.S. Wisconsin, USA 36 Years	Vice Chairman & Managing Director	5,706,769	03.04.1974	-

NOTES

- 1] Remuneration includes Company's contribution to Provident Fund, Superannuation Fund, Gratuity, Leave encashment, Medical Benefits and Leave Travel Allowance.
- 2] Nature of Employment is Contractual.
- 3] Mr. S. Sridhar is a relative of Mr. S. Santhanam, Director of the Company.

ANNEXURE – 2 TO DIRECTORS' REPORT

INFORMATION AS PER SECTION 217(1) (E) READ WITH THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988 AND FORMING PART OF THE DIRECTOR'S REPORT.

1) CONSERVATION OF ENERGY

- 1) Energy saving systems are incorporated wherever necessary. Energy savings are attempted continuously.
- 2) Existing energy saving systems are properly utilized and further devices are added when necessary.

FUEL CONSUMPTION	Units	Year Ending 2009-2010	Year Ending 2008-2009
1. Electricity			
a) Purchased Units	KWHR	1,964,206	1,998,760
Total amount paid	RS.	10,169,568	10,691,176
Rate per unit	RS.	5.18	5.35
b) Own Generation	KWHR	2,531,291	2,271,499
Unit / Ltr of HSD		2.82	2.92
Cost per Unit		12.04	12.13
c) TG generation	KWHR	20,614,593	16,493,778
2. Coal: Not consumed in the process			
3. Furnace Oil			
Total Qty	KL	5,702	5,423
Total Amount	RS.	124,648,027	127,258,839
Avg. Rate	RS.	21,861	23,467
4. Other Internal Generations		Nil	Nil
5. Consumption per Tonne of Production			
a) Phthalic Anhydride			
Electricity	KWHR	6.44	14.24
Furnace Oil	Ltr	18.70	38.63
Others (Diesel)	Ltr	2.94	5.53
b) Maleic Anhydride			
Electricity	KWHR	53.74	141.28
Furnace Oil	Ltr	156.00	383.30
Others (Diesel)	Ltr	24.56	54.91
c) Food Acids			
Electricity	KWHR	182.93	193.26
Furnace Oil	Ltr	531.03	524.34
Others (Diesel)	Ltr	83.62	75.11

II. Technology Absorption, Adaptation and Innovation
Research and Development

- 1) Specific Areas in which R & D activities carried out by the company
 - a) Improvement in the quality and shelf life of special anhydrides
 - b) Developed of new fine chemicals using biotechnological route
 - c) Development of new value added products from Maleic Anhydride, Phthalic Anhydride and others
 - d) Reduction in the cost of production on food acids and Special Anhydrides
 - e) Improvement in effluent treatment methods and effluent reduction using microbiological techniques
- 2) Benefits derived as a result of above effects
 - a) Improvement of yield in the Plants
 - b) Production of Special Anhydrides and downstream products
 - c) Improvement in quality of products
 - d) Optimal utilization of Raw materials in Utility and Fine chemical Plants
- 3) Future plan of action
 - a) Technical tie up with the World leaders for new product lines
 - b) Process improvement to reduce effluent
 - c) Reduce energy cost per unit of production
- 4) Capital Expenditure on R & D (Rs.)

a) Capital	Rs. 38.76 lakhs	(Rs. 64.89 lakhs)
b) Recurring	Rs.169.79 lakhs	(Rs.170.81 lakhs)
c) Total	Rs.208.55 lakhs	(Rs.235.70 lakhs)
d) Total R & D expenditure as a % of sales	0.31%	(0.46%)
- 5) Technology Absorption, Adaptation and Innovation
 - a) Efforts in brief towards absorption, adaptation and innovation :
The technologies required for better products applications and better quality have been adapted and are being developed / improved indigenously.
 - b) Benefits derived as a result of the above efforts :
Improvement in the quality of the products, increased productivity and reduced cost of production in all products.
 - c) Particulars of Technology imported during the last 5 Years : None.
 - d) Techno : commercial studies of fine chemicals
 - e) Food acidulants : awareness to customers, technical services to users of our products.

III) Foreign Exchange Earning and Outgo

Export earnings	–	Rs. 6,147 lakhs	(Rs. 10,990 lakhs)
Outgo	–	Rs. 10,842 lakhs	(Rs. 37,523 lakhs)

For and on behalf of the Board of Directors

S. Sridhar
Chairman & Managing Director

Mumbai
21st May, 2010

CORPORATE GOVERNANCE REPORT 2009-2010

(as required under Clause 49 of the Listing Agreement with Stock Exchanges)

COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

The Company believes that good Corporate Governance practices would ensure efficient conduct of the affairs of the Company and facilitate the Company to achieve its goal of maximizing value to the shareholders and simultaneously enable the Company to fulfill its obligations to the other stakeholders such as customers, vendors, employees and to the society in general.

The Company recognizes that strong Corporate Governance is indispensable to resilient and vibrant capital markets and is therefore an important instrument of investor protection.

The company continues to remain committed to a corporate culture of conscience and consciousness, integrity, fairness, transparency, accountability and responsibility for efficient and ethical conduct of its business.

BOARD OF DIRECTORS

Board of Directors of the Company (Board) decides the policy and strategy for the Company and has the overall superintendence and control over the management of the Company.

a) Composition

- 1) The Board of Directors of your Company presently comprise of an Executive Chairman and Managing Director and Vice-Chairman and Managing Director and 8 Non Executive Directors.
- 2) All Directors other than Mr. S.Sridhar, Mr. R.Parthasarathy and Mr. S.Santhanam are Independent Directors.

b) Board Meetings

Five meetings of the Board of Directors were held on the following dates:-

30.04.2009, 27.07.2009, 24.09.2009, 21.10.2009 and 21.01.2010.

All operational and statutorily required information were placed before the Board. All significant events were also reported to the Board.

The Company Secretary, in consultation with the Chairman & Managing Director, drafts the agenda of the meeting. Agenda papers along with relevant details are circulated to all Directors, well in advance of the date of the Board meeting.

The details of attendance of each Director at the Board Meetings held during 2009-2010, and at the last AGM

Name of the Director	Attendance at		No. of Directorships of other Public Companies	No. of Memberships of Board Sub-Committees
	Board Meetings	Last AGM		
Mr. S. Sridhar ¹	5	Yes	1	2
Mr. R. Parthasarathy ²	4	Yes	-	-
Mr. S. Santhanam	5	Yes	1	2
Mr. Dilip J Thakkar	5	Yes	14	10 ³
Dr. S. Rama Iyer	5	Yes	5	1
Mr. Pradeep Rathi	2	No	10	6
Mr. Atul Agarwal	3	No	1	1
Mr. K. V. Krishnamurthy	5	Yes	10	9 ⁴
Mr. A. Janakiraman	4	No	-	-
Mr. P. Shankar	3	No	1	1

¹ Chairman & Managing Director

² Vice Chairman & Managing Director

³ of which, 5 as Chairman

⁴ of which, 3 as Chairman

c) Remuneration of Directors

The remuneration paid to the Managing Directors is within the ceiling as per the resolution approved by the shareholders.

Details of remuneration paid to the Managing Directors during the year ended 31.03.2010

Name	Position	Salary Rs.	Commission Rs.	Contribution to PF and other Fund Rs.	Perquisites Rs.
Mr. S.Sridhar	Chairman & Managing Director	48,00,000	Nil	9,06,769	Nil
Mr. R.Parthasarathy	Vice-Chairman & Managing Director	48,00,000	Nil	9,06,769	Nil

Sitting fees is payable to the Non-Executive Directors for attending Board / Committee meetings. The Non-Executive Directors are also paid commission on an annual basis in such proportion as may be decided by the Board, provided that the total commission payable to such Directors shall not exceed 1% of the net profits of the Company. However in view of the brought forward loss from 2008-09, no commission is payable to the Non Executive Directors for the year 2009 - 10.

Sitting fees paid to the Non-Executive Directors

Name of the Director	Sitting fees paid (Rs.)
Mr. S. Santhanam	260,000
Mr. Dilip J Thakkar	260,000
Dr. S. Rama Iyer	100,000
Mr. Pradeep Rathi	40,000
Mr. Atul Agarwal	120,000
Mr. K. V. Krishnamurthy	180,000
Mr. A. Janakiraman	80,000
Mr. P. Shankar	60,000

d) Details of the Shares held by Non-Executive Directors as on 31.3.2010

Name of the Director	No. of Shares held
Mr. S.Santhanam	2,58,999
Mr. Atul Agarwal	15,000

BOARD COMMITTEES
a) Audit Committee
Members

Mr. Dilip J Thakkar – Chairman

Mr. S.Santhanam

Mr. Atul Agarwal

Mr. K.V.Krishnamurthy

Mr. Dilip Thakkar is an eminent practicing Chartered Accountant, also the Director in several Companies including 14 Public Companies (as also member in 10 Committees of Board with Chairmanship of 5 Committees).

Mr. Atul Agarwal, a qualified Chartered Accountant is the Managing Director of Mercator Lines Ltd., as also a Committee member and Director / Vice President of Indian National Shipowners Association.

Mr. S.Santhanam, Printing Technologist, having vast management experience, is a non-Executive Director and is the Director of another public Company and member of 2 Committees of Board.

Mr. K.V.Krishnamurthy is a qualified Chartered Accountant and Fellow Member of the Indian Institute of Bankers. He is also the Director in several Companies including 10 Public Companies (as also member in 9 Committees of Board with Chairmanship of 3 Committees) He has over 35 years experience in the Banking industry and has served in various important positions during his career.

All of them have vast experience and knowledge of Commercial and Business matters.

Four meetings of the Audit Committee of the Board of Directors were held on the following dates during 2009-2010

30.04.2009, 27.07.2009, 21.10.2009 and 21.01.2010

Details of attendance

Name of the Director	No. of Meetings held	No. of Meetings attended
Mr. Dilip J Thakkar	4	4
Mr. S.Santhanam	4	4
Mr. Atul Agarwal	4	3
Mr. K.V.Krishnamurthy	4	4

The concerned partner of the Statutory Auditors attended all the meetings, while the partner of the Internal Auditor was invited to attend the meeting held on 27.07.2009 and was present. The Company Secretary and the General Manager-Finance & Taxation also attend all the Audit Committee meetings. Audit Committee members also act as Selection / Remuneration Committee members.

The Audit Committee discussed the Company's accounts as also the periodic quarterly results before it was placed before the Board of Directors and also had overview of the Company's financial reporting process. The Audit Committee reviews the quarterly and annual results before it is considered by the Board of Directors. Also reviewed by the Audit Committee are the Group Company transactions as also the Internal Auditors Report and Action Taken Report thereon.

b) Share Transfer / Investors Grievance Committee and Allotment Committee

The Share Transfer / Investors Grievance Committee constitutes of the following members:

- 1] Mr. S.Sridhar
- 2] Mr. S.Santhanam
- 3] Mr. Dilip J Thakkar

Ms.Rita Malgaonkar, the Company Secretary & Legal Head is the Compliance Officer. During the year, the Company received 20 queries / complaints from Shareholders which were all resolved promptly. The process of share transfer is delegated and is done about once a fortnight (depending on transfers received) which is confirmed and ratified by the Board of Directors at the next meeting.

The Committee meets as often as is necessary. There has been no complaints from any investor which has not been redressed promptly. Four meetings of the Share Transfer/Investors Grievance Committee were held during 2009-2010.

General Body Meetings

The Thirty Seventh Annual General Meeting of the Company for the financial year 2009-2010 would be held on Monday, 9th August 2010 at 4.00 p.m. at The Mysore Association Auditorium, Bhaudaji Road, Matunga, Mumbai - 400 019.

The last three Annual General Meetings were held as under:

Financial Year	Date	Time	Location
2008-2009	24.9.2009	4.00 p.m	Mysore Association Auditorium Bhaudaji Road, Matunga - (C.Rly.) Mumbai
2007-2008	21.7.2008	4.00 p.m	Mysore Association Auditorium Bhaudaji Road, Matunga - (C.Rly.) Mumbai
2006-2007	16.7.2007	4.00 p.m	Mysore Association Auditorium Bhaudaji Road, Matunga - (C.Rly.) Mumbai

During these meetings, all resolutions were passed unanimously / by majority.

No special resolution was passed through postal ballot during the year under review.

Disclosures

The Company's internal Audit is done by a firm of Chartered Accountants. The reports submitted by the Internal Auditors on the operations and financial transactions and the Action Taken Report on the same are placed before the Audit Committee, apart from the Statutory Auditors and the Senior Management of the Company.

For every quarter, the General Manager of the Factory at Ranipet / the Joint Manager (Accounts) make report of statutory compliances which are placed before the Audit Committee, which is a detailed report. At the Board meeting following the Audit Committee meeting, the Company Secretary makes a report confirming statutory compliances for the said quarter. Also, at such meetings, the Managing Directors also confirm to the Board of all Statutory Compliances.

There were no material significant transactions with the Directors or their Relatives or the Management that have any potential conflict with the interest of the Company. All details relating to financial and commercial transactions where Directors may have a potential interest are provided to the Board, and the interested Directors neither participate in the discussion, nor do they vote on such matters.

There were no case of non-compliance by the Company, nor any cases of penalties, strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority on any matter related to capital markets during the last 3 years.

Code of Conduct

The Company has laid down the Code of Conduct for all Board Members and Senior Management of the Company, available on the Company's Website.

All Board members and Senior Management of the Company have affirmed compliance with their Code of Conduct for the financial year ended March 31, 2010. The Vice Chairman & Managing Director has also confirmed and certified the same. The certification is annexed at the end of this Report.

Risk Management

The Company has well laid down procedures to inform Board members about the risk assessment and minimisation procedures.

CEO /CFO Certification

Mr. R.Parthasarathy, Vice-Chairman and Managing Director has been approved by the Board to act as the new CEO while continuation of Ms. Neha Huddar elevated as Group CFO [Formerly General Manager (Finance & Taxation)], as a 'CFO' of the Company has been duly approved by the Audit Committee Members, as required under clause 49(II)(D)(12A) of the Equity Listing Agreement.

Appropriate certification as required under Para V of Clause 49 of the Equity Listing requirements has been made to the Board of Directors by the CEO as well as the CFO which has been taken note of by the Board.

Means of Communication

The Company has promptly reported all material information including quarterly results and press releases to the Stock Exchanges where the Company's securities are listed. The quarterly results were communicated to the shareholders by way of advertisement in a National daily and in a vernacular language newspaper.

General Shareholders Information

- 1) Date, time and venue of 37th AGM : Monday, 9th August, 2010 at 4.00 p.m.
at Mysore Association Auditorium, Bhaudaji Road, Matunga, Mumbai - 400 019
- 2) Date of Book Closure : Tuesday, 27th July, 2010 to Monday, 9th August, 2010
- 3) Listing on Stock Exchanges : Bombay Stock Exchange (BSE) and National Stock Exchange (NSE)
- 4) Listing fees : Paid as per the listing agreement
- 5) ISIN No : INE 338A01016
- 6) BSE Stock code : 500412
NSE Stock code : TIRUMALCHM
- 7) Registered office : Thirumalai House, Road No.29
Sion - East, Mumbai - 400 022
Tel : +91-22- 24017841/7861/7853/7869/7834
Fax : +91-22-24011699/4754
E-mail : anand@thiruchem.com
- 8) Registrar & Share Transfer Agent : Link Intime India Private Limited
C-13, Pannalal Silk Mills Compound
LBS Road, Bhandup (W)
Mumbai - 400 078
Tel : +91-22-25946970
Fax : +91-22-25946969
E-mail : rnt.helpdesk@linkintime.co.in
- 9) Compliance Officer : Ms.Rita Malgaonkar, Company Secretary
Thirumalai Chemicals limited
Thirumalai House, Road No.29
Sion (East), Mumbai - 400 022
Tel : +91-22-24017841/61/53
Fax : +91-22-24011699
E-mail : rita@thiruchem.com
- 10) Share Transfer system : The Company's shares are traded in the Stock Exchanges compulsorily in demat mode. Shares sent for physical transfer or dematerialisation requests are registered promptly within 15 days from the date of receipt of completed and validly executed documents.
- 11) Financial Calendar : Annual Results - 21st May, 2010
Mailing of Annual Reports - By 5th July, 2010
Results for the Quarter ending:
June 30, 2010 - 9th August, 2010
September 30, 2010 - By 15th Nov, 2010
December 31, 2010 - By 15th Feb, 2011
March 31, 2011 - May, 2011
- 12) Dividend payment date : By 12th August, 2010
- 13) Dematerializations of shares : As on 31.3.2010, 95.88% of the Company's Shares representing 98,16,624 shares were held in the dematerialized form.
- 14) Plant Location : Ranipet, North Arcot District, Tamil Nadu
Tel: +04172-244441 Fax: +04172-244308
E-Mail: mail@thirumalaichemicals.com

15) Categories of Shareholders as on 31.3.2010

Category	No. of shares	% of shareholding
Promoters, Directors & their Relatives	2380177	23.25
Group companies	3050569	29.79
Financial Institutions / Banks	360932	3.53
Insurance companies	3600	0.04
NRIs / FIIs	54224	0.53
Companies / Bodies corporate	376868	3.68
General Public	3974817	38.82
Clearing member	35725	0.35
Trusts	1900	0.02
TOTAL	10238812	100.00

16) Distribution of Shareholding as on 31.03.2010

No. of shares	No. of shareholders	% of shareholders	Shareholding	% of shareholding
Upto 500	13681	92.05	1430977	13.98
501- 1000	604	4.06	467779	4.57
1001-2000	279	1.88	418269	4.09
2001-5000	181	1.22	566176	5.53
Over 5000	117	0.79	7355611	71.84
Total	14862	100.00	10238812	100.00

17) Stock market price data for the year 2009-2010

Month	BSE			NSE		
	High (Rs.)	Low (Rs.)	No. of Shares	High (Rs.)	Low (Rs.)	No. of Shares
April, 2009	61.00	45.65	525722	60.50	46.50	394786
May, 2009	96.90	57.00	343023	98.90	56.50	359925
June, 2009	99.75	75.00	177675	99.65	74.60	143511
July, 2009	88.00	71.00	56070	89.00	70.85	62207
August, 2009	92.00	76.75	69054	92.80	77.15	67642
September, 2009	108.00	86.00	286265	109.00	86.00	194658
October, 2009	122.90	100.05	133602	122.00	100.00	115670
November, 2009	112.85	96.50	42591	113.00	100.70	58863
December, 2009	137.35	108.00	283067	137.70	108.25	182727
January, 2010	147.80	116.70	355865	148.00	117.80	291470
February, 2010	126.90	112.15	22901	128.70	113.30	31288
March, 2010	136.40	114.65	39649	129.00	115.45	57452

**Declaration by the CEO under Clause 49 1 (D) of
the Listing Agreement regarding adherence to the Code of Conduct**

In accordance with Clause 49 sub-clause 1 (D) of the Listing Agreement with the Stock Exchange, I hereby confirm that all the Directors and the Senior Management Personnel of the Company have affirmed compliance to the Code of Conduct for the Financial Year ended March 31, 2010.

For **Thirumalai Chemicals Limited**

R.Parthasarathy
Vice-Chairman & Managing Director

Mumbai
21st May, 2010

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

To the Members
Thirumalai Chemicals Limited
Mumbai

We have examined the compliance of conditions of corporate governance by THIRUMALAI CHEMICALS LIMITED for the year ended on 31st March 2010, as stipulated in Clause 49 of the Listing Agreement of the said company with stock exchange.

The compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited to procedure and implementation thereof, adopted by the company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statement of the company.

We certify that the company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

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

For and on behalf of
Contractor Nayak & Kishnadwala
Chartered Accountants

H. V. Kishnadwala
Partner,
Firm Registration Number: 101961W
Membership No 37391

Mumbai
21st May, 2010

AUDITORS' REPORT

The Members of

THIRUMALAI CHEMICALS LIMITED

1. We have audited the attached Balance Sheet of THIRUMALAI CHEMICALS LIMITED as at 31st March 2010, the related Profit and Loss Account and the Cash Flow Statement of the Company for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. These Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in 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.
3. As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government in terms of Section 227(4A) of the Companies Act, 1956, and on the basis of such checks as considered appropriate and according to the information and explanations given to us during the course of the audit, we enclose in the Annexure hereto a statement on the matters specified in Paragraphs 4 and 5 of the said Order.
4. Attention is drawn to the following:
 - a) As disclosed in Note 27 of Schedule 19, the Company has pursuant to the order of the Hon'ble High Court of Bombay adjusted the value of investment in shares of TCL Industries (Malaysia) Sdn Bhd Rs. 182,769,550 against the balance in Securities Premium Account and other capital Reserves;
 - b) As disclosed in Note 15(b) of Schedule 19, part of the remuneration paid to the managerial personnel amounting to Rs. 5,376,000 is subject to the approval of the members in the forthcoming annual general meeting;
5. As mentioned in Note 27 of Schedule 19, Company has an exposure of Rs. 378,865,033 in TCL Industries (Malaysia) Sdn Bhd (TCLM) on account of advances and supplier's credit. The Company expects that the same would be recovered in future since the operations of TCLM are continuing and hence no provisioning is considered necessary at this stage. We are unable to comment on the same. Our audit report for the last year was also modified accordingly;
6. As mentioned in Note 23 of Schedule 19, the Company had recognised in the last year, Deferred Tax Asset (DTA) of Rs. 203,644,679 for the unabsorbed business losses. Out of the same, the company continues to recognise Rs. 53,401,261 being the unadjusted amount at the end of the year as DTA. Had the company followed provisions of AS-22 'Accounting for Taxes

on Income', by not recognizing DTA of Rs. 53,401,261 on account of unabsorbed losses, profit for the year would have been lower and balance of deferred tax liability higher by the said amount with corresponding effect on reserves. Our audit report for the last year was also modified accordingly;

7. Further to our comments in the Annexure referred to in above paragraph, we report that:
 - a) Subject to our comments in paragraph 5 above, 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 account, as required by law have been kept by the Company so far as appears from our examination of the books of the Company;
 - c) The Balance Sheet, Profit and Loss Account and the Cash Flow Statement dealt with by the report are in agreement with the books of account of the Company;
 - d) In our opinion, *subject to our comments in paragraph 5 and 6 above*, the Balance Sheet, Profit and Loss Account and the Cash Flow Statement comply with the mandatory Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956.
 - e) On the basis of written representations received from the directors of the Company as on 31st March 2010, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March 2010, from being appointed as a director in terms of Section 274(1)(g) of the Companies Act, 1956.
 - f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the Notes to Accounts in Schedule 19 *and subject to our observations in paragraphs 5 and 6 above* give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - a. In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2010;
 - b. In the case of the Profit and Loss Account, of the Profit for the year ended on that date,
 - c. In the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

For and on behalf of
Contractor, Nayak & Kishnadwala
Chartered Accountants

H. V. Kishnadwala
Partner,
Firm Registration Number: 101961W
Membership No 37391

Mumbai, 21st May, 2010

**Statement referred to in paragraph 3 of the Auditors' Report of even date to the Members of
THIRUMALAI CHEMICALS LIMITED on the accounts for the year ended 31st March 2010**

On the basis of such checks as considered appropriate and in terms of the information and explanations given to us, we state as under:

1. (a) The company is maintaining proper records showing full particulars including quantitative details and situation of the fixed assets;
1. (b) As explained to us, the management at reasonable intervals carries out the physical verification of the fixed assets. The discrepancies noticed on such verification, which were not material, have been appropriately dealt with in the accounts;
1. (c) The fixed assets disposed off by the company were not substantial and therefore does not affect the going concern assumption;
2. (a) As explained to us, the inventories have been physically verified during the year by the management. In our opinion, having regard to the nature and location of stocks, the frequency of the physical verification is reasonable;
2. (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business;
2. (c) In our opinion, the Company is maintaining proper records of inventory and the discrepancies noticed on physical verification of the same were not material in relation to the operations of the Company and the same have been properly dealt with in the books of account;
3. (a) As per the information and explanations given to us, the Company had, in an earlier year granted an unsecured loan to a company covered in the register maintained under section 301 of the Companies Act, 1956. The details of such unsecured loan outstanding is as under:

Name of Party	Balance as on 31 March 2010 (Rs.)	Maximum balance outstanding during the year (Rs.)
TCL Industries (Malaysia) SDN BHD	44,890,000	50,720,000

3. (b) In case of the aforesaid unsecured loan, the rate of interest and the other terms and conditions are not prima-facie prejudicial to the interests of the Company;
3. (c) In case of the aforesaid unsecured loan, the repayment of principal amount and interest thereon is not regular. *[also refer our comments in paragraph 5 in the audit report and Note 27 of Schedule 19];*

3. (d) In case of the aforesaid unsecured loan, we are unable to comment whether the company is taking reasonable steps for the timely recovery of the principal and interest. *[also refer our comments in paragraph 5 in the audit report and Note 27 of Schedule 19];*

3. (e) As per the information and explanations given to us, the Company has taken unsecured loans from a company covered in the register maintained under section 301 of the Companies Act, 1956. The details of such unsecured loan taken is as under:

Name of Party	Balance as on 31 March 2010 (Rs.)	Maximum balance outstanding during the year (Rs.)
Ultramarine & Pigments Ltd	Nil	106,796,775

3. (f) In case of the aforesaid unsecured loan taken, the rate of interest and the other terms and conditions are not prima-facie prejudicial to the interests of the Company;
3. (g) In case of the aforesaid unsecured loan, the repayment of principal amount and interest is regular;
4. In our opinion and as explained to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, no major weakness has been noticed in the internal controls and there is no continuing failure for the same;
5. (a) Based on the audit procedures applied by us and according to the information and explanations provided by the management, we are of the opinion that the transactions that need to be entered into the register maintained under Section 301 have been so entered;
5. (b) In our opinion and as explained to us, the terms and conditions of the transactions made in pursuance of contracts or arrangements entered in the register maintained under Section 301 are reasonable having regard to the prevailing market prices at the relevant time;
6. In our opinion and as explained to us, the Company has complied with the provisions of Section 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and rules made there under for the deposits accepted from the public;
7. In our opinion, the Company has an internal audit system commensurate with the size of the Company and the nature of its business;

8. We have broadly reviewed the books of account maintained by the company in respect of manufacture of chemicals pursuant to the order made by the Central Government for the maintenance of cost records prescribed under section 209(1)(d) of the Companies Act, 1956 and are of the opinion that prima-facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determining whether they are accurate or complete;

9. (a) According to the information and explanations given to us and the records examined by us, the Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education and protection fund, employees' state insurance, income-tax, sales-tax, wealth-tax, service tax, custom duty, excise-duty, cess and other statutory dues and there are no undisputed statutory dues outstanding as at 31st March 2010, for a period of more than six months from the date they became payable;

9. (b) Disputed statutory dues that have not been deposited on account of disputed matters pending before appropriate authorities are as under:

Name of the Statute	Nature of the dues	Amount (Rs.)	Year/s to which the amount relates	Forum where dispute is
Central Excise Act	Excise Duty	350,000	2002-03 2004-05 2005-06	Central Excise and Service Tax Appellate Tribunal
Central Excise Act	Excise Duty	99,945	2005-06	Asst. Commissioner of Central Excise
Income Tax Act	Penalty	43,652,086	1996-97	Commissioner of Income Tax (Appeals)
Income Tax Act	Income Tax	30,413,847	2007-08	Commissioner of Income Tax (Appeals)
Foreign Exchange Management Act	Penalty	99,363,453	1996-97	Supreme Court of India
Tamilnadu General Sales Tax Act	Interest on belated payments of tax	7,537,505	2000-01 to 2005-06	Chennai High Court

Amounts paid under protest and not charged to Profit and Loss Account have not been included above. (Refer Notes 3, 4 and 5 of Schedule 19)

10. The company does not have any accumulated losses as on 31st March 2010. The company has not incurred any cash losses during the financial year. However, it incurred cash losses in the immediately preceding financial year;
11. Based on the information and explanations given to us, the Company has not defaulted in repayment of any dues to financial institutions and banks;
12. Based on our examination of the records and as explained to us, the Company has not granted any loans and/or advances on the basis of security by way of pledge of shares, debentures and other securities;
13. The Company is not a chit fund, nidhi, mutual benefit fund or a society;
14. During the year, the Company has not made any dealing and trading in shares, securities, debentures and other investments. The Company holds all shares, debentures and other investments held by the company in own name;
15. According to the information and explanations given to us, the Company has given guarantee to a financial institution for loan taken by another company. In our opinion, the terms and conditions whereof are not prejudicial to the interest of the company;
16. According to the information and explanations given to us, the term loans raised during the year were used for the purpose for which they were raised;
17. As explained to us and on an overall examination of the balance sheet of the Company, in our opinion there are no funds raised on short-term basis, which have been used for long-term investment by the Company;
18. The Company has not made any preferential allotment of shares during the year;
19. During the year covered by our audit report the Company has not issued any secured debentures;
20. The Company has not raised any money by public issues during the year covered by our report.
21. As per the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For and on behalf of
Contractor Nayak & Kishnadwala
Chartered Accountants

H. V. Kishnadwala
Partner,
Firm Registration Number: 101961W
Membership No 37391

Mumbai
21st May 2010

BALANCE SHEET AS AT 31ST MARCH 2010

	Schedule	As at 31.03.2010 Rs.	As at 31.03.2009 Rs.
I SOURCES OF FUNDS			
SHARE HOLDER'S FUNDS			
a] Share Capital	1	102,410,620	102,410,620
b] Reserves and Surplus	2	766,124,844	749,975,651
		868,535,464	852,386,271
LOAN FUNDS			
a] Secured Loans	3	1,609,209,478	1,828,247,889
b] Unsecured Loans	4	381,197,920	294,552,835
		1,990,407,398	2,122,800,724
DEFERRED TAX LIABILITIES (NET)		137,748,946	17,441,033
TOTAL		2,996,691,808	2,992,628,028
II APPLICATION OF FUNDS			
FIXED ASSETS			
a] Gross Block	5	2,714,842,398	2,786,266,632
b] Less: Depreciation		1,607,064,511	1,705,157,975
c] Net Block		1,107,777,887	1,081,108,657
d] Capital Work in progress		3,291,132	148,376,177
		1,111,069,019	1,229,484,834
INVESTMENTS	6	54,587,555	237,435,631
CURRENT ASSETS, LOANS & ADVANCES			
a] Inventories	7	911,099,080	968,632,681
b] Sundry Debtors	8	2,116,228,008	1,305,048,253
c] Cash and Bank Balances	9	39,979,775	19,156,166
d] Loans and advances	10	457,057,310	627,360,767
		3,524,364,173	2,920,197,867
Less:CURRENT LIABILITIES & PROVISIONS			
a] Current Liabilities	11	1,581,677,680	1,345,217,670
b] Provisions	12	111,651,259	49,272,634
		1,693,328,939	1,394,490,304
NET CURRENT ASSETS		1,831,035,234	1,525,707,563
TOTAL		2,996,691,808	2,992,628,028
NOTES FORMING PART OF ACCOUNTS	19		

As per our report of even date

For & on behalf of

Contractor, Nayak & Kishnadwala
Chartered Accountants

H. V. Kishnadwala
Partner

Mumbai, 21stMay, 2010

For and on behalf of the Board of Directors

S. Sridhar
Chairman & Managing Director

R. Parthasarathy
Vice-chairman & Managing Director

Rita Malgaonkar
Company Secretary

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010

	Schedule	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
INCOME			
Sales		6,654,121,488	5,128,096,987
Less : Excise Duty Recovered on Sales		416,842,123	435,639,457
Net Sales		6,237,279,365	4,692,457,530
Income from windmill operations		19,513,982	9,761,041
Other Income	13	55,623,487	71,170,834
Variation in stocks	14	12,841,000	67,159,000
		6,325,257,834	4,840,548,405
EXPENDITURE			
Materials consumed	15	4,455,363,697	3,708,288,183
Employee's Emoluments	16	112,608,922	104,640,740
Purchase (Trading)		368,929,817	433,645,174
Other charges	17	685,074,828	1,000,182,022
Interest and Finance charges	18	199,449,504	170,265,401
Depreciation		123,572,751	122,266,548
		5,944,999,519	5,539,288,068
Profit/ (Loss) before Tax		380,258,315	(698,739,663)
Less: Provision for Current Tax		66,500,000	-
Less: MAT credit entitlement		(64,020,000)	-
Less: Provision for Deferred Tax		120,307,913	(240,528,401)
Less: Provision for Fringe Benefit Tax			1,230,000
Profit/ (Loss) after Tax		257,470,402	(459,441,262)
Add: Excess Provision for tax for earlier years		1,419,684	-
Less: Previous Years Expenses (Net)		(274,589)	(567,921)
Add: Balance in Profit and Loss account		1,884,512	461,893,696
Available for appropriations		260,500,009	1,884,513
APPROPRIATIONS			
Proposed Dividend		51,194,060	-
Tax on Dividend		8,502,693	-
General Reserve		30,000,000	-
Balance carried to Balance Sheet		170,803,256	1,884,513
		260,500,009	1,884,513
Earnings per Share of Rs 10 each (Basic and Diluted)		25.26	(44.93)
NOTES FORMING PART OF ACCOUNTS	19		

As per our report of even date

For & on behalf of

Contractor, Nayak & Kishnadwala
Chartered Accountants
H. V. Kishnadwala
Partner
Mumbai, 21st May, 2010

For and on behalf of the Board of Directors

S. Sridhar
Chairman & Managing Director
R. Parthasarathy
Vice-chairman & Managing Director
Rita Malgaonkar
Company Secretary

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2010

	Year Ended 31.03.2010	Year Ended 31.03.2009
(A) Cash Flow From Operating Activities		
Net Profit Before Tax And Extraordinary Items	380,258,315	(698,739,663)
Adjustments For		
Depreciation	123,572,751	122,266,548
Interest	199,449,504	170,265,401
Interest / Dividend Received	(6,727,326)	(27,023,369)
Loss / (Profit) On Sale Of Investment	(137,000)	-
Loss / (Profit) On Sale Of Assets	11,746,192	-
Earlier Year Adjustments	(274,589)	(567,921)
	327,629,532	264,940,659
Operating Profit Before Working Capital Changes	707,887,847	(433,799,004)
Adjustments For		
(Increase) / Decrease In Trade And Other Receivables	(584,678,951)	39,662,908
(Increase) / Decrease In Inventories	57,533,601	72,259,913
Increase / (Decrease) In Trade And Other Payables	359,449,795	386,067,265
	(167,695,555)	497,990,086
Cash Generated From Operations	540,192,292	64,191,082
Interest Paid	(199,449,504)	(170,265,401)
Direct Tax Paid	(63,087,663)	(51,172,177)
Deferred Tax	(120,307,913)	240,528,401
	(382,845,080)	19,090,823
Net Cash Inflow / (Outflow) From Operations	(A) 157,347,213	83,281,905
(B) Cash Flow From Investment Activities		
Sale Of Investments	78,526	-
Sale Of Fixed Assets	965,945	7,728
Assets Scrapped	(696,000)	-
(Loss) / Profit On Sale Of Investments	137,000	-
Purchase Of Fixed Assets	(17,173,074)	(137,222,264)
Interest Received	592,376	17,616,822
Dividend Received	6,134,950	9,406,547
Deposit With Companies	5,830,000	(11,060,000)
Net Cash Inflow / (Outflow) From Investing Activities	(B) (4,130,277)	(121,251,167)
(C) Cash Flow From Finance Activities		
Proceeds From Borrowings	(116,506,206)	290,523,964
Dividend Paid (Including Dividend Tax)	-	(119,788,981)
Net Cash Inflow / (Outflow) From Financing Activities	(C) (116,506,206)	170,734,983
Net Increase / (Decrease) In Cash Or Cash Equivalents	(A)+(B)+(C) 36,710,730	132,765,722
Cash and Cash Equivalents - (Opening Balance)	19,156,166	17,215,989
Cash and Bank Balance	(488,572,115)	(619,397,660)
Cash Credit	(469,415,949)	(602,181,671)
Cash And Cash Equivalents - (Closing Balance)	39,979,775	19,156,166
Cash And Bank Balance	(472,684,994)	(488,572,115)
Cash Credit	(432,705,220)	(469,415,949)
Total	36,710,730	132,765,722

Note: Cash and Cash equivalents includes Rs. 3,936,758 (Previous year Rs. 4,311,644) on account of unclaimed dividend, which are not available for use by the company

As per our report of even date

For & on behalf of

Contractor, Nayak & Kishnadwala
Chartered Accountants

H. V. Kishnadwala
Partner

Mumbai, 21st May, 2010

For and on behalf of the Board of Directors

S. Sridhar
Chairman & Managing Director

R. Parthasarathy
Vice-chairman & Managing Director

Rita Malgaonkar
Company Secretary

SCHEDULES TO THE ACCOUNTS

	As at 31.03.2010 Rs.	As at 31.03.2009 Rs.
SCHEDULE 1: SHARE CAPITAL		
Authorised		
15,000,000 Equity shares of Rs. 10/- each	150,000,000	150,000,000
10,000,000 Unclassified shares of Rs. 10/- each	100,000,000	100,000,000
	250,000,000	250,000,000
Issued		
10,242,812 Equity shares of Rs.10 each	102,428,120	102,428,120
Subscribed And Paid Up		
10,238,812 Equity Shares of Rs.10 each	102,388,120	102,388,120
Add: Amount paid up on forfeited shares	22,500	22,500
	102,410,620	102,410,620
SCHEDULE 2: RESERVES AND SURPLUS		
1. Securities Premium Account		
Balance as per last Balance Sheet	375,468,156	375,468,156
Less: Adjusted (Refer Note 27 of schedule 19)	178,398,630	-
	197,069,526	375,468,156
2. Amalgamation Reserve		
Balance as per last Balance Sheet	1,870,920	1,870,920
Less: Adjusted (Refer Note 27 of schedule 19)	1,870,920	-
	-	1,870,920
3. Capital Reserve		
Balance as per last Balance Sheet	2,500,000	2,500,000
Less: Adjusted (Refer Note 27 of schedule 19)	2,500,000	-
	-	2,500,000
4. General Reserve		
Balance as per last Balance Sheet	368,252,062	368,252,062
Add: Transferred from Profit and Loss account	30,000,000	-
	398,252,062	368,252,062
5. Surplus As Per Profit And Loss Account	170,803,256	1,884,512
TOTAL of (1) to (5)	766,124,844	749,975,651

SCHEDULES TO THE ACCOUNTS

	As at 31.03.2010 Rs.	As at 31.03.2009 Rs.
SCHEDULE 3: SECURED LOANS		
a. From Institutions		
Export Import Bank of India		
(a) Foreign Currency Loans (Pre/Post Shipment)	382,425,674	370,629,070
(b) Rupee Term Loan	254,098,810	469,046,704
[The above Loans are secured by pari passu first mortgage and charge of all of the Borrower's immoveable and moveable fixed assets, both present and future]		
b. From Scheduled Banks		
(a) Working Capital Demand Loan	342,799,130	195,700,130
(b) Cash Credit/Export Credit Accounts	129,885,864	292,871,985
[Secured by hypothecation of stock of raw materials, work in progress, finished goods and book debts and secured by a second charge on all of the Company's immoveable fixed assets both present and future]		
c. From Scheduled Banks		
Short Term Deposit	500,000,000	500,000,000
[Security to be created]		
	1,609,209,478	1,828,247,889
SCHEDULE 4: UNSECURED LOANS		
Fixed deposits	173,349,000	57,911,000
Interest free Sales Tax Loan	207,848,920	236,641,835
	381,197,920	294,552,835

[Payable within one year Rs. 60,891,853 [previous year Rs.63,875,248]]

SCHEDULE 5: FIXED ASSETS

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	AS ON 1.04.2009 Rs.	ADDITIONS Rs.	DEDUCTIONS Rs.	As at 31.03.2010 Rs.	UPTO 31.03.2009 Rs.	RECOUPED DEPRECIATION Rs.	DURING THE PERIOD Rs.	As at 31.03.2010 Rs.	As at 31.03.2010 Rs.	As at 31.03.2009 Rs.
LAND	3,749,329	-	-	3,749,329	-	-	-	-	3,749,329	3,749,329
BUILDINGS	127,806,262	1,178,588	-	128,984,850	43,889,345	-	3,171,920	47,061,265	81,923,585	83,916,917
PLANT AND MACHINERY	2,334,971,058	154,058,786	226,137,095	2,262,892,748	1,586,121,146	215,486,390	96,158,978	1,466,793,734	796,099,014	748,849,911
WIND OPERATED GENERATORS	165,023,000	-	-	165,023,000	15,420,323	-	15,468,917	30,889,240	134,133,760	149,602,677
COMPUTERS	17,048,706	1,557,472	779,914	17,826,264	15,153,303	705,525	730,672	15,178,450	2,647,814	1,874,253
FURNITURE, FIXTURES AND EQUIPMENTS	45,725,062	804,227	4,705,054	41,824,235	26,548,606	4,303,870	2,715,374	24,960,110	16,864,125	19,176,457
VEHICLES	10,474,528	782,621	2,050,890	9,206,259	6,531,819	1,149,278	1,025,347	6,407,888	2,798,371	3,942,709
DETAILS OF ASSETS USED FOR R&D:										
PLANT AND MACHINERY	74,628,599	3,833,391	-	78,461,991	10,014,461	-	3,675,897	13,690,358	64,771,633	64,614,138
COMPUTERS	9,400	-	9,400	-	8,344	8,766	422	-	-	1,056
FURNITURE, FIXTURES AND EQUIPMENTS	6,830,688	43,034	-	6,873,722	1,458,242	-	625,224	2,083,466	4,790,256	5,381,212
TOTAL	2,786,266,632	162,258,119	233,682,353	2,714,842,398	1,705,145,590	221,653,829	123,572,751	1,607,064,511	1,107,777,887	1,081,108,658
PREVIOUS YEAR	2,673,479,453	112,821,354	34,175	2,786,266,632	1,582,917,873	26,447	122,266,548	1,705,157,974	1,081,108,658	1,090,561,581

SCHEDULES TO THE ACCOUNTS

		As at 31.03.2010 Rs.	As at 31.03.2009 Rs.
SCHEDULE 6: INVESTMENTS			
(AT COST Less provision for dimunition where applicable)			
LONG TERM			
QUOTED: EQUITY SHARES (NON TRADE)			
3,044,800 of Rs.2 each	- Ultramarine and Pigments Limited	53,775,623	53,775,623
Nil (previous year 68,500)	- Quantum Digital Vision Limited	-	68,500
10,000	- Resins and Plastics Ltd.	300,000	300,000
Nil (previous year 650)	- Andhra Petrochemicals Ltd.	-	10,026
1,375	- Piramal Healthcare Ltd.	122,728	122,728
137	- Piramal Life Sciences Ltd.	25,727	25,727
5,000	- Maruti Plastics Ltd.	4,000	4,000
9,150	- Indu Nissan Oxo Chemical Ltd.,	9,150	9,150
100	- Tata Power Ltd.	15,399	15,399
100	- Futuristic Offshore Services and Chemicals Ltd. (previous year Ganesh Anhydride Ltd.)	100	100
5000	- Neyveli Lignite Corporation Ltd.	313,958	313,958
62	- Piramal Glass Ltd.	620	620
Total of Quoted Shares	A	54,567,305	54,645,831
[Market value of Quoted Investments Rs.102,883,050 (previous year Rs.79,880,480)]			
UNQUOTED (TRADE)			
15,422,000	Ordinary shares of RM 1 each of TCL Industries (Malaysia) SDN BHD	182,769,550	182,769,550
	Less: Adjusted (Refer note no: 26 of Schedule 19 Notes to Accounts)	182,769,550	-
		-	182,769,550
5	Shares of Kamer Co-operative Housing Society Limited	250	250
200	Shares of The Sarawat Co-operative Bank Ltd	20,000	20,000
Total of unquoted Shares	B	20,250	182,789,800
	A+B	54,587,555	237,435,631
SCHEDULE 7: INVENTORIES			
[As per inventory taken, valued and certified by a director]			
Stores and Spares		57,485,880	61,279,773
Fuel		5,339,000	2,631,000
Packing Materials		3,072,985	2,074,000
Raw Materials		303,543,000	408,627,000
Finished Goods		388,022,000	371,824,000
Work in Progress		50,819,000	54,176,000
Goods in Transit		1,367,353	11,965,741
Catalyst		82,174,807	55,965,167
Stock of Trading Items		19,275,055	90,000
		911,099,080	968,632,681

SCHEDULES TO THE ACCOUNTS

	As at 31.03.2010 Rs.	As at 31.03.2009 Rs.
SCHEDULE 8: SUNDRY DEBTORS		
[Unsecured Considered Good]		
Debts outstanding for a period exceeding six months	210,391,170	228,160,669
Other Debts	1,905,836,838	1,076,887,584
	2,116,228,008	1,305,048,253
SCHEDULE 9: CASH AND BANK BALANCES		
Cash in hand	510,132	124,853
Margin money	371,623	-
Balance with scheduled banks In Current Accounts	39,098,020	19,031,313
	39,979,775	19,156,166
SCHEDULE 10: LOANS AND ADVANCES		
[Unsecured Considered Good]		
Advances recoverable in cash or in kind or for value to be received	110,573,388	334,935,906
Taxes Paid in Advance (Net of provision for tax)	172,760,922	110,733,575
Deposits with Companies	44,890,000	50,720,000
Balance with Customs and Excise	128,833,000	130,971,286
	457,057,310	627,360,767
SCHEDULE 11: CURRENT LIABILITIES		
Acceptances by banks	1,287,434,448	654,355,109
Sundry Creditors - Due to Small and Micro Enterprises	1,474,062	4,779,571
Due to Enterprises other than above	273,937,658	666,272,024
Credit balance in current a/c with banks	95,674	186,499
Unpaid Dividend*	3,936,758	4,311,644
Unpaid Matured Deposits*	892,000	1,614,278
Unpaid Matured Debentures*	-	605,800
Interest Accrued on Unpaid amounts *	750,349	600,093
Deposits from Stockists and Others	6,600,080	7,592,529
Interest Accrued but not due on loans	6,556,651	4,900,123
*See Note 19 of Schedule 19		
	1,581,677,680	1,345,217,670
SCHEDULE 12: PROVISIONS		
Provision for gratuity	41,378,284	38,675,349
Provision for leave encashment	10,576,222	10,597,285
Proposed Dividend	51,194,060	-
Provision for tax on dividend	8,502,693	-
	111,651,259	49,272,634

SCHEDULES TO THE ACCOUNTS

	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
SCHEDULE 13: OTHER INCOME		
Interest [Gross]		
From Banks	-	-
From Others	592,376	17,616,822
[TDS Rs. NIL (previous year Rs.29,957)]	-	-
Rent received	2,015,197	1,937,695
Dividend received - On Long Term Investments	6,134,950	9,169,793
On Current Investments	-	236,754
Sundry Receipts	15,299,173	9,440,270
Storage Tank Receipts	24,504,956	22,968,757
Insurance Claims	18,642	580,199
Profit on Sale of Shares	137,000	-
Export Incentive	6,921,193	9,220,544
	55,623,487	71,170,834
SCHEDULE 14: VARIATION IN STOCKS		
Opening Stock:		
Finished Goods	371,824,000	259,114,000
Work in Progress	54,176,000	99,727,000
	426,000,000	358,841,000
Closing Stock:		
Finished Goods	388,022,000	371,824,000
Work in Progress	50,819,000	54,176,000
	438,841,000	426,000,000
Variation in Stocks	12,841,000	67,159,000
SCHEDULE 15: MATERIALS CONSUMED		
Stock at commencement	408,627,000	498,923,015
Add: Purchases	4,362,522,613	3,631,563,639
	4,771,149,613	4,130,486,654
Less: Sales	12,242,915	13,571,471
Less: Stock at close	303,543,000	408,627,000
	4,455,363,698	3,708,288,183
SCHEDULE 16: EMPLOYEE'S EMOLUMENTS		
Salaries, Wages Bonus, etc	93,874,958	88,170,079
Contribution to Provident Fund and Other Funds	10,521,938	11,312,206
Staff Welfare expenses	8,212,027	5,158,456
	112,608,922	104,640,740

SCHEDULES TO THE ACCOUNTS

	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
SCHEDULE 17: OTHER CHARGES		
Stores and Spares consumed	37,131,064	38,457,023
Catalyst written off	29,874,805	23,860,057
Effluent Treatment and Water Treatment Materials consumed	3,102,130	2,335,357
Power and Fuel	171,836,861	171,850,864
Excise Duty on Stock	8,247,493	4,929,580
Water Charges	7,177,172	4,330,913
Repairs to:		
Machinery	11,442,809	11,573,972
Buildings	9,232,909	9,047,023
Others	1,529,296	1,908,653
Packing expenses and materials consumed	53,916,022	42,210,588
Freight and Forwarding	230,857,288	166,761,153
Sales Tax	61,723,325	54,585,087
Commission and Brokerage	26,864,051	19,482,425
Advertisement and Sales Promotion	495,294	504,875
Rent	324,750	271,000
Lease Rentals	2,584,492	2,584,492
Rates and Taxes	434,410	330,023
Insurance	9,871,908	11,721,990
Travelling and Conveyance	9,932,652	9,633,620
Communication Expenses	3,302,984	3,165,766
Research and Development expenses	16,978,764	17,081,034
Miscellaneous Expenses	26,987,249	25,632,374
Wind Mill Expenses	2,294,630	132,428
Legal and Professional Charges	23,474,716	14,977,843
Directors Remuneration	11,413,538	14,019,924
Exchange Fluctuation Loss/(Gain)(Net)	(89,365,897)	345,585,209
Loss on Sale/Disposal of Assets	11,746,192	-
Bad debts and Sundry balances written off (Net)	1,663,923	3,208,751
	685,074,828	1,000,182,022
SCHEDULE 18: INTEREST AND FINANCE CHARGES		
On fixed Loans	89,374,517	62,859,591
On Others	110,074,987	107,405,810
	199,449,504	170,265,401

NOTES FORMING PART OF ACCOUNTS

SCHEDULE 19: NOTES TO ACCOUNTS	As at 2009-2010 Rs.	As at 2008-2009 Rs.
1. Contingent Liability in respect of:		
a Estimated amount of contracts to be executed on capital account and not provided for	NIL	2,815,845
Against which advances paid	NIL	2,815,845
b Guarantees issued by Banks on behalf of Company	396,241,200	51,472,000
c Bond in favor of excise authorities	160,000	501,200
2. Claims against the Company not acknowledged as debts and not provided for	NIL	NIL
3. a) The Excise authorities have in their show cause notices questioned the company's claim for Modvat on certain items acquired for the expansion project amounting to Rs. 1,799,945 (Previous year Rs. 1,799,945). The company has paid Rs. 1,350,000 (Previous Year Rs. 1,350,000) against the same which are shown under the head Advances. The Company does not expect any liability to crystallize on this account.		
b) The Sales Tax authorities have issued notices to the Company whereby the authorities have disputed the method of availment of deferral sales tax on monthly pro-rata basis for the period April 2000 to April 2006 amounting to Rs. 7,537,505 (Previous year Rs. 7,537,505). The Company has filed a writ petition against these notices in the High Court. The Company does not expect any liability to crystallize on this account.		
4. The company has received a demand of Rs. 99,363,453 (Previous Year Rs.99,363,453) from enforcement directorate toward alleged non submission of bill of entries for imports in earlier years. However, the Company has received letters from the concerned banks as well as Reserve Bank of India accepting that the said omission was not on the part of the Company. The appeal filed by the Company before the appellate tribunal was dismissed on limitation grounds.		
The Company had filed an appeal against the said order of the appellate tribunal as well as a writ petition to quash the proceedings before the Hon'ble High Court at Bombay. The Hon'ble High Court was of the opinion that the appeal was not maintainable and rejected the same as well as the Writ petition.		
Aggrieved by this order, the Company filed a Special Leave Petition before the Hon'ble Supreme Court of India. The said matter has been heard by the Hon'ble Supreme Court of India and a decision on the same is awaited. The Company does not expect any liability to crystallise on this account.		
5. No provision has been made in respect of disputed demands from Income-tax Authorities to the extent of Rs. 74,065,933 (Previous Year Rs. 105,252,611) since the Company has reasons to believe that it would get relief at the appellate stage as the said demands are excessive and erroneous. Against the above, the company has already paid Rs. NIL (Previous Year Rs. 25,886,270)	2009-2010 Rs.	2008-2009 Rs.
6. Sales is net of cash discount	48,000	31,250

7. Particulars in respect of goods manufactured

	Licensed Capacity (MTs)		@ Installed Capacity (MTs)		Production (MTs)	
	2009-2010	2008-2009	2009-2010	2008-2009	2009-2010	2008-2009
Phthalic Anhydride	N.A	N.A	140,000	110,000	89,540	62,941
Maleic Anhydride	N.A	N.A	12,000	17,750	170*	676*
Food Acids	N.A	N.A	17,000	17,000	7,534	5,210
Pthalate Esters	N.A	N.A	6,000	6,000	5,163	5,387

* Excludes purchase from others 4,809 MTs (Previous Year 5,314 MTs.)

@ As certified by a Managing Director

8. Particulars in respect of Stocks and Sales
a. Sales

	2009-2010		2008-2009	
	Qty (MTs)	Value (Rs.)	Qty (MTs)	Value (Rs.)
Phthalic Anhydride	* 84,157	5,165,040,006	* 57,511	3,672,791,381
Maleic Anhydride	** 2,724	178,534,681	** 2,871	216,238,440
Food Acids	7,877	490,913,894	4,552	360,813,273
Pthalate Esters	*** 5,293	413,884,309	*** 5,240	430,029,366
Others		2,322,831		5,395,689
		6,250,695,721		4,685,268,149

* Excluding 4,320 Mts. [Previous year 4,580 MTs.] captive consumption

** Excluding 2,898 Mts. [Previous Year 2,265 MTs.] captive consumption

*** Excluding Mts. NIL captive consumption [Previous year 15 MTs.]

b. Opening Stocks

Phthalic Anhydride	4,540	254,593,000	3,690	217,868,000
Maleic Anhydride *	645	35,015,000	79	5,924,000
Food Acids	800	50,404,000	142	13,315,000
Pthalate Esters	487	31,812,000	355	22,007,000
		371,824,000		259,114,000

* Excludes purchased from others 738 MTs (Previous Year NIL MTs) valued at Rs. 46,123,000 (Previous Year Rs. NIL)

c. Closing Stocks

Phthalic Anhydride	5,603	327,618,000	4,540	254,593,000
Maleic Anhydride*	97	5,832,000	645	35,015,000
Food Acids	457	32,352,000	800	50,404,000
Pthalate Esters	357	22,220,000	487	31,812,000
		388,022,000		371,824,000

* Excludes purchased from others 643 MTs (Previous Year 738 MTs) valued at Rs.37,293,000 (Previous Year Rs. 46,123,000) included in raw material stock.

d. Trading stocks
i. Chemicals, Dyes and Dye Stuffs

Opening Stock		-	-	-
Purchase	6,186	380,160,475	6,086	426,890,002
Sales	5,894	395,787,193	6,086	435,141,951
Closing Stock	292	17,928,055	-	-

ii. Machinery items

	2009-2010 Rs.	2008-2009 Rs.
Opening Stock	90,000	398,068
Purchases	7,954,398	6,447,104
Sales	7,638,574	7,686,887
Closing Stock	1,347,000	90,000

9. Raw Material Consumed

a.	2009-2010		2008-2009	
	Qty (MTs)	Value (Rs.)	Qty (MTs)	Value (Rs.)
Orthoxylene	82,495	4,079,699,579	57,887	3,309,922,785
Benzene	-	-	975	29,451,637
Others	-	375,664,119	-	368,913,761
		4,455,363,698		3,708,288,183

b. Details of Imported and Indigenous Raw Materials and Stores consumed

	2009-2010				2008-2009			
	Raw materials Value (Rs.)		Stores & Spares Value (Rs.)		Raw materials Value (Rs.)		Stores & Spares Value (Rs.)	
Imported	1,252,063,158	28	6,238,234	17	3,457,061,674	93	500,054	1
Indigenous	3,203,300,540	72	30,892,830	83	251,226,509	7	37,956,969	99
	4,455,363,698	100	37,131,064	100	3,708,288,183	100	38,457,023	100

10. Value of Imports on C.I.F. Basis

Particulars	2009-2010 Rs.	2008-2009 Rs.
I] Raw Materials	1,058,959,237	3,749,442,353
II] Spare parts and others	5,961,065	1,613,008
III] Capital goods	NIL	1,255,855
IV] Catalyst	19,248,517	NIL

11. Expenditure in Foreign Currency Others **7,411,790** 1,788,903

12. Earnings in Foreign Exchange on export of goods calculated on FOB Basis **641,703,836** 1,099,024,992

13. During the year the Company acquired and redeemed the following units :

Descriptions	2009-2010 (Nos)	2008-2009(Nos)
LIC MF liquid fund – dividend plan	NIL	17,689,889.346

14. Fixed Assets / Capital work in progress includes the following:

	Upto 31.03.2009 (Rs.)	During 2009-2010 (Rs.)	Upto 31.03.2010 (Rs.)
Salaries and wages	10,172,389	-	10,172,389
Power and fuel	972,000	-	972,000
Interest	3,673,368	-	3,673,368
Travelling	737,405	-	737,405

15. a. Computation of Directors Remuneration

	2009-2010 (Rs.)	2008-2009 (Rs.)
Profit/(loss) as per Profit & Loss Account	257,470,402	(460,009,184)
Add: Directors Remuneration	11,413,538	14,019,924
Provision for Taxation-Current	2,480,000	NIL
Provision for Taxation- Deferred	120,307,912	(240,528,401)
Loss on Sale of Assets	11,746,192	NIL
Directors Fees	1,100,000	1,260,000
	404,518,044	(685,257,661)
Less : Profit on Sale of Shares	137,000	NIL
	404,381,044	(685,257,661)
Less: Excess of expenditure over income	685,257,661	NIL
	(280,876,617)	(685,257,661)
Commission @ 3% payable to the Managing Directors	NIL	NIL
Commission @ 1% payable to the Non Executive Directors	NIL	NIL

b. Remuneration paid as per agreement between the Directors and the Company

Particulars	2009-2010* (Rs.)	2008-2009 (Rs.)
Salary	9,600,000	4,800,000
Commission	NIL	NIL
Contribution to provident fund and other funds	1,352,000	1,296,000
Provision for gratuity and leave encashment	461,538	7,923,924
Perquisites	NIL	NIL
	11,413,538	14,019,924

* The Directors are entitled to higher remuneration as per the appointment contract approved by members in the 34th Annual General Meeting held on July 16, 2007. The terms of the said contract are proposed to be revised at the forthcoming Annual General Meeting of the Company. The remuneration paid as above is as per proposed revision which is in accordance with Schedule XIII to the Companies Act, 1956.

16. Loans and advances includes amount recoverable from directors Rs.3,168,000 (Previous Year Rs.NIL) towards recovery of excess remuneration paid.

17. Interest paid on fixed Loans include interest paid on Loans from Managing Directors Rs.329,325 and (Previous Year Rs. 578)

18. Sundry Creditors include dues to Micro, Small and Medium Enterprises to whom the company owes amounts. The above information regarding micro and small enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors. The details are as follows:

	2009-2010 (Rs.)	2008-2009 (Rs.)
a. The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year	1,474,062	4,779,571
b. The amount of interest paid by the buyer in the terms of Sec.16 of the Micro, Small and Medium Enterprises Development Act, 2006 along with the amount of payment made to the supplier beyond the appointed day during each accounting year.	NIL	NIL
c. The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006.	NIL	NIL
d. The amount of interest due accrued and remaining unpaid at the end of each accounting year.	652,073	645,115
e. The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as deductible expenditure u/s 23 of Micro, Small & Medium Enterprises Development Act, 2006.	6,958	180,370

19. Unpaid dividend, unpaid matured deposits, unpaid matured debentures and interest accrued thereon (Included in Current Liabilities - Schedule 11) represent amounts to be credited to the Investor Education and Protection Fund as and when they become due.

20. Interest Free Sales Tax Loan comprise of follows

Product - Maleic Anhydride	Rs. 8,618,448
Product - Food Acids	Rs. 2,407,778
Product - Phthalic Anhydride	Rs. 196,822,694

In case of default in repayment of the first loan, the movable and immovable properties of the company and that of the Directors shall be liable to be attached / proceeded towards the realization of defaulted tax installments.

In case of default in repayment of the second and third loans the movable and immovable properties of the company shall be liable to be attached / proceeded towards the realization of outstanding Government loan under Revenue Recovery Act.

21. Miscellaneous expenses/Legal & Professional charges includes payments to Statutory Auditors as follows:

Particulars	2009-2010 (Rs.)	2008-2009 (Rs.)
Audit fees	550,000	500,000
For Certification	275,000	210,000
For Taxation matters	60,000	60,000
For Tax Audit	125,000	125,000
For Other Services	300,000	NIL
Service Tax	134,930	97,850
Out of Pocket expenses	NIL	4,192
	1,444,930	997,042

22. Disclosure requirement of accounting Standard 17 “Segment Reporting” issued under Companies (Accounting Standard) Rules notified u/s. 211.

a) **Primary Segment**

The Company has disclosed Business Segment as the primary segment. Segments have been identified taking into account the nature of the products, the differing risk and returns, the organization structure and internal reporting system. The Company’s operation predominantly relate to manufacture of Chemical Products and its Intermediaries.

b) **Secondary Segment**

The business segment has been considered as the primary segment and the geographical segment has been considered as the secondary segment. “Chemicals” and “power generation” are the business segments and necessary information is given hereunder.

- c) Segment Revenue, Segment Results, Segment Assets and Segment Liabilities include the respective amounts identifiable to each of the segments as also amounts allocated on a reasonable basis. The expenses, which are not attributable to the business segment, are shown as unallocated corporate cost
- d) Assets and Liabilities that cannot be allocated between the segments are shown as a part of unallocated corporate assets and liabilities respectively.

	Year Ended 31.03.2010		Year Ended 31.03.2009	
	Rs.	Rs.	Rs.	Rs.
1. REVENUE				
External Revenue				
Chemical Products & its Intermediaries	6,685,566,278		5,160,866,487	
Power Generation (Windmill)	19,513,982		9,761,041	
Unallocated / Corporate	24,178,696		38,401,334	
Total		6,729,258,957		5,209,028,862
2. RESULT				
Profit/(Loss) Before Interest and Corporate Expenses but After Depreciation				
Chemical Products & its Intermediaries	553,778,688		(564,245,814)	
Power Generation (Windmill)	1,750,435		(2,629,783)	
Unallocated / Corporate	-		-	
Total		555,529,123		(566,875,597)
Interest				
Chemical Products & its Intermediaries	(186,743,117)		(157,584,926)	
Power Generation (Windmill)	(12,706,387)		(12,680,475)	
Unallocated / Corporate	-		-	
Total		(199,449,504)		(170,265,401)
Add:(Unallocated Expenses) / Income (net) and Corporate expenses		24,178,696	38,401,334	
Provision for Current Tax		(2,480,000)		(1,230,000)
Deferred Tax		(120,307,912)		240,528,401
NET PROFIT		257,470,402		(459,441,263)

	Year Ended 31.03.2010		Year Ended 31.03.2009	
	Rs.	Rs.	Rs.	Rs.
OTHER INFORMATION				
3. Segment Assets				
Chemical Products & its Intermediaries	4,320,605,436		3,785,640,448	
Power Generation (Windmill)	142,066,835		253,308,678	
Unallocated / Corporate	227,348,477		348,169,206	
Total		4,690,020,747		4,387,118,332
4. Segment Liabilities				
Chemical Products & its Intermediaries	3,588,003,063		3,387,920,592	
Power Generation (Windmill)	90,154,168		122,238,622	
Unallocated / Corporate	143,328,052		24,572,848	
Total		3,821,485,283		3,534,732,062
5. Capital Expenditure (including capital Work in Progress)				
Chemical Products & its Intermediaries	17,173,074		54,222,264	
Power Generation (Windmill)	-		83,000,000	
Unallocated / Corporate	-		-	
Total		17,173,074		137,222,264
6. Depreciation				
Chemical Products & its Intermediaries	108,103,834		110,008,152	
Power Generation (Windmill)	15,468,917		12,258,396	
Unallocated / Corporate	-		-	
Total		123,572,751		122,266,548

The information relating to geographical segment is given hereunder.

The Company has two geographical segments viz., Domestic and Exports within the primary segment of chemicals as defined above. Revenue from geographical segments based on location of customers is given below:

	2009-2010	2008-2009
	(Rs.)	(Rs.)
Domestic	5,971,919,054	4,091,929,436
Exports	682,202,433	1,036,167,551
Total	6,654,121,487	5,128,096,987

23. The break up of Deferred tax assets and liabilities & the effect on the Profit are as under:-

Nature of timing difference	Deferred tax Asset / Liability as on 01.04.2009 Rs.	Credit for the Current Year credited to Profit and Loss Account Rs.	Deferred Tax Asset / Liability as on 31.03.2010 Rs.
a) Deferred Tax Liabilities (DTL)			
(i) Depreciation.	238,342,545	(28,530,025)	209,812,520
(ii) Amortised expenses	1,603,110	(1,538,801)	64,309
Total	239,945,655	(30,068,826)	209,876,829
b) Deferred Tax Assets (DTA)			
(i) Items covered u/s 43B	5,645,077	(663,285)	4,981,792
(ii) Gratuity	13,145,751	599,080	13,744,831
(iii) Amalgamation Expenses	69,115	(69,115)	-
(iv) for unabsorbed loss	203,644,679	(150,243,418)	53,401,261
Total	222,504,622	(150,376,738)	72,127,884
Deferred Tax Liabilities (Net)	17,441,033	120,307,912	137,748,945

The company has recognized DTA for unabsorbed losses of 2008-2009. The company believes that these losses were exceptional and not expected to recur. In the current year, the Company has already reported profits and hence there is virtual certainty to be able to recognize the DTA.

24. Earning Per Share (EPS)

The basic and Diluted EPS is calculated as under:

Particulars	2009-2010 Rs.	2008-2009 Rs.
Profit attributable to Equity Shareholders (Rs)	258,615,497	(460,009,184)
No. of equity shares (of Rs 10 each)	10,238,812	10,238,812
Earnings Per Share	25.26	(44.93)

25. A. Related Party Disclosures as required by Accounting Standard 18 is as follows :

- a) Entities in which the Company has substantial interest (i.e. more than 20% in voting power directly or indirectly)
Ultramarine and Pigments Ltd. (UPL), TCL Industries (Malaysia) Sdn. Bhd. (TCLM) (under liquidation) and Thirumalai Charity Trust (TCT)
- b) Managing Directors
Mr. S.Sridhar
Mr. R.Parthasarathy
- c) Key Management Personnel
Mr. S.V.S.Ramaraju – Chief Operation Officer
- d) Relatives of Directors
Ms. V.Jaya

B. Details of transactions with above parties

Particulars	Companies in which the Company has substantial interest Rs.	Directors of the Company and their relatives Rs.	Total Rs.
Purchase of goods	276,401		276,401
	(517,733,914)		(517,733,914)
Sale of goods	18,555,283		18,555,283
	(19,400,925)		(19,400,925)
Expenses recharged by Company	40,040		40,040
	(1,896,902)		(1,896,902)
Expenses recharged to Company	143,576		143,576
	(55,505)		(55,505)
Rendering of services	1,915,854	12,000	1,927,854
	(106,063)	(12,000)	(118,063)
Receiving of services	211,200		211,200
	(NIL)		(NIL)
Outstanding payables	4,606,599		4,606,599
	(5,137,032)		(5,137,032)
Outstanding receivables	337,939,755		337,939,755
	(419,924,935)		(419,924,935)
Deposit taken	106,796,775	44,375,000	151,171,775
	(102,532,188)	-	(102,532,188)
Interest Expenses on deposit taken	4,113,418	2,620,163	6,733,581
	(981,197)	(970,679)	(1,951,876)
Interest Income on deposit given and extended credit for equipment supply.	NIL		NIL
	(4,519,530)		(4,519,530)
Outstanding deposit receivable	46,265,609		46,265,609
	(52,274,242)		(52,274,242)
Outstanding deposit payable	1,400,000	54,058,000	55,458,000
	(1,400,000)	(9,683,000)	(11,083,000)

C. Details of remuneration paid to Managing Directors is as per Note 15 (b).

	2009-2010 Rs.	2008-2009 Rs.
i) Remuneration paid to Key Management Personnel	2,678,916	2,201,201
ii) Remuneration paid to relatives of Directors	399,421	1,355,488

D. Disclosure in respect of material related party transactions during the year

- i) Purchase of Goods from UPL Rs. 276,401 (Rs. 11,085,413), TCLM Rs. NIL (Rs. 512,156,843)
- ii) Sale of Goods to TCLM Rs. 18,555,283 (Rs. 19,395,570), UPL Rs. NIL (Rs. 5,355)
- iii) Expenses Recharged from UPL Rs. 40,040 (Rs. 1,896,902)

- iv) Expenses Recharged by UPL Rs. 143,576 (Rs. 55,505)
- v) On rendering of services from Mr. R. Parthasarathy Rs. 12,000 (Rs. 12,000) UPL Rs. 1,915,854 (Rs. 106,063)
- vi) Outstanding payables to UPL Rs. 143,576 (Rs. 89,498) TCLM Rs. 4,463,023 (Rs. 5,047,534)
- vii) Outstanding receivable from TCLM Rs. 337,062,448 (Rs. 419,677,651), from UPL Rs. 877,307 (Rs. 247,284)
- viii) Deposits Taken from UPL Rs. 106,796,775 (Rs. 102,532,188), Mr. Dilip Thakkar Rs.5,500,000 (Rs. NIL)
- ix) Interest expenses on deposits taken from UPL Rs. 4,113,418 (Rs. 981,197), from Ms. Indira Dilip Thakkar Rs. 334,881 (Rs. 313,993), from Ms. Mitali Rohit Lakhanpal Rs. 333,620 (Rs. 332,195),
- x) Interest income from TCLM Rs. NIL (Rs. 14,976,073), UPL Rs. NIL (Rs. 35,599)
- xi) Outstanding deposits receivable from TCLM Rs. 46,265,609 (Rs. 52,274,242)
- xii) Outstanding deposits payable to Dilip Thakkar Rs. 6,700,000 (Rs. NIL)
- xiii) Remuneration paid to Key Management Personnel Mr.S.V.S.Ramaraju Rs. 2,678,916 (Rs. 2,201,201),
- xiv) Remuneration paid to relative of Directors Ms.V.Jaya Rs. 399,421 (Rs. 418,247)
- xv) Receiving of services includes amount paid to Thirumalai Charity Trust Rs.211,200 (Rs. NIL)

26. Disclosures as required by AS 27 'Financial Reporting of Interest in Joint Venture'

The Company has investments in a jointly controlled entity as per the following details:

- a) Name and Country of Incorporation: TCL Industries (Malaysia) SDN BHD, Malaysia
- b) Proportion of ownership interest: 39.93%
- c) As per details given in Note No.26, since TCLM has gone for creditors voluntary winding up, other details are not available

27. The Company has an investment of Rs.182,769,550 in ordinary share of TCL Industries (Malaysia) Sdn Bhd (TCLM). TCLM has been making losses on the manufacture of Maleic Anhydride (MAN) due to the high prices of Benzene feedstock and as on 31st December 2007 its net worth had been eroded. In January 2008, TCLM successfully commissioned its plant for the manufacture of MAN from Butane instead of Benzene, which was expected to make TCLM competitive with other MAN manufacturers. However, with the global meltdown in Sep - Dec 2008 TCLM had to close operations as its operations became unviable. As a result, one of the unsecured creditors of TCLM appointed a provisional liquidator on 2nd January 2009. At the meeting of creditors and shareholders of TCLM on 3rd February 2009, the appointment of the provisional liquidator was confirmed. In view of the above developments, the realisability of the investment in TCLM is highly uncertain. The Board of Directors of the Company therefore in their meeting dated 28.01.2009 decided to write down the said investment of Rs. 182,769,550 against the Securities Premium and other capital reserves of the Company.

After obtaining approval of Shareholders in the Extraordinary General Meeting held on 12th March, 2009 for the same, the Company filed a petition u/s 78, 100 to 104 of the Companies Act, 1956 before the Hon'ble High Court of Bombay to adjust the said amount against the Reserves of the Company. The Hon'ble High Court of Bombay approved the above adjustment vide its order dated 5th August 2009. The said scheme of adjustment became effective after the order of the Hon'ble High Court of Bombay was filed with the Registrar of Companies, Mumbai.

In terms of the said order of the Hon'ble High Court of Bombay, the investment of Rs. 182,769,550 in TCLM was adjusted as under:

Amalgamation Reserve:	Rs.1,870,920
Capital Reserve:	Rs.2,500,000
Securities Premium:	Rs.178,398,630

Had the Company followed the provisions of AS 13 'Accounting for Investments' as prescribed by the Companies (Accounting Standards) Rules, 2006, the write-down in the value of the investment in TCLM would have to be charged to the Profit and Loss A/c with corresponding reduction in the profit for the year.

The company also has other exposures in TCLM as detailed as under:

Particulars	2009-2010 (Rs.)	2008-2009 (Rs.)
Deposits	44,890,000	50,720,000
Interest recoverable	13,254,669	14,976,073
Advances for supplies	132,626,750	201,205,908
Debtors	188,093,614	213,424,209
Total	378,865,033	480,326,190

Since TCLM is continuing its operations under the control of the liquidator, the Company believes that the above amounts are recoverable.

28. Disclosures as Required Under Clause 32 of the Listing Agreement

Loans and Advances

Amount receivable from Associates

Particulars	2009-2010 (Rs.)	2008-2009 (Rs.)
TCL Industries (Malaysia) SDN BHD	190,771,420	266,901,981
Maximum amount due at any time during the year	258,527,684	253,480,150

Sundry Debtors

Amount receivable from Associates

TCL Industries (Malaysia) SDN BHD	188,093,614	226,846,040
Maximum amount due at any time during the year	233,597,059	213,424,209

29. The Company has spent during the year towards Research and Development Project details of which are as under

Particulars	2009-2010 (Rs.)	2008-2009 (Rs.)
Capital	3,876,425	6,488,642
Revenue (including Salaries Rs.11,756,791 (Previous Year. 11,618,808)	16,978,764	17,081,034
Total	20,855,189	23,569,676

30. Disclosures in accordance with Revised accounting standard (AS)-15 on 'Employee Benefits'

I. Defined Contribution Plans

The Company has recognized the following amounts in the Profits and Loss Account for the year

Particulars	2009-2010 (Rs.)	2008-2009 (Rs.)
(i) Contribution to Employees' Provident Fund	9,022,940	8,252,082
(ii) Contribution to Employees' State Insurance Fund	815,160	820,773
(iii) Contribution to Employees' Superannuation Fund	3,522,157	4,677,940
Total	13,360,257	* 13,750,795

* Rs.1,318,319 (Rs.1,142,589) included in Research and Development Expenses and Rs.1,520,000 (Rs.1,296,000) included in Director's remuneration.

II. Defined Benefit Plans

(i) Gratuity is payable to all the members at the rate of 15 days salary for each year of service

1. Changes in the Present Value of Obligation in respect of gratuity benefits

	For the Year Ended March 31, 2010 (Rs.)	For the Year Ended March 31, 2009 (Rs.)
a) Present Value of Obligation as at April 1, 2009	38,675,349	34,926,235
b) Interest Cost	3,149,472	2,765,089
c) Past Service Cost	NIL	NIL
d) Current Service Cost	3,081,138	2,487,622
e) Current Cost/ (Credit)	NIL	NIL
f) Settlement Cost/ (Credit)	NIL	NIL
g) Benefits Paid	(2,236,266)	(2,914,646)
h) Actuarial (Gain) / Loss	(1,291,409)	1,411,049
i) Present Value of Obligation as at March 31, 2010	41,378,284	38,675,349

2. Expenses recognized in the Profit and Loss Account in respect of gratuity benefits

	For the Year Ended March 31, 2010 (Rs.)	For the Year Ended March 31, 2009 (Rs.)
a) Current Service Cost	3,081,138	2,487,622
b) Past Service Cost	NIL	NIL
c) Interest Cost	3,149,472	2,765,089
d) Curtailment Cost / (Credit)	NIL	NIL
e) Settlement Cost/ (Credit)	NIL	NIL
f) Net Actuarial (Gain)/ Loss	(1,291,409)	1,411,049
g) Employees' Contribution	NIL	NIL
h) Total Expenses recognized in Profit and Loss A/c	4,939,201	6,663,760

3. Following are the Principal Actuarial Assumptions used as at the Balance Sheet date :

Particulars	Gratuity	Gratuity
a) Discount Rate	7.75%	7.75%
b) Salary Escalation Rate – Management Staff	7%	7%
c) Turnover Rate	10%	10%
d) Mortality Table	LIC 1994 - 96 ultimate	LIC 1994 - 96 ultimate

4. Other Long Term benefits

The Company's Long Term benefit includes Leave encashment payable at the time of retirement in full, otherwise it is encashable during the year in which services are rendered subject to in excess of 30 days. Present value of obligation as at the beginning of the year is Rs. 10,597,285 (Rs. 9,235,544) and the actuarial gain and losses are recognised in full in the Profit and Loss account for Rs. 21,063 (Gain) (Previous year Rs. 1,361,741-Loss). The Present value of obligation as at March 31, 2010 is Rs. 10,576,222 {Previous Year Rs.10,597,285}

31. Foreign exchange derivatives and exposures outstanding at the close of the year
Open foreign exchange exposures

Particulars	2009-2010		2008-2009	
	Foreign Currency	Amount in Rs.	Foreign Currency	Amount in Rs.
Accounts Receivable	USD 13,925,285	626,248,374	USD 14,082,560	716,235,215
Accounts Payable *	USD 25,642,931	1,225,564,756	USD 29,490,104	1,507,263,248

* Forward contracts outstanding at year end for hedging payables USD 2,612,236 (Previous Year: USD 14,000,161)

32. A) During the year the Company has taken office premises under cancelable lease. Lease rent accounted in profit and loss account Rs. 312,750 (Previous Year Rs. 259,000). The said lease is cancelable at the option of the lessee at three months notice.
- B) The Company has given office premises on lease to a Company under the same management under cancelable lease arrangement for a period of five years. The lease arrangement can be cancelled at the option of lessor or lessee either giving two months notice. The Company has taken interest free security deposit of Rs. 1,400,000 (Previous Year Rs. 1,400,000) Lease rent received during the year and accounted as income is Rs. 1,852,455 (Previous Year Rs. 1,838,055)

33. ACCOUNTING POLICIES

I. BASIS OF ACCOUNTING

The financial statements are prepared in conformity with Generally Accepted Accounting Principles in India, the applicable Accounting Standards notified by the Companies (Accounting Standards) Rules, 2006 and the other relevant provisions of the Companies Act, 1956. The Accounts have been prepared on the basis of historical cost. The Company follows the mercantile system of accounting for recognising income and expenditure on accrual basis.

II. REVENUE RECOGNITION

Sale of goods is recognised on dispatches to customers. Service revenue is recognised as per terms of contract. Sales include amounts recovered towards Excise Duty and Sales Tax.

III. FIXED ASSETS

Fixed Assets are recorded at cost of acquisition including incidental and installation expenses. Interest on borrowed funds for qualifying assets is capitalized till the asset is put to use.

IV. DEPRECIATION

Depreciation on Plant and Machinery and Building is provided on Straight Line method except on Maleic Anhydride plant and all assets of CMC division, which has been provided on Written Down Value method. The rates at which depreciation is provided as above, are as prescribed by Schedule XIV to the Companies Act, 1956 and in terms of relevant circulars issued by the Department of Company Affairs

V. INVESTMENTS

Investments which are all long-term are stated at cost of acquisition and related expenses. Provision is made for any diminution, other than temporary, in the value of investments. (Also refer Note-26 of Schedule-19)

VI. INVENTORIES

Items of Inventory are valued on the principle laid down by Accounting Standard 2 on "Valuation of Inventories" on the basis given below

- | | |
|---------------------------|---|
| i) Stores and Spare Parts | At cost (on weighted average basis) including incidental expenses like freight, transport etc. or net realizable value whichever is lower |
| ii) Raw Materials | At cost (on weighted average basis) including incidental expenses like freight, transport etc. or net realizable value whichever is lower |
| iii) Work-in-Progress | At raw material cost plus proportionate fixed and variable manufacturing expenses. or net realizable value whichever is lower. |
| iv) Finished Goods | At Cost or net realizable value whichever is lower, Cost is calculated at Raw Material cost plus all fixed and variable manufacturing expenses. Excise duty is also included in valuation |

VII. EMPLOYEE BENEFITS
1. Short-term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. Benefits such as salaries, wages, performance incentive, paid annual leave, bonus, leave travel assistance, medical allowance, contribution to provident fund and superannuation etc. recognised as actual amounts due in period in which the employee renders the related services.

2. Post-employment benefits
a. Defined contribution plan

Payment made to defined contribution plans such as Provident Fund are charged as an expense as they fall due.

b. Defined Benefit Plans

The cost of providing benefits i.e. gratuity is determined using the projected Unit Credit Method, with actuarial valuation carried out as at the balance sheet date. Actuarial gains and losses are recognised immediately in the Profit and Loss Account.

3. Other Long-term employee benefits

Other long term employee benefits is recognised as an expense in the Profit and Loss Account as and when it accrues. The Company determines the liability using the Projected Unit Credit Method with actuarial valuation carried out as at the balance sheet date. The actuarial gains and losses in respect of such benefit are charged to the profit and loss Account.

VIII. FOREIGN CURRENCY TRANSLATION

- A. All assets and liabilities in foreign currency, which are monetary in nature, outstanding at the close of the year are valued at the exchange rate at the close of the year. The loss or gain due to fluctuation of exchange rates is charged to Profit & Loss account.

The company also enters into forward contracts to hedge some of its exposures in foreign currency. Profits/losses on settlement during the year and restatement of these contracts as at the year end, are credited/charged to the Profit and Loss Account.

- B. Investments outside India are carried in the Balance Sheet at the rates prevailing on the date of the transaction.

IX. BORROWING COSTS

Borrowing costs that are directly attributable to the acquisition of qualifying assets are capitalised for the period until the asset is ready for its intended use. A qualifying asset is an asset that necessarily takes substantial period of time to get ready for its intended use. Other borrowing costs are recognized as an expense in the period in which they are incurred.

X. TAXATION

Current tax is determined as the amount of tax payable to the taxation authorities in respect of taxable income for the period. Deferred tax is recognised subject to the consideration of prudence, on timing difference being differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

XI. LEASE RENTALS

Lease rentals paid in respect of assets taken on lease are charged to revenue over the estimated life of the asset.

XII. CATALYST

Cost of Catalyst is amortised over its estimated useful life or estimated units of production as applicable.

34. Previous Year figures have been re-grouped wherever necessary

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

35. Balance Sheet Abstract And Company's General Business Profile

I.	Registration Details	16149		State Code	11
	CIN	L24100MH1972PLC016149			
	Balance Sheet Date	31.3.2010			
II.	Capital Raised during the year (Amount in Rs. Thousands)				
	Public Issue	Nil		Rights Issue (Warrant Conversion)	Nil
	Bonus Issue	Nil		Private Placement	Nil
III.	Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousands)				
	Total Liabilities	2,996,691		Total Assets	2,996,691
	SOURCES OF FUNDS				
	Paid up Capital	102,411		Reserves & Surplus	766,124
	APPLICATION OF FUNDS				
	Net Current Assets	1,831,035		Miscellaneous Expenditure	Nil
	Accumulated Losses	Nil			
IV.	Performance of Company (Amount in Rs. Thousands)				
	Turnover	6,654,121		Total Expenditure	6,273,863
	Profit before Tax	380,258		Profit After Tax	257,470
	Earning per Share in Rs.	25.26		Dividend Rate	50 %
V.	Generic Name of Principal Products / Services of Company (as per Monetary terms)				
	Item Code No.	2917.35.00			
	Product Description	PHTHALIC ANHYDRIDE			
	Item Code No.	2917.14.00			
	Product Description	MALEIC ANHYDRIDE			
	Item Code No.	2918.19.00			
	Product Description	MALIC ACID			
	Item Code No.	2917.90.00			
	Product Description	PHTHALATE ESTERS			

As per our report of even date
For & on behalf of
Contractor, Nayak & Kishnadwala
Chartered Accountants

H. V. Kishnadwala
Partner

Mumbai, 21st May, 2010

For and on behalf of the Board of Directors

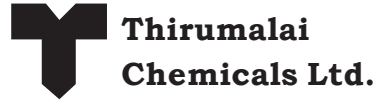
S. Sridhar
Chairman & Managing Director

R. Parthasarathy
Vice-chairman & Managing Director

Rita Malgaonkar
Company Secretary

NOTES

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Financial Highlights

(Rs. in Lakhs)

Particulars	09-10	08-09	07-08	06-07	05-06	04-05	03-04	02-03	01-02	00-01
Share Capital	1024	1024	1024	1024	1024	996	996	996	996	996
Reserves & Surplus	7661	7500	12100	10631	9178	8336	7682	7199	6453	9512
Networth	8685	8524	13124	11655	10202	9332	8678	8195	7449	10508
Fixed Assets (Net)	11111	12295	12145	10689	11354	11499	12378	13329	14133	15155
Sales / Other Income	63253	48405	58430	54749	37129	35803	23628	27709	26326	18422
Gross Profit / (Loss)	7033	(4061)	7190	5963	4009	3553	2942	3256	3276	2285
Interest / Finance Charges	1994	1703	1387	1019	884	724	800	997	1532	1887
Depreciation	1236	1223	1125	1090	1124	1109	1087	900	844	888
Current Tax	665	12	1825	1459	596	792	82	107	68	-
Deffered Tax	1203	(2405)	(197)	(185)	(42)	(406)	(73)	(126)	220	-
Net Profit / (Loss)	2586	(4600)	2667	2531	1453	1335	1044	1309	597	(532)
Dividend (Incl. Tax)	597	-	1198	1078	759	681	562	562	299	-
Dividend (%)	50	-	100	90	65	60	50	50	30	-
Earning per Share (Rs.)	25.26	(44.93)	26.05	24.72	14.19	13.41	10.48	13.14	5.99	-

Thirumalai Charity Trust (TCT)

"Social Responsibilities of Business are not optional, but Obligatory"

N.S.Iyengar

We are proud to share with you our contributions to the society through the Thirumalai Charity Trust sponsored by our Group of Companies Viz. M/s. Thirumalai Chemicals Limited and M/s. Ultramarine & Pigments Limited.

Established in 1970 in Mumbai to support health, education and development projects, TCT till date has built all its programmes on the two core beliefs of its founders, the late Shri.N.S.Iyengar & Shri N.R.Swamy.

Women's Group



1 Education of children is vital to a nation's progress

The South Indian Welfare Society (SIWS) School, N.R.Swamy College of Commerce & Economics and The Thirumalai College of Science in Mumbai and the Vedavalli Vidyalaya Schools in Vellore District of Tamilnadu have played transformational roles in their communities. The TCT has been instrumental in their foundation, growth and management.

At the Health Centre



2. The empowerment of women is crucial for our society's well-being

"Bringing the rural poor together in building their own future"

The rural programmes of TCT, delivered through the women in 600 villages in Vellore District of Tamilnadu, in Health, Education, Micro-credit and Micro-business and other women development programmes, have considerably improved the status of women and catalyzed social and economic changes in the communities.

TCT has contributed to the development of the villages through its varied activities in Health, Women's Development, Disability, De-addiction and Education on Alcoholism and other social health issues, Children's Education, Veterinary Care, Agricultural Training and Environmental Activities. TCT has

been able to mobilize rural women volunteers and the village communities for all its programmes. This has helped TCT to partner with other Non-Governmental organizations for effective delivery, get Banks to support the women SHGs and, enabled Governmental Assistance for the poor and the disadvantaged.

Thirumalai Mission Hospital

Towards strengthening all its rural activities, TCT has now set up a 20-bed community hospital in Ranipet, Tamilnadu to deliver accessible, and affordable quality healthcare to all sections of the society. It is designed in a Hub-and-Spokes model and will provide Primary and Secondary healthcare.

Visit - www.thirumalaicharitytrust.org



De-addiction Camp



Vedavalli Vidyalaya



Thirumalai Mission Hospital