



MASTER CHEMICALS LIMITED

REGISTERED OFFICE : Sahara India Point, CTS - 40 & 44, S.V. Road, Goregaon (West), Mumbai - 400 104 INDIA.
TEL.: 022 - 66981111 FAX : 022 - 67992207

NOTICE

MASTER CHEMICALS LIMITED

Notice is hereby given that the 30th Annual General Meeting of the members of Master Chemicals Limited will be held on Thursday the 23rd day of September 2010 at 2:45 P.M. at Registered Office of the Company at, Sahara India Point, CTS 40-44, S. V. Road, Goregaon (West), Mumbai 400 104, to transact the following Business: -

Ordinary Business:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March 2010 and the Profit & Loss Account for the year ended on that date along with the Auditors' Report and Directors' Report thereon.
2. To appoint a Director in place of Shri Somesh Bose, who retires by rotation and being eligible, offer himself for re-appointment.
3. To appoint M/s Chaturvedi & Company, Chartered Accountants, as Statutory Auditors of the Company to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting at remuneration to be fix by the Board of Directors of the Company.

By order of the Board

Sd/-
(Somesh Bose)
Director

Place: Mumbai
Date: 9th August, 2010

Registered Office:
Sahara India Point, CTS 40 - 44,
S. V. Road,
Goregaon (West),
Mumbai- 400 104.

Certified to be True

For MASTER CHEMICALS LIMITED

Somesh Bose
Authorised Signatory

Notes:

1. A member entitled to attend and vote at the Annual General Meeting is entitled to appoint one or more proxies to attend and vote on poll instead of himself and the proxy need not be a member of the Company. In order to be effective, proxies must be received at the Registered Office of the Company not less than 48 hours before the Annual General Meeting.
2. Corporate members are requested to send to the Registered Office of the Company, a duly certified copy of the Board resolution under Section 187 of the Companies Act, 1956 authorizing their representative to attend and vote at the Annual General Meeting.
3. Members are requested to bring the admission slip along-with their copies of Annual Report.
4. Members who hold shares in Dematerialized form are requested to bring their client ID and DP ID numbers for easy identification of attendance at the meeting.
5. Members are requested to notify the changes in their addresses at the Company's Registered Office or at the office of the Registrar and Share Transfer Agent with their Ledger-Folio No(s).
6. Shareholders are requested to notify multiple folios standing in their names for consolidation.
7. Members are requested to avoid being accompanied by non-members and/or children.
8. The Register of Members and the Share Transfer Book will remain close from 17th September 2010 to 23rd September 2010 (both days inclusive).
9. Shareholders seeking any information with regard to Accounts are requested to write to the Company at an early date to enable the management to keep the information ready.
10. Shri Somesh Bose is a Director of the company since 25th March 2005. He is associated with the Sahara Group and with his sheer hard work and determination; he attained a responsible position in the organization and is contributing substantially in carrying out the affairs of company.

Certified to be True

For MASTER CHEMICALS LIMITED


Authorised Signatory

MASTER CHEMICALS LIMITED

BOARD OF DIRECTORS

SHRI R. S. DUBEY
Director

SHRI SOMESH BOSE
Director

SHRI TAPAS BASAK
Director

STATUTORY AUDITORS

M/S CHATURVEDI & CO.
Chartered Accountants

BANKERS

The Bank of Rajasthan Limited

REGISTERED OFFICE

Sahara India Point,
CTS 40-44, S. V. Road,
Goregaon (West),
Mumbai - 400 104

SHARE TRANSFER AGENT

M/S LINK INTIME INDIA PRIVATE LIMITED
C- 13, Pannalal Silk Mill Compound
L. B. S. Marg, Bhandup (West)
Mumbai - 400 078

Certified to be True

For MASTER CHEMICALS LIMITED


Authorised Signatory



MASTER CHEMICALS LIMITED

REGISTERED OFFICE : Sahara India Point, CTS - 40 & 44, S.V. Road, Goregaon (West), Mumbai - 400 104 INDIA.
TEL.: 022 - 66981111 FAX : 022 - 67992207

DIRECTORS' REPORT

To,

The Members,
Master Chemicals Limited

The Directors of your company have pleasure in presenting their Thirtieth Annual Report of the Company on the operations and financials of the Company for the year ended 31st March 2010.

FINANCIAL RESULTS

(Rs. In lacs)

PARTICULARS	2010-2009	2008-2009
Net Sales/Income from Operation	Nil	Nil
Other Income ⁸	10.24	6.69
Total Income	10.24	6.69
Total Expenditure	2.11	3.11
Profit (+) / Loss (-) before Tax	7.90	3.68
Provision for Taxation	2.51	1.55
Net Profit (+) / Loss (-) after Tax	5.39	2.13
Balance carried forward to next year	20.71	20.73

OPERATIONS

During the year under review the total income of the Company was Rs. 10.24 Lacs against Rs. 6.69 Lacs in the last year. The Profit After Tax for current fiscal is Rs. 5.39 lacs.

DIVIDEND

In order to conserve resources for the future, the Board of Directors have decided to not recommend any dividend for the financial year 2009-2010.

DIRECTORS

Shri R.S Dubey was re-appointed as Director of the Company in the Annual General Meeting of the Company held on 24th September 2009 and is subject to retirement by rotation.

In accordance with the provisions of Section 255 of the Companies Act, 1956, Shri Somesh Bose Director of the Company is retiring by rotation and is eligible for re-appointment. The Board recommends his name for re-appointment as Director of the Company.

AUDITORS

M/s Chaturvedi & Co., Chartered Accountants, Mumbai was appointed as Statutory Auditors of the Company in the last Annual General Meeting, to hold office until the conclusion of the ensuing Annual General Meeting. The Company has received a certificate from the Statutory Auditors to the effect that their appointment, if made, would be within the prescribed limits U/s 224(1B) of the Companies Act, 1956. The Board recommends their re-appointment as the Statutory Auditor of the company in the ensuing Annual General Meeting.

AUDITORS' REPORT

The Report of the Auditors on the financials of the Company is self-explanatory and needs no further explanation.

COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES 1988

The particulars required U/s 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the Report of the Board of Directors) Rules, 1988 are not applicable to the Company. During the year under review there was no foreign exchange earning and outgo.

PARTICULARS OF THE EMPLOYEES

The provisions of Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 are not applicable to the Company, since during the year under review, the Company has not paid any remuneration to any of its employee exceeding the limits specified under the said section.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 217 (2AA) of the Companies Act, 1956, the Directors, based on the representation received from the Operating Management, confirm that:-

- a For the preparation of the Annual Accounts, the applicable Accounting Standards had been followed, and there is no material departure from following the Accounting Standards.
- b They have, in selection of accounting policies, consulted the Statutory Auditors and have applied them consistently and made judgment 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.

- c They have taken proper and sufficient care to the best of their knowledge and ability, for the maintenance of adequate accounting records in accordance with the provision of the Companies Act, 1956 for safeguarding the assets of the Company and preventing and detecting fraud and other irregularities.
- d They have prepared the Annual Accounts on a Going Concern basis

ACKNOWLEDGEMENT

Your Directors are pleased to place on record their sincere gratitude to the Government Authorities, Association and Statutory Bodies for their continued and valuable cooperation and support to the company.

For and on behalf of the Board

-sd-
R. S. Dubey
(Director)

-sd-
Somesh Bose
(Director)

Place: Mumbai
Date: 9th August, 2010

GENERAL SHAREHOLDERS INFORMATION

Annual General Meeting

Date :	Thursday 23 rd September, 2010
Time :	2:45 P.M.
Venue :	Sahara India Point, CTS 40-44, S. V. Road, Goregaon (West), Mumbai- 400 104
Date of Book Closure :	17 th September, 2010, to 23 rd September, 2010, (both days inclusive)
Last date for Receipt of proxy form :	21 st September, 2010 by 2:45 P.M.
Registrar and Transfer Agent :	M/s. Link Intime India Pvt. Limited C- 13, Pannalal Silk Mill Compound, L. B. S. Marg, Bhandup (West) Mumbai - 400 078
Share Transfer System :	Shares received for physical transfer or dematerialisation request are generally registered and returned within a period of 21 days from the date of receipt of complete and validity executed documents.
Dematerialisation of securities :	Equity Shares of the Company can be traded in dematerialized form. To facilitate the Shares and liquidity trading in dematerialized form the Company has entered into agreement with both the Depositories viz. National Securities Depositories Limited (NSDL) and Central Depository Services (India) Limited (CDSL)
Listing on Stock Exchange(s) :	The Bombay Stock Exchange,
BSE Stock Code :	506867
ISIN No. :	INE523D01017
Address for Correspondence :	Sahara India Point, CTS 40-44, S. V. Road, Goregaon (West), Mumbai-400104.

Certified to be True

For MASTER CHEMICALS LIMITED

S. Ganmal
*Authorised Signatory

COMPLIANCE CERTIFICATE

CIN: L99999MH1980PTC022653
Nominal Capital: Rs.25,00,00,000/-
Paid Up Capital: Rs. 24,50,000/-

To,
The Members
Master Chemicals Limited,
Sahara India Point,
CTS 40-44, S. V. Road, Goregaon (West)
Mumbai - 400 104

I/We have examined the registers, records, books and papers of Master Chemicals Ltd (the Company) as required to be maintained under the Companies Act, 1956, (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March 2010 (financial year). In my/our opinion and to the best of my/our information and according to the examinations carried out by me/us and explanations furnished to me/us by the Company, its officers and agents, I/We certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in Annexure- 'A' to this certificate, as per the provisions and rules made there under and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in Annexure- 'B' to this certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and rules made there under.
3. The Company being Public Limited Company, comments are not required.
4. The Board of Directors have met 5 times in a year on 30th June 2009, 31st July 2009, 29th October 2009, 28th January 2010, 24th March 2010, in respect of which meeting proper notice was given and the proceedings were properly recorded and signed.
5. The Company closed its Register of Members from 17th September 2009, to 24th September 2009, (both days inclusive) and necessary compliance of Section 154 of the Act has been made.
6. The Annual General Meeting for the financial year ended on 31st March 2009 was held on 24th September 2009 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose,
7. No Extra Ordinary General Meeting was held during the financial year.
8. The Company has not advanced any loans to its Directors or persons or firms or companies referred to U/s 295 of the Act.
9. The Company has not entered into any contracts falling within the purview of section 297 of the Act.

Certified to be True

For MASTER CHEMICALS LIMITED


Authorised Signatory

- 10 The Company has made necessary entries in the register maintained under section 301 of the Act.
- 11 As there were no instances falling within the purview of section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, Members of the Company or Central Government.
- 12 The Company has not issued any duplicate share certificates during the financial year.
- 13 The Company has:
 - a. Delivered all the certificate on allotment of securities and on lodgment thereof for transfer/transmission or any other purpose in accordance with the provisions of the act.
 - b. The Company has not deposited any amount in a separate Bank Account as no dividend was declared during the financial year.
 - c. The Company was not required to post warrants to any member of the Company as no dividend declared during the financial year.
 - d. N.A.
 - e. Duly complied with the requirements of section 217 of the Act.
- 14 The Board of Directors of the Company is duly constituted. Shri R. S. Dubey, Shri Somesh Bose was appointed as directors of the Company w.e.f 25.03.2005 and Shri Tapas Basak was appointed as director of the Company w.e.f. 01.08.2006.
- 15 The Company has not appointed any Managing Director/Whole Time Director/Manager during the Financial Year.
- 16 The Company has not appointed any sole selling agents during the financial year.
- 17 The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar and/or such authorities prescribed under the various provisions of the Act during the financial year.
- 18 The Directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
- 19 The Company has not issued any shares, debentures or other securities during the financial year.
- 20 The Company has not bought back any shares during the financial year.
- 21 There was no redemption of preference shares or debentures during the financial year.
- 22 There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
- 23 The Company has not invited/accepted any deposits including any unsecured loans falling within the purview of section 58A of the Act, during the financial year.
- 24 The Company has not made any borrowings during the Financial Year ended 31st March 2010.

- 25 The Company has not made any loans or advances or given guarantees or provide securities to other bodies corporate and consequently no entries have been made in the register kept for the purpose.
- 26 The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered office from one State to another during the year under scrutiny.
- 27 The Company has not altered the provisions of the Memorandum with respect to the objects of the Company during the year under scrutiny.
- 28 The Company has not altered the provisions of the Memorandum with respect to name of the Company during the year under scrutiny.
- 29 The Company has not altered the provisions of the Memorandum with respect to capital of the Company during the year under scrutiny.
- 30 The Company has not altered its Articles of Association during the financial year in respect of Capital Clause.
- 31 There was/were no prosecution initiated against or show cause notices received by the Company and no fines or penalties or any other punishment was imposed on the Company during the financial year, for offences under the Act.
- 32 The Company has not received any money as security from its employees during the financial year.
- 33 The Provision of the Section 418 of the Act is not applicable to the Company.

For US Mondal & Co

Place: Mumbai
Date: 02-08-2010

Signature: *sd/-*
(Proprietor) C. P. No.5544
Name of Company Secretary

Annexure A

Registers as maintained by the Company

STATUTORY REGISTERS

Sl. No.	Particulars	Applicable Provisions
1	Register of investments	U/s 49
2	Register of Members	U/s 150
3	Books of Accounts	U/s 209
4	Register of Directors	U/s 303
5	Register of Directors' shareholding	U/s 307
6	Register of Contracts in which Directors are interested	U/s 301

OTHER REGISTERS

Sl. No.	Particulars
1	Minute Books for Board Meeting and Shareholders' Meeting
2	Register of Renewed and Duplicate Share Certificates
3	Register of Directors' Attendance
4	Register of Shareholders' Attendance
5	Register of Proxies
6	Register of Transfers
7	Register of Fixed Assets

The Company has not maintained the following registers as it was informed that there were no entries/ transactions to be recorded therein:

Sl. No.	Particulars	Applicable Provisions
1	Register of Deposits	As per Rule 7 of the Companies (Acceptance of Deposits) Rules, 1975
2	Register of Securities Bought Back	U/s 77 A
3	Register of Debenture Holders	U/s 152
4	Foreign Register of Members	U/s 157
5	Register of Investment and Loans	U/s 372 A
6	Register of Charges	U/s 143

Annexure B

Forms and Returns as filed by the Company with the Registrar of Companies, Regional Directors, Central Government or other authorities during the financial year ending 31st March, 2010

S. No.	Form No./ Returns	Filed for Under Section	Date of Filing	Whether filed within prescribed time	If delay in filing whether requisite additional fee paid Yes/No
1	Annual Accounts (Form 23AC & 23ACA)	210	23.11.2009	No	Yes
2	Annual Return (Form 20B)	159	23.11.2009	Yes	No
3	Compliance Certificate (Form 66)	383A	26.10.2009	No	Yes

Place: Mumbai
Date: 02.08.2010

For US Mondal & Co.

Signature: *sd/-*

Certified to be True

(Proprietor) C. P. No.5544

For MASTER CHEMICALS L...

Sgand
Authorised Signatory

MASTER CHEMICALS LIMITED
Balance Sheet as at 31st March, 2010

	Schedule	As at 31-03-2010 <u>Amount (Rs.)</u>	As at 31-03-2009 <u>Amount (Rs.)</u>
SOURCES OF FUNDS			
Shareholders' Funds			
Share Capital	1	2,450,000	2,450,000
Reserves & Surplus	2	<u>3,259,913</u>	<u>3,261,471</u>
		<u>5,709,913</u>	<u>5,711,471</u>
APPLICATION OF FUNDS			
Investments	3	3,694,270	3,694,270
Current Assets, Loans & Advances			
Sundry Debtors	4	977,034	233,313
Cash & Bank Balances	5	989,443	1,252,846
Loans & Advances	6	953,585	1,749,465
Interest accrued but not due		-	14,042
		<u>2,920,062</u>	<u>3,249,666</u>
Less: Current Liabilities & Provisions	7		
Current Liabilities		167,962	230,371
Provisions		<u>736,457</u>	<u>1,002,094</u>
		<u>904,419</u>	<u>1,232,465</u>
Net Current Assets		<u>2,015,643</u>	<u>2,017,201</u>
		<u>5,709,913</u>	<u>5,711,471</u>
Significant Accounting Policies & Notes to Accounts	11		

This is the Balance Sheet referred to in our report of even date.

For CHATURVEDI & CO.
Chartered Accountants
(Firm Regn. No. 302137E)

S.N. Chaturvedi

S.N. CHATURVEDI
(Partner)



R.S. Dubey
R. S. DUBEY
(Director)

Somesh Bose
SOMESH BOSE
(Director)

Place : Mumbai
Date: 22/05/2010

MASTER CHEMICALS LIMITED
Profit & Loss Account for the year ended 31st March, 2010

	Schedule	31-03-2010 Amount (Rs.)	31-03-2009 Amount (Rs.)
INCOME			
Other Income	8	<u>1,023,758</u>	<u>668,717</u>
EXPENDITURE			
Payment and Benefits to Employees	9	-	4,500
Other Expenses	10	211,784	306,947
		<u>211,784</u>	<u>311,447</u>
Profit Before Tax & Prior Period Items		811,974	357,270
Prior Period Income/(Expenses)		(22,401)	11,000
Profit Before Tax		<u>789,573</u>	<u>368,270</u>
Provision for Tax :			
Current Tax		250,900	155,221
Prior Period Income Tax		540,231	-
Profit After Tax		<u>(1,558)</u>	<u>213,049</u>
Balance brought forward		2,072,971	1,859,922
Balance Carried to Balance Sheet		<u><u>2,071,413</u></u>	<u><u>2,072,971</u></u>

Earning Per Share:-

Basic and Diluted Earning per share of Rs 10 each

	(0.01)	0.86
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Number of shares used in computing earnings per share:-

Basic & Diluted

	245,000	245,000
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Significant Accounting Policies & Notes to Accounts 11

This is the Profit & Loss Account referred to in our report of even date

For CHATURVEDI & CO.
Chartered Accountants
(Firm Regn. No. 302137E)

S.N. Chaturvedi

S.N.CHATURVEDI
(Partner)
Mem. No. 040479



R.S. Dubey
R. S. DUBEY
(Director)

Somesh Bose
SOMESH BOSE
(Director)

Place : Mumbai
Date: 22/05/2010

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31st MARCH, 2010
(pursuant to amendment to clause 32 of the Listing Agreement)

PARTICULARS	Current Year Rs.	Previous Year Rs.
A. Cash Flow From Operating Activities		
Profit/(Loss) Before Tax & Prior Period Items	811,974	357,270
Less- Prior Period Expenses	(22,401)	11,000
Profit/(Loss) Before Tax	789,573	368,270
Adjustments:		
- Interest on fixed deposit	(38,717)	(165,924)
Operating Profit/(Loss) before Working Capital Changes	750,856	202,346
Adjustment For:		
-Trade & Other Receivables	(727,226)	(116,785)
-Trade Payable	(62,409)	(1,876,262)
Cash Generated From/ (Used in) operations	(38,779)	(1,790,701)
Direct taxes (paid)/Received Net of Taxes	(263,341)	(168,484)
Net Cash Flow from/ (Used in) operating activities	(302,120)	(1,959,185)
B Cash Flow From Investing Activities		
-Interest on fixed deposit	38,717	165,924
-Purchase of Investment	-	-
Net cash generated from Investing activity	38,717	165,924
C Cash flow from Financing Activities	-	-
A+B+C Net Increase & (Decrease) in Cash & cash Equivalents	(263,403)	(1,793,261)
Opening Balance of Cash and Cash Equivalents	1,252,846	3,046,107
Closing Balance of Cash and Cash Equivalents	989,443	1,252,846

For CHATURVEDI & CO.
Chartered Accountants
(Firm Regn. No. 302137E)

S.N. Chaturvedi

S.N.CHATURVEDI
(Partner)



R.S. Dubey
R. S. DUBEY
(Director)

Somesh Bose
SOMESH BOSE
(Director)

Place : Mumbai
Date: 22/05/2010

SCHEDULES FORMING PART OF THE ACCOUNTS

	As at 31-03-2010	As at 31-03-2009
	<u>Amount (Rs.)</u>	<u>Amount (Rs.)</u>
SCHEDULE : 1		
Share Capital		
Authorised		
2,50,00,000 Equity Shares of Rs. 10/- each	250,000,000	250,000,000
Issued, Subscribed & Paid up		
2,45,000 Equity Shares of Rs. 10/- each fully paid up (includes 3,000 Equity Shares of Rs. 10/- each issued other than for cash)	2,450,000	2,450,000
	<u>2,450,000</u>	<u>2,450,000</u>
SCHEDULE : 2		
Reserves & Surplus		
General Reserve	1,188,500	1,188,500
Profit & Loss Account	2,071,413	2,072,971
	<u>3,259,913</u>	<u>3,261,471</u>
SCHEDULE : 3		
Investments (At Cost)		
Unquoted Shares (Long Term) 3,69,427 Equity Shares of Sahara India Life Insurance Company Ltd ,of Rs.10 each, fully paid up	3,694,270	3,694,270
	<u>3,694,270</u>	<u>3,694,270</u>
SCHEDULE : 4		
Sundry Debtors		
(Unsecured and considered good)		
Debts (more than 6months)	531,547	126,330
Debts (less than 6months)	445,487	106,983
	<u>977,034</u>	<u>233,313</u>
SCHEDULE : 5		
Cash & Bank Balances		
Cash balance on hand	15,769	15,769
Balance with Scheduled Banks		
-In Current Account	973,674	757,077
-In Fixed Deposit Account	-	480,000
	<u>989,443</u>	<u>1,252,846</u>

SCHEDULES FORMING PART OF THE ACCOUNTS

As at 31-03-2010 As at 31-03-2009
Amount (Rs.) Amount (Rs.)

SCHEDULE : 6

Loans & Advances

[Unsecured considered good and subject to confirmation]

Advances recoverable in cash or in kind or
for value to be received

TDS Receivable

Advance Tax

Other Advances

357,836

470,262

433,000

693,000

162,749

586,203

953,585

1,749,465

SCHEDULE : 7

Current Liabilities & Provisions

Current Liabilities

Sundry Creditors

Other Liabilities

59,522

196,875

108,440

33,496

167,962

230,371

Provisions

-For Taxation

736,457

1,002,094

904,419

1,232,465

SCHEDULES FORMING PART OF THE ACCOUNTS

As at 31-03-2010 As at 31-03-2009
Amount (Rs.) Amount (Rs.)

SCHEDULE : 8

Other Income

Interest on Fixed Deposit

TDS : Rs. 3,872/- (Previous Year: Rs. 32,514/-)

38,717

165,924

Commission Received

TDS : Rs. 1,09,469/- (Previous Year : Rs.57,970/-)

985,041

502,793

1,023,758

668,717

SCHEDULE : 9

Remuneration & Benefits to Employees

Salaries & Benefits

-

4,500

-

4,500

SCHEDULE : 10

Other Expenses

Legal And Professional Charges

44,920

15,987

Filing Fees

2,500

4,000

Advertisement Expenses

39,836

24,935

Rent, Rates & Taxes

24,000

24,000

Bank Charges

50

80

Professional tax

2,500

2,500

Membership & Subscription

27,466

19,050

Printing & Stationery

890

9,610

Postage & Courier

1,350

-

Interest & Penalty

84

134,062

Internal Audit Fees

19,854

13,236

Sitting Fees

-

20,000

Reimburement of Salary

18,000

9,000

Auditors' Remuneration:

-Audit Fees

22,060

22,060

-Other Services

8,274

8,427

211,784

306,947

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

SCHEDULE -11

A. SIGNIFICANT ACCOUNTING POLICIES

1 **System of Accounting**

The Financial Statements are prepared under the historical cost convention on the accrual basis of accounting and in accordance with Generally Accepted Accounting Principles.

2 **Investments**

Long Term Investments are valued at cost. Provision for diminution in the value of long-term investments is made only if such a decline is other than temporary in the opinion of the management.

3 **Earning Per Share**

Basic earnings per share are calculated by dividing the net profit or net loss for the period attributable to the Equity shareholders by the number of equity shares outstanding during the period.

4 **Contingent Liabilities**

Contingent Liabilities are not provided for in the accounts but are shown separately in the notes to accounts.

B. NOTES TO ACCOUNTS

1 Contingent liabilities as at March 31, 2010—Rs. Nil (Previous year—Rs. Nil)

2 Estimated amount of contracts remaining to be executed on capital account and not provided for amounts (net of advances, if any) to Rs. Nil (previous year—Nil)

3 No provision is considered necessary for the retirement benefits of employees as there were no employees in the company.

4 The company has not commenced its business activities during the period. Hence, no disclosure is required pursuant to AS-17—Segmental Reporting issued by the Institute of Chartered Accountants of India.

5 There are no related party transactions during the year; hence no disclosure is being made as required by AS-18—Related Party Disclosures. Related Party relationships have been identified by the management and relied upon by the Auditors.

6 Basic earnings per share (EPS) is calculated by dividing the Net profit for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. There are no diluted potential equity shares outstanding during this period.

7 **Particulars**

	<u>For the year ended</u> <u>March 31, 2010</u>	<u>For the year ended</u> <u>March 31, 2009</u>
Net Profit/Loss after tax (Rs.)	(1,558)	213,049
Weighted average number of shares	245,000	245,000
Nominal value per share (Rs.)	10	10
Basic/Diluted Earnings per share (Rs.)	(0.01)	0.86

8 The company has not recognized deferred tax asset/liability as there are no significant timing differences at the year end.

9 There are no Micro, Small and medium enterprises to which the company owes dues which are outstanding for more than 45 days at the Balance Sheet date. The above information has been determined to the extent such parties have been identified on the basis of information available with the company and has been relied upon by the Auditors.

10 Auditors remuneration:

Particulars

	For the year ended March 31, 2010	For the year ended March 31, 2009
Statutory Audit (including service tax)	22,060	22,060
Other services	8,274	8,427
TOTAL	30,334	30,487

11 Statement required under Schedule VI Part IV is given in the Annexure 'A' attached hereto.

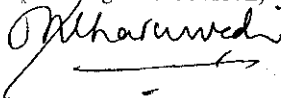
Additional information pursuant to the provisions of paragraph 3, 4C and 4D of part II of the Schedule VI to the Companies Act, 1956 is not provided, as these are not applicable to the Company.

12 Previous year figures have been re-arranged and re-grouped wherever necessary in accordance with the current year's figures.

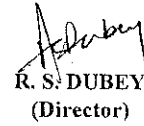
For CHATURVEDI & CO.

Chartered Accountants

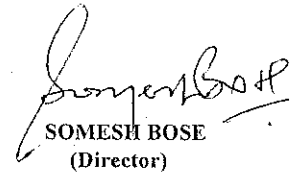
(Firm Regn. No. 302137E)



S.N. CHATURVEDI
(Partner)

R. S. DUBEY
(Director)



SOMESH BOSE
(Director)

Place : Mumbai

Date: 22/05/2010

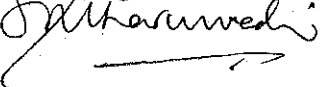
MASTER CHEMICALS LIMITED**Regd. Office :Sahara India Point, CTS 40&44,SV.Road, Goregaon (W), Mumbai****BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**

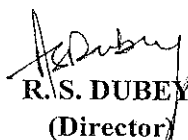
I. Registration Details			
Registration No.-	022653		State Code: 11
Balance Sheet Date:	31.03.2010		
II. Capital Raised During the year (Amount in Rs. Thousands)			
Public Issue	NIL	Right Issue	NIL
Bonus Issue	NIL	Private Placement	NIL
III. Position of Mobilisation and Deployment of funds (Amount in Rs. Thousands)			
Total Liabilities	5,710	Total Assets	5,710
Sources of Funds :		Application of Funds :	
Paid-up Capital	2,450	Investment	3,694
Reserve & Surplus	3,260	Net Current Assets	2,016
IV Performance of Company : (Amount in Rs. Thousands)			
Turnover	1,024	Total Expenditure	212
Profit/(Loss) before Tax	790	Profit/(Loss) after Tax	539
Earning per Share (Rs.) (* Not annualised)	2.20	Dividend Rate %	NIL
V Generic Names of Principal products, services of the company :			
Item Code No.	N. A.		
Product Description	N. A.		

For CHATURVEDI & CO.

Chartered Accountant

(Firm/Regn. No. 302137E)


S.N.CHATURVEDI
(Partner)


R.S. DUBEY
(Director)


SOMESH BOSE
(Director)

Place : Mumbai
Date: 22/05/2010