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**SOMAIYA  
ORGANO-  
CHEMICALS  
LIMITED**

**ANNUAL REPORT & ACCOUNTS  
1972-73**

1973

# SOMAIYA ORGANO-CHEMICALS LIMITED, BOMBAY

(Incorporated under Indian Companies Act, 1956)

BOARD OF DIRECTORS :

SHRI KARAMSHI JETHABHAI SOMAIYA, CHAIRMAN

SHRI NAVINCHANDRA CHUNILAL SAYTA

SHRI SHANTILAL KARAMSHI SOMAIYA

SHRI BANARSILAL NARULA

SHRI NATWARLAL NANUBHAI DESAI

SMT. MAYADEVI S. SOMAIYA,

MANAGING DIRECTOR

BANKERS :

UNION BANK OF INDIA

SOLICITORS :

MULLA & MULLA AND CRAIGIE BLUNT AND CAROE

AUDITORS :

NANUBHAI & Co.

REGISTERED OFFICE :

FAZALBHOY BUILDING,  
MAHATMA GANDHI ROAD,  
FORT, BOMBAY 400 001.





# SOMAIYA ORGANO-CHEMICALS LIMITED, BOMBAY

## DIRECTORS' REPORT

The Shareholders,  
Somaiya Organo-Chemicals Ltd.,  
Bombay.

Ladies and Gentlemen,

Your Directors are pleased to report on the audited accounts of the Company for the year ended 31st May, 1973.

### FINANCIAL RESULTS:

The Gross Profit for the year before providing for depreciation, development rebate reserve and taxation amounted to: Rs. 15,81,615

Deducting therefrom:

Depreciation	..	..	..	..	Rs.	5,10,811	
Provision for taxation	..	..	..	..	Rs.	7,35,000	Rs. 12,45,811
							<u>Rs. 3,35,804</u>

The above profit together with last year's carried forward profit of Rs. 553/- and after making adjustment for excess provision of taxation written back amounting to Rs. 80/-, unclaimed salaries and wages written back amounting to Rs. 1,829/- and Refund of Income-tax of Rs. 71,749/- the total profit comes to Rs. 4,10,015/-.

Your Directors recommend the following appropriations:

1. Transfer to General Reserve	..	..	..	..	..	Rs.	4,00,000
2. Balance Carried to Balance Sheet	..	..	..	..	..	Rs.	10,015
							<u>Rs. 4,10,015</u>

The Directors recommend payment of arrears of Preference Dividend of Rs. 91,000/- for the Accounting Year ending 31st May, 1970 out of General Reserve.

During the year under report, the effects of the drought continued to hamper the working of the Distillery and the Acetic Acid Plant. Since there was practically no water in the Godavari river during the months from 1-5-73 to 5-6-73 the Distillery was kept working by bringing water in tankers from the nearby wells involving considerable amount of expense.

The working of the Plant was also hampered by the power cut imposed by the Government. This was aggravated by intermittent stoppages in power supply.

The Acetic Acid market ruled steady during the year under report with a firm undertone. The requirements of industrial users of rectified spirit and ordinary denatured spirit continued to be met by our Distillery as per the directions of the Government Departments.



Inspite of strenuous efforts to obtain allotment of Iron and Steel for putting up additional storage for molasses, our applications have made no progress. We are, however, pursuing the matter with the different departments in the State as well as with the Steel Authorities at Calcutta.

Two of your Directors, Shri K. J. Somaiya and Shri Banarsilal Narula, retire by rotation, but being eligible offer themselves for re-election.

M/s. Nanubhai & Co., retire and offer themselves for re-appointment as auditors.

Yours faithfully

For and on Behalf of the Board of Directors,

**M. S. SOMAIYA**

*Managing Director*

BOMBAY: Dated 19th February, 1974.

# SOMAIYA ORGANO-CHEMICALS LIMITED, BOMBAY

## AUDITORS' REPORT TO THE SHAREHOLDERS

We have audited the attached Balance Sheet of Somaiya Organo-Chemicals Limited, as at 31st May, 1973 and also the attached Profit and Loss Account of the Company for the year ended on that date and report that:

1. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
2. In our opinion proper Books of Accounts as required by law have been kept by the Company, so far as appears from our examination of the Books of Accounts produced before us.
3. The Balance Sheet and Profit and Loss Account dealt with by this Report are in agreement with the Books of Accounts.
4. In our opinion and to the best of our information and according to the explanations given to us, the Accounts subject however to Notes No. 2 & 5 and read with the notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view:
  - (a) in the case of the Balance Sheet of the state of affairs of the Company as at 31st May, 1973 and
  - (b) in the case of the Profit and Loss Account of the 'Profit' for the year ended on that date.

For and on behalf of  
NANUBHAI & CO.,  
D. H. PARMAR,  
*Partner*  
*Chartered Accountants*

BOMBAY, Dated 20th February, 1974



# SOMAIYA ORGANO-

## BALANCE SHEET

As at 31st May, 1972	LIABILITIES			
Rupees		Rupees	Rupees	Rupees
	<b>I. SHARE CAPITAL:</b>			
	AUTHORISED CAPITAL:			
25,00,000	25,000 Equity Shares of Rs. 100/- each .. .. .		25,00,000	
25,00,000	25,000 7% Free of Income Tax Cumulative Preference Shares of Rs. 100/- each liable to be redeemed at the option of the Company .. .. .		25,00,000	
50,00,000				50,00,000
	ISSUED AND SUBSCRIBED CAPITAL:			
5,00,000	5,000 Equity Shares of Rs. 100/- each fully paid .. .. .		5,00,000	
10,00,000	10,000 7% Free of Income-tax Cumulative Preference Shares of Rs. 100/- each fully paid up, liable to be redeemed at the option of the Company .. .. .		10,00,000	
15,00,000				15,00,000
	<b>II. RESERVES AND SURPLUS:</b>			
20,42,417	(a) General Reserve:			
6,23,410	As per last Balance Sheet .. .. .		26,90,827	
25,000	Add: Transferred from Development Rebate Reserve .. .. .		60,661	
	Transferred from Dividend Reserve .. .. .		250	
	Set aside from the Profit of the year .. .. .		4,00,000	
26,90,827				31,51,738
	Less: Dividend on Preference Shares paid for 1968-69 .. .. .			91,000
26,90,827				30,60,738
13,11,909	(b) Development Rebate Reserve:			
6,23,410	As per last Balance Sheet .. .. .	7,34,259		
	Less: Transferred to General Reserve .. .. .	60,661		
6,88,499				
45,760	Add: Amount set aside from the Profit .. .. .	6,73,598		
7,34,259				6,73,598
1,40,000	(c) Dividend Reserve:			
1,39,750	As per last Balance Sheet .. .. .	250		
	Less: Dividend on Preference Shares paid .. .. .	—		
250				
	Less: Transferred to General Reserve .. .. .	250		
250				
—	(d) Storage Fund for Molasses and Alcohol Account:			
	Adjusted from Sales of Rectified & Denatured spirits during the year		43,633	
553	(e) Profit & Loss Account:			
	Balance as per Profit & Loss Account .. .. .		10,015	
34,25,889				37,87,984
	<b>III. SECURED LOANS:</b>			
2,00,000	From Union Bank of India against Equitable Mortgage of Fixed Assets including Machineries etc. and guaranteed by two Directors of the Company .. .. .		—	
7,92,826	Cash Credit Account with Bank against Hypothecation of finished goods and raw materials and stores .. .. .		10,15,123	
9,92,826				10,15,123
59,18,715	Carried Over .. .. .			63,03,107

# CHEMICALS LIMITED, BOMBAY

AS AT 31ST MAY, 1973

As at 31st May, 1972	ASSETS			
Rupees		Rupees	Rupees	Rupees
	<b>I. FIXED ASSETS (At Cost):</b>			
86,39,862	Gross Block .. .. .		98,86,671	
61,82,063	Less: Depreciation written off upto 31st May, 1973 .. .. .		66,02,896	
24,57,799	Net depreciated Block as per Schedule 'A' .. .. .		32,83,775	
7,04,772	Capital Work-in-progress .. .. .		—	
31,62,571				32,83,775
	<b>II. INVESTMENTS (At Cost):</b>			
	OTHER INVESTMENTS:			
1,50,000	(1) 1500 fully paid up Equity Shares of Rs. 100/- each of Oriental Power Cables Limited .. .. .		1,50,000	
43,541	(2) 24,500 Equity Shares of Rs. 10/- each of Kutch Salt & Allied Industries Ltd., fully paid up .. .. .		43,541	
45,000	(3) 450 Fully paid up Equity Shares of Rs. 100/- each of Somaiya Organics (India) Limited .. .. .		45,000	
995	(4) 4% 1967 Maharashtra State Loan (Face Value Rs. 1,000/-) Deposited with Excise Department .. .. .		995	
21,000	(5) Investments in Shares of The Book Centre Pvt. Ltd., 210 Equity Shares of Rs. 100/- each fully paid up .. .. .	21,000		
6,000	60 7½% Preference Shares of Rs. 100/- each fully paid up .. .. .	6,000		
27,000			27,000	
		Cost	Market Value	
	Aggregate quoted Investments .. .. .	2,38,541	1,71,000	
	Aggregate unquoted Investments .. .. .	27,995	—	
2,66,536		2,66,536	1,71,000	2,66,536
	Immovable Property (including value of Land of Rs. 1,65,000/-)			
2,50,000	Balance as per last Balance Sheet .. .. .	2,50,000		
—	Addition during the year .. .. .	12,500		
2,50,000		2,62,500		
2,125	Less: Depreciation written off upto 31st May 1972 .. .. .	2,125		
—	Add: Depreciation of previous year written back .. .. .	2,125		
—	Depreciation written off upto 31st May 1973 .. .. .	2,437		
2,47,875			2,60,063	
5,14,411				5,26,599
36,76,982	Carried Over .. .. .			38,10,374



# SOMAIYA ORGANO- BALANCE SHEET

As at 31st May, 1972	LIABILITIES—(Contd.)			
Rupees		Rupees	Rupees	Rupees
59,18,715	Brought Forward ..			63,03,107
	<b>IV. UNSECURED LOANS:</b>			
	1. 150 6% Unsecured Debentures of Rs. 10,000/- each fully paid up redeemable at the option of the company at any time or times on giving 3 (Three) calendar months' previous notice ..		15,00,000	
15,00,000	2. From Selling Agents .. .. .		8,12,228	
6,66,970	3. Loan from Others .. .. .		9,622	
94,065	4. Interest accrued on above .. .. .		1,46,543	
1,26,151				24,68,393
23,87,186				
	<b>V. CURRENT LIABILITIES &amp; PROVISIONS:</b>			
	<b>A) CURRENT LIABILITIES :</b>			
11,16,196	1. Sundry Creditors. .. .. .		11,08,169	
2,57,750	2. Deposits and Advances from Customers (including Rs. 25,000/- from Selling Agents.) .. .. .		2,74,879	
88,514	3. Liability for Income Tax. .. .. .		—	
3,60,170	4. Due to Selling Agents. .. .. .		3,82,023	
6,584	5. Due for Managing Director's Commission. .. .. .		10,694	
98,304	6. Provision for accrued Gratuity. .. .. .		1,78,152	
7,535	7. Interest accrued but not due. .. .. .		7,405	
				19,61,322
19,35,053	<b>B) PROVISIONS:</b>			
7,20,000	Provision for Taxation .. .. .	14,55,000		
3,79,471	Less : Advance Income Tax. .. .. .	8,77,693		
3,40,529	Provision For Bonus. .. .. .	5,77,307		
2,15,000		3,15,000		
5,55,529			8,92,307	28,53,629
24,90,582				
	<b>CONTINGENT LIABILITIES (Not provided for) :</b>			
3,64,000	(1) Arrears of Dividend on 7% (Free of Income-tax) redeemable cumulative Preference Shares for the period of 1969-70 to 1972-73. ..		3,64,000	
28,000	(2) In respect of Counter Guarantee given to a Bank. .. .. .		57,000	
	<b>NOTES:</b>			
	1. The Company had purchased an immovable property at Shirampur and had shown it in the Balance Sheet as at 31-5-72 at Rs. 2,47,825/- being the amount of consideration paid less depreciation till that date. However as the actual conveyance in respect of this property was executed on 17-4-1973, the Company has been advised that the property can be said to have belonged to the Company only on execution of the conveyance deed and as such the rent received and depreciation charged in previous year has been adjusted.			
	2. The approval of the Central Government for payment of remuneration to Managing Director does not provide for any minimum remuneration in the event of absence or inadequacy of profits in any year. Managing Director has been paid salary and given perquisites. In terms of the sanction, by reason of inadequacy of profit for minimum remuneration in the Central Government's approval, the payment of remuneration (including perquisites) of Rs. 56,718/- during the year ended 31st May 1972, exceeds the permissible remuneration of 5% by Rs. 23,798/- and is therefore subject to the approval of the Central Government. An application for such approval is being made.			
1,07,96,483	Carried Over ..			1,16,25,129



# CHEMICALS LIMITED, BOMBAY

AS AT 31ST MAY, 1973

As at 31st May, 1972	ASSETS—(Contd.)			
Rupees		Rupees	Rupees	Rupees
36,76,982	Brought Forward ..			38,10,374
	<b>III. CURRENT ASSETS, LOANS AND ADVANCES:</b>			
	(A) CURRENT ASSETS:			
	(1) Stores, Chemicals and spares at cost (as per inventory valued and certified by Managing Director)			
14,09,470	(a) On Hand .. .. .	13,80,388		
1,21,005	(b) In Transit .. .. .	94,155		
			14,74,543	
15,30,475	(2) Loose Tools & Implements (as per inventory certified by Managing Director) .. .. .			15,191
16,161	(3) Stock-in-trade (as valued and certified by Managing Director)			
	(a) Acetic Acid at Market rate .. .. .	1,34,384		
23,008	(b) Rectified Spirit at Market rate .. .. .	2,04,182		
1,01,276	(c) Raw materials (Molasses) at Cost .. .. .	2,24,412		
2,14,241	(d) Denatured Spirit at Market rate .. .. .	2,723		
1,530			5,65,701	
3,40,055	(4) Sundry Debtors (Unsecured and Considered good except otherwise stated)			
	(a) Debts outstanding for more than 6 months (includes doubtful debts of Rs. 84,282/- not provided) .. .. .	3,24,183		
2,90,434	(b) Other Debts .. .. .	10,95,342		
5,78,814			14,19,525	
8,69,248	(5) Cash and Bank Balances:			
	Cash on hand .. .. .	9,194		
12,553	In Current Account with Schedule Banks .. .. .	64,627		
52,153			73,821	
64,706	(6) Stamps on hand .. .. .			39,375
39,375				
	(B) LOANS & ADVANCES (Unsecured and considered good except otherwise stated)			
	(1) To M/s. The Godavari Sugar Mills Ltd., a Company under the same Management (Maximum Debit Balance during the year Rs. 1,25,915/- previous year Rs. 5,18,272/-) .. .. .	6,944		
2,768	(2) Loan to Others .. .. .	38,27,840		
38,36,189			38,34,784	
38,38,957	Advances recoverable in cash or kind or for value to be received (Includes doubtful advances of Rs. 32,174/- not provided for) and Rs. 7,973/- due from a Private Limited Company in which one or more of the Directors are interested as Director. (Previous year Rs. Nil) Maximum debit balance during the year Rs. 55,000/- (Previous Year Rs. Nil) .. .. .		3,58,300	
3,96,443	Deposit (Includes Rs. 10,000/- in Post Office A/c. Pass book whereof lodged with a car dealer) .. .. .		33,515	
24,081				78,14,755
71,19,501				
	Carried Over .. .. .			
1,07,96,483				1,16,25,129



# SOMAIYA ORGANO-

## BALANCE SHEET

As at 31st May, 1972	LIABILITIES—(Contd.)			
Rupees			Rupees	Rupees
1,07,96,483		Brought Forward .. .. .		1,16,25,129
	<p>3. Number of employees of the Company who are in receipt of or entitled to receive emoluments amounting to the aggregate of Rs. 2,000/- or more per mensem are three. (Previous year three).</p> <p>4. Quantitative information in respect of goods manufactured:</p>			
	PREVIOUS YEAR			
	<i>Rectified Spirit</i> 68,200 H. Litres	<i>Acetic Acid</i> 1,906 M. Tonnes	(a) Licensed Capacity (b) Installed Capacity (as certified by the Works Manager)	<i>Rectified Spirit</i> 68,200 H. Litres
	90,000 H. Litres	2,400 M. Tonnes		90,000 H. Litres
	88,335.85 H. Litres	2003.7 M. Tonnes	(c) Actual Production	2,355.400 M. Tonnes
		10,62.150 M. Tonnes (Acetal Dehyde)		912.369 M. Tonnes (Acetal Dehyde)
	4,328.78 H. Litres	55.519 M. Tonnes	(d) Opening Stock of goods produced	3,233.71 H. Litres
	3,233.71 H. Litres	14.380 M. Tonnes	(e) Closing Stock of goods produced	7,476.51 H. Litres
			(f) Raw Materials (Molasses) pur- chased	103.372 M. Tonnes
	41,115.089 M. Tonnes	—		39,365.602 M. Tonnes
	<p>5. The Directors have recommended the payment of arrears of Preference Dividend of Rs. 91,000/- for the accounting year 1969-70 which dividend if approved by the shareholders at the Annual General Meeting to be held on 28th February 1974, will be paid out of General Reserve. No separate provision has been made therefore.</p> <p>6. Accroding to usual practice unusable and obolute stocks are not valued and value whereof is not accertainable.</p> <p>7. The figures of the previous year have been recasted wherever necessary, so as to make them comparable with the current year's figures.</p>			
1,07,96,483		Total Rupees .. .. .		1,16,25,129

Referred to in our Report of even date  
For and on behalf of  
**NANUBHAI & CO.,**  
**D. H. PARMAR**  
Partner  
Chartered Accountants.

Bombay Dated 20th February, 1974.

# CHEMICALS LIMITED, BOMBAY

AS AT 31ST MAY, 1973

As at 31st May, 1972	ASSETS—(Contd.)	
Rupees 1,07,96,483	Brought Forward .. .. .	Rupees 1,16,25,129
1,07,96,483	Total Rupees .. .. .	1,16,25,129

NOTE: In the opinion of the Board, the Current Assets, Loans and Advances are approximately of the value stated if realised in the ordinary course of business. The provision for all known liabilities and depreciation is adequate and not in excess of the amount reasonably necessary.

BOMBAY: Dated 19th February, 1974.

K. R. THANAWALA  
Secretary

K. J. SOMAIYA  
NAVINCHANDRA C. SAYTA  
N. N. DESAI  
S. K. SOMAIYA  
M. S. SOMAIYA

} Directors  
Managing Director



# SOMAIYA ORGANO- PROFIT AND LOSS ACCOUNT

As at 31st May, 1972											
Rupees										Rupees	Rupees
	To Opening Stock on 1st June, 1972:										
20,455	Acetic Acid .. .. .									23,008	
1,38,794	Rectified Spirit .. .. .									1,01,276	
6,726	Denatured Spirit .. .. .									1,530	
											1,25,814
1,65,975	" Molasses Consumed (Purchase Rs. 9,65,054/-) .. .. .										9,54,883
9,00,937	" Stores & Chemicals Consumed .. .. .										6,22,573
4,61,896	" Power & Fuel .. .. .										12,57,437
9,85,237	" Salaries & Wages (includes Rs. 45,383/- relating to Previous year) ..									11,10,620	
9,65,925	" Bonus (Rs. 1,66,475/- relating to Previous year) .. .. .									1,66,475	
78,813	" Provision for Bonus .. .. .									1,00,000	
75,000	" Workmen and Staff Welfare Expenses .. .. .									3,771	
2,080	" Gratuity .. .. .									82,083	
38,886	" Company's Contribution (to The G.S.M. Ltd., Employees Provident Fund Scheme) towards Provident Fund .. .. .									24,775	
14,660	" Company's Contribution to Govt. Provident Fund and Administrative Charges & Family Pension Scheme .. .. .									40,179	15,27,903
44,927											
12,20,291	" Repairs:										
1,67,233	Plant & Machinery .. .. .									70,675	
608	Building .. .. .									3,151	
17,107	Other Repairs .. .. .									41,836	1,15,662
1,84,948	" Rent .. .. .										73,836
68,780	" Excise Establishment Charges .. .. .										47,660
46,571	" Insurance Premium .. .. .										20,599
30,491	" Emergency Risk Insurance Premium .. .. .										76
8,325	" Directors' Fees .. .. .										900
1,050	" Legal Expenses .. .. .										71,218
65,069	" Contribution to Scientific Research Institutions .. .. .										1,12,500
—	" Directors' Travelling Expenses .. .. .										4,834
25,216	" Acetic Anhydride Manufacturing and Transport Charges .. .. .										2,54,669
9,98,088	" Interest :										
	Bank on Fixed Loan .. .. .									3,349	
45,833	Cash Credit Account .. .. .									68,063	
71,346	On Debentures .. .. .									90,000	
90,000	Others .. .. .									1,29,577	2,90,989
1,29,139											
3,36,318											
54,99,192	Carried Over										54,81,553

# CHEMICALS LIMITED, BOMBAY

FOR THE YEAR ENDED 31ST MAY, 1973

As at 31st May, 1972			
Rupees		Rupees	Rupees
72,03,396	By Sales	76,84,093	
—	Less: Transferred to storage Fund for Molasses & Alcohol Account (includes Rs. 27,382/- relating to Previous year) .. ..	43,633	76,40,460
72,03,396			
1,18,412	" Miscellaneous Receipts .. .. .		1,56,010
45	Interest:		
4,14,534	" On Government Loan (Net) .. .. .	45	
50,403	" On other Loans .. .. .	3,68,700	
	Less: Income Tax deducted at source .. .. .	1,06,011	
3,64,131		2,62,689	
952	" From Others .. .. .	816	2,63,550
3,65,128			
379	" Profit on Sale of Fixed Assets .. .. .		46,085
3,608	" Rent .. .. .		2,762
410	" Claims and Refund .. .. .		1,665
—	" Excess Depreciation of previous year written back .. .. .		2,125
23,008	" Closing-Stock-in Trade (as valued and certified by Managing Director)		
1,01,276	Acetic Acid at Market rate .. .. .	1,34,384	
1,530	Rectified Spirit at Market rate .. .. .	2,04,182	
	Ordinary Denatured Spirit at Market rate .. .. .	2,723	
1,25,814			3,41,289
78,17,147			
	Carried Over ..		84,53,946



# SOMAIYA ORGANO-

## PROFIT AND LOSS ACCOUNT

As at 31st May, 1972			
Rupees		Rupees	Rupees
54,99,192	Brought Forward .. .. .		54,81,553
To	Miscellaneous Expenses including Printing and Stationery, Postage & Telegrams, Travelling, Subscription, Motor Car Maintenance, etc. .. .. .		3,07,937
2,90,253	„ Rates and Taxes .. .. .		17,961
13,276	„ Audit Fees .. .. .		2,000
1,000	„ Charity & Donation .. .. .		4,09,051
4,15,000	„ Loose Tools written off .. .. .		970
1,031	„ Depreciation .. .. .		5,10,811
4,45,106	„ Development Rebate Reserve .. .. .		—
45,760	„ Research and Development Expenditure .. .. .		6,955
5,432	„ Loss on Sale of Motor Car .. .. .		—
7,120	„ Loss on Sale of Machineries .. .. .		574
—			
	COMMISSION:		
3,60,170	Sole Selling Agents Commission .. .. .	3,82,023	
1,49,226	Others .. .. .	2,13,005	
			5,95,028
5,09,396	„ Managing Director's Remuneration		
36,000	Remuneration .. .. .	36,000	
6,584	Commission on Profit .. .. .	10,694	
			46,694
42,584	„ Excess rent charged in previous year written off .. .. .		3,608
—	„ Provision for Taxation .. .. .		7,35,000
5,20,000	„ Balance being Profit for the year .. .. .		3,35,804
21,997			
78,17,147	TOTAL RUPEES .. .. .		84,53,946
25,000	To Transferred to General Reserve .. .. .		4,00,000
553	„ Balance carried to Balance Sheet .. .. .		10,015
	Note: Computation of Managing Director's Commission is as follows:		
	21,997 Net Profit as per Profit & Loss A/c. .. .. .	3,35,804	
	Add:		
42,584	1. Managing Director's Remuneration	46,694	
5,20,000	2. Provision for Taxation	7,35,000	
45,760	3. Development Rebate Reserve	—	
50,403	4. Tax deducted at source	1,06,011	
4,45,106	5. Depreciation	5,10,811	
—	6. Excess rent of Previous year written off	3,608	
11,03,853		14,02,124	
	Less:		
4,67,460	Depreciation to the extent specified in Sec. 350 of Companies Act, 1956	5,19,233	
—	Excess Depreciation of Previous year written back .. .. .	2,125	
6,36,393		5,21,358	
6,58,390			8,80,766
			12,16,570
25,553	Carried Over .. .. .		4,10,015

FOR THE YEAR ENDED 31ST MAY, 1973

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# SOMAIYA ORGANO- PROFIT AND LOSS ACCOUNT

Rupees 25,553	Brought Forward .. .. .	Rupees	Rupees 4,10,015
6,58,390	Net Profit for calculating Managing Director's Commission .. ..	12,16,570	
6,584	Commission payable at 1% .. .. .	12,166	
—	Maximum Remuneration allowable at 5% of Rs. 12,16,570/- .. ..	60,828	
—	Less: Managing Director's remuneration other than Commission .. ..	50,134	
—	Commission payable .. .. .	10,694	
—	Total Managerial Remuneration:		
36,000	(a) Remuneration .. .. .	36,000	
6,584	(b) Commission on Profit .. .. .	10,694	
3,000	(c) Company's contribution to Provident Fund .. .. .	3,000	
9,334	(d) Perquisite in respect of Rent free furnished quarters .. ..	9,334	
1,800	(e) Perquisite for use of Company's car .. .. .	1,800	
56,718	Total	60,828	
25,553	Total Rupees .. .. .		4,10,015

Referred to in our Report of even date  
For and on behalf of

**NANUBHAI & CO.,**  
**D. H. PARMAR**  
Partner  
Chartered Accountants.

Bombay, Dated 20th February, 1974.

# CHEMICALS LIMITED, BOMBAY

FOR THE YEAR ENDED 31ST MAY, 1973

<i>As at 31st May, 1972</i>	
<p>Rupees 25,553</p>	<p>Brought Forward .. .. . Rupees 4,10,015</p>
<p>25,553</p>	<p>Total Rupees .. .. . <u>4,10,015</u></p>

BOMBAY: Dated 19th February, 1974.

K. R. THANAWALA  
*Secretary*

K. J. SOMAIYA	}	<i>Directors</i>
NAVINCHANDRA C. SAYTA		
N. N. DESAI		
S. K. SOMAIYA		
M. S. SOMAIYA		<i>Managing Director</i>



# SOMAIYA ORGANO-CHEMICALS LIMITED, BOMBAY

Schedule attached to and forming part of Balance Sheet as at 31st May, 1973

## Schedule "A"

Particulars	Gross Block at cost except otherwise stated as at 1st June, 1972	Additions during the year	Sub-Total	Deduction of Sale made during the year	Gross Block as at 31st May, 1973	Depreciation written off upto 31st May, 1972	Depreciation written off this year	Deduction for Depreciation on Sale of Assets	Total Deduction upto 31st May, 1973	Net Depreciated Block as at 31st May, 1973	Net Depreciated Block as at 31st May, 1972
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
Land .. .. .	13,150	24,030	37,180	—	37,180	—	—	—	—	37,180	13,150
Distillery Building ..	8,11,705	—	8,11,705	—	8,11,705	2,73,387	26,905	—	3,00,292	5,11,413	5,38,318
Distillery Machinery (Book Value) ..	28,99,904	13,12,079	42,11,983	—	42,11,983	20,72,725	3,27,681	—	24,00,406	18,11,577	8,27,179
Acetic Acid Building	2,61,550	—	2,61,550	—	2,61,550	96,877	8,234	—	1,05,111	1,56,439	1,64,673
Electric Machinery ..	3,12,499	—	3,12,499	4,384	3,08,115	2,18,532	18,794	2,810	2,34,516	73,599	93,967
Acetic Acid Plant ..	34,29,974	—	34,29,974	95,204	33,34,770	31,03,767	63,904	72,367	30,95,304	2,39,466	3,26,207
Laboratory .. ..	4,756	—	4,756	—	4,756	3,120	164	—	3,284	1,472	1,636
Furniture & Office Equipments ..	45,951	6,817	52,768	—	52,768	25,030	3,294	—	28,324	24,444	20,921
Motor Car, Lorries and Tankers ..	1,32,841	24,414	1,57,255	20,943	1,36,312	81,728	13,649	12,364	83,013	53,299	51,113
Scale & Weigh Bridge	2,420	—	2,420	—	2,420	1,699	72	—	1,771	649	721
Storage Vats & Tanks	6,45,938	—	6,45,938	—	6,45,938	2,76,348	40,645	—	3,16,993	3,28,945	3,69,590
Electric Installation ..	79,174	—	79,174	—	79,174	28,850	5,032	—	33,882	45,292	50,324
<b>Total Rupees ..</b>	<b>86,39,862</b>	<b>13,67,340</b>	<b>100,07,202</b>	<b>1,20,531</b>	<b>98,86,671</b>	<b>61,82,063</b>	<b>5,08,374</b>	<b>87,541</b>	<b>66,02,896</b>	<b>32,83,775</b>	<b>24,57,799</b>

Referred to in our Report of even date

For and on behalf of  
**NANUBHAI & CO.,**

**D. H. PARMAR**

Partner

Chartered Accountants.

**K. R. THANAWALA**

Secretary

**K. J. SOMAIYA**  
**NAVINCHANDRA C. SAYTA**  
**N. N. DESAI**  
**S. K. SOMAIYA**  
**M. S. SOMAIYA**

Director

Managing Director

Bombay: Dated, 20th February, 1974.

BOMBAY: Dated 19th February, 1974.