ANNUAL REPORT

2004-2005

٩

Redg office : Tanna House, 2 nd Floor, 11/A, Nathalal Parekh Marg, Mumbai - 400 039. (India) Tel. No. : 202 1482

DIRECTOR'S REPORT 2004-2005

Dear Members,

Your Directors are pleased to present their Report together with Audited Statement of Accounts on working of the Company for the year ended 31st March, 2005.

FINANCIAL RESULTS :

Your company has incurred loss of Rs.35,676/- (Previous Year - Loss Rs. 70,652/-) for the year ended 31st March, 2005.

DIVIDEND :

In view of the current year loss, no dividend is declared.

EMPLOYEES :

The Company has had no employees during the year.

DISCLOSURES OF PARTICULARS :

The requirements of reporting on the Disclosures of particulars as per the Companies (Disclosure of particulars in the Report of the Board of Directors), Rules, 1988, are not applicable to the company.

AUDITORS :

M/s. Ramesh M. Sheth Associates, Chartered Accountants retire at the forthcoming Annual General Meeting and have expressed their willingness to continue as Auditors if re-appointed at the Annual General Meeting. The necessary certificate regarding eligibility under section 224 (1B) of the Companies Act, 1956 has also been received by the Company.

RESPONSIBILITY STATEMENT OF THE BOARD OF DIRECTORS :

In Pursuance of Section 217(2AA) of the Companies Act, 1956,("the Directors state , as an averment of their responsibility that:

- the Company has in the preparation of the annual accounts followed the applicable accounting standards alongwith proper explanations relating to material departures, if any;
- ii) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year ended 31st March, 2005.
- iii) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- iv) The Directors have prepared the annual accounts on a 'going concern' basis.

ACKNOWLEDGEMENTS :-

Yours Directors express their grateful appreciation for the co-operation received from Bank and share holders of the company during the year under review.

FOR AND ON BEHALF OF THE BOARD KAMALAKSHI FINANCE CORPORATION LTD.)-Cours Can be PLACE : MUMBAI DATE 3 CHAIRMAN AUG 2005 CERTIFIED TRUE COPY

Kamalakans and Corporation Ltd.

Anshuman Tunny

DIRECTOR

Ramesh M. Sheth & Associates Chartered Accountants

1/A, Mulji Mistry Bldg., 1[#] Floor, Tejpal Road, Vile Parle (East), Mumbai - 400 057. Tel: 26116260 / 26166064 FAX : 26166577 Email: jashsheth@hotmail.com

Auditor's Report

To the Members

Kamlakshi Finance Corporation Limited

We have audited the attached Balance Sheet of KAMLAKSHI FINANCE CORPORATION LIMITED as at 31st March 2005 and Profit and Loss Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

- 1. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
- 2. As required by the Companies (Auditor's Report) Order 2003 issued by the Central Government of India in terms of Sub-section (4) of the Companies Act, 1956, we enclose in the Annexure hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order.
- 3. On the basis of audit conducted by us we report as under :
- i) 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.
- iii) In our opinion, proper books of account, as required by law, have been kept by the company, so far as appears from our examination of those books.
- iv) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account.
- v) In our opinion, the Balance Sheet and Profit and Loss account dealt by this report comply with the mandatory accounting standards referred in sub-section (3C) of Section 211 of the Companies Act, 1956, to the extent applicable.
- In our opinion, and based on information and explanations given to us, none of the directors are disqualified as on 31st March, 2005, from being appointed as directors in terms of Clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- vii) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with Significant Accounting Policies and other notes thereon give the information required by the Companies Act, 1956 in the manner so required and present true and fair view, in conformity with the accounting principles generally accepted in India:
 - (a) In so far it relates to Balance Sheet of the state of affairs of the Company as at 31st March, 2005;
 - (b) In so far as it relates to Profit and Loss Account of the loss of the Company for the year ended on that date.
 - (c) In so far as it relates to Cash flow statement of the Cash Flow of the Company for the year ended on that date.

PLACE: MUMBAI DATED: 3 1 AUG 2005

FOR RAMESH M. SHETH & ASSOCIATES CHARTERED ACCOUNTANTS

M. R. SHETH (PARTNER) M. No. 101598

> CERTIFIED TRUE COPY Kamalakshi Finance Corporation Ltd.

Anshuman Turing

Annexure to Auditors' Report

Referred to in Paragraph 2 of our report of even date

- 1. In respect of its fixed assets:
 - a. The Company does not have any fixed assets and hence para 4(i) of the Order is not applicable.
- 2. In respect of its inventories:
 - a. The Company does not have any inventories and hence para 4(ii) of the Order is not applicable.
- 3. In respect of loans, secured or unsecured, granted or taken by the Company to/from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956:
 - a. The Company has not taken any fresh loans from any parties during the year and has also not granted any loan to any party as stated above during the year.
- 4. The Company has adequate internal control system commensurate with the size of the Company and nature of its business for purchase of assets and inventories and sale of securities.
- 5. In respect of transactions covered under Section 301 of the Companies Act, 1956:
 - a. In our opinion and according to the information and explanation given to us the transaction made in pursuance to the contract or arrangement that needed to be entered into the register maintained under Section 301 of the Companies Act, 1956 have been so entered.
 - b. In our opinion and according to the information and explanation given to us the company has not made any transactions in pursuance to the contract or arrangement entered in the register maintained under Section 301 of the Companies Act, 1956 and exceeding Rs. 5,00,000/- in respect of any party during the year.
- 6. The Company has not accepted any deposits from the public.
- 7. There is no internal audit system commensurate with the size and nature of its business.
- 8. The Central Government has not prescribed to maintain cost records and hence para 4(viii) of the Order is not applicable.
- 9. In respect of statutory dues:

2

- a. According to the records of the Company, the Company is required to deduct statutory dues in the form of Provident Fund only. The Company is regular in depositing its dues. The Company is not required to deduct Investor Education and Protection Fund and Employees' State Insurance Scheme. There are no undisputed dues pending in respect to Income-tax, Sales-tax, Wealth tax, Customs Duty, Excise Duty, Cess and other statutory dues. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2005 for a period of more than six months from the date of becoming payable.
- b. The Company has no disputed amount payable to Sales tax, , Income tax, Wealth tax or Excise Duty Department.
- 10. The accumulated losses of the Company are more than fifty per cent of the net worth at the end of the financial year concerned. The Company has incurred cash losses during the financial year covered by our audit. In the immediately preceding financial year the Company had incurred cash losses.
- 11. The Company has not defaulted in repayment of dues to bank.
- 12. In our opinion and according to the information and explanation given to us, no loans and advances have been granted during the year by the Company on the basis of security by way of pledge of shares, debentures and other securities.

1

CERTIFIED TRUE COPY Kamalakshi Cinance Concernion Ltd.

Anshuman Tanny

- 13. In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund/ society. Therefore, clause 4(xiii) of the Companies (Auditor's Report) Order 2003 is not applicable to the Company.
- 14. The Company has not dealt in trading in shares and securities and hence Para (xiv) is not applicable.
- 15. The Company has not given any guarantees for loans taken by others from banks or financial institutions and hence para 4(xy) of the Order is not applicable.
- 16. The Company has not raised any new term loans during the year.

ŧ

Mumbai Dated:

3

1 AUG 2005

- 17. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we are of the opinion that the Company has not utilised any short term funds for long term and vice versa.
- 18. During the year, the Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956.
- 19. The Company has not issued any debentures and hence para 4(xix) of the Order is not applicable.
- The Company has not raised any money by way of public issue during the year. 20.
- In our opinion and according to the information and explanations given to us, no fraud on or by the Company 21. has been noticed or reported during the year that causes the financial statements to be materially misstated.

For Ramesh M. Sheth & Associates **Chartered Accountants**

(M.R. Sheth) Partner

M. No. 101598

. . . .

DIRECTOR

CERTIFIED TRUE COPY

Karalahin Greace Corporation Ltd.

Anshuman Tunny

BALANCE SHEET AS AT 31ST MARCH, 2005

	SCH	AS AT 31.03.2005 RUPEES	AS AT 31.03.2004 RUPEES
SOURCES OF FUNDS			
1. SHAREHOLDERS' FUNDS : Share Capital	ł	500,000	500,000
2. RESERVES & SURPLUS	П	186,757	222,433
TOTAL RS.		686,757	722,433
APPLICATION OF FUNDS			
1. INVESTMENTS	111	-	6,029
2. CURRENT ASSETS, LOANS & ADVANCES	IV	691,837	724,904
LESS : CURRENT LIABILITIES & PROVISIONS	V	5,080	8,500
NET CURRENT ASSETS (IV-V)		686,757	716,404
TOTAL RS.		686,757	722,433
NOTES FORMING PART OF ACCOUNTS	N - 1		-

AS PER OUR REPORT OF EVEN DATE

FOR RAMESH M. SHETH & ASSOCIATES CHARTERED ACCOUNTANTS

0.00

FOR ON AND BEHALF OF THE BOARD

MEHUL R.SHETH PARTNER

PLACE : MUMBAI DATE :3 1 AUG 2005

Car 2 Lu

DIRECTOR

DIRECTOR

PLACE : MUMBAI DATE 3 1 AUG 2005

CERTIFIED TRUE COPY

Kamalakshi Financi Ltd.

Anshuman Tanna DIRECTOR

1

PLACE : MUMBAI

DATE : 3 1 AUG 2005

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2005

	SCH	YEAR ENDED 31.03.2005 RUPEES	31.03.2004
INCOME :			
BUSINESS INCOME		-	-
TOTAL RS.	-	-	
EXPENDITURE :			
Administrative Expenses	Vi	35,676	47,348
TOTAL RS.	-	35,676	47,348
PROFIT / (LOSS) BEFORE TAXATION		(35,676)	(47,348)
PROVISION FOR TAXATION PROFIT / (LOSS) AFTER TAXATION Less: Short Receipt of Excise Duty Refund W/off	-	(35,676) 	(23,304)
BALANCE B/F FROM PREVIOUS YEAR		(967,732)	(897,080)
BALANCE TRANSFER TO GENERAL RESERVE	-	(1,003,408)	(967,732)
NOTES FORMING PART OF ACCOUNTS	N - 1		
AS PER OUR REPORT OF EVEN DATE			
FOR RAMESH M. SHETH & ASSOCIATES I CHARTERED ACCOUNTANTS	FOR AND	O ON BEHALF OF	THE BOARD
MEHUL R.SHETH	DIRECTO	DR	DIRECTOR

2

PLACE : MUMBAI DATE :3 1 AUG 2005

CERTIFIED TRUE COPY

Kamalitet 1 The Corporation Ltd.

Anshuman Tang

DIRECTOR

(

SCHEDULES I TO V ATTACHED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2005

Cash on hand 1,955 1,955 Balance with Scheduled Banks in Current A/C. Indian Bank 478,751 10,458 TOTAL(a) 480,706 12,413 b) LOANS AND ADVANCES 500,000 Security Deposit - 500,000 ADVANCES 203,655 203,655 Tax Deducted at Source 203,655 203,655 1. Tax on Interest (Asst.Yr 1996-97) 136 136 1. Tax on Dividend (Asst.Yr.1996-97) 3,008 3,008 3,008 Self Asst.Tax (Asst.Yr.1999-2000) 1,832 1,832 1,832 Self Asst.Tax (Asst.Yr.2003-2004) 2,500 2,500 2,500 Prepaid Expenses - 1,360 10TAL(a) 211,131 712,491 TOTAL (b) 211,131 712,491 10TAL(a+b) 691,837 724,904 SCHEDULE - V CURRENT LIABILITIES AND PROVISIONS : - - - - a) CURRENT LIABILITIES AND PROVISIONS : - - - - - b) SUNDRY CREDITORS FOR EXPENSES : - - - - - -	SHEET AS AT 31ST MARCH, 2005			
RUPEES RUPEES SCHEDULE - I AUTROMED WARE CREATED + 1 250,000 Equity shares of Rs. 10 each 2.60,000 2.600,000 500,000 500,000 ISSUED, SUBSCRIBED AND PAID UP : 50,000 Unclassified shares of Rs. 10 each 500,000 500,000 500,000 500,000 SCHEDULE - II RESERVES & SURPLUS General Reserve Balance as per Last Balance Sheet 1190,165 1,190,165 1,190,165 1,190,165 Profit and Loss Account Balance as per Last Balance Sheet (967,732) (897,080) (85,676) Add : Profit for the Year TOTAL (A) 1,190,165 1,190,165 1,190,165 1,190,165 SCHEDULE - III INVESTIMENTS : Government Securities (AI Cost) Unquoted 7 Years N.S.C. (Deposit With Central Excise) 10 DEBENTURES / SHARES (QUOTED - AT COST) 60 Debentures of Nirion Synt.Fb. & Chem Lid @ Rs.70/- 24 Shares of Nirion Lid @ Rs.11.21 - 269 - 4,760 - 4,760 22 A Shares of Nirion Lid @ Rs.11.21 - 269 Cash on hand Balance with Scheduled Banks in Current A/C. Indian Bank 1,955 1,955 1,955 1,955 203,655 2				
SCHEDULE - I 250,000 Euterstate 250,000 Euterstate 250,000 500,000				
Attribute 2.809.800 2.600.000 250.000 Equity shares of Rs. 10 each 2.809.800 2.600.000 ISSUED, SUBSCRIBED AND PAID UP : 50.000 Unclassified shares of Rs. 10 each 500.000 600.000 SCHEDULE - II 500.000 500.000 500.000 SCHEDULE - II 500.000 500.000 500.000 Schenzer Balance as per Last Balance Sheet 1,190.165 1,190.165 Balance as per Last Balance Sheet (967.732) (897.080) Schenzer 1005.500 2222,433 SCHEDULE - III TOTAL (A) 196.757 222,433 Government Securities (At Cost) Unquoted 7 Years NS. C. (Deposit With Central Excise) 1,000 496.767 IN DEBENTURES / SHARES (QUOTED - AT COST) 60.029 1,000 496.767 24 Shares of Nirion Pitb & Chem Lid @ Rs.70- 4,760 4,760 24 Shares of Nirion Pitb & Chem Lid @ Rs.70- 4,760 60.029 26 Cash on hand 1,955 1,955 1,955 Balance as per Last Balances 1 500,000 2,024 ADYANCES Samad Age Prev				
250,000 Equity shares of Rs.10 each 2.499,000 2,990,000 ISSUED, SUBSCRIBED AND PAID UP : 50,000 500,000 500,000 SCHEDULE - II 500,000 500,000 500,000 500,000 SCHEDULE - II S00,000 500,000 500,000 500,000 500,000 SCHEDULE - II RESERVES & SURPLUS Ganaral Reserve 1,190,165 1,190,165 1,190,165 1,190,165 Balance as per Last Balance Sheet (967,732) (87,080) 22,433 SCHEDULE - III 1003,409) (947,732) TOTAL (B) (1,003,409) (947,732) 7074,1(AB) 186,767 222,433 SCHEDULE - III INVESTIMENTS : Government Securities (At Cost) Unquoted - 1,000 1000 1000 IN DEBENTURES / SHARES (QUETED - AT COST) 68 Debentures of Nindon Synt.Fib. & Chem Ltd @ Rs.70- - 4,760 24 Shares of Nindo Ltd @ Rs.11.21 - 269 Arket Value Rs. Previous Year Rs.) TOTAL - 5,023 Schedulet As Bank Balance with Scheduled Banks in Current AC. 1,955 1,955<				
ISSUED, SUBSCRIBED AND PAID UP : 50,000 500,000 500,000 SO,000 Unclassified shares of Rs.10 each TOTAL 500,000 500,000 SCHEDULE - II Son,000 500,000 500,000 500,000 Senaral Reserve I.190,165 1.190,165 1.190,165 Balance as per Last Balance Sheet TOTAL (A) I.190,165 1.190,165 Profit and Loss Account Balance as per Last Balance Sheet (967,732) (897,080) Add : Profit for the Year TOTAL (A+B) 108,767 222,433 SCHEDULE - III INVESTMENTS : TOTAL (A+B) 108,767 2224,333 Government Securities (At Cost) Unquoted 7 Years N.S.C. (Deposit With Central Excise) 1,000 1,000 IN DEBENTURES / SHARES (QUOTED - AT COST) 60 Debentures of Niron Ltd @ Rs.11.21 - 269 CURRENT ASSETS, LOANS & ADVANCES : 1,955 1,955 1,955 Balance with Scheduled Banks in Current A/C. Indian Bank 1,955 1,955 Tox on Interest (Asst.Yr 1996-97) 136 136 136 Scheubrid poposit Asst.Tax (Asst.Yr 1996-97)				
50,000 Unclassified shares of Rs. 10 each 500,000 500,000 SCHEDULE - JI 600,000 500,000 RESERVES & SURPLUS General Reserve Balance as per Last Balance Sheet 1,190,165 1,190,165 Profit and Loss Account 035,676) (70,662) Balance as per Last Balance Sheet (967,732) (897,080) Add : Profit for the Year TOTAL (A) (1,003,406) (967,732) SCHEDULE - III INVESTMENTS : TOTAL (A+B) 186,767 222,433 SCHEDULE - III Government Securities (A Cost) Unquoted 7 Years N.S.C. (Deposit With Central Excise) 1,000 IN DEBENTURES / SHARES (QUOTED - AT COST) 1,000 Karket Value Rs. Previous Year Rs.) 1,955 1,955 SCHEDULE - IV CURRENT ASSETS, LOANS & ADVANCES : a) Addit - 478,751 10,458 Schedulide Banks in Current A/C. Indian Bank 478,751 10,458 Di LOANS AND ADYANCES Socia on hand 1,955 1,955 Balance with Scheduled Banks in Current A/C. 1,356 1,352 1,352 Indian Bank 1,356 1,355 1,355 1,352			2,500,900	2,899,990
SCHEDULE - II TOTAL 500,000 500,000 General Reserve Balance as per Last Balance Sheet 1,190,165 1,190,165 1,190,165 Profit and Loss Account Balance as per Last Balance Sheet (967,732) (897,080) Add : Profit for the Year (35,676) (70,662) TOTAL (A) 1,100,165 1,190,165 SCHEDULE - III INVESTIMENTS: (36,676) (22,433) Government Securities (At Cost.) Unquoted TOTAL (A+B) 186,767 222,433 MVSESTIMENTS: Government Securities (At Cost.) Unquoted 1,000 1,000 ID DEDENTURES / SHARES (QUOTED - AT COST.) 68 Debentures of Nirion Ltd @ Rs.11.21 - 4,760 24 Shares of Nirion Ltd @ Rs.11.21 - 269 - - 6,029 SCHEDULE - IV CURRENT ASSETS, LOANS & ADVANCES: - 1,955 1,955 1,955 Balance with Scheduled Banks in Current A/C. Indian Bank 478,751 10,458 10458 Di LOANS AND ADVANCES Source 203,655 203,655 203,655 1,360 Selif Asst.Tax			500.000	500.000
RESERVES & SURPLUS Ganaral Reserve Support 1 and Loss Account TOTAL (A) 1,190,165 1,165 1,165 1,165 1,165 1,165 1,165 1,000 1,222,433 SCHEDULE - IV 1,000 1,000 1,000 1,000 1,000 1,000 1,000 <		TOTAL	and the second	
General Reserve I.190,165 1,190,165 Balance as per Last Balance Sheet TOTAL (A) I.190,165 1,190,165 Profit and Loss Account Balance Sheet (947,732) (687,080) Add : Profit for the Year TOTAL (B) (1,003,408) (947,732) SCHEDULE - III INVESTMENTS : TOTAL (A+B) 196,757 222,433 SCHEDULE - III INVESTMENTS : 1,000 (947,732) (947,732) Government Socurities (At Cost) Unquoted TOTAL (A+B) 196,757 222,433 SCHEDULE - III INVESTMENTS : 1,000 1,000 IN DEBENTURES / SHARES (QUOTED - AT COST) 68 60 bentures of Nirto Strip Kib. & Chem Ltd @ Rs.70/- - 4,760 24 Shares of Nirton Ltd @ Rs.11.21 - 269 - 50,029 SCHEDULE - IV CURRENT ASSETS, LOANS & ADVANCES : 1,955 1,955 1,955 Balance with Scheduled Banks in Current A/C. Indian Bank 478,751 10,458 TOTAL (a) 460,706 12,413 135 Di LOANS AND ADVANCES S00,000 3,008	SCHEDULE - II		****	
Balance as per Last Balance Sheet 1,190,165 1,190,165 Profit and Loss Account TOTAL (A) 1,190,165 1,190,165 Balance as per Last Balance Sheet (967,732) (897,080) Add : Profit for the Year TOTAL (A+B) 106,767 222,433 SCHEDULE - III INVESTMENTS : TOTAL (A+B) 106,767 222,433 SCHEDULE - N (1,003,406) (967,732) 707,662) 1,000 NV DEBENTURES (At Cost) Unquoted 7 722,433 707,662 707,662) Years N.S. (Deposit With Central Excise) - 1,000 1,000 1,000 ND DEBENTURES (SHARES (QUOTE) - AT COST) 68 Debentures of Ninon Lid @ Rs.11.21 - 269 SCHEDULE - N CURRENT ASSETS, LOANS & ADVANCES : 1,955 1,955 Balance with Scheduled Banks in Current A/C. 1,955 1,955 1,955 Indian Bank 10,468 500,000 203,655 203,655 203,655 D LOANS AND ADVANCES Security Deposit - 500,000 1,832 1,380 Self Asst Tax (Asst Yr 199				
Profit and Loss Account Balance as per Last Balance Sheet TOTAL (A) 1,190,165 1,190,165 Profit and Loss Account Balance as per Last Balance Sheet (967,732) (897,080) (35,676) (70,662) Add : Profit for the Year TOTAL (B) (1,003,409) (967,732) (967,732) SCHEDULE - III INVESTMENTS : Government Securities (At Cost) Unquoted TOTAL (A+B) 186,767 222,433 SCHEDULE - NI INVESTMENTS : Government Securities (At Cost) Unquoted - 1,000 1,000 N DEBENTURES / SHARES (QUOTED - AT COST) 68 - 4,760 24 50,229 SCHEDULE - IV CURRENT ASSETS, LOANS & ADVANCES : a) CASH & BANK BALANCES - 6,029 SCHEDULE - NY CURRENT ASSETS, LOANS & ADVANCES : a) CASH & BANK BALANCES - 500,000 Security Deposit - - 500,000 24,553 10,458 Di LOANS AND ADVANCES - 500,000 136 136 136 Self Asst. Tax (Asst. Yr 1996-97) 135 136 136 136 136 Tax on Dinterest (Asst. Yr 1996-97) 1,332 </td <td></td> <td></td> <td>4 400 465</td> <td>1 400 465</td>			4 400 465	1 400 465
Profit and Loss Account Balance as per Last Balance Sheet (967,732) (897,080) Add : Profit for the Year TOTAL (B) (1,003,408) (967,732) TOTAL (A+B) 186,757 222,433 SCHEDULE - III INVESITMENTS : TOTAL (A+B) 186,757 222,433 SCHEDULE - NI TOTAL (A+B) 186,757 222,433 SCHEDULE - NI Government Securities (At Cost) Unquoted 7 7 24,757 TYears NS. C (Deposit With Central Excise) - 1,000 1 24 Shares of Nirion Lid @ Rs.11.21 - 269 Years NS. SETS. LOANS & ADVANCES : - 1,955 1,955 1,955 Balance with Scheduled Banks in Current A/C. Indian Bank 1,955 1,955 1955 Security Deposit - 500,000 500,000 407ANCES Security Deposit - 500,000 1,432 1,432 I'ax on Interest (Asst.Yr.1986-97) 136 136 136 I'ax on Interest (Asst.Yr.1986-97) 136 136 136 I'ax on Interest (Asst.Yr.1986-97) 1,832 </td <td>balance as per Last balance Sheet</td> <td></td> <td></td> <td></td>	balance as per Last balance Sheet			
Balance as per Last Balance Sheet (967,732) (987,080) Add : Profit for the Year TOTAL (B) (1,003,408) (967,732) SCHEDULE - III INVESTMENTS : TOTAL (A+B) 186,757 222,433 Government Securities (At Cost) Unquoted 7 Years N.S.C. (Deposit With Central Excise) 1,000 1 IN DEBENTURES / SHARES (QUOTED - AT COST) 68 Debentures of Nirlon Ltd @ Rs.11.21 - 4,760 42 Shares of Nirlon Ltd @ Rs.11.21 - 6,029 - 4,760 SCHEDULE - IV CURRENT ASSETS, LOANS & ADVANCES : - 1,955 1,955 a) CASH & BANK BALANCES - - 6,029 SCHEDULE - IV CURRENT ASSETS, LOANS & ADVANCES : - 1,955 1,955 Balance with Scheduled Banks in Current A/C. Indian Bank 478,751 10,458 Do LASH & BANK DADVANCES - 500,000 - Security Deposit - 500,000 - - 1,360 1 Tax on Invieted (Asst Yr 1996-97) 136 136 136 136 136 Self As	Profit and Loss Account		.,	.,,
TOTAL (B) (1,003,406) (967,732) TOTAL (A+B) 186,767 222,433 SCHEDULE - III INVESTMENTS: Government Securities (At Cost) Unquoted 7 Years N.S.C. (Deposit With Central Excise) 1,000 7 Years N.S.C. (Deposit With Central Excise) 1,000 1,000 1,000 IN DEBENTURES / SHARES (QUOTED - AT COST) 68 Debentures of Nirton Synt.Fib. & Chem Ltd @ Rs.70/- 4,760 24 Shares of Nirton Synt.Fib. & Chem Ltd @ Rs.70/- 4,760 - 4,760 24 Shares of Nirton Synt.Fib. & Chem Ltd @ Rs.70/- - 4,760 - 24 Shares of Nirton Synt.Fib. & Chem Ltd @ Rs.70/- - 4,760 - 24 Shares of Nirton Synt.Fib. & Chem Ltd @ Rs.70/- - 4,760 - 24 Shares of Nirton Synt.Fib. & Chem Ltd @ Rs.70/- - 4,760 - 250 Cash on hand 1,955 1,955 1,955 Balance with Scheduled Banks in Current A/C. Indian Bank 478,751 10,458 TOTAL(a) 480,706 12,413 - 500,000 ADVANCES Selif Asst Tax (Asst Yr 1996-97) 3,008			(967,732)	(897,080)
TOTAL (A+B) 196,767 222,433 INVESTMENTS : Government Securities (At Cost) Unquoted 1,000 1,000 Y Pears N.S.C. (Deposit With Central Excise) 1,000 1,000 1,000 IN DEBENTURES / SHARES (QUOTEO - AT COST) 68 Debentures of Ninon Synt.Fib. & Chem Ltd @ Rs.70/- 4,760 24 Shares of Ninon Ltd @ Rs.11.21 229 529 (Market Value Rs. Previous Year Rs.) TOTAL - 6,029 SCHEDULE - IV - 6,029 CURRENT ASSETS, LOANS & ADVANCES : - 1,955 SCHEDULE - IV - 6,029 CURRENT ASSETS, LOANS & ADVANCES : - 1,955 Balance with Scheduled Banks in Current A/C. 1,955 1,955 Indian Bank 478,751 10,458 TOTAL(a) 480,706 12,413 D LOANS AND ADVANCES - 500,000 Security Deposit - 500,000 ADVANCES - 1,832 Self Asst Tax (Asst Yr.1996-97) 136 136 .Tax	Add : Profit for the Year			
SCHEDULE - III INVESTMENTS: Government Socurities (At Cost) Unquoted 7 Years N.S.C. (Deposit With Central Excise) 1,000 IN DEBENTURES / SHARES (QUOTED - AT COST) 68 Debentures of Nirton Ltd @ Rs.10.4 - 4,760 24 Shares of Nirton Ltd @ Rs.11.21 - 269 - 4,760 SCHEDULE - IV CURRENT ASSETS, LOANS & ADVANCES : - - 6,029 SCHEDULE - IV CURRENT ASSETS, LOANS & ADVANCES : - - 6,029 Cash on hand 1,955 1,955 1,955 1,955 Balance with Scheduled Banks in Current A/C. Indian Bank 478,751 10,458 D LOANS AND ADVANCES Socurity Deposit - 500,000 ADVANCES 203,655 203,655 203,655 Tax Deducted at Source 203,655 203,655 136 .Tax on Interest (Asst.Yr.1996-97) 3,008 3,008 3,008 Self Asst.Tax (Asst.Yr.1996-97) 3,008 3,008 3,008 Self Asst.Tax (Asst.Yr.1999-2000) 1,832 1,832 1,832				
INVESTMENTS : Government Securities (At Cost) Unquoted 7 Years N.S.C. (Deposit With Central Excise) 10 DEBENTURES / SHARES (QUOTED - AT COST) 68 Debentures of Nirion Synt, Fib. & Chem Ltd @ Rs.70/- 24 Shares of Nirion Synt, Fib. & Chem Ltd @ Rs.70/- 24 Shares of Nirion Ltd @ Rs.11.21 - 269 (Market Value Rs. Previous Year Rs. 0 SCHEDULE - IV CURRENT ASSETS, LOANS & ADVANCES: a) CASH & BANK BALANCES Cash on hand Balance with Scheduled Banks in Current A/C. Indian Bank 478,751 10,458 TOTAL(a) 480,706 12,413 b) LOANS AND ADVANCES Security Deposit - 17ax on Dividend (Asst.Yr, 1996-97) 136 136 1.7ax on Dividend (Asst.Yr, 1996-97) 1.7ax on Dividend (Asst.Yr, 1996-97) 1.832 1,832 Self Asst.Tax (Asst.Yr, 2003-2004) Prepaid Expenses 10TAL (b) 211,131 <t< td=""><td></td><td>101AL (A+B)</td><td>186,/5/</td><td>222,433</td></t<>		101AL (A+B)	186,/5/	222,433
Government Securities (At Cost) Unquoted 1,000 Y Years N.S.C. (Deposit With Central Excise) - 1,000 IN DEBENTURES / SHARES (QUOTED - AT COST) 68 Debentures of Nirlon Synt, Fib. & Chem Ltd @ Rs.70/- - 4,760 24 Shares of Nirlon Ltd @ Rs.11.21 - 269 - 4,760 (Market Value Rs. Previous Year Rs.) - 6,029 SCHEDULE - IV				
7 Years N.S.C. (Deposit With Central Excise) - 1,000 IN DEBENTURES / SHARES (QUOTED - AT COST) 68 Debentures of Nition Synt Fib. & Chem Ltd @ Rs. 70/- - 4,760 24 Shares of Nition Ltd @ Rs. 11.21 - 269 - - 4,760 24 Shares of Nition Ltd @ Rs. 11.21 - 269 - - 6,029 SCHEDULE - IV - - 6,029 - - 6,029 SCHEDULE - IV - - - 6,029 - - - 6,029 SCHEDULE - IV -				
68 Debentures of Nirion Synt Fib. & Chem Ltd @ Rs.70/- - 4,760 24 Shares of Nirion Ltd @ Rs.11.21 - 269 (Market Value Rs. Previous Year Rs.) - 6,029 SCHEDULE - IV			-	1,000
24 Shares of Nirion Ltd @ Rs.11.21 - 269 (Market Value Rs. Previous Year Rs.) TOTAL - 6,029 SCHEDULE - IV CURRENT ASSETS, LOANS & ADVANCES : a) CASH & BANK BALANCES - 6,029 SCHEDULE - IV CURRENT ASSETS, LOANS & ADVANCES : a) CASH & BANK BALANCES 1,955 1,955 Balance with Scheduled Banks in Current A/C. Indian Bank 1,955 10,458 b) LOANS AND ADVANCES - 500,000 Security Deposit ADVANCES - 500,000 Tax Deducted at Source 203,655 203,655 .Tax on Interest (Asst.Yr.1996-97) 136 136 .Tax on Dividend (Asst.Yr.1996-97) 3,008 3,008 .Tax on Dividend (Asst.Yr.1996-97) 3,008 3,008 .Self Asst.Tax (Asst.Yr.1996-97) 3,008 3,008 .Self Asst.Tax (Asst.Yr.1996-97) 3,008 2,500 .Tax on Dividend (Asst.Yr.1996-97) 1,832 1,832 .Self Asst.Tax (Asst.Yr.1996-97) 1,832 1,832 .Tax on Dividend (Asst.Yr.1996-97) 1,832 1,932 .Self Asst.Tax (Asst.Yr.1996-97) 3,008 3,008 S	•			
(Market Value Rs. Previous Year Rs.) TOTAL - 6,029 SCHEDULE - IV - 6,029 Current Asserts, LOANS & ADVANCES; - 6,029 Displance with Scheduled Banks in Current A/C. 1,955 1,955 Indian Bank 478,751 10,458 Displance with Scheduled Banks in Current A/C. 1,955 12,413 Displance with Scheduled Banks in Current A/C. 1,955 12,413 Displance with Scheduled Banks in Current A/C. 10,458 500,000 ADVANCES Security Deposit - 500,000 ADVANCES 203,655 203,655 203,655 Tax on Dividend (Asst Yr 1996-97) 136 136 136 Tax on Dividend (Asst Yr 1999-2000) 1,832 1,832 1,832 Self Asst Tax (Asst Yr 2003-2004) 2,500 2,600 - Prepaid Expenses TOTAL (b) 211,131 712,491 SCHEDULE - V CURRENT LIABILITIES AND PROVISIONS : - - - D) CURRENT LIABILITIES And Provisions For EXPENSES : - - - D)		s.70/-	-	•
SCHEDULE - IV TOTAL - 6,029 CURRENT ASSETS, LOANS & ADVANCES : a) CASH & BANK BALANCES 1,955 1,955 Cash on hand Balance with Scheduled Banks in Current A/C. Indian Bank 1,955 1,955 b) LOANS AND ADVANCES Security Deposit 478,751 10,458 TOTAL(a) 480,706 12,413 b) LOANS AND ADVANCES Security Deposit - 500,000 ADVANCES 203,655 203,655 Tax on Interest (Asst.Yr 1996-97) 136 136 1.Tax on Dividend (Asst.Yr.1999-2000) 1,832 1,832 Self Asst Tax (Asst.Yr.2003-2004) 2,500 2,500 Prepaid Expenses - 1,360 TOTAL (b) 211,131 712,4904 SCHEDULE - V CURRENT LIABILITIES AND PROVISIONS : a) CURRENT LIABILITIES AND PROVISIONS : a) CURRENT LIABILITIES (COODS : ii) SUNDRY CREDITORS FOR EXPENSES : - - b) PROVISIONS : Provision for I. Tax Asst. Yr - 1999-2000 2,250 2,250 2,260	-	`	-	269
SCHEDULE - IV CURRENT ASSETS, LOANS & ADVANCES : a) CASH & BANK BALANCES Cash on hand 1,955 1,955 Balance with Scheduled Banks in Current A/C. Indian Bank 1,955 1,955 b) LOANS AND ADVANCES TOTAL(a) 480,706 12,413 b) LOANS AND ADVANCES 500,000 Security Deposit - 500,000 ADVANCES 203,655 203,655 Tax Deducted at Source 203,655 203,655 1.Tax on Interest (Asst. Yr 1996-97) 136 136 1.Tax on Dividend (Asst. Yr.1996-97) 3,008 3,008 Self Asst.Tax (Asst. Yr.1999-2000) 1,832 1,832 Self Asst.Tax (Asst. Yr.1999-2000) 1,832 1,360 TOTAL (b) 2111,131 712,491 TOTAL (a) SCHEDULE - V CURRENT LIABLITIES AND PROVISIONS : a) CURRENT LIABLITIES AND PROVISIONS : a) CURRENT LIABLITIES AND PROVISIONS : a) CURRENT LIABLITIES AND PROVISIONS : b) SUNDRY CREDITORS FOR EXPENSES : TOTAL(a) 2,830 6,250 D) PROVISIONS : Provision for I. Tax Asst. Yr - 1999-2000 2,250 2,250 2,250		/		6.029
Indian Bank 478,751 10,458 TOTAL(a) 480,706 12,413 b) LOANS AND ADVANCES - 500,000 Security Deposit - 500,000 ADVANCES 203,655 203,655 Tax Deducted at Source 203,655 203,655 1. Tax on Interest (Asst.Yr 1996-97) 136 136 1. Tax on Dividend (Asst.Yr.1999-2000) 1,832 1,832 1,832 Self Asst.Tax (Asst.Yr.2003-2004) 2,500 2,500 2,500 Prepaid Expenses - 1,360 107AL(a+b) 691,837 724,904 SCHEDULE - V CURRENT LIABILITIES AND PROVISIONS : a) CURRENT LIABILITIES :)) SUNDRY CREDITORS FOR GOODS : ii) SUNDRY CREDITORS FOR EXPENSES : - - - b) PROVISIONS : Provision for 1. Tax Asst. Yr - 1999-2000 2,250 2,250 2,250 Di Provision for 1. Tax Asst. Yr - 1999-2000 2,250 2,250 2,250	a) CASH & BANK BALANCES Cash on hand		1,955	1,955
b) LOANS AND ADVANCES Security Deposit - 500,000 ADVANCES - 500,000 Tax Deducted at Source 203,655 203,655 1.Tax on Interest (Asst.Yr.1996-97) 136 136 1.Tax on Dividend (Asst.Yr.1996-97) 3,008 3,008 Self Asst.Tax (Asst.Yr.1999-2000) 1,832 1,832 Self Asst.Tax (Asst.Yr.2003-2004) 2,500 2,500 Prepaid Expenses - 1,360 107AL (b) 211,131 712,491 TOTAL (b) 211,131 712,491 107AL (a+b) 691,837 724,904 SCHEDULE - V CURRENT LIABLITIES AND PROVISIONS : - - - - a) CURRENT LIABLITIES AND PROVISIONS : - - - - - b) PROVISIONS : - - - - - - - b) PROVISIONS : - - - - - - - Provision for I. Tax Asst. Yr - 1999-2000 2,250			478,751	10,458
Security Deposit - 500,000 ADVANCES - 500,000 Tax Deducted at Source 203,655 203,655 Tax on Interest (Asst.Yr 1996-97) 136 136 I. Tax on Dividend (Asst.Yr.1996-97) 3,008 3,008 3,008 Self Asst.Tax (Asst.Yr.1999-2000) 1,832 1,832 1,832 Self Asst.Tax (Asst.Yr.2003-2004) 2,500 2,500 2,500 Prepaid Expenses - 1,360 100 11,131 712,491 SCHEDULE - V CURRENT LIABILITIES AND PROVISIONS : - - - - a) CURRENT LIABILITIES AND PROVISIONS : - - - - - a) CURRENT LIABILITIES i) - - - - - - b) PROVISIONS : - - - - - - b) PROVISIONS : - - - - - - b) PROVISIONS : - - - - -		TOTAL(a)	480,706	12,413
Security Deposit - 500,000 ADVANCES - 500,000 Tax Deducted at Source 203,655 203,655 1. Tax on Interest (Asst. Yr 1996-97) 136 136 1. Tax on Dividend (Asst. Yr 1996-97) 3,008 3,008 Self Asst. Tax (Asst. Yr 1999-2000) 1,832 1,832 Self Asst. Tax (Asst. Yr .2003-2004) 2,500 2,500 Prepaid Expenses - 1,360 TOTAL (b) 211,131 712,491 TOTAL (a+b) 691,837 724,904 SCHEDULE - V CURRENT LIABILITIES AND PROVISIONS : - a) CURRENT LIABILITIES : - - b) SUNDRY CREDITORS FOR GOODS : - - ii) SUNDRY CREDITORS FOR EXPENSES : 2,830 6,250 b) PROVISIONS : - - - Provision for I. Tax Asst. Yr - 1999-2000 2,250 2,250 Total (b) 2,250 2,250 2,250	b) LOANS AND ADVANCES			
Tax Deducted at Source 203,655 203,655 1. Tax on Interest (Asst.Yr 1996-97) 136 136 1. Tax on Dividend (Asst.Yr.1996-97) 3,008 3,008 1. Tax on Dividend (Asst.Yr.1996-97) 3,008 3,008 Self Asst.Tax (Asst.Yr.1999-2000) 1,832 1,832 Self Asst.Tax (Asst.Yr.2003-2004) 2,500 2,500 Prepaid Expenses - 1,360 TOTAL (b) 211,131 712,491 TOTAL(a+b) 691,837 724,904 SCHEDULE - V CURRENT LIABLITIES AND PROVISIONS : - a) CURRENT LIABLITIES AND PROVISIONS : - - a) CURRENT LIABLITIES : . - - I) SUNDRY CREDITORS FOR GOODS : - - - ii) SUNDRY CREDITORS FOR EXPENSES : 2,830 6,250 Dotal (b) 2,250 2,250 2,250	Security Deposit		-	500,000
I. Tax on Interest (Asst.Yr 1996-97) 136 136 I. Tax on Dividend (Asst.Yr.1996-97) 3,008 3,008 I. Tax on Dividend (Asst.Yr.1999-2000) 1,832 1,832 Self Asst. Tax (Asst.Yr.1999-2000) 1,832 1,832 Self Asst. Tax (Asst.Yr.2003-2004) 2,500 2,500 Prepaid Expenses - 1,360 TOTAL (b) 211,131 712,491 TOTAL (a+b) 691,837 724,904 SCHEDULE - V CURRENT LIABLITIES AND PROVISIONS : - a) CURRENT LIABLITIES AND PROVISIONS : - - a) CURRENT LIABILITIES : - - I) SUNDRY CREDITORS FOR GOODS : - - ii) SUNDRY CREDITORS FOR EXPENSES : 2,830 6,250 D) PROVISIONS : - - - Provision for I. Tax Asst. Yr - 1999-2000 2,250 2,250 Total (b) 2,250 2,250 2,250	Tax Deducted at Source		203,655	203,655
Self Asst. Tax (Asst. Yr. 1999-2000) 1,832 1,832 Self Asst. Tax (Asst. Yr. 2003-2004) 2,500 2,500 Prepaid Expenses - 1,360 TOTAL (b) 211,131 712,491 TOTAL (a+b) 691,837 724,904 SCHEDULE - V CURRENT LIABLITIES AND PROVISIONS : - a) CURRENT LIABLITIES IND PROVISIONS : - - b) SUNDRY CREDITORS FOR GOODS : - - b) PROVISIONS : - - Provision for I. Tax Asst. Yr - 1999-2000 2,250 Total (b) 2,250 2,250	I.Tax on Interest (Asst.Yr 1996-97)			136
Self Asst. Tax (Asst. Yr. 2003-2004) 2,500 2,500 Prepaid Expenses - 1,360 TOTAL (b) 211,131 712,491 TOTAL (a+b) 691,837 724,904 SCHEDULE - V - - CURRENT LIABLITIES AND PROVISIONS : - - a) CURRENT LIABILITIES : - - b) SUNDRY CREDITORS FOR GOODS : - - ii) SUNDRY CREDITORS FOR EXPENSES : 2,830 6,250 D) PROVISIONS : - - Provision for I. Tax Asst. Yr - 1999-2000 2,250 2,250 Total (b) 2,250 2,250	• •			-
Prepaid Expenses - 1,360 TOTAL (b) 211,131 712,491 TOTAL (a+b) 691,837 724,904 SCHEDULE - V 691,837 724,904 CURRENT LIABLITIES AND PROVISIONS : a) 0 a) CURRENT LIABILITIES : i) 1000000000000000000000000000000000000	• •			
TOTAL (b) 211,131 712,491 SCHEDULE - V TOTAL (a+b) 691,837 724,904 SCHEDULE - V CURRENT LIABLITIES AND PROVISIONS : 691,837 724,904 a) CURRENT LIABILITIES AND PROVISIONS : a) 2,830 6,250 b) SUNDRY CREDITORS FOR GOODS : 2,830 6,250 b) PROVISIONS : TOTAL(a) 2,830 6,250 Provision for I. Tax Asst. Yr - 1999-2000 2,250 2,250 Total (b) 2,250 2,250 2,250			•	•
TOTAL(a+b) 691,837 724,904 SCHEDULE - V CURRENT LIABLITIES AND PROVISIONS : a) CURRENT LIABILITIES AND PROVISIONS : - - a) CURRENT LIABILITIES AND PROVISIONS : - - b) SUNDRY CREDITORS FOR GOODS : - - ii) SUNDRY CREDITORS FOR EXPENSES : 2,830 6,250 b) PROVISIONS : - - Provision for I. Tax Asst. Yr - 1999-2000 2,250 Total (b) 2,250 2,250		TOTAL (b)		
CURRENT LIABLITIES AND PROVISIONS : a) CURRENT LIABILITIES : b) SUNDRY CREDITORS FOR GOODS : iii) SUNDRY CREDITORS FOR EXPENSES : b) PROVISIONS : Provision for I. Tax Asst. Yr - 1999-2000 2,250 Total (b) 2,250 2,250		TOTAL(a+b)	691,837	
ii) SUNDRY CREDITORS FOR EXPENSES : 2,830 6,250 b) PROVISIONS : TOTAL(a) 2,830 6,250 Provision for I. Tax Asst. Yr - 1999-2000 2,250 2,250 Total (b) 2,250 2,250 2,250	<u>SCHEDULE - V</u> <u>CURRENT LIABLITIES AND PROVISIONS :</u> a) CURRENT LIABILITIES : i) SUNDRY CREDITORS FOR GOODS :		_	
TOTAL(a) 2,830 6,250 b) PROVISIONS : Provision for I. Tax Asst. Yr - 1999-2000 2,250 2,250 Total (b) 2,250 2,250 2,250	ii) SUNDRY CREDITORS FOR EXPENSES :		2,830	6,250
Provision for I. Tax Asst. Yr - 1999-2000 2,250 2,250 Total (b) 2,250 2,250		TOTAL(a)	······································	and the second se
Total (b) 2,250 2,250	<u>b) PROVISIONS :</u> Provision for I. Tax Asst. Yr - 1999-2000		2.250	2.250
TOTAL(a+b) 5,080 8,500				
		TOTAL(a+b)	5,080	8,500

4

CERTIFIED TRUE COPY

Kamalaks' Finance Corporation Ltd,

(

SCHEDULES VI ATTACHED TO AND FORMING PART OF THE PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2004

		YEAR ENDED 31.03.2005	YEAR ENDED 31.03.2004
		RUPEES	RUPEES
SCHEDULE - VI			
ADMINISTRATIVE EXPENSES :			
Rent Paid		-	30,000
Bank Charges		82	288
Filing Fees		1,500	1,500
Profession Tax		1, 360	1,360
Audit Fees		2,700	2,700
Advertisement Expenses		7, 50 5	-
Listing Fees		10, 00 0	10,000
Professional Fees		6,500	1,500
Sundry Balances W/off		6,029	-
	TOTAL	35,676	47,348

CERTIFIED TRUE COPY

Kamalakside due 22 - 1 alion Ltd.

Anshuman Tarra

DIRECTOR

t erre cadalana e c

Tanna House, 2nd Floor, 11/A, Nathalal Parekh Marg, Colaba, Mumbai-400 039

NOTES TO ACCOUNTS

SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation of Financial Statements

These financial statements have been prepared on accrual basis of accounting, under the historical cost convention and in accordance with the Companies Act, 1956 and the applicable accounting standards issued by the institute of Chartered Accountants of India.

In preparing and presenting these financial statements the Company has, for the first time, adopted the following Accounting Standards recently issued by the institute of Chartered Accountants of India.

Accounting Standard 18 - Related Party Disclosures;

Accounting Standard 20 - Earnings Per Share; and

Accounting Standard 22 - Accounting for Taxes on In-come

Investments

Long term investments are stated at cost of acquisition unless there is permanent fall in its realization value which is provided for.

Revenue Recognition

Income is recognized on accrual basis.

Dividend Income is recognized when the right to receive dividend is established.

Taxation

Provision for current income Tax is made in accordance with the Income Tax Act, 1961.

In accordance with Accounting Standard 22 – Accounting for Taxes on Income, issued by the institute of Chartered Accountants of India, the deferred tax liability for timing difference between book and tax profits occurs when there are actual taxable profits for the year. Deferred tax assets are not recognized unless there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

BASIC EARNING PER SHARE

Basic Earning per share is determined by dividing net income by the weighted average number of shares outstanding during the years.

TRANSACTIONS WITH RELATED PARTIES

In our opinion, and according to information and explanation given to us, the company has certain transactions with its related companies. A portion of the Company's assets, liabilities, revenues, costs, and expenses arose from transactions with the related parties. These parties are related through common shareholding and / or directorships.

(B) OTHER NOTES.

(i) Administrative Expenses include amounts paid / payable to the Auditor

PARTICULARS	2004-2005	2003-2004
AUDIT FEES	2700	2700

Earning per share as required by the Accounting Standard 20

2004-2005

2003-2004 CERTIFIED TRUE COPY Kami'

Anshuman Tring DIRECTO

	a)	Weighted Aver age number of equity Shares of Rs.10/- outstanding during The year	50,000	50,000
	b)	Net Profit /(loss) available for equity share holders (Rs.)	(35,676)	(70,652)
	C)	Basic & Diluted Earnings (in Rupees) p.s.	-	-
4)		elated Party Disclosures as required by 3-18		
	a)	List of Related Parties		
		Parties where control exists;		
		Kamalakshi Finance Corporation Limited	t	
		Other Related Parties with whom transac	ctions have taken	place during the year
		Abhijat Dipak Holdings Private Limited		
	b)	Transaction with related party	For	the Year 2004-2005
		(i) Sales, Services & Other Income Assoc	ciates	NIL
		(ii) Purchases		NIL
	(iii) Outstanding Balances		
		Outstanding Payable		NIL
		Associates / Other Parties		NIL

5) Figures of the previous year have been regrouped / rearranged / reclassified Wherever necessary.

FOR RAMESH M.SHETH & ASSOCIATES CHARTERED ACCOUNTANTS 0 C ARTNER MUMBAI Ô DATE: 3 All

FOR AND ON BEHALF OF THE BOARD

Arshuman Tang DIRECTOR

DIRECTOR

2

CERTIFIED TRUE COPY

Kamalaksti Tina

and id.

DIRECTOR

Anshuman Tanna

1

j

ASST.YEAR

2005-2006

CASH FLOW FROM OPERATING ACTIVITIES	31.03.2005	31.03.2004
NET PROFIT / (LOSS) BEFORE TAX	(35,676)	(47,348)
OPERATING PROFIT / (LOSS) BEFORE WORING CAPITAL CHANGES (INCREASE) / DECREASE IN OTHER CURRENT ASSETS	(35,676) 501,360	(47,348) 97,164
INCREASE / (DECREASE) IN CURRENT LIABILITIES	(3,420)	(20,163)
	462,264	29,653
CASH FLOW FROM INVESTING ACTIVITIES		-
CASH FLOW FROM FINANCING ACTIVITIES		-
NET INCREASE (DECREASE) IN CASH & CASH EQUIVALENT	462,264	29,653
CASH & CASH EQUIVALENT AT THE BEGINNING OF THE YEAR	12,413	6,064
CASH & CASH EQUIVALENT AT THE END OF THE YEAR	480,706	12,413

2

CERTIFIED TRUE COPY

Anshuman Tanny DIRECTOR