

VALLEY INDIANA LEISURE LIMITED
13th Annual Report
2006-2007

Registered Office :
VALLEY INDIANA LEISURE LIMITED
39- Advani Market, O/s. Delhi Gate, Shahibaug,
Ahmedabad - 380 004

Board of Directors : Shri Radheshyam L. Kabra - Chairman
: Shri Ramprakash L. Kabra - Managing Director
: Shri Kapil G. Kabra - Director
: Shri Gopal M. Kabra - Director

Auditors : M/s. Bharadia Maheshwari & Associates
Chartered Accountants
Ahmedabad

Registered Office : 39-Advani Market,
O/s. Delhi Gate,
Shahibaug,
Ahmedabad - 380 004

**Registrar and
Share Transfer Agent** : M/s. MCS Limited
Shatdal Complex,
Ashram Road,
Navrangpura,
Ahmedabad - 380 009

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NOTICE

NOTICE is hereby given that the Annual General Meeting of the members of valley Indiana Leisure Limited will be held on Saturday, the 29th day of September, 2007 at 11.00 a.m. at Registered office of the company at 39, Advani Market, Ouside Delhigate gate, Shahibag, Ahmedabad-380004 to transact the following business.

ORDINARY BUSINESS :

- (1) To receive, consider and adopt the Audited Profits & Loss Account for the financial year ended on 31st March, 2007 and Balance Sheet as at that date and Report of the Board of Directors and Auditors thereon.
- (2) To appoint a Director in place of Mr.Gopal Kabra who retires by rotation and being eligible, offers himself for re-appointment.
- (3) To appoint Auditors of the Company to hold office from the conclusion of this Annual General Meeting and to authorise the Board of Directors to fix their remuneration. In this context, to consider and if thought fit to pass with or without modifications following as an ordinary resolution.

"RESOLVED that M/s. Bharadia Maheshwari & Associates,. Chartered Accountants be and are hereby appointed as Auditors of the Company to hold office from the conclusion of this Annual General Meeting on such remuneration as may be decided by the Board of Directors of the Company."

On behalf of the Board

Date : **25/07/2007**

Place: **Ahmedabad**

Sd/-
Managing Director

NOTES :

- 1) A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and such a proxy need not be a member of the Company.
- 2) All valid proxies must be deposited at the Regd. Office of the company at least 48 hours before the commencement of the meeting.
- 3) An explanatory statement pursuant to provisions of section 173 is enclosed to this notice.
- 4) Members are requested to bring their copies of Annual Report to the meeting.
- 5) Register of members and share transfer books of the company will remain closed from 25/9/2007 to 28/9/2007 (both days inclusive).

DIRECTORS' REPORT

To,
The Members
Valley Indiana Leisure Limited
Ahmedabad

Your Directors have pleasure in presenting the Annual Report together with the Audited Accounts of the Company for the year ended on 31st March, 2007

FINANCIAL RESULTS:

During the year under the review, Sales and other Income has placed at Rs. 26.84 lacs , Whereas Net profit before tax of the company has been placed at Rs. 4.68 lacs. After Provision for Taxation net profit of the company has stood at Rs.2.99 lacs. Your directors are optimistic of achieving better results in the coming years.

DIVIDEND:

Your directors are unable to recommend any dividend in view of weak financial position of the company

INSURANCE:

The company has taken sufficient insurance for the properties against risks of fire, strike, riot and earthquake.

DIRECTORS:

Shri Gopa Kabra, director of the company, retires by rotation and being eligible offers themselves for reappointment.

PARTICULARS OF EMPLOYEES:

The particulars of the employee of the Company drawing total remuneration of Rs.24,00,000/- per annum or Rs.2,00,000/- per month as required U/S 217 (2A) of the Companies Act, 1956 is Nil.

FIXED DEPOSITS:

Your Company has not accepted any deposits and, as such, no amount of principal or interest was outstanding on the date of balance sheet.

DIRECTORS' RESPONSIBILITY STATEMENT -SECTION 217 (2AA) OF THE COMPANIES ACT, 1956:

The Board of Directors states:

- 1) that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- 2) that the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- 3) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- 4) that the Directors had prepared the Annual Accounts on a going concern basis.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

Particulars in accordance with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 read with the Provisions of Section 217 (1) (e) of The Companies Act, 1956 is annexed herewith forming part of this report.

CORPORATE GOVERNANCE:

Your directors are pleased to inform you during the year provisions relating to the Corporate Governance as per listing Agreement has become applicable and has complied with the various requirements a report along with certificate is attached forming part of this report.

AUDITORS:

M/s. Bharadia Maheshwari & Associates, Chartered Accountants, Ahmedabad, statutory auditors retires at the end of ensuing Annual general meeting and being eligible, offer themselves for reappointment.

AUDITORS REPORT AND COMMENTS :

The contents and notes in the auditors report are self explanatory and needs no explanation.

ACKNOWLEDGEMENT

Your Directors would like to express their appreciation for the support extended by Bankers and Office bearers of Government Department and Financial Institutions. Your Directors also place on record their deep appreciation of the services rendered by the Officers, staff and workers of the company at all levels. Your Directors also acknowledge the continued invaluable support extended by you - our shareholders- and the confidence that you have placed in the company.

On behalf of the Board

Date : 25/07/2007

Sd/-

Place: Ahmedabad

Managing Director

REPORT ON CORPORATE GOVERNANCE

The Directors presents the Company's report on Corporate Governance in accordance with the provisions of clause 49 of the Listing Agreement with stock exchanges.

THE COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE :

The Board has adopted the principles of good corporate governance and it is committed to adopting the same in future. It is true that the compulsion may initiate steps for compliance however voluntary adoption may take the same at its true place. We have taken steps for the good corporate governance practice, which will lead to the ethics of integrity, transparency and accountability.

THE BOARD OF DIRECTORS

The Board consists of 4 Directors showing the fair combination of Executive, Non-Executive and Independent Directors. The directors are different in respect of the knowledge and expertise in the field. Some of the directors are professionals from different field; some are having the vast knowledge and experience of marketing/production. Out of Four directors, Three are non Executive and independent directors.

Attendance at board Meetings :

Dates of Board Meetings : 30/04/2006, 30/06/2006, 28/07/2006, 31/10/2006, 31/01/2007

Name	Executive/ Non-Executive/ Independent	No. of other Directorships held in other pub. Companies	Board meetings attended	Membership in the committee of other companies	Chairmanship at the committee of other companies	Attended last AGM 22nd September, 2006
Mr. Radheshyam L. Kabra	Director	01	05	0	0	Yes
Mr. Ramprakash L. Kabra	Managing Director	03	05	03	0	Yes
Mr. Kapil Kabra	Joint Managing Director	0	05	0	0	Yes
Mr. Gopal Kabra	Executive Director	0	05	0	0	Yes

As required by the law, the appointment(s) and remuneration(s) of any executive Director(s) requires the approval of shareholders; such approvals are for a period of not more than 5 years and when eligible, they can be re-appointed at the end of the term.

One third of other Directors retire every year and, when eligible, qualify for re-appointment.

AUDIT COMMITTEE**Term of reference :**

The terms of reference of the Audit committee, as specified by the Board, includes the whole as specified in the clause 49 of the listing agreement, including a review of audit procedures and techniques, financial reporting systems, internal control systems and procedures besides ensuring compliance with regulatory guidelines. The committee members are all non-executive and majority being the independent directors, collectively having requisite knowledge of finance, accounts and company law. The committee recommends the appointment of external auditors and their fees and payments and also takes an overview of the financial reporting process to ensure that financial statements are correct sufficient and credible. The report of the statutory auditors is reviewed along with managements' comments and action-taken reports.

Composition of the committee :

The committee comprises four director as members of the committee and Chairman of the committee is shri Gopal Kabra

Meetings and attendance during the year :

Sr. Director No.	Status	No. of Meetings Attended
01 Mr. . Gopal. Kabra	Chairman	04
02 Mr. . Radheshyam L. Kabra	Member	04
03 Mr. . Kapil G. Kabra	Member	04
04 Mr. . Rampraksah Kabra	Member	

REMUNERATION COMMITTEE

The remuneration committee consists of 3 directors all being non-executive directors. The committee recommends the remuneration packages to the Managing/Executive Directors, to the senior officers, employees etc.

Composition :

It comprises of Shri Gopal Kabra, Chairman of the committee, Shri Radheshyam Kabra and Shri Kapil Kabra, directors of the company.

Meetings and attendance during the year.:

Since there were no agenda requiring decision to fix remuneration of directors, no meetings were held during the year under review.

SHARE TRANSFER AND SHAREHOLDER /INVESTOR GRIEVANCES COMMITTEE

All the matters relating to Shareholders was reviewed as well as considered by the Share transfer Committee. However to adhere to the corporate Governance requirements, a new committee called Share transfer and shareholder/investors Grievances committee was formed and the responsibility of erstwhile Share Transfer committee was transferred to the new committee. This committee reviews, records and helps expedite transfer of shares and helps resolve and attend to any grievances of the investors.

Composition:

The committee comprises of Shri Gopal Kabra, Chairman of the committee, Shri Radheshyam Kabra and Shri Kapil Kabra, directors of the company.

Meetings and Attendance during the year :

All the matters relating to share Department and investor services was handled by Share Transfer Committee. In view of infrequent trading of shares in the stock market and negligible correspondence from the investors and shareholders, the Share Transfer committee met four times in the year. All the members were present at all the meeting. The company is also availing services of Shri Ashish Doshi, a practicing company secretary to advise the company for fulfillment of all the clauses of Listing Agreement and other related rules and laws and who also remains present the meetings of the committee.

However to adhere to the requirements of Corporate Governance this new committee was formed

To expeditiously meet the requirements of transfer of shares, Shri Gopal Kabra has been given authority to deal with and approve the cases on fortnightly basis and place report before the committee meeting. The committee meetings and attendance data were held twelve times during the year

Complaints :

During the year mainly there were two complaints regarding non receipt of dividend warrants and annual reports which were satisfactorily addressed by the company within 10 days from the date of receipt of the company. As on date there is no pending complaints.

SHAREHOLDER INFORMATION & RELATIONS

The main source of information for shareholders is the Annual Report which includes, inter-alia, the reports of the Directors and the Auditors, Audited Accounts, etc. Shareholders are intimated through print media of quarterly financial results within time periods stipulated from time to time by the stock exchanges.

General Body meetings :

The last 3 Annual General Meetings were held as follows.

Date	Time	Place
1) 30th September, 2004	10.30 a.m.	39, Advani Market, O/s Delhi Gate Shahibaug, Ahmedabad-380004
2) 30th September, 2005	10.30 a.m.	39, Advani Market, O/s Delhi Gate Shahibaug, Ahmedabad-380004
3) 30th September, 2006	10.30 a.m.	39, Advani Market, O/s Delhi Gate Shahibaug, Ahmedabad-380004

The next AGM shall be held at the Registered Office of the company at 39, Advani Market, O/s Delhi Gate, Shahibaug, Ahmedabad-380004 at 10.30 am. on 29th September, 2007. the Book Closure will also be as per the dates mentioned elsewhere in the Notice calling Annual general Meeting.

Means of Communications :

The company keeps shareholders informed via advertisements in appropriate newspapers of relevant dates and items requiring notice. The company is having in-house computerized share department.

Common Registrar for Physical as well as dematerialization of shares is MCS LTD. The general address for correspondence for Shareholders is Regd. Office of the company mentioned elsewhere in this Annual report.

The company regularly publishes quarterly financial results etc. in English (either in Western-Times or any other newspaper) and relevant vernacular print media in published in vernacular language (either in Western Times or any other news paper), The company had always held Annual General Meetings within the time limit prescribed by the law or regulatory.

DISCLOSURES :**(a) Disclosures on materially significant related party transactions that may have potential conflict with the interests of the Company at large:**

In terms of Section 299 (3) of the Companies Act, 1956, the General Notices of disclosure of interest are obtained from the Directors and accordingly, the Register of Contracts under Section 301 of the Companies Act, 1956 is tabled and signed.

(b) Details of non-compliance by the Company, penalties, strictures imposed on the Company by Stock Exchanges or SEBI or any statutory authority, on any matter related to capital markets, during the last three years.

No strictures and penalties have ever been imposed on the Company by the Stock Exchanges or SEBI or any statutory authorities, on matters related to capital markets.

(c) The Company has adopted a Code of Conduct for its Directors and employees. This Code of Conduct has been communicated to each of them.**(d) Regarding Dematerialisation of Shares:**

The Company is in the process of dematting the shares and this is expected to be completed during the ensuing Financial year.

Non Mandatory Requirements :

Of non-mandatory requirements suggestions, we have adopted those relating to Remuneration Committee. We have not adopted suggestions relating to a postal ballot system (except where compulsory under the Companies Act) nor of sending six monthly information to each shareholder household.

GENERAL SHAREHOLDERS INFORMATION :**A) Annual general meeting :**

Day and Date : Saturday, 29th September, 2007,

Time : 10.30 a.m.

Venue : 39, Advani Market, O/s Delhi Gate, Shahibaug, Ahmedabad-380004

B) Financial Calendar for 2006-2007

First quarter : By end of July 2007
 Second quarter : By end of October, 2007
 Third quarter : By end of January, 2008
 Annual results for the : By end of June 2008
 Year ended on 31/3/2008
 Annual general meeting for : By end of September, 2008
 The year 2007-08

C) Book Closure : 25th September, 2007 to 28th September, 2007 (both days Inclusive)**D) Listing of Shares and Securities :** The company's shares are presently listed at Ahmedabad Stock exchanges and Bombay Stock Exchange.**E) Market Price Data**

Market price data for the share of face value Rs.10 each as under at BSE :

Month	Highest	Lowest
April, 2006	14.00	9.88
May, 2006	13.96	8.49
June, 2006	14.65	10.09
July, 2006	10.78	6.08
August, 2006	19.84	10.50
September, 2006	23.50	18.85
October, 2006	21.25	12.35
November, 2006	11.74	4.8
December, 2006	10.81	5.0
January, 2007	13.11	10.35
February, 2007	10.08	7.24
March, 2007	9.84	6.90

Share transfer System : The company is having in-house computerized Share Transfer department and has appointed

MCS Limited

Shatdal Complex, Ashram Road, Ahmedabad-380009

F) who will be acting as a registrar and share transfer agent as common registrar for Physical as well as Demat of shares.**G) Investor correspondence :**

Registered office :

39, Advani Market, O/s Delhi Gate, Shahibaug, Ahmedabad-380004

MANAGEMENT DISCUSSION AND ANALYSIS

The Management Discussion and Analysis form a part of the Annual Report.

The above represents the company's philosophy on corporate governance. Auditors' Certificate as required, forms a part of this Annual Report.

For and on behalf of the Board of Directors

Place : Ahmedabad

Sd/-

Date : 25/07/2007

Managing Director

Auditors' Certificate on Compliance with the conditions of Corporate Governance under Clause 49 of the Listing Agreement

To,
The Members of
Valley Indiana Leisure Limited

1. We have examined the compliance of conditions of Corporate Governance by Valley Indiana Leisure Limited(the Company) for the year ended March 31, 2007, as stipulated in Clause 49 of the Listing Agreement of the said Company with stock exchanges in India.
2. The Compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was carried out in accordance with the Guidance Note on Certification of Corporate Governance(as stipulated in Clause 49 of the Listing Agreement), issued by the Institute of Chartered Accountants of India and was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance with the conditions of the Corporate Governance. It is neither an audit not an expression of opinion on the financial statements of the company.
3. In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.
4. We further state that such compliance is neither an assurance as to the future viability of the Company not to the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

PLACE: Ahmedabad

Bharadia Maheshwari & Associates

DATED: 25.07.2007

Chartered Accountants
(K K Maheshwari)
Partner
(M.No.070279)

CHIEF EXECUTIVE OFFICER (CEO) AND CHIEF FINANCIAL OFFICER (CFO) CERTIFICATION :

We, R. L. Kabra, Chief executive officer and Managing Director of Valley Indiana Leisure limited, to the best of our knowledge and belief certify that :

1. We have reviewed the Balance Sheet and Profit and loss account and all its schedules and notes on accounts, as well as cash flow statement and the directors report;
2. Based on our knowledge and information, these statements do not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the statements made;
3. Based on our knowledge and information, the financial statements and other financial information included in this report, present in all material respects, a true and fair view of, the company's affairs, the financial condition, results of operations and cash flows of the company as of, and for, the periods presented in this report, and are in compliance with the existing accounting standards and/or applicable laws and regulations;
4. to the best of our knowledge and belief, no transactions entered into by the company during the year are fraudulent, illegal or violative of the company's code of conduct.
5. we are responsible for establishing and maintaining internal controls over financial reporting for the company, and we have :
 - (a) Designed such disclosure controls and procedures to ensure that material information relating to the company is made known to us by others within those entities, particularly during the period in which this report is being prepared.
 - (b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and preparing of financial statements for external purposes in accordance with generally accepted accounting principles;
 - (c) Evaluated the effectiveness of the company's disclosure, controls and procedures and
 - (d) Disclosed in this report any change in the company's internal control over financial reporting that occurred during the company's most recent financial year that has materially affected, or is reasonably likely to materially affect, the company's internal control over financial reporting.
6. We have disclosed bad on our most recent evaluation, wherever applicable, to the company's auditors and the audit committee of the company's Board of directors.
 - (a) significant changes in internal controls during the year covered by this report;
 - (b) Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements;
 - (c) instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system.
7. we further declare that all board members and senior managerial personnel have affirmed compliance with the code of conduct for the current year.

Place : Ahmedbad
Date : 25/07/2007

R. L. Kabra
CEO & M. D

AUDITOR'S REPORT

To,
The Members of
VALLEY INDIANA LEISURE LIMITED

1. We have audited the attached Balance Sheet of VALLEY INDIANA LEISURE LIMITED as at March 31, 2007 and the Profit and Loss Account of the Company for the year ended on March 31, 2007 both annexed thereto and report thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amount and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) order, 2003 issued by the Company Law Board in terms of sub section (4A) of Section 227 of the Companies Act, 1956 and in terms of information and explanation given to us and also on the basis of such checks as we considered appropriate, we give in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said order to the extent applicable.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
 - i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - ii) In our opinion, proper books of accounts, as required by Law, have been kept by the Company so far as appears from our examination of the books.
 - iii) The Balance Sheet and Profit and Loss Account, dealt with by this report, are in agreement with the books of Accounts.
 - iv) In our opinion, the Profit & Loss Account and Balance Sheet comply with the Accounting Standard referred to in subsection (3C) of Section 211 of the Companies Act, 1956.
 - v) On the basis of the written representation received from the directors /Board of directors, we report that none of the Directors of the Company is disqualified as at March 31, 2007 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts together with the notes thereon/attached thereto and the significant accounting policies give the information as required by the Companies Act, 1956, in the manner so required and give a True and Fair view in conformity with the accounting principles generally accepted in India:
 - a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2007 and
 - b) In the case of the Profit and Loss Account, of the Profit for the year ended on that date.
 - c) In case of the Cash Flow Statement, of the cash flows for the year ended on that date.

DATED: 25.07.2007

PLACE: AHMEDABAD

Bharadia Maheshwari & Associates
Chartered Accountants

(K K Maheshwari)
Partner (M.No.070279)

ANNEXURE TO THE AUDITOR'S REPORT

To The Members of
VALLEY INDIANA LEISURE LIMITED
(Referred to in paragraph 3 thereof)

- (i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - b) As explained to us, physical verification of fixed assets was conducted by the management during the year. In our opinion, the frequency of physical verification is reasonable having regard to the size of the company and the nature of its assets. As informed to us no material discrepancies have been noticed on such physical verification.
- (ii) a) The inventory has been physically verified at regular intervals during the year by the management. In our opinion, the frequency of such verification is reasonable.
 - b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and nature of its business.
 - c) The company is maintaining proper records of inventory. No discrepancies were noticed on verification between the physical stock and the book records.
- (ii) a) The Company has neither granted nor taken any loans, secured or unsecured, to or from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, paragraph 4(iii) of the Order is not applicable.
- (iii) In our opinion and according to the information and explanations given to us there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- (v) a) According to the information and explanations given to us, we are of the opinion that particulars of all contracts or arrangements referred to in section 301 of the Companies Act, 1956 have been entered in the register required to be maintained under that section.
 - b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contract or arrangements entered into a register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lacs in respect of any party during the year have been made at prices which are reasonable having to prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits from the public, thus the directives issued by the Reserve Bank of India and the provisions of sections 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 are not applicable. The Company Law Board has not passed any order.
- (vi) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (vi) The Central Government has not prescribed maintenance of cost records under clause (d) of sub section (1) of Section 209 of the Companies Act, 1956 for any of the products manufactured by the Company.
- (vi) According to the information and explanation given to us and on the basis of our examination of books

of accounts, we are in the opinion that the Provident fund, Employees' State Insurance and Wealth tax are not applicable to the company, however Company has been generally regular in depositing undisputed other statutory dues including Investor Education Protection Fund, Employees' state insurance, Income tax, cess, Custom duty and Excise duty and other statutory dues with appropriate authorities, wherever applicable to it, except Rs. 28,195/- for Interest Tax other than these there are no other arrears of outstanding statutory dues as at the last day of the financial year for a period of more than six month from the date they became payable.

- (vi) The company does not have accumulated losses as at the end of the year and has not incurred any cash losses during the financial year covered by our audit or during the immediate preceding year.
- (vi) According to the information and explanations given to us, the company does not have any loan from financial institution or bank.
- (vi) According to the information and explanations given to us, we are of the opinion that the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (vi) According to information and explanation given to us, we are of the opinion that the company is not a chit fund or a nidhi /mutual benefit fund / society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (vii) According to information and explanation given to us the proper records have been maintained of the transaction and the contracts in respect of shares and securities. Except some Scrip's all other Shares & Securities are held in Company's own name.
- (vi) According to the information and explanation given to us, we are of the opinion that the company has not given any guarantee for loans taken by others from banks or financial institutions.
- (vi) According to the information and explanations given to us, we are of the opinion that the company has not obtained any term loans.
- (vi) According to the information and explanations given to us and on the basis of our examination of books of accounts, we report that no fund has been raised on short-term basis for investment.
- (vi) According to the information and explanations given to us, 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 during the year.
- (vi) The company has not issue any debentures during the year.
- (vi) During the year covered by our audit report the company has not raised any money by way of public issue.
- (vi) To the best of our knowledge and belief and accordingly to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

DATED: 25.07.2007

PLACE: AHMEDABAD

Bharadia Maheshwari & Associates
Chartered Accountants

(K K Maheshwari)
Partner (M.No.070279)

BALANCE SHEET AS AT 31ST MARCH, 2007

			Rupees
Particulars	Schedule	31/3/2007	31/3/2006
SOURCES OF FUNDS			
Share Capital	[1]	52,563,000	52,563,000
Reserves & Surplus	[2]	2,759,820	2,460,063
Secured Loans		-	-
Unsecured Loans	[3]	-	3,949,999
Deferred Tax Liability		9,296	7,317
Total		55,332,116	58,980,379
APPLICATION OF FUNDS			
Fixed Assets :	[4]		
Gross Block		430,466	380,946
Less: Depreciation		30,485	277,851
Net Block		125,621	103,095
Investments :	[5]	10,548,522	10,548,522
Current Assets, Loans & Advances			
Inventories	[6]	11,255,731	11,255,731
Sundry Debtors	[7]	16,588,422	19,074,135
Cash & Bank Balances	[8]	679,486	6,831,796
Loans & Advances & Deposits	[9]	17,142,536	22,274,959
		45,666,175	59,436,621
Less : Current Liabilities & Provisions	[10]	1,008,202	11,107,859
Net Current Assets		44,657,973	48,328,762
Miscellaneous Expenditure	[11]		
(to the extent not written-off or adjusted)			
Preliminary Exp.		-	-
Total		55,332,116	58,980,379

NOTES FORMING PART OF ACCOUNTS "18"

In terms of our attached report of even date

For and on behalf of the Board of Directors

For Bharadia Maheshwari & Associates
Chartered Accountant

For VALLEY INDIANA LEISURE LIMITED

(K. K Maheshwari)
Partner(Radheshyam L. Kabra)
Director(Ramprakash L. Kabra)
Director

Place : Ahmedabad

Dated : 25.07.2007

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2007.

Particulars	Schedule	31/3/2007	31/3/2006
INCOME			
Sales	[12]	26,570,427	56,154,250
Other Income	[13]	269,009	249,728
Increase (Decrease) in Stock	[14]	-	(732,279)
TOTAL		26,839,436	55,671,699
EXPENDITURE :			
Purchases	[15]	25,221,488	52,535,772
Financial Charges	[16]	31,326	270,639
Administration Expenses	[17]	1,091,399	1,087,212
Depreciation	[4]	26,994	16,217
Preliminary Exp.(w/o)		-	68,895
TOTAL		26,371,206	53,978,735
Net Profit Before Tax		468,229	1,692,964
Provision for Taxes			
Current Tax		165,000	635,000
Fringe Benefit Tax		1,493	743
Deferred Tax		1,979	972
Net Profit after Tax		299,757	1,056,249
Balance Brought Forward		2,460,063	1,403,814
Adjustment related to earlier year		-	-
Balance Carried to Balance Sheet		2,759,820	2,460,063
Basic Earning Per Share (Rs.)		0.06	0.20
Diluted Earning Per Share (Rs.)		0.06	0.20
Face Value Per Equity Share(Rs.)		10	10

NOTES FORMING PART OF ACCOUNTS 18

In terms of our attached report of even date

For and on behalf of the Board of Directors

For Bharadia Maheshwari & Associates
Chartered Accountant

For VALLEY INDIANA LEISURE LIMITED

(K. K Maheshwari)
Partner(Radheshyam L. Kabra)
Director(Ramprakash L. Kabra)
DirectorPlace : Ahmedabad
Dated : 25.07.2007

SCHEDULE ATTACHED TO & FORMING PART OF BALANCE-SHEET

Rupees

Particulars

31/3/2007

31/3/2006

SCHEDULE : 1: AUTHORISED SHARE CAPITAL

1,00,00,000 Equity Shares of Rs. 10/- each

100,000,000

100,000,000

(P. Y. 100,00,000)

ISSUED SUBSCRIBED & PAID UP :

52,56,300 Equity Shares of Rs.10/- each Fully paid-up (P.Y.52,56,300)

52,563,000

52,563,000

52,563,00052,563,000**SCHEDULE : 2****RESERVE & SURPLUS**

Profit & Loss A/c

2,759,820

2,460,063

2,759,8202,460,063**SCHEDULE : 3****UNSECURED LOANS**

Hiral Corporation

- 700,000

Apollo Metachem Pvt. Ltd.

- 1,549,999

Arpit Export

- 1,700,000

3,949,999**SCHEDULE : 4 : : FIXED ASSETS**

PARTICULARS	Rate of Dep.%	GROSS BLOCK				DEPRECIATION BLOCK				NET BLOCK	
		Open. Bal.	Add.	ded.	Total	Open. Bal.	Add.	Ded.	Total	31.3.07	31.3.06
Computer	40.00%	176,071	21,850	-	197,921	132,972	17,910	-	150,882	47,039	43,099
Typewriter	13.91%	36,746	-	-	36,746	29,904	952	-	30,856	5,890	6,842
Office Equipment	13.91%	46,312	-	-	46,312	36,346	1,386	-	37,732	8,580	9,966
Motor Car	25.89%	-	-	-	-	-	-	-	-	-	-
Pager	0.00%	-	-	-	-	-	-	-	-	-	-
Plant & Machinery	13.91%	103,482	27,670	-	131,152	66,833	5,836	-	72,669	58,483	36,649
Tools & Equipment	13.91%	18,335	-	-	18,335	11,796	910	-	12,706	5,629	6,539
TOTAL		380,946	49,520	-	430,466	277,851	26,994	-	304,845	125,621	103,095
PREVIOUS YEAR		739,274	48,758	407,086	380,946	649,504	16,217	387,870	277,851	103,095	89,770

SCHEDULE : 5 : INVESTMENTS

Quoted at Cost of acquisition

93,600 Equity Shares of Rs.10/-each partly

paid of Gujarat State Financial Corporation Ltd

1,048,522

1,048,522

Unquoted at Cost of acquisition

9,50,000 Equity Shares of Rs. 10/- each fully

paid of Shree Extrusion Ltd.

9,500,000

9,500,000

(Under the same Management)

10,548,52210,548,522**SCHEDULE : 6 INVENTORIES**

(As valued and certified by the Directors)

Stock of Shares & Securities

11,255,731

11,255,731

11,255,73111,255,731

SCHEDULE ATTACHED TO & FORMING PART OF BALANCE-SHEET

Particulars	31/3/2007	31/3/2006
SCHEDULE : 7 : SUNDRY DEBTORS		
Unsecured, Considered Good Outstanding For More Than Six Months	13,129,314	9,091,326
Others (Include Rs. 1,947,080 for under the same management)	3,459,108	9,982,809
	16,588,422	19,074,135
SCHEDULE : 8 : CASH & BANK BALANCE		
Cash on Hand	344,817	180,379
Balance with schedule banks		
Bharat Overseas Bank Ltd.	-	5,021
ICICI Bank Ltd.	35,121	2,561,073
Vijaya Bank	-	220
Laxmi Vilas Bank	33,030	-
Balance with Other banks		
Kuber Co.op Bank Ltd.	-	1,057
Bhuj Mercantile Co-op. Bank Ltd.	266,519	4,084,046
	679,486	6,831,796
SCHEDULE : 9 : Loans, Advances & Deposits :		
Loans & Advances	14,755,018	19,887,441
Deposits	2,387,518	2,387,518
	17,142,536	22,274,959
SCHEDULE : 10 : Current Liabilities & Provision		
Sundry Creditors	-	10,290,245
Other Creditors for Expenses	64,126	49,940
Provisions	86,169	93,693
Duties & Taxes	857,907	673,981
	1,008,202	11,107,859
SCHEDULE : 11 : Miscellaneous Expenditure : (To the extent not written off or adjusted)		
Preliminary Expenses	-	68,895
Less : Written off during the year	-	68,895
	-	-
SCHEDULE : 12 : SALES		
Sale of Metals	26,570,427	55,006,235
Sale of Shares	-	1,148,015
	26,570,427	56,154,250
SCHEDULE : 13 : Other Income		
Comission Income	258,368	177,314
Dividend Received	1,600	3,000
Misc. Income	-	3,000
Prior Period Income	9,041	-
Profit On Sales of Motor Car	-	784
Excess Provision W / Off	-	65,630
	269,009	249,728
SCHEDULE : 14 : Increase / (Decrease) in Stock		
Closing Stock	11,255,731	11,255,731
Less : Opening Stock	11,255,731	11,988,010
Increase / (Decrease) in Stock	-	(732,279)

SCHEDULE ATTACHED TO & FORMING PART OF BALANCE-SHEET

Particulars	31/3/2007	31/3/2006
SCHEDULE : 15 : Purchases		
Purchase of Metal	25,221,488.	52,535,772
	<u>25,221,488</u>	<u>52,535,772</u>
SCHEDULE : 16 Financial Charges		
Bank Charges	31,326	72,937
Interest Charges	-	197,702
	<u>31,326</u>	<u>270,639</u>
SCHEDULE : 17		
Administration Expenses		
Advertisement Exp.	13,212	14,626
Salaries, Wages & Other Benefits	446,400	286,800
Directors Remuneration	180,000	180,000
Office Expenses	1,950	3,649
Computer Expense	4,860	-
Electricity Expenses	5,663	8,513
Postage & Telephone Expenses	27,764	13,864
Refreshment Expenses	-	4,757
Godown Rent. Exps.	48,000	-
Freight Expense	7,650	-
Loading & Unloading Charges	3,100	-
Printing & Stationery Expenses	22,156	28,379
Foreign Exchange Fluctuation (net)	105,216	57,784
R.O.C. Filling Fee	6,028	6,100
Municipal Tax	2,325	2,574
Sales Tax Expenses	-	1,125
Legal & Professional Exps.	122,354	138,250
Stock Exchange Fess	57,448	57,265
Prior Period Expenses	750	107,323
Auditors' Remuneration	33,672	33,672
Petrol & Conveyance Expenses	-	5,754
Donation	-	128,100
Misc. Expenses	2,451	3,357
Repairs & Maintenance	400	5,320
	<u>1,091,399</u>	<u>1,087,212</u>
SCHEDULE : 18		

NOTES FORMING PARTS OF ACCOUNTS:

1. Significant Accounting Policies of Accounting Standard

Basis of Preparation of Financial Statement

The financial statements have been prepared under the historical cost convention method in accordance with the generally accepted accounting principles and the provisions of the Companies act 1956. The Company follows mercantile system of accounting and recognizes income and expenditure on accrual basis except in the case of significant uncertainty relating to income.

Revenue Recognition

Sales are invoiced on delivery of goods.

Fixed Assets and Depreciation

Fixed assets are stated at their cost of acquisition less accumulated depreciation. Depreciation on Fixed Assets is provided on written down value method in accordance with the provisions of the Companies Act, 1956 in the manner and at the rates specified in the Schedule XIV to the said Act.

Investment

Investment in shares of companies, quoted or unquoted, are carried at cost of acquisition.

Inventories

The stock of shares has been valued at cost. No provision has been made for the possible diminution in the value of shares held as stock.

Retirement Benefits

As informed and explanation to us by the management that the Company is not liable for retiring benefits hence not provided for the retirement benefits by way of gratuities payable to the employees on retirement in accordance with the accounting standard (AS-15) laid down by the Institute of Chartered Accountants of India.

Segment Reporting

The accounting policies adopted for segment reporting are in line with the accounting standard (AS-17). All the allocable assets/liabilities are allocated to respective segment and the assets which can not be allocated to single segment are shown as Unallocated Corporate Assets/Liabilities. Also only business segment is consider for reporting as geographical segment is not applicable.

Earning per Share

The earnings considered in ascertaining the companies EPS comprises the net profit after tax and includes the post tax effect of any extra ordinary items. The number of shares used in computing Basic EPS is the weighted average number of shares outstanding during the year.

Taxes on Income

Current Tax is determined as the amount of tax payable in respect of taxable income for the period.

Deferred Tax is recognized, subject to consideration of prudence, on timing differences, being the difference between the accounting income and the taxable income that originate in period and are capable of reversal in one or more subsequent periods and quantified using the tax rates and laws enacted or substantially enacted as on the balance sheet date.

Deferred tax assets are recognized and carried forward to the extent that there is a reasonable that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Foreign Currency Transaction

Foreign transactions are recorded at the rates on which they have been settled during the year.

Foreign currency denominated assets and liabilities are translated into rupees at the exchange rates prevailing at year-end and overall net gain/loss is adjusted in the Profit and Loss Account.

2. Notes on accounts.

- i. The Sundry Debtors, Sundry Creditors, unsecured loans and loans & advances are subject to confirmation.
- ii. Managerial Remuneration :
 - a) The Company had been advised that the computation of net profit u/s 349 of the Companies Act, 1956 had not been made since no commission is paid / payable to any of the directors for the year.
 - b) Payment to and provision for employees include Managerial Remuneration during the previous year by way of:

	Particulars	2006-07	2005-06
i.	Salaries	1,80,000/-	1,80,000/-
ii.	Perquisites	-	-
	Total	1,80,000/-	1,80,000/-

iii. Auditors' remuneration are as under

	Particulars	Current year	Previous year
i.	Auditors' remuneration	22,448/-	22,448/-
ii.	Tax Audit Fees	11,224/-	11,224/-
iii.	Out of Pocket Expenses	Nil	Nil

iv. Information pursuant to the provisions of the paragraph 4D of Part-II of Schedule-Vi of the Companies Act, 1956:-

S.No.	Particulars	Amount (in Rs.)
1.	CIF Value of Import	NIL
2.	Foreign Traveling	NIL

- v. Investment in company under the same management, Shree Extrusion Ltd, (Closely held Company), valued at Rs. 95.00 lacs is shown at cost. No provision has been made in the books of accounts for any possible diminution in the value of this investment. However the said company was declared as a sick unit by BIFR vide its order dated 05.07.2006.
- vi. Investment in equity shares of Gujarat State Financial Corporation Ltd is shown at cost as the shares were purchased long back. However these shares are partly paid up shares and allotment money of Rs. 5 /- per shares has not been paid. Further these shares are not in the name of company.
- vii. Sundry debtors of Rs. 19.47 lacs represent amount is due from the sale made during the year to Directors' or their relatives and Company under the same management.

viii. Quantitative details of major items traded

S. No.	Particulars	Opening Stock	Purchase during the year	Sale during the year	Closing Stock
1.	SHARE				
	Current Year: Nos.	855900	Nil	Nil	855900
	Rs. (in Lacs)	112.56	Nil	Nil	112.56
	Previous Year: Nos.	907100	Nil	Nil	855900
	Rs.(in lacs)	119.88	Nil	Nil	112.56
2.	METAL :				
	Current Year : (M.T.)	Nil	110.58	110.58	Nil
	Previous Year (M.T.)	Nil	110.58	110.58	Nil

- ix. Company does not have any defined retirement benefit scheme in this respect. Accounting Standard AS- 15 issued by the Institute of Chartered Accountants of India is not considered applicable.

- x. **Segment Reporting (AS-17):** The following are details regarding the two segment of the company (Amount in Rs).

Particulars	Metal Trading	Share Trading	Total
REVENUE:			
External revenue	468,229	Nil	468,229
Inter segment Revenue	Nil	Nil	Nil
Total Revenue	468,229	Nil	468,229
RESULT			
Net Profit Before Tax			468,229/-
Less: Provision for Current Tax			
Income Tax			165,000/-
Fringe Benefit Tax			1,493/-
Deferred Tax			1,979/-
			299,757/-
Particulars	Metal Trading	Share Trading	Total
OTHER INFORMATION :-			
Segment Assets	80,30,318/-	11,255,731/-	19,286,049/-
Unallocable Corporate Assets	----	----	37,054,269/-
Total Assets	—	Nil	56,340,318/-
Segment Liabilities	—	Nil	—
Unallocable Corporate Liabilities	—	Nil	56,340,318/-
Total Liabilities			56,340,318/-

Note - Sundry Debtors are included in Unallocable Corporate Assets because sundry debtors Sales of shares & metals are not separately ascertainable.

- xi. **Related Party Disclosure** : Accounting Standard-18 (AS- 18)
List of related Party & nature of related party relationship where control exist

S. No.	Name of the Related Party	Relationship
1.	Radheshyam L. Kabra	Key Managerial Personnel
	Ramprakash L. Kabra	Key Managerial Personnel
	Kapil Kabra	Key Managerial Personnel
	Gopal M. Kabra	Key Managerial Personnel
	Kabra Agro Farms Pvt. Ltd.	Significant Influence by Director's relatives
	Shree Extrusion Limited	Associated Concern
	Mercury Metals Limited	Associated Concern
	Mercury Metex Limited (in Liquidation)	Associated Concern
	Metroll Industries	Director's Partnership firm

List of transactions with related parties

Sr. No.	Name of Related Party	Particulars of transaction & value	Outstanding Amount (Rs.)
1.	Ramprakash L. Kabra	Director's Remuneration Rs.1,80,000/-	14,920/-(Cr)
2.	Shree Extrusions Ltd.	Sales made during the year Rs. 1,28,62,450, Purchase during the year Rs.57,25,925/-	19,47,080/-(Dr) 38,59,830/-(Dr)

xii. **Earning Per Share (AS-20)**

Earning per shares (EPS) computed in accordance with Accounting Standard (AS20) issued by the Institute of Chartered Accountants of India as under:

Particulars	F.Y. 2006-07	F.Y. 2005-06
Basic :		
Profit after tax as per P & L A/c	2, 99,757	10, 56,249
No of shares issued	52, 56,300	52, 56,300
Basic EPS (Rs.)	0.06	0.20
<u>Diluted:</u>		
Profit after tax as per P & L A/c	2, 99,757	10, 56,249
Add: Interest on loan convertible Into Equity Shares	NIL	NIL
Adjusted profit for Diluted EPS	2, 99,757	10, 56,249
No of equity shares issued	52, 56,300	52, 56,300
Add: potential equity shares	NIL	NIL
Weighted average No of equity Shares outstanding	52, 56,300	52, 56,300
Diluted EPS (Rs.)	0.06	0.20

- xiii. **Taxes on Income (AS-22):-** The position of Deferred Tax Assets & Liabilities computed in accordance with the requirement of AS – 22 on 'Accounting for taxes on income' issued by the institute of Chartered Accountants of India, is as stated below:

Particulars	As on 01.04.2006	During the Year	As on 31.03.2007
Deferred tax liabilities			
Difference between books And Tax depreciation	7,317	1,979	9,296
Total	7,317	1,979	9,296
Deferred tax assets			
Unabsorbed depreciation /loss	NIL	NIL	NIL
Other	NIL	NIL	NIL
Total	NIL	NIL	NIL
Net Deferred Tax liabilities	7,317	1,979	9,296

- xiv. **Impairment of Assets (AS-28) :**

All the assets have been physically verified by the management during the year and also there is a regular programme of verification which, in our opinion, is reasonable having regards to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification. Provision for impairment of assets has not been made in accordance to AS-28 as prescribed by the Institute of Chartered Accountants of India. In the opinion of Management, it was not possible to ascertain impairment, if any.

- xv. The inventory is physically verified by the Management at the end of the year and valued at cost.

- xvi. Loans and advances include a sum of Rs. 60.00 lacs advance given to a Party towards purchase of property as per agreement to sale with the party. Since party has not given title clearance against the said property in past, amount is recoverable, and a sum of Rs. 106.15 lacs has been recovered during the year. For remaining balance of outstanding, party has executed agreement for the extension of time for clearance of title clearance for the said property.

- xvii. In the opinion of the Board of Directors, the Current Assets, Loans and Advances are approximately value stated, if realised in the ordinary course of business. The provisions of all known liabilities are adequately provided and not in the excess of amount reasonably necessary and in opinion of the Board of Directors there are no contingent liabilities which is not provided for.

- xviii. The previous year's figure have been regrouped/ reclassified wherever necessary to make them comparable to current year's figure.

As per our report of even date

On behalf of the Board of Directors

For **Bharadia Maheshwari & Associates**
Chartered Accountant

For **VALLEY INDIANA LEISURE LIMITED**

(K K Maheshwari)
Partner

(Radheshyam L. Kabra)
Director

(Ramprakash L. Kabra)
Director

Place : **Ahmedabad**
Dated: **25.07.2007**

CASH FLOW STATEMENT FOR THE YEAR ENDED 31/3/2007				
Amount in Rs.				
	2006-07		2005-06	
Particulars	Gross Amount	Net Amount	Gross Amount	Net Amount
A. Cash Flow from Operating Activities				
Net Profit before tax and Extraordinary Items		468,229		1,692,964
Adjusted for				
Depreciation	26,994		16,217	
Preliminary Exp. W/off	-		68,895	
Profit On Sale of Motor Car	-		(784)	
		26,994	-	84,328
Operating Profit before Working Capital Changes		495,223		1,777,292
Adjusted for				
Trade and other receivable	2,485,713		(5,481,848)	
Inventories	-		732,279	
Trade Payable	(10,266,150)		8,764,519	
Loans & Advances	5,132,423	(2,648,014)	(2,587,234)	1,427,716
NET CASH GENERATED BY OPERATING ACTIVITIES		(2,152,791)		3,205,008
Cash Flow from Investing Activities				
Purchase of Fixed Assets	(49,520)		(48,758)	
Sales of Fixed Asstes	-		20,000	
Increase in Deposits	-		-	
Interest Received	-		-	
NET CASH USED IN INVESTING ACTIVITIES		(49,520)		(28,758)
Cash Flow from Financing Activities				
Increase in Share Capital	-		-	
Increase in Secured Loan	-		-	
Increase in Unsecured Loan	(3,949,999)		3,589,999	
NET CASH USED IN FINANCING ACTIVITIES		(3,949,999)		3,589,999
NET(DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		(6,152,310)		6,766,249
Opening Balance of Cash and Cash Equivalents		6,831,796		65,547
Closing Balance of Cash and Cash Equivalents		679,486		6,831,796
The previous year's figures have been regrouped and reclassified wherever necessary				
As per our report of even date		On behalf of the Board of Directors		
For Bharadia Maheshwari & Associates		For VALLEY INDIANA LEISURE LIMITED		
Chartered Accountant				
(K K Maheshwari)		(Radheshyam L. Kabra)		(Ramprakash L. Kabra)
Partner		Director		Director
Place : Ahmedabad				
Dated: 25.07.2007				

AUDITOR'S CERTIFICATE

To the Board of Directors,
Valley Indiana Leisure Limited
39, Advani Market
O/s Delhi Gate, Shahibaug
Ahmedabad-04

We have examined the attached Cash Flow statement of Valley Indiana Leisure Limited for the year ended on March 31, 2007, the statement has been prepared by the Company in accordance with the requirement of Clause 32 of Listing Agreement with the Stock Exchange and is based on and in agreement with corresponding profit & loss account and balance sheet of the Company covered by our report of 25.07.2007 to the members of the Company and reallocation required for the purpose are as made by the Company.

DATED: 25.07.2007

PLACE: AHMEDABAD

Bharadia Maheshwari & Associates
Chartered Accountants

(K K Maheshwari)
Partner (M.No.070279)

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

Statement to Part IV of Schedule-VI to the Companies Act, 1956.

I. Registration Details

Registration No.

		2	3	4	7	1
--	--	---	---	---	---	---

State Code

0	4
---	---

Balance Sheet Date

3	1	0	3	0	7
---	---	---	---	---	---

Date

Month

Year

II. Capital Raised during the year (Amount in Rs. Thousands)

Public Issue

						N	I	L
--	--	--	--	--	--	---	---	---

Bonus Issue

						N	I	L
--	--	--	--	--	--	---	---	---

Rights Issue

						N	I	L
--	--	--	--	--	--	---	---	---

Private Placement

						N	I	L
--	--	--	--	--	--	---	---	---

III. Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousands)

Total Liabilities

				5	5	3	3	2
--	--	--	--	---	---	---	---	---

Total Assets

				5	5	3	3	2
--	--	--	--	---	---	---	---	---

Sources of Funds

Paid up Capital

				5	2	5	6	3
--	--	--	--	---	---	---	---	---

Secured Loans

						N	I	L
--	--	--	--	--	--	---	---	---

Deferred Tax Liabilities

								9
--	--	--	--	--	--	--	--	---

Reserves & Surplus

						2	7	6	0
--	--	--	--	--	--	---	---	---	---

Unsecured Loans

						N	I	L
--	--	--	--	--	--	---	---	---

Applications of Funds

Net Fixed Assets

						1	2	6
--	--	--	--	--	--	---	---	---

Net Current Assets

				4	4	6	5	8
--	--	--	--	---	---	---	---	---

Accumulated Losses

						N	I	L
--	--	--	--	--	--	---	---	---

Investments

						1	0	5	4	8
--	--	--	--	--	--	---	---	---	---	---

Misc. Expenditures

						N	I	L
--	--	--	--	--	--	---	---	---

IV. Performance of Company (Amount in Rs. Thousands)

Turnover*

				2	6	8	3	9
--	--	--	--	---	---	---	---	---

* Including other Income & Increase in Stock

+ - Profit/(Loss) Before Tax

						4	6	8
--	--	--	--	--	--	---	---	---

Earning Per Share in Rs.

						0		0	6
--	--	--	--	--	--	---	--	---	---

Total Expenditure

				2	6	3	7	1
--	--	--	--	---	---	---	---	---

+ - Profit/(Loss) After Tax

						3	0	0
--	--	--	--	--	--	---	---	---

Dividend Rate %

N	I	L
---	---	---

V. Generic Names of Three Principal Products/Services of Company (as per monetary terms)

I. T.C. Code

			N	A				
--	--	--	---	---	--	--	--	--

Product Description

			N	I	L			
--	--	--	---	---	---	--	--	--

For Bharadia Maheshwari & Associates
Chartered Accountant(K K Maheshwari)
Partner(Radheshyam L. Kabra)
Director

For VALLEY INDIANA LEISURE LIMITED

(Ramprakash L. Kabra)
DirectorPlace : Ahmedabad
Dated : 25/07/2007

VALLEY INDIANA LEISURE LIMITED

PROXY FORM

Members Folio No. _____

DP ID _____

Client ID _____

I/We _____ of _____
being a Member/Members of VALLEY INDIANA LEISURE LIMITED, hereby appoint
of _____ or failing him
_____ of _____ or failing
him _____ of _____ as my/our Proxy to attend and vote
for me/us and on my/our behalf at the Annual General Meeting of the Company to be held on
Friday, the 29th day of September 2007 at any adjournment there of.

Signed this _____ Day of _____ 2007.

Signed by the said _____

of _____

Affix
Rs. 1/-
Revenue
Stampe

Note : If a member is unable to attend the Meeting, he may sign this form and send it to
the Company's Registered Office at : 39 - Advani Market, O/s. Delhi Gate, Shahibaug,
Ahmedabad - 380 004, so as to reach them not less than 48 hours before the Meeting

-----TERE HERE-----

VALLEY INDIANA LEISURE LIMITED

39 - Advani Market, O/s. Delhi Gate,
Shahibaug, Ahmedabad - 380 004

ATTENDANCE SLIP

I hereby record my presence at the Eleventh Annual General Meeting convened at the Registered
Office of the Company at 39 - Advani Market, O/s. Delhi Gate, Shahibaug, Ahmedabad - 380
004 on Friday 29th September'2007.

Members Folio No. _____

DP ID _____

Client ID _____

Name of the Member attending the Meeting

In case of proxy, Name of Proxy

(Signature of Member/Proxy)
(To be signed at the time of
handing over this slip)

Note : Members/Joint members are requested to bring the attendance slip with them.

Book Post

To, _____

If undelivered Please return to :

VALLEY INDIANA LEISURE LIMITED

39- Advani Market, O/s. Delhi Gate, Shahibaug,
Ahmedabad - 380 004

FORM NO. 3CA

[See Rule 6G (1) (b)]

Audit Report under Section 44AB of the Income-tax Act, 1961, in case to person referred to in clause (b) of sub -rule (1) of rule 6G

We report that the statutory audit of **Valley Indiana Leisure Limited**, Registered Office at **39 Adavani Market, O/s Delhi Gate, Shahibaug, Ahmedabad . (PAN. : A A B C M 3 1 6 5 G)** was conducted by us in pursuance of the provisions of the Companies Act, 1956 and we annexed hereto a copy of our Audit Report, dated July 25, 2007, along with a copy each of

1. (a) The Audited Profit and Loss Account for the year ended on 31st March, 2007
(b) The Audited Balance Sheet as at 31st March, 2007 and
(c) The documents declared by the said Act to be part of annexed to the Profit and Loss Account and Balance Sheet.
2. The statement of particulars required to be furnished under section 44AB is annexed herewith in Form No. 3CD and Annexure thereto.
3. In our opinion and to the best of our information and according to the explanation given to us, the particulars given in the said Form No. 3CD and the Annexure thereto are true and correct.

Pace: Ahmedabad
Date: 13/08/2007

For Bharadia Maheshwari & Associates



K K Maheshwari
Partner
(Mem. No 070279)

FORM NO. 3 CD

[See rule 6G (2)]

Statement of particulars to be furnished under section 44AB of the Income-Tax Act, 1961

PART - A

1. Name of the assessee: **VALLEY INDIANA LEISURE LIMITED.**
2. Address: **39, Adwani Market
O's Delhi Gate, Shahibaug Road
Ahmedabad - 6**
3. Permanent account number: **AAECM3165G**
4. Status: **LIMITED COMPANY**
5. Previous year ended: **31 March, 2007**
6. Assessment year: **2007-2008**

PART - B

7.
 - a) If firm or association of persons, indicate names of the partners/members and their profit sharing ratios. **Not Applicable**
 - b) If there is any change in the partners/members or their profit sharing ratios since the last date of preceding year, the particulars of such change. **Not Applicable**
8.
 - a) Nature of business or profession (if more than one business or profession is carried on during the previous year, nature of every business or profession) **Trading in Ferrous & Non Ferrous Metal Scraps & Shares**
 - b) If there is any change in the nature of business or profession, the particulars of such change. **No Change**
9.
 - a) Whether the books of account are prescribed under section 44AA, if yes, list of books so prescribed. **No**
 - b) Books of account maintained. (In case books of account are maintained in a computer system, mention the books of accounts generated by such computer system.) **Books of accounts are maintained in Computer System and generated by such computer system.
Cash Book, Bank Book, Purchase Register, Sales Register, Stock Register, Journal Register and Ledger.**
 - c) List of books of accounts examined **As Above**



10. Whether the profit and loss account includes any profits and gains assessable on presumptive basis, if yes, indicate the amount and the relevant section (44AD, 44AE, 44AF, 44B, 44BB, 44BBA, 44BBB or any other relevant section.) No
- 11.
- a) Method of accounting employed in the previous year. Mercantile basis of accounting
 - b) Whether there has been any change in the method employed vis-à-vis the method employed in the immediately preceding previous year. No
 - c) If answer to (b) above is in affirmative, give details of such change, and the effect thereof on the profit or loss. N.A
 - d) Details of deviation, if any, from the method of valuation prescribed under section 145A, and the effect thereof on the profit or loss. No
- 12.
- a) Method of valuation of closing stock employed in the previous year. At Cost or Net Realisable Value whichever is lower on FIFO basis for Metals and At Cost for Shares.
 - b) Details of deviation, if any, from the method of valuation prescribed under section 145A, and the effect thereof on the profit and loss. No
- 12A. Give the following particulars of the capital asset converted into stock-in-trade: Nil
- a) Description of capital asset,
 - b) Date of acquisition;
 - c) Cost of acquisition;
 - d) Amount at which the asset is converted into stock-in-trade.,
13. Amounts not credited to the profit and loss account, being, Nil
- a) The items falling within the scope of section:
 - b) The Performa credits, drawbacks, words refund of duty of customs or excise or service tax, or refund of sales tax or value added tax, where such credits, drawbacks or refunds are admitted due by the authorities concerned.



- c) Escalation claims accepted during the previous year; Nil
- d) Any other item of income; Nil
- e) Capital receipt, if any. Nil
14. Particulars of depreciation allowed as per the Income-tax Act, 1961 in respect of each asset or block of assets, as the case may be, in the following form:-
- a) Description of asset/block of assets As per Annexure "A"
- b) Rate of depreciation -----Do-----
- c) Actual cost or written down value, as the case may be. -----Do-----
- d) Additions/deductions during the year with dates, in the case of any additions of any asset, date put to use; including adjustments on account of- -----Do-----
- i) Modified Value Added Tax credit claimed and allowed under the Central Excise rules, 1944, in respect of assets acquired on or after 1st March, 1994, Nil
- ii) Change in the rate of exchange of currency, and Nil
- iii) Subsidy or grant or reimbursement, by whatever name called. Nil
- iv) Depreciation allowable As per Annexure "A"
- v) Written down value at the end of year. -----Do-----
15. Amounts admissible under sections-
(a)33AB (b)33ABA (c)33AC(wherever applicable) (d)35 (e)35ABB (f)35AC (g) 35CCA (h)35CCB (i)35D (j)35DD (k)35DDA (l)35E
- a) Debited to the profit and loss account (showing the amount debited and deduction allowable under each section separately); Nil
- b) Not debited to the profit and loss account. Nil
- 16.
- a) Any sum paid to an employee as bonus or commission for services rendered, where such sum was otherwise payable to him as profits or dividend [Section 36(1)(ii)] Nil
- b) Any sum received from employees towards contributions to any provident fund or superannuation fund or any other fund mentioned in Section 2(24)(x); any due date of payment and the actual date of payment to the concerned authorities under section 36(1)(va) Nil



17. Amounts debited to the profit and loss account being:

- | | |
|---|---|
| a) Expenditure of capital nature | Nil |
| b) Expenditure of personal nature | Nil |
| c) Expenditure on advertisement in any souvenir , brochure, tract, pamphlet or the like, published by a political party; | Nil |
| d) Expenditure incurred at clubs- | |
| i) As entrance fees | Nil |
| ii) As cost for club services and facilities used; | Nil |
| e) | Nil |
| i) Expenditure by way of penalty or fine for violation of any law for the time being in force: | |
| ii) Any other penalty or fine | |
| iii) Expenditure incurred for any purpose which is an offence or which is prohibited by law | |
| f) Amounts inadmissible under section 40(a) | Nil |
| g) Interest , salary, bonus, commission or remuneration inadmissible under section 40(b) / 40(ba) and computation thereof | NA |
| h) | |
| a) whether a certificate has been obtained from the assessee regarding payments relating to any expenditure covered under section 40A(3) that the payments were made by account payee cheques drawn on a bank or account payee bank draft, as the case may be, [Yes/No] | Yes |
| b) amount inadmissible under section 40A(3), read with rule 6DD [with break-up of inadmissible amounts]; | Nil. However wherever amounts are paid by cheque/DD, it is not possible for us to verify that the amount has been paid by Account Payee Cheque/ DD, because necessary evidence are not in the possession of the assessee. |
| i) Provision for payment of gratuity not allowable under section 40A(7) | Nil |
| j) Any sum paid by the assessee as an employer not allowable under section 40A(9) | Nil |
| k) Particulars of any liability of contingent nature. | Nil |
| l) amount of deduction inadmissible in terms of section 14A in respect of the expenditure incurred in relation to income which does not form part of the total income, | Nil |
| m) Amount inadmissible under the proviso to section 36(1)(iii).; | Nil |



18. Particulars of payments made to persons specified under section 40A(2)(b)	Ramprakash L Kabra –Directors Remuneration – Rs.1, 80,000/-
19. Amounts deemed to be profits and gains under section 33ABA or 33AC.	Nil
20. Any amount of profit chargeable to tax under section 41 and computation thereof	Nil
21. In respect of any sum referred to in clause (a), (b),(c),(d), (e) or (f) of section 43B, the liability for which;-	
A) Pre existed on the first day of the previous year but was not allowed in the assessment of any preceding previous year and was	Nil
(a) Paid during the previous year	Nil
(b) Not paid during the previous year	
B) Was incurred in the previous year and was:	
(a) Paid on or before the due date for furnishing the return of income of the previous year under section 139(1);	Professional Tax –Rs.840 paid on 14.04.2007 VAT –Rs.26, 073 paid on 20.04.2007
(b) Not paid on or before the aforesaid due date.	Nil

Note:

The information given under 21(1)(B) is only upto the date of signing this report..

22.	
a) Amount of Modified Value Added Tax credits availed of or utilised during the previous year and its treatment in the profit and loss account and treatment of outstanding Modified Value Added Tax credits in the accounts	NA
b) Particulars of income or expenditure of prior period credited or debited to the profit and loss account.	
23. Details of any amount borrowed on hundi or any amount due thereon (including interest on the amount borrowed) repaid, otherwise than an account payee cheque. [Section 69D].	Nil



24.

- a) particulars of each loan or deposit in an amount not exceeding the limits specified under section 269SS taken or accepted during the previous year:-

As per Annexure "B"

- i) Name, address and permanent account number (if available with the assessee) of the lender or depositor
- ii) Amount of loan or deposit taken or accepted
- iii) Whether the loan or deposit was squared up during the previous year
- iv) Maximum amount outstanding in the account at any time during the year. (These particulars need not be given in the case of a Govt. Company, a banking company or a corporation established by a Central, State or Provincial Act)

- b) Particulars of each repayment of loan or deposit in an amount exceeding the limit specified in section 269T made during the previous year:-

As per Annexure "C"

- i) Name, address and permanent account number (if available with the assessee) of the payee
- ii) Amount of repayment
- iii) Maximum amount outstanding in the account at any time during the year.
- iv) Whether the payment was made otherwise than by account payee cheque or account payee bank draft.

--Do--

--Do--

--Do--

--Do--

- c) Whether a certificate has been obtained from the assessee regarding taking or accepting loan or deposit, or repayment of the same through an account payee cheque or an account payee bank draft.
[Yes/No]

Yes

The particulars (i) to (iv) at (b) and the Certificate at (c) above need not be given in the case of a repayment of any loan or deposit taken or accepted from Government, Government company, banking company or a corporation established by a Central, State or Provincial Act.

N.A



25.

- a. Details of brought forward loss or depreciation allowance in the following matter, to the extent available:

Serial Number	Assessment year	Nature of Loss /Allowance	Amount as returned (in rupees)	Amount as assessed (give reference to order)	Remarks
1	2006-07	Short term Capital Losses	21513	21513	Date of Filing Return 15/12/06

- b. Whether a change in shareholding of the company has taken place in the previous year due to which the losses incurred prior to the previous year cannot be allowed to be carried forward in terms of section 79; No

26. Section wise details of deductions , if any, admissible under chapter VIA: Nil

27.

- a. Whether the assessee has complied with the provisions of Chapter XVII-B regarding deduction of tax at source and regarding the payment thereof to the credit of the Central Government. [Yes/No] Yes

- b. If the provisions of Chapter XVII-B have not been complied with, please give the following details*, namely:- N.A

Sr.	Particulars	Amount
(i)	Tax deductible and not deducted at all	Nil
(ii)	Shortfall on account of lesser deduction than required to be deducted	Nil
(iii)	Tax deducted late	Nil
(iv)	Tax deducted but not paid to the credit of the Central Government	Nil



28.

- A. In case of a trading concern, give quantitative details of principal items of goods traded As per Annexure "D"
- a) Opening stock
 - b) Purchases during the previous year
 - c) Sales during the previous year
 - d) Closing stock
 - e) Shortage / excess , if any
- B. In the case of a manufacturing concern, give quantitative details of the principal items of raw materials, finished products and by-products
- a) Raw materials: Not Applicable
- (i) Opening stock
 - (ii) Purchases during the previous year
 - (iii) Consumption during the previous year
 - (iv) Sales during the previous year
 - (v) Closing stock
 - (vi) Yield of finished products
 - (vii) Percentage of yield
 - (viii) Shortage/excess, if any
- b) Finished products / by products Not Applicable
- (i) Opening stock
 - (ii) Purchases during the previous year
 - (iii) Quantity manufactured during the year
 - (iv) Sales during the previous year
 - (v) Closing stock
 - (vi) Shortage / excess , if any

29. In the case of a domestic company, details of tax on distributed profits under section 115-O in the following form:- Nil

- a. Total amount of distributed profits
- b. Total tax paid thereon
- c. Dates of payments with amounts

30. Whether any cost audit was carried out , if yes, enclose a copy of the report of such audit [See section 139(9)] No

31. Whether any audit was conducted carried under the Central Excise Act, 1944, if yes, enclose a copy of the report o such audit No


As per information and explanations given by the assessee, No such audit was conducted.



32. Report the following major ratios:

- | | | |
|----|---|---------------------|
| a. | Gross Profit/Turnover | As per Annexure "E" |
| b. | Net Profit / Turnover | As per Annexure "E" |
| c. | Stock-in-trade / Turnover | As per Annexure "E" |
| d. | Material Consumed / Finished goods consumed | NA |

For & on behalf of
Valley Indiana Leisure Limited

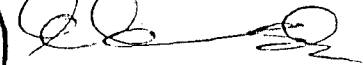

(Radheshyam L Kabra)

Director

(Ramprakash L Kabra)
Director

For Bhargadia Maheshwari & Associates
Chartered Accountants





(K K Maheshwari)
Partner
(Membership No. 070279)

Place : Ahmedabad
Date : 13/08/2007

ANNEXURE-A

Name of Assets	Rate of Dep.	WDV as on 01/04/2006	Addition During the year		Deduction During the year	Dep. Allowable	WDV As on 31/03/2007
			On or Before 30/09/2006	After 30/09/2006			
Computer	60%	34,189	NIL	21,850	NIL	27,068	28,971
Plant & Machinery	15%	24,871	NIL	27,670	NIL	5,806	46,735
Total		59,060	NIL	49,520	NIL	32,874	75,706

ANNEXURE- B

Nil, however in absence of necessary evidence, we are not in position to comment on that whether the acceptance or repayment of loan or deposit which is exceeding the limit prescribed under section 269SS or 269T respectively was made by account payee cheque / account payee bank draft or not.

ANNEXURE- C

Particulars of each repayment of loan or deposit in an amount exceeding the limit specified in section 269 T made during the previous year

Sr.No.	Name, address and PAN	Amount of repayment	Maximum amount outstanding in the account at any time during the previous year	Whether the repayment was made otherwise than by account payee bank draft.
1.	Hiral Corporation	7,00,000	7,00,000	No
2.	Arpit Export	17,00,000	17,00,000	No
3.	Apollo Metachem Pvt. Ltd.	15,50,000	15,50,000	No

However in absence of necessary evidence, we are not in position to comment on that whether the acceptance or repayment of loan or deposit which is exceeding the limit prescribed under section 269SS or 269T respectively was made by account payee cheque / account payee bank draft or not.

ANNEXURE-D**Quantitative details of Major Trading Items:**

Name of Item	Opening Stock	Purchase during the year	Sales during the year	Closing Stock
METALS: (QTY. IN KGS.)				
Brass Scrap	NIL	56,246.500	56,246.500	NIL
Copper wire Roads	NIL	34,452.000	34,452.000	NIL
Lead Scrap	NIL	29,857.000	29,857.000	NIL


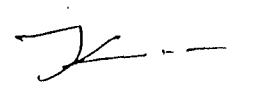


ANNEXURE-E

(a) Gross Profit	=	Gross Profit / Turnover 1,348,939 / 26,570,427	= 5.08%
(b) Net Profit	=	Net Profit / Turnover 2, 99,757 / 26,570,427	= 1.13 %
(c) Stock-in trade	=	Stock-in-trade/Turnover 11,255,731**** / 26,570,427	= 0.42 Times


***This stock is related to Shares and Securities where there is no transaction during the year.

For and on behalf of
VALLEY INDIANA LEISURE LIMITED

 
(Radheshyam L. Kabra) (Ramprakash L. Kabra)
Director Director

Place: Ahmedabad
Date: 13/08/2007

For **BHARADIA MAHESHWARI & ASSOCIATES**
Chartered Accountants



(K K Maheshwari)
Partner
Membership No. : 070279



Place: Ahmedabad
Date: 13/08/2007

Annexure
PART A

1.	Name of the assessee	:	Valley Indiana Leisure Limited
2.	Address	:	39, Adavani Market, O/s Delhi Gate, Shahibaug, Ahmedabad
3.	Permanent Account Number	:	A A B C M 3 1 6 5 G
4.	Status	:	Limited Company
5.	Previous Year Ended	:	31 st March 2007
6.	Assessment Year	:	2007-08

PART B

NATURE OF BUSINESS	CODE	0	2	0	4
--------------------	------	---	---	---	---

Sl.No.	Parameters	Current Year	Preceding Year
1.	Paid up share capital	52,563,000/-	52,563,000/-
2.	Share Application Money	Nil	Nil
3.	Reserve & Surplus	2,759,820/-	2,460,063/-
4.	Secured Loans	NIL	NIL
5.	Unsecured Loans	NIL	3,949,999/-
6.	Current Liabilities & Provisions	1,008,202/-	11,107,859/-
7.	Total of Balance Sheet	56,331,022/-	70,080,921/-
8.	Gross turn over	26,570,427/-	56,154,250/-
9.	Gross profit	1,348,939/-	2,886,199/-
10.	Commission received	258,368/-	177,314/-
11.	Commission paid	NIL	NIL
12.	Interest received	NIL	NIL
13.	Interest paid	NIL	197,702/-
14.	Depreciation as per books of account	26,994/-	16,217/-
15.	Net Profit (or Loss) before tax	468,229/-	1,692,964/-
16.	Taxes on income paid/provided for in the books	165,000/-	635,000/-

Place: Ahmedabad

Date: 13/08/2007

For Bharadia Maheshwari & Associates



K K Maheshwari
Partner
(Mem. No 070279)

Annexure II of Form 3CD

VALUE OF FRINGE BENEFITS IN TERMS OF SECTION 115WC READ WITH SECTION 115WB FOR THE ASSESSMENT YEAR

Sl. No.	Section under which chargeable to Fringe Benefit Tax	Nature of expenditure / payment	Amount of expenditure incurred or payment made					Deductions, if any	Total (4 - 5)	Percentage expenditure / Payment being fringe benefits	Value of fringe benefits
			Debited to the Profit and Loss Account	Accounted for in the balance sheet	Reimbursement	Any other head	Total				
1	2	3	4					5	6	7	8
1	115WB(1)(b)	Free or concessional tickets provided by the employer for private journeys of his employees or their family members	-	-	-	-	-	-	-	100%	0
2	115WB(1)(c)	Any contribution by the employer to any approved Superannuation fund for employees	-	-	-	-	-	-	-	100%	0
3	115WB(2)(A)	Entertainment	-	-	-	-	-	-	-	20%	0
4	115WB(2)(B)	Provision of Hospitality of every kind by the employer to any person	-	-	-	-	-	-	-	20%	0
5	115WB(2)(c)	Conference (other than fee for participation by the employees in any conference	-	-	-	-	-	-	-	20%	0
6	115WB(2)(D)	Sales promotion including publicity	-	-	-	-	-	-	-	20%	0
7	115WB(2)(E)	Employees' Welfare	-	-	-	-	-	-	-	20%	0
8	115WB(2)(F)	Conveyance, tour and travel (including foreign travel)	-	-	-	-	-	-	-	20%	0
9	115WB(2)(G)	Use of hotel, boarding and lodging facilities	-	-	-	-	-	-	-	20%	0
10	115WB(2)(H)	Repair, running (including fuel), maintenance of motor cars and the amount of depreciation thereon	-	-	-	-	-	-	-	20%	0
11	115WB(2)(I)	Repair, running (including fuel) and maintenance of aircrafts and the amount of depreciation thereon	-	-	-	-	-	-	-	20%	0



12	11SWB(2KJ)	Use of telephone (including mobile phone) other than expenditure on leased telephone lines	27.443	-	-	-	-	-	-	27.443	20%	5489
13	11SWB(2KN)	Maintenance of any accommodation in the nature of guest house other than accommodation used for training purposes	-	-	-	-	-	-	-	-	20%	0
14	11SWB(2KL)	Festival celebrations	-	-	-	-	-	-	-	-	50%	0
15	11SWB(2KM)	Use of health club and similar facilities	-	-	-	-	-	-	-	-	50%	0
16	11SWB(2KN)	Use of any other club facilities	-	-	-	-	-	-	-	-	50%	0
17	11SWB(2KO)	Gifts	-	-	-	-	-	-	-	-	50%	0
18	11SWB(2KP)	Scholarships	-	-	-	-	-	-	-	-	50%	0
19	11SWB(2KQ)	Tour and Travel (including foreign travel)	-	-	-	-	-	-	-	-	5%	0
20	Total		27.443									5489



AUDITORS' CERTIFICATE

To the Board of Directors,
Valley Indiana Leisure Limited
39, Advani Market
O/s Delhi Gate,
Shahibaug
Ahmedabad-04

We have examined the attached Cash Flow statement of Valley Indiana Leisure Limited for the year ended on March 31, 2007, the statement has been prepared by the Company in accordance with the requirement of Clause 32 of Listing Agreement with the Stock Exchange and is based on and in agreement with corresponding profit & loss account and balance sheet of the Company covered by our report of 25.07.2007 to the members of the Company and reallocation required for the purpose are as made by the Company.

PLACE: AHMEDABAD
DATED: 25.07.2007

Bharadia Maheshwari & Associates
Chartered Accountants



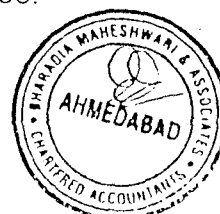
A handwritten signature in black ink, appearing to be "K K Maheshwari".

(K K Maheshwari)
Partner
(M.No.070279)

AUDITOR'S REPORT

To the Members of
VALLEY INDIANA LEISURE LIMITED

1. We have audited the attached Balance Sheet of VALLEY INDIANA LEISURE LIMITED as at March 31, 2007 and the Profit and Loss Account of the Company for the year ended on March 31, 2007 both annexed thereto and report thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amount and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) order, 2003 issued by the Company Law Board in terms of sub section (4A) of Section 227 of the Companies Act, 1956 and in terms of information and explanation given to us and also on the basis of such checks as we considered appropriate, we give in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said order to the extent applicable.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
 - i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - ii) In our opinion, proper books of accounts, as required by Law, have been kept by the Company so far as appears from our examination of the books.
 - iii) The Balance Sheet and Profit and Loss Account, dealt with by this report, are in agreement with the books of Accounts.
 - iv) In our opinion, the Profit & Loss Account and Balance Sheet comply with the Accounting Standard referred to in subsection (3C) of Section 211 of the Companies Act, 1956.
 - v) On the basis of the written representation received from the directors /Board of directors, we report that none of the Directors of the Company is disqualified as at March 31, 2007 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.



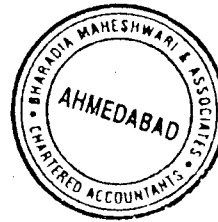
- vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts together with the notes thereon/attached thereto and the significant accounting policies give the information as required by the Companies Act, 1956, in the manner so required and give a True and Fair view in conformity with the accounting principles generally accepted in India:
- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2007 and
 - b) In the case of the Profit and Loss Account, of the Profit for the year ended on that date.
 - c) In case of the Cash Flow Statement, of the cash flows for the year ended on that date.

PLACE: AHMEDABAD

DATED: 25.07.2007

Bharadia Maheshwari & Associates

Chartered Accountants



A handwritten signature in black ink, appearing to be "K K Maheshwari".

(K K Maheshwari)

Partner

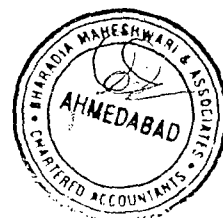
(M.No.070279)

ANNEXURE OF THE AUDITORS' REPORT

TO THE MEMBERS OF VALLEY INDIANA LEISURE LIMITED

(Referred to in paragraph 3 there of)

- (i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
b) As explained to us, physical verification of fixed assets was conducted by the management during the year. In our opinion, the frequency of physical verification is reasonable having regard to the size of the company and the nature of its assets. As informed to us no material discrepancies have been noticed on such physical verification.
- (ii) a) The inventory has been physically verified at regular intervals during the year by the management. In our opinion, the frequency of such verification is reasonable.
b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and nature of its business.
c) The company is maintaining proper records of inventory. No discrepancies were noticed on verification between the physical stock and the book records.
- (iii) a) The Company has neither granted nor taken any loans, secured or unsecured, to or from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, paragraph 4(iii) of the Order is not applicable.
- (iv) In our opinion and according to the information and explanations given to us there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- (v) a) According to the information and explanations given to us, we are of the opinion that particulars of all contracts or arrangements referred to in section 301 of the Companies Act, 1956 have been entered in the register required to be maintained under that section.
b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contract or arrangements entered into a register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lacs in respect of any party during the year have been made at prices which are reasonable having to prevailing market prices at the relevant time.



- (vi) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits from the public, thus the directives issued by the Reserve Bank of India and the provisions of sections 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 are not applicable. The Company Law Board has not passed any order.
- (vii) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (viii) The Central Government has not prescribed maintenance of cost records under clause (d) of sub section (1) of Section 209 of the Companies Act, 1956 for any of the products manufactured by the Company.
- (ix) According to the information and explanation given to us and on the basis of our examination of books of accounts, we are in the opinion that the Provident fund, Employees' State Insurance and Wealth tax are not applicable to the company, however Company has been generally regular in depositing undisputed other statutory dues including Investor Education Protection Fund, Employees' state insurance, Income tax, cess, Custom duty and Excise duty and other statutory dues with appropriate authorities, wherever applicable to it, except Rs. 28,195/- for Interest Tax other than these there are no other arrears of outstanding statutory dues as at the last day of the financial year for a period of more than six month from the date they became payable.
- (x) The company does not have accumulated losses as at the end of the year and has not incurred any cash losses during the financial year covered by our audit or during the immediate preceding year.
- (xi) According to the information and explanations given to us, the company does not have any loan from financial institution or bank.
- (xii) According to the information and explanations given to us, we are of the opinion that the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) According to information and explanation given to us, we are of the opinion that the company is not a chit fund or a nidhi /mutual benefit fund / society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xiv) According to information and explanation given to us the proper records have been maintained of the transaction and the contracts in respect of shares and securities. Except some Scrip's all other Shares & Securities are held in Company's own name.
- (xv) According to the information and explanation given to us, we are of the opinion that the company has not given any guarantee for loans taken by others from banks or financial institutions.



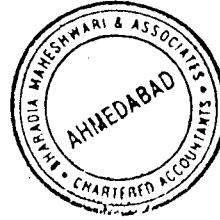
- (xvi) According to the information and explanations given to us, we are of the opinion that the company has not obtained any term loans.
- (xvii) According to the information and explanations given to us and on the basis of our examination of books of accounts, we report that no fund has been raised on short-term basis for investment.
- (xviii) According to the information and explanations given to us, 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 during the year.
- (xix) The company has not issue any debentures during the year.
- (xx) During the year covered by our audit report the company has not raised any money by way of public issue.
- (xxi) To the best of our knowledge and belief and accordingly to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

PLACE: AHMEDABAD

DATED: 25.07.2007

Bharadia Maheshwari & Associates

Chartered Accountants



A handwritten signature in black ink, appearing to be "K K Maheshwari".

(K K Maheshwari)

Partner

(M.No.070279)

VALLEY INDIANA LEISURE LIMITED

BALANCE SHEET AS AT 31ST MARCH 2007

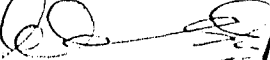
	SCHEDULE	As At 31.03.2007 (Rs.)	As At 31.03.2006 (Rs.)
SOURCES OF FUNDS			
Share Capital	[1]	52,563,000	52,563,000
Reserves & Surplus	[2]	2,759,820	2,460,063
Secured Loans		-	-
Unsecured Loans	[3]	-	3,949,999
Deferred Tax Liability		9,296	7,317
Total		55,332,116	58,980,379
APPLICATION OF FUNDS			
Fixed Assets :	[4]		
Gross Block		430466	380,946
Less: Depreciation		304845	277,851
Net Block		125,621	103,095
Investments :	[5]	10,548,522	10,548,522
Current Assets, Loans & Advances			
Inventories	[6]	11,255,731	11,255,731
Sundry Debtors	[7]	16,588,422	19,074,135
Cash & Bank Balances	[8]	679,486	6,831,796
Loans & Advances & Deposits	[9]	17,142,536	22,274,959
		45,666,175	59,436,621
Less : Current Liabilities & Provisions	[10]	1,008,202	11,107,859
Net Current Assets		44,657,973	48,328,762
Miscellaneous Expenditure (to the extent not written-off or adjusted)	[11]	-	-
Preliminary Exp.		-	-
Total		55,332,116	58,980,379

NOTES FORMING PART OF ACCOUNTS "18"

In terms of our report of even date
For **BHARADIA MAHESHWARI & ASSOCIATES**

On behalf of the Board of Directors
For **VALLEY INDIANA LEISURE LIMITED**

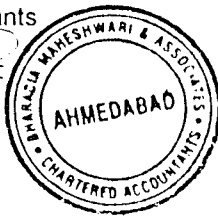
Chartered Accountants

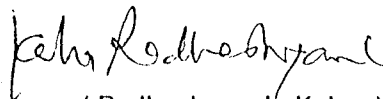


(K. K. Maheshwari)
Partner

Place : Ahmedabad

Dated : 25.07.2007





(Radheshyam L. Kabra) (Ramprakash L. Kabra)
Director Director

VALLEY INDIANA LEISURE LIMITED

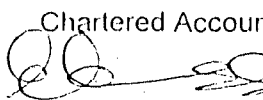
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2007

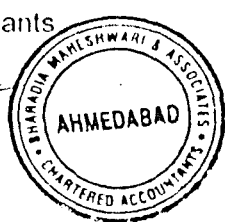
	SCHEDULE	For the Year 31.03.2007 (Rs.)	For the Year 31.03.2006 (Rs.)
INCOME :			
Sales	[12]	26,570,427	56,154,250
Other Income	[13]	269,009	249,728
Increase (Decrease) in Stock	[14]	-	(732,279)
TOTAL		26,839,436	55,671,699
EXPENDITURE :			
Purchases	[15]	25,221,488	52,535,772
Financial Charges	[16]	31,326	270,639
Administration Expenses	[17]	1,091,399	1,087,212
Depreciation	[4]	26,994	16,217
Preliminary Exp.(w / o)		-	68,895
TOTAL		26,371,206	53,978,735
Net Profit Before Tax		468,229	1,692,964
Provision for Taxes			
Current Tax		165,000	635,000
Fringe Benefit Tax		1,493	743
Deferred Tax		1,979	972
Net Profit after Tax		299,757	1,056,249
Balance Brought Forward		2,460,063	1,403,814
Adjustment related to earlier year		-	-
Balance Carried to Balance Sheet		2,759,820	2,460,063
Basic Earning Per Share (Rs.)		0.06	0.20
Diluted Earning Per Share (Rs.)		0.06	0.20
Face Value Per Equity Share(Rs.)		10	10

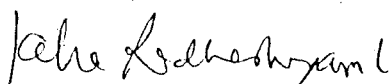
NOTES FORMING PART OF ACCOUNTS "18"

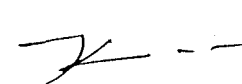
In terms of our report of even date
For **BHARADIA MAHESHWARI & ASSOCIATES**

On behalf of the Board of Directors
For **VALLEY INDIANA LEISURE LIMITED**

Chartered Accountants

(K. K Maheshwari)
Partner
Place : Ahmedabad
Dated : 25.07.2007




(Radheshyam L. Kabra)
Director


(Ramprakash L. Kabra)
Director

VALLEY INDIANA LEISURE LIMITED
Cash flow statement for the year ended 31/03/2007

(Amount in Rs.)

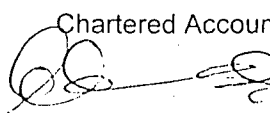
Particulars	2006-07		2005-06	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
A. Cash Flow from Operating Activities				
Net Profit before tax and Extraordinary Items		468,229		1,692,964
Adjusted for				
Depreciation	26,994		16,217	
Preliminary Exp. W/off	-		68,895	
Profit On Sale of Motor Car	-		(784)	
		26,994	-	84,328
Operating Profit before Working Capital Changes		495,223		1,777,292
Adjusted for				
Trade and other receivable	2,485,713		(5,481,848)	
Inventories	-		732,279	
Trade Payable	(10,266,150)		8,764,519	
Loans & Advances	5,132,423		(2,587,234)	
		(2,648,014)		1,427,716
NET CASH GENERATED BY OPERATING ACTIVITIES		(2,152,791)		3,205,008
B. Cash Flow from Investing Activities				
Purchase of Fixed Assets	(49,520)		(48,758)	
Sales of Fixed Asstes	-		20,000	
Increase in Deposits	-		-	
Interest Received	-		-	
NET CASH USED IN INVESTING ACTIVITIES		(49,520)		(28,758)
C. Cash Flow from Financing Activities				
Increase in Share Capital	-		-	
Increase in Secured Loan	-		-	
Increase in Unsecured Loan	(3,949,999)		3,589,999	
NET CASH USED IN FINANCING ACTIVITIES		(3,949,999)		3,589,999
NET(DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		(6,152,310)		6,766,249
Opening Balance of Cash and Cash Equivalents		6,831,796		65,547
Closing Balance of Cash and Cash Equivalents		679,486		6,831,796

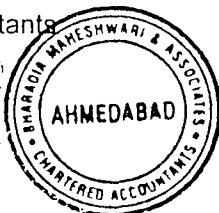
The previous year's figures have been regrouped and reclassified wherever necessary.

In terms of our report of even date
For **BHARADIA MAHESHWARI & ASSOCIATES**


On behalf of the Board of Directors
For **VALLEY INDIANA LEISURE LIMITED**

Chartered Accountants


(K. K. Maheshwari)
Partner




(Radheshyam L. Kabra)
Director


(Ramprakash L. Kabra)
Director

Place : Ahmedabad

Dated : 25.07.2007

VALLEY INDIANA LEISURE LIMITED

SCHEDULE FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2007

		As At 31.03.2007 (Rs.)	As At 31.03.2006 (Rs.)
SCHEDULE : 1			
<u>AUTHORIZED CAPITAL :</u>			
1,00,00,000 Equity Shares of Rs. 10/- each (P. Y. 100,00,000)		100,000,000	100,000,000
<u>ISSUED SUBSCRIBED & PAID UP :</u>			
52,56,300 Equity Shares of Rs.10/- each Fully paid-up (P.Y.52,56,300)		52,563,000	52,563,000
		52,563,000	52,563,000
SCHEDULE : 2			
<u>RESERVE & SURPLUS</u>			
Profit & Loss A/c		2,759,820	2,460,063
		2,759,820	2,460,063
SCHEDULE : 3			
<u>UNSECURED LOANS</u>			
Hiral Corporation	-		700,000
Apollo Metachem Pvt. Ltd.	-		1,549,999
Arpit Export	-		1,700,000
	-		3,949,999
SCHEDULE : 5			
<u>INVESTMENTS</u>			
Quoted at Cost of acquisition			
93,600 Equity Shares of Rs.10/-each partly paid of Gujarat State Financial Corporation Ltd		1,048,522	1,048,522
Unquoted at Cost of acquisition			
9,50,000 Equity Shares of Rs. 10/- each fully paid of Shree Extrusion Ltd. (Under the same Management)		9,500,000	9,500,000
		10,548,522	10,548,522
SCHEDULE : 6			
<u>INVENTORIES</u>			
(As valued and certified by the Directors)			
Stock of Shares & Securities		11,255,731	11,255,731
		11,255,731	11,255,731



VALLEY INDIANA LEISURE LIMITED

AS AT 31/03/2007

ANNEXURE - 4 FIXED ASSETS

PARTICULARS	RATE OF DEP. %	GROSS BLOCK				DEPRECIATION BLOCK				NET BLOCK	
		OPENING BALANCE	ADDITION	DEDUCTION	TOTAL	OPENING BALANCE	ADDITION	DED.	TOTAL	31.3.2007	31.3.2006
Computer	40.00%	176,071	21,850	-	197,921	132,972	17,910	-	150,882	47,039	43,099
Typewriter	13.91%	36,746	-	-	36,746	29,904	952	-	30,856	5,890	6,842
Office Equipment	13.91%	46,312	-	-	46,312	36,346	1,386	-	37,732	8,580	9,966
Motor Car	25.89%	-	-	-	-	-	-	-	-	-	-
Pager	0.00%	-	-	-	-	-	-	-	-	-	-
Plant & Machinery	13.91%	103,482	27,670	-	131,152	66,833	5,836	-	72,669	58,483	36,649
Tools & Equipment	13.91%	18,335	-	-	18,335	11,796	910	-	12,706	5,629	6,539
TOTAL		380,946	49,520	-	430,466	277,851	26,994	-	304,845	125,621	103,095
PREVIOUS YEAR		739,274	48,758	407,086	380,946	649,504	16,217	387,870	277,851	103,095	89,770



VALLEY INDIANA LEISURE LIMITED

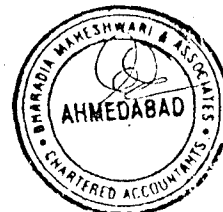
SCHEDULE FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2007

	As At 31.03.2007 (Rs.)	As At 31.03.2006 (Rs.)
SCHEDULE : 7		
<u>SUNDRY DEBTORS</u>		
Unsecured, Considered Good Outstanding For More Than Six Months	13,129,314	9,091,326
Others (Include Rs. 1,947,080 for under the same management)	3,459,108	9,982,809
	16,588,422	19,074,135
SCHEDULE : 8		
<u>CASH & BANK BALANCE</u>		
Cash on Hand	344,817	180,379
Balance with schedule banks		
Bharat Overseas Bank Ltd.	-	5,021
ICICI Bank Ltd.	35,121	2,561,073
Vijaya Bank	-	220
Laxmi Vilas Bank	33,030	-
Balance with Other banks		
Kuber Co.op Bank Ltd.	-	1,057
Bhuj Mercantile Co-op. Bank Ltd.	266,519	4,084,046
	679,486	6,831,796
SCHEDULE : 9		
<u>Loans, Advances & Deposits :</u>		
Loans & Advances	14,755,018	19,887,441
Deposits	2,387,518	2,387,518
	17,142,536	22,274,959
SCHEDULE : 10		
<u>Current Liabilities & Provision</u>		
Sundry Creditors	-	10,290,245
Other Creditors for Expenses	64,126	49,940
Provisions	86,169	93,693
Duties & Taxes	857,907	673,981
	1,008,202	11,107,859
SCHEDULE : 11		
<u>Miscellaneous Expenditure :</u>		
(To the extent not written off or adjusted)		
Preliminary Expenses	-	68,895
Less : Written off during the year	-	68,895
	-	-



VALLEY INDIANA LEISURE LIMITED
SCHEDULE FORMING PART OF PROFIT AND LOSS ACCOUNT

		Year Ended 31.03.2007 (Rs.)	Year Ended 31.03.2006 (Rs.)
SCHEDULE : 12 <u>SALES</u>			
Sale of Metals		26,570,427	55,006,235
Sale of Shares		-	1,148,015
		26,570,427	56,154,250
SCHEDULE : 13 <u>Other Income</u>			
Comission Income		258,368	177,314
Dividend Received		1,600	3,000
Misc. Income		-	3,000
Prior Period Income		9,041	-
Profit On Sales of Motor Car		-	784
Excess Provision W / Off		-	65,630
		269,009	249,728
SCHEDULE : 14 <u>Increase / (Decrease) in Stock</u>			
Closing Stock		11,255,731	11,255,731
Less : Opening Stock		11,255,731	11,988,010
Increase / (Decrease) in Stock		-	(732,279)
SCHEDULE : 15 <u>Purchases</u>			
Purchase of Metal		25,221,488	52,535,772
		25,221,488	52,535,772



Schedule -18:-

NOTES FORMING PARTS OF ACCOUNTS:

1. Significant Accounting Policies of Accounting Standard

Basis of Preparation of Financial Statement

The financial statements have been prepared under the historical cost convention method in accordance with the generally accepted accounting principles and the provisions of the Companies act 1956. The Company follows mercantile system of accounting and recognizes income and expenditure on accrual basis except in the case of significant uncertainty relating to income.

Revenue Recognition

Sales are invoiced on delivery of goods.

Fixed Assets and Depreciation

Fixed assets are stated at their cost of acquisition less accumulated depreciation. Depreciation on Fixed Assets is provided on written down value method in accordance with the provisions of the Companies Act, 1956 in the manner and at the rates specified in the Schedule XIV to the said Act.

Investment

Investment in shares of companies, quoted or unquoted, are carried at cost of acquisition.

Inventories

The stock of shares has been valued at cost. No provision has been made for the possible diminution in the value of shares held as stock.

Retirement Benefits

As informed and explanation to us by the management that the Company is not liable for retiring benefits hence not provided for the retirement benefits by way of gratuities payable to the employees on retirement in accordance with the accounting standard (AS-15) laid down by the Institute of Chartered Accountants of India.



Diluted:

Profit after tax as per P & L A/c	2, 99,757	10, 56,249
Add: Interest on loan convertible Into Equity Shares	NIL	NIL
Adjusted profit for Diluted EPS	2, 99,757	10, 56,249
No of equity shares issued	52, 56,300	52, 56,300
Add: potential equity shares	NIL	NIL
Weighted average No of equity Shares outstanding	52, 56,300	52, 56,300
Diluted EPS (Rs.)	0.06	0.20

- xiii. **Taxes on Income (AS-22):-** The position of Deferred Tax Assets & Liabilities computed in accordance with the requirement of AS – 22 on 'Accounting for taxes on income' issued by the institute of Chartered Accountants of India, is as stated below:

Particulars	As on 01.04.2006	During the Year	As on 31.03.2007
<u>Deferred tax liabilities</u>			
Difference between books And Tax depreciation	7,317	1,979	9,296
Total	7,317	1,979	9,296
<u>Deferred tax assets</u>			
Unabsorbed depreciation /loss	NIL	NIL	NIL
Other	NIL	NIL	NIL
Total	NIL	NIL	NIL
Net Deferred Tax liabilities	7,317	1,979	9,296

- xiv. **Impairment of Assets (AS-28) :**

All the assets have been physically verified by the management during the year and also there is a regular programme of verification which, in our opinion, is reasonable having regards to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification. Provision for impairment of assets has not been made in accordance to AS-28 as prescribed by the Institute of Chartered Accountants of India. In the opinion of Management, it was not possible to ascertain impairment, if any.

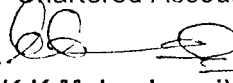
- xv. The inventory is physically verified by the Management at the end of the year and valued at cost.

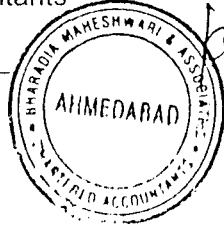


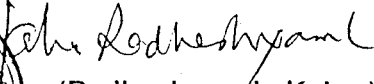
- xvi. Loans and advances include a sum of Rs. 60.00 lacs advance given to a Party towards purchase of property as per agreement to sale with the party. Since party has not given title clearance against the said property in past, amount is recoverable, and a sum of Rs. 106.15 lacs has been recovered during the year. For remaining balance of outstanding, party has executed agreement for the extension of time for clearance of title clearance for the said property.
- xvii. In the opinion of the Board of Directors, the Current Assets, Loans and Advances are approximately value stated, if realised in the ordinary course of business. The provisions of all known liabilities are adequately provided and not in the excess of amount reasonably necessary and in opinion of the Board of Directors there are no contingent liabilities which is not provided for.
- xviii. The previous year's figure have been regrouped/ reclassified wherever necessary to make them comparable to current year's figure.

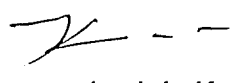
As per our report of even date
For **BHARADIA MAHESHWARI & ASSOCIATES**
Chartered Accountants

On behalf of the Board
For **VALLEY INDIANA LEISURE LIMITED**


(K K Maheshwari)
Partner




(Radheshyam L. Kabra)
Director


(Ramprakash L. Kabra)
Director

Place: Ahmedabad
Dated: 25.07.2007

STATEMENT PURSUANT TO PART IV OF SCHEDULE VI TO THE COMPANIES ACT, 1956

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. REGISTRATION DETAILS

Registration No.

		2	3	4	7	1
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State Code

0	4
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Balance Sheet

3	1
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0	3
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0	7
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II CAPITAL RAISED DURING THE YEAR (AMOUNT RS. IN THOUSAND)

Public Issue

		N	I	L		
--	--	---	---	---	--	--

Bonus Issue

		N	I	L		
--	--	---	---	---	--	--

Right Issue

		N	I	L		
--	--	---	---	---	--	--

Private Placement

		N	I	L		
--	--	---	---	---	--	--

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

Total Liabilities

			5	5	3	3	2
--	--	--	---	---	---	---	---

Total Assets

			5	5	3	3	2
--	--	--	---	---	---	---	---

SOURCES OF FUNDS

Paid-up Capital

			5	2	5	6	3
--	--	--	---	---	---	---	---

Secured Loans

		N	I	L		
--	--	---	---	---	--	--

Deferred Tax Liability

							9
--	--	--	--	--	--	--	---

Reserves and Surplus

					2	7	6	0
--	--	--	--	--	---	---	---	---

Unsecured Loans

		N	I	L		
--	--	---	---	---	--	--

APPLICATION OF FUNDS

Net Fixed Assets

					1	2	6
--	--	--	--	--	---	---	---

Net Current Assets

			4	4	6	5	8
--	--	--	---	---	---	---	---

Accumulated Losses

		N	I	L		
--	--	---	---	---	--	--

Investments

			1	0	5	4	8
--	--	--	---	---	---	---	---

Miscellaneous Expenditure

		N	I	L		
--	--	---	---	---	--	--

IV. PERFORMANCE OF COMPANY (AMOUNT RS. IN THOUSANDS)

Turnover*

			2	6	8	3	9
--	--	--	---	---	---	---	---

* including other income & increase in stock

Total Expenditure

			2	6	3	7	1
--	--	--	---	---	---	---	---

Profit/(Loss) Before Tax

					4	6	8
--	--	--	--	--	---	---	---

Earning Per Share (Rs.)

				0		0	6
--	--	--	--	---	--	---	---

+ - Profit/(Loss) After Tax

					3	0	0
--	--	--	--	--	---	---	---

Dividend Rate (%)

		N	I	L		
--	--	---	---	---	--	--

V. GENERIC NAMES OF THREE PRINCIPAL PRODUCTS/SEVICES OF THE COMPANY (AS PER MONETARY TERMS)

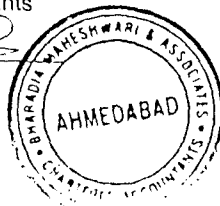
Item Code No. (ITC Code)

		N	.	A		
--	--	---	---	---	--	--

As per our report of even date

For BHARADIA MAHESHWARI & ASSOCIATES

Chartered Accountants

(K K Maheshwari)
PartnerPlace: Ahmedabad
Dated: 25.07.2007

Product Description

		N	I	L		
--	--	---	---	---	--	--

On behalf of the Board

For VALLEY INDIANA LEISURE LIMITED

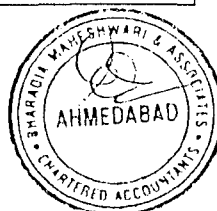
(Radheshyam L. Kabra) (Ramprakash L. Kabra)
Director Director

VALLEY INDIANA LEISURE LIMITED

BALANCE SHEET AS AT 31ST MARCH 2007

SUB-GROUPING OF BALANCE SHEET

PARTICULAR	Amount Rs.
<u>Sundry Debtors :</u>	
(For more than Six Months)	
Radiant International	4,375,000
Mahesh Traders	860,570
Metchem Corporation	3,322,534
Rajshree Metal	3,608,004
Sohangiri Metals & Alloys P Ltd	963,206
	13,129,314
(Less than Six Months)	
Shree Extrusions Ltd	1,947,080
Arpit International P Ltd.	1,512,028
	3,459,108
<u>Loans, Advances & Deposits :</u>	
<u>Loans & Advances</u>	
Gopal Rice Mills (Advance against property)	6,000,000
Mahesh Traders	2,000,000
Jashu Dabhi Loan a/c	16,000
Khodidas Desai Loan a/c	19,000
Nimish Bavishi	7,500
TDS On Salary paid A.Y 97-98	3,380
Advance Tax & TDS for A. Y. 2006-07	
Advance Tax	450,000
Income Tax Paid	195,989
TDS	9,948
Fringe Benefit Tax	1,527
Advance Tax & TDS for A. Y. 2007-08	
TDS on Commission	14,494
TCS A Y 2007-08	110,018
Fringe Benefit Tax	354
<u>Advances to Suppliers</u>	
Sohangiri Metals & Alloys P Ltd	574,645
B R Metal & Alloyes (GUJ.) Pvt Ltd.	1,492,333
Shree Extrusions Ltd	3,859,830
Total	14,755,018
<u>Deposits :</u>	
A.S.E. (Membership Card) A/c	325,000
Security Deposit (Ratnakar)	1,000
Telephone Deposit	11,518
Vadodara Stock Exchange Limited	2,050,000
	2,387,518
<u>Current Liabilities & Provision</u>	
<u>Sundry Creditors :</u>	
	-
	-



VALLEY INDIANA LEISURE LIMITED

BALANCE SHEET AS AT 31ST MARCH 2007

SUB-GROUPING OF BALANCE SHEET

PARTICULAR	Amount Rs.
Other Creditors for Expenses:	
Ved Printing Press	8,550
B.S. Rajput & Associates	4,719
Ratnakar Securities	59
MCS Ltd.	47,992
Ashish C Doshi	2,806
	64,126
Provision	
Audit Fees Payable	33,672
Salaries Payable	33,900
Director's Remuneration Payable	14,920
Misc Exp Payable	3,677
	86,169
Duties & Taxes	
Professional Tax Payable	840
TDS On Professional Fees	662
Interest Tax Payable A.Y 97-98	28,195
Income Tax Payable A.Y. 2006-07	635,000
Fringe Benefit Tax Payable A.Y 2006-07	743
Provision for Income Tax A.Y. 2007-08	165,000
Provision for FBT A.Y 2007-08	1,493
VAT	26,074
	857,907

