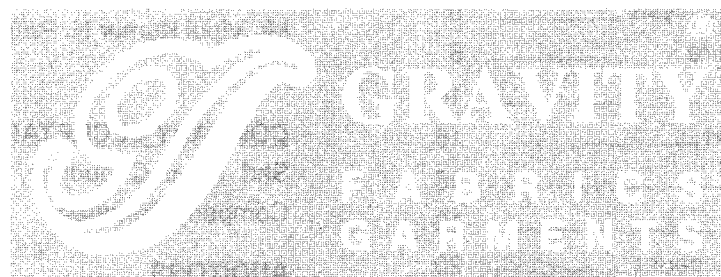


GRAVITY (INDIA) LIMITED



22nd Annual Report 2008-2009

Regd. Office : Gala No.131, Sanjay Bldg. No. 5-B, Mittal Industrial Estate, Andheri-Kurla Road, Andheri (East), Mumbai - 400 059. India
Fax : 0091-22-28595429 **E-mail :** gravityindia27@yahoo.com **Website :** www.gravityindia.co.in

GRAVITY (INDIA) LIMITED

TWENTY SECOND ANNUAL REPORT 2008-2009

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ANNUAL GENERAL MEETING

On Friday, 25th September, 2009 at Gala No.131,
Sanjay Bldg. No.5-B, Mittal Ind. Estate,
Andheri Kurla Road, Andheri (East),
Mumbai - 400 059 at 4.00 p.m.

As a measure of economy, copies of the Annual Report
will not be distributed at the Annual General Meeting .
Shareholders are requested to kindly bring their copies
to the meeting.

COMPANY'S REGISTRARS AND TRANSFER AGENTS
MONDKAR COMPUTERS PVT.LTD.
(Unit : Gravity (India) Ltd.)
21, Shakil Niwas, Mahakali Caves Road,
Andheri (East), Mumbai - 400 093.

BOARD OF DIRECTORS

Shri Rasiklal D. Thakkar
(Chairman/Managing Director)
Smt. Dakshaben R. Thakkar
Mrs. Prabhavati Shetty
Mr. Vinodray Jankhariya (Resigned on 21-08-09)
Mr. Vipul Kumar N. Prajapati

COMPANY SECRETARY

Shri. Navin Choudhary
Company Secretary

AUDITORS

J. C. Kabra & Associates
Chartered Accountants
Mumbai

BANKERS

Bank of Baroda

REGISTERED OFFICE

Gala No.131, Sanjay Bldg. No. 5-B,
Mittal Industrial Estate, Andheri-Kurla Road,
Andheri (East), Mumbai - 400 059. India.

MANUFACTURING FACILITIES

- i) Survey No.10/1,Village Khutali,
Khanvel, Dudhani Road, Silvassa,
Union Territory of Dadra and Nagar Haveli.
- ii) Plot No: 42, Govt. Industrial Estate,
Masat, Silvassa,
Union Territory of Dadra and Nagar Haveli.

NOTICE

NOTICE is hereby given that the Twenty Second Annual General Meeting of the members of GRAVITY (INDIA) LIMITED will be held at the Registered Office of the Company Situated at Gala No: 131, 1st Floor, Sanjay Building No.5-B, Mittal Industrial Estate, Andheri-Kurla Road, Andheri (East), Mumbai 400 059, India, on Friday, 25th September, 2009 at 4.00 p.m. to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March 2009, and the Profit and Loss Account of the company for the year ended on that date along with the reports of the Board of Directors and auditors thereon.
2. To appoint a Director in place of Mrs. Dakshaben R. Thakkar who retires by rotation, and being eligible, offers himself for re-appointment.
3. To appoint Auditors to hold office from the conclusion of the Twenty Second Annual General Meeting till the conclusion of the next Annual General Meeting of the Company and authorized the Board of Directors to fix their remuneration.

By Order of the Board of Directors
For GRAVITY (INDIA) LIMITED

Place: Mumbai
Date: 21st August, 2009

Mr. Navin Choudhary
Company Secretary

NOTES :

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy and vote instead of himself a proxy need not be a member of the Company. Proxy in order to be effective must be received by the Company not less than 48 hours before the meeting.
2. The Register of Members and Transfer Books of the Company will be closed from Friday, the 18th September, 2009 to Friday, the 25th September, 2009 (both days inclusive).
3. Members are requested to send their queries, if any, at least seven days in advance of the Meeting so that the information can be made available at the Meeting.
4. Members/proxies should bring with them the Attendance Card, which may be submitted at the entrance, duly signed.
5. Members are requested to immediately notify any change in their addresses to the Company's Registrars and Share Transfer Agents:

**MONDKAR COMPUTERS PVT. LTD.
(Unit: GRAVITY (INDIA) LIMITED)**

21, Shakil Niwas, Mahakali Caves Road,
Andheri (East), Mumbai 400 093.

6. Shareholders holding shares in identical order of names in more than one folio are requested to write to the Registrar and Share Transfer Agents of the Company enclosing their Share Certificates to enable them to consolidate their share holding in one folio.
7. Securities and Exchange Board of India (SEBI) has mandated that delivery of shares of your Company shall be compulsorily in the dematerialized form for all investors with effect from 28th August 2000. The ISIN No. is INE995A01013.
8. At the ensuing Annual General Meeting, Mrs. Dakshaben R. Thakkar retires by rotation and being eligible, offers herself for re-appointment. Pursuant to clause 49 (VI) (A) of the Listing Agreement the particulars of Mrs. Dakshaben R. Thakkar is given below.

DETAILS OF Mrs. DAKSHABEN R. THAKKAR PURSUANT TO CLAUSE 49 OF THE LISTING AGREEMENT, SEEKING REAPPOINTMENT AT THE FORTHCOMING ANNUAL GENERAL MEETING:

Mrs. Dakshaben R. Thakkar, aged 52 years, she completed her Graduation in .B.Com. She is engaged in the activity of textile industry and her date of appointment is 13th March 1987.

Mrs. Dakshaben R. Thakkar, Directorship held in other two companies as on March 31st, 2009

By order of the Board of Directors
For Gravity (India) Limited

Place: Mumbai
Date: 21st August, 2009

Mr. Navin Choudhary
Company Secretary

DIRECTORS' REPORT

To the Members of
Gravity (India) Limited
Your Directors have pleasure in presenting this Twenty Second
Annual Report and Audited Accounts of the year ended
31st March, 2009.

FINANCIAL RESULT (Rs. in lakhs)

FINANCIAL RESULTS	2008-2009	2007-2008
Income from operation/Other Income	2691.84	3677.13
Gross Profit before int/& Dep.	82.89	158.25
Less: interest Paid	7.20	15.38
Depreciation	55.58	52.33
Profit After interest & Depreciation	20.11	90.53
Less: Prior Period Expenses	0.00	0.00
Provision for Taxation	15.55	15.24
Profit After Tax	4.56	75.28
Add: Balance brought forwards	57.60	32.31
Balance available for appropriation	62.16	107.60
Provision Reversed	-3.94	0.00
General Reserve	0.00	50.00
Balance Carried forwards	66.09	57.60
Total Appropriation	66.09	107.60

SHARE CAPITAL

The authorised share capital of the company is divided into 150 Lacs Equity Shares of Rs. 10/- each, aggregating to Rs 15 Crore. The issued, subscribed and paid up capital is Rs. 9,00,19,500/- (Nine Crores nineteen thousand five hundred only) divided into 90,01,950 Equity shares of Rs 10/- each as on 31st March 2009

RESERVES

Reserves & Surplus were Rs.262.92 Lacs at the end of the financial year. During the year the company has not transferred any amount to General reserve.

OPERATIONS

The sales turnover of the Company stand Rs.2691.85 Lacs. The Current year profit stand Rs.4.56 Lacs. The Company had provided Rs. 15.55 Lacs towards the taxation.

DIVIDEND

The Company has not declared any dividend for the year.

DIRECTORS

Mrs. Dakshaben R Thakkar retires by rotation and being eligible, offers herself for re-appointment. Mr. Vinod F Jankhariya resigned from the Board of Directors on 21st Aug. 2009. The Board wishes to place on record its appreciation towards Mr. Jankhariya for his services during his position as a Director of the Company.

LISTING OF SHARES

Your Company's equity shares continue to be listed on The Stock Exchange, Mumbai in the Indo Next (S) Group. The annual listing fee for the year 2009-10 has been paid to the stock exchange Mumbai

FIXED DEPOSITS:

The Company has not accepted or renewed any deposits from public during the year under review.

CORPORATE GOVERNANCE

A separate section on Corporate Governance is included in the Annual Report. The management discussion and analysis report is enclosed as Annexure I and forms a part of Corporate Governance Report.

The certificate from the Company's Auditors confirming the compliance of conditions of Corporate Governance as stipulated in the clause 49 of the listing agreement with the Stock Exchanges is annexed thereto.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to sub section (2AA) of Section 217 of the Companies Act, 1956, the Board of Directors of the Company hereby state and confirm that:

- In the preparation of Annual Accounts, the applicable accounting standards had been followed, along with a proper explanation relating to material departures.
- Your Directors have selected such accounting policies and applied them consistently and made judgements 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 under review and for the profit or loss of the Company for that year.
- Your Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- Your Directors have prepared the annual accounts on going concern basis.

MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT

Management's Discussion and Analysis Report as required under the listing agreement with the Stock Exchange is annexed as Annexure II forming part of this report.

AUDITORS

J C KABRA & ASSOCIATES, Chartered Accountants, Mumbai who are the Auditor of the Company and hold office until the conclusion of the forth-coming Annual General Meeting, are recommended for re-appointment.

AUDIT COMMITTEE

The terms of reference of these Audit Committee are in line with the norms specified under the listing agreement with the Stock Exchange. The Audit committee comprises of there Non-Executive Directors with Mrs. Prabhavati Shetty as chairperson is an independent Director which are as follows:

Name of Directors	Status
Mrs. Prabhavati Shetty	Chairperson
Mrs. Dakshaben R Thakkar	
Mr. Vipul Kumar Narottam Prajapati	

AUDITOR'S REPORT

Observations made in the Auditor's Report are self explanatory and therefore, do not call for any further comments under Section 217 (3) of the Companies Act, 1956.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE

The requirement under section 217 (1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of particular in the Report of the Board of Directors) Rules, 1988 with respect to conservation of energy, technology absorption, and Foreign Exchange Earnings.

Company has taken necessary step to conserve the energy and improve the efficiency of machine

Company reduction in daily A.C., running time, switching off lights and air conditioning during lunch breaks.

TECHNOLOGY ABSORPTION

There is no updation during the year 2008-09 because we have advance machines like sulzer.

FOREIGN EXCHANGE

The company has no offices in abroad and company does not have any business transaction outside India and therefore there is not inflow and outflow of foreign exchange.

PARTICULARS OF EMPLOYEES UNDER SECTION 217(2A)

There are no employees whose particulars are required to be shown in items of the provisions of Section 217 (2A) of the Companies Act, 1956 read with and the rules framed there under.

EMPLOYEE RELATIONS:

Relations with the employees remained cordial. The Directors wish to place on record their appreciation for the co-operation received from the employees at all levels.

ACKNOWLEDGEMENTS

The Directors wish to express their gratitude to the shareholders Bankers, Customers and vendor's for the confidence reposed in the company's management. The Directors also convey their appreciation to the employees at all levels for their enormous personal efforts as well as collective contribution.

For and on behalf of the Board of Directors

Place : Mumbai (Rasiklal D. Thakkar)
Date : 21st August, 2009 Chairman & Managing Director

ANNEXURE - I TO THE DIRECTORS' REPORT**CORPORATE GOVERNANCE DISCLOSURE**

Corporate Governance is the set of policies, processes and practices by which a company conducts its affairs in pursuit of its business goals. It encompasses everyone connected or affected by the activities of the corporation - from the board room to senior management to employees to all other stake holders which includes shareholders, lenders, suppliers and customers. In fact good governance practices or their lack can have an impact on even the environment and community at large.

Corporate Governance, though multi faceted, rests on the following main pillars:

1. Transparency
2. Accountability
3. Fair and equal treatment of all shareholders
4. Compliance with regulations
5. Sustainable value creation for all shareholders
6. Ethical practices

In this background the Board of Directors and the senior management have a special responsibility to ensure that the principles of Corporate Governance such as transparency, accountability, discharge of fiduciary duties, compliance requirements and above all, shareholder interest are always at the centre of the company's activities.

Company's Governance framework is based on the following main principles.

1. Constitution of a Board of Directors of appropriate composition, size and commitment to discharge their responsibilities and duties.
2. Ensuring timely flow of information to the Board and its Committees to enable ther discharge their functions effectively.
3. Independent verification and safeguarding integrity of the Company's financial reporting.
4. A sound system of risk management and internal control.
5. Timely and balanced disclosure of all material information concerning the Company to all stakeholders.
6. Transparency and accountability.
7. Compliance with all the rules and regulations.
8. Fair and equitable treatment of all its stakeholders including employees, customers, shareholders and investors.

In accordance with Clause 49 of the Listing Agreement with the Stock Exchanges in India (Clause 49) and the best practices followed internationally on corporate governance, the details of governance systems and processes are as under:

1. Company's philosophy on Code of Governance

Your company has complied with all corporate Governance requirements stipulated under clause 49 of the Listing Agreement .The company is committed to the consistent adherence to the said corporate governance code to maintain a greater degree of responsibility& accountability.

Your Company's philosophy on corporate governance envisages the attainment of highest level of transparency in accountability and equity in all facets of its operation and in all its interactions with its shareholders / employees, government and lenders.

The Company believes that all its operations and actions must serve the underlying goal of enhancing overall shareholders' value over a sustained period of time.

2. Board of Directors

The Board of Directors consists of following five Directors.

Mr. Rasiklal D. Thakkar	Chairman & managing Director, Promoter, Executive
Mrs. Dakshaben R. Thakkar	Promoter, Non-Executive
Mr. Vinodray F. Jankhariya (Resigned with effect from 21-08-09)	Non-Executive, Independent
Mr. Vipul Kumar N. Prajapati	Non-Executive, Independent
Mrs. Prahavati shetty	Non-Executive, Independent

3. BOARD MEETINGS.COMMITTEE MEETINGS & PROCEDURES

A. Institutional Decision Making Process:

With a view to institutionalize all corporate affairs & set up systems & procedure for advance planning for matters requiring discussions/decisions by the board, the company has defined guidelines for the meetings of the Board & committees thereof. These guidelines seek to systemize the decision making process at the meeting of the Board/ committee in an informed & efficient manner.

B Scheduling & Selection of Agenda items for Board Meetings

- (i) Minimum board Meetings are held in each year, which are pre-scheduled. Apart from the four pre-scheduled Board meetings, additional notice to address the specific needs of the company. In case of business exigencies or urgency of matters, resolutions are passed by circulation.
- (ii) The meetings are normally held at the company's registered office at Unit No: 131, 1st Floor, Sanjay Building No.5-B, Mittal Industrial Estate, Sir Mathuradas VasANJI Road, Andheri (East), Mumbai 400 059
- (iii) All departments of the company are encouraged to plan their functions well in advance, particularly with regard to matters requiring discussions/approval/decision at the Board/committee meetings. All such matters are communicated to the company secretary in advance so that the same could be included in the Agenda for the board/Committee meetings.
- (iv) The Board is given presentations covering Industry Environment, Project Implementations, Project financing & Operations of the company, before taking on record the status of project implementations for the preceding quarter at each of the pre-scheduled Board Meetings.
 - Business plans, Capital Budgets & any updates.
 - Quarterly financial statement & status of project implementation & expected date of commissioning of the project.
 - Minutes of the meetings of the Audit committee & other committees of the Board, as also abstracts of resolutions passed by circulation, if any.
 - Quarterly summary of all long term borrowings made, bank guarantees issued, loans & investments made.
 - Status of business risk exposures, its management & related action plans.
 - Making loans & investments of surplus funds.
 - General notices of interest of Directors.
 - Terms of reference of Board Committee.
- (v) The Chairman of the Board & the Compliance Officer in consultation with other concerned team members of the senior management, finalise the agenda papers for the Board Meeting .

(C) Board Material Distributed in advance

- (a) Agenda & notes on Agenda are circulated to the Directors, in advance, in the defined Agenda papers for facilitating meaningful & focussed discussions at the meeting. Where it is not practicable to attach any document to the agenda, the same is tabled before the Agenda.

(b) In Special & exceptional circumstances, additional or supplementary item(s) on the agenda are permitted. Sensitive subject matters may be discussed at the meeting without written material being circulated in advance

(D) Recording minutes of proceedings at Board & Committee Meetings

The Company Secretary records the minutes of the proceedings of each Board & committee meeting. Draft minutes are circulated to all the members of the Board/Committee for their comments. The finalised minutes of proceedings of a meeting are entered in the minutes book within 30 days from the conclusion of that meeting.

(E) Post Meeting follow-up Mechanism

The guidelines for Board & Committee meetings facilitate an effective post meeting follow-up, review & reporting process for the decisions taken by the Board & Committees thereof. Action taken report on the decisions / minutes of the previous meeting(s) is placed at the immediately succeeding meeting of the Board /Committee for noting by the Board/Committee.

(F) Compliance:

The Compliance Officer while preparing the agenda, notes on agenda, minutes etc. of the meeting(s), is responsible for & is required to ensure adherence to all the applicable laws & regulations including the companies act, 1956 read with the rules issued there under & to the extent feasible, the secretarial standards recommended by the Institute of Company Secretaries Of India, New Delhi.

4. COMPOSITION AND CATEGORY OF DIRECTORS:

The particulars of Directors their attendance at the Board Meetings, Annual General Meeting during the financial year 2008-2009 and also other directorships. (Excluding directorships in private companies and Board Committees as at 31st March, 2009 are as under:

Name of Director	Category	No. of other directorship and Committee Membership/Chairmanship			
		Public Co.	private Co.	Committee Chairmanship	Committee Membership
Shri.Rasiklal D. Thakkar	Promoter Executive	1	2	1	1
Smt.Dakshaben R. Thakkar	Promoter Non-Executive	1	2	1	3
Shri.Vinod F.Jankhariya (Resigned with effect from 21-08-09)	Non-Executive Independent	---	---	---	3
Mrs.Prabhavati Shetty	Non-Executive Independent	---	---	2	1
Mr. Vipul Kumar Prajapati	Non-Executive Independent	---	---	---	3

During the year 2008-2009, the Board met 5 times on 30-4-2008, 31-7-2008, 29-8-2008, 24-10-2008, 27-01-2009.

The last Annual General Meeting was held on 30th September, 2008.

The attendance of the Directors of the company at the Board Meeting and Annual General Meeting are as follows:

Name of the Director	No. of meeting		Attended last AGM
	Held	Attended	
Shri.Rasiklal D. Thakkar	5	5	Yes
Smt.Dakshaben R. Thakkar	5	5	Yes
Shri.Vinodray F.Jankhariya (Resigned with effect from 21-08-09)	5	---	No
Mrs.Prabhavati Shetty	5	5	Yes
Mr. Vipul Kumar Prajapati	5	5	Yes

5 Audit Committee

The primary objective of the Audit Committee is to monitor and effectively supervise the Company's financial reporting process with a view to provide accurate, timely and proper disclosures and the integrity and quality of the financial reporting.

The terms of reference/powers of the Audit Committee has been specified by the Board of Directors as under :

A. The Audit Committee shall have the following powers:-

1. To investigate any activity within its terms of reference.
2. To seek information from any employee.
3. To obtain outside legal or other professional advice.
4. To secure attendance of outsiders with relevant expertise, if it considers necessary.

B. The role of the Audit Committee shall include the following:

- Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
- Recommending to the Board, the appointment, re-appointment and, if required, the replacement or removal of the statutory auditors and the fixation of the audit fees.
- Approval of payment to the statutory auditors for any other services rendered by the statutory auditors.
- Reviewing, with the management, the annual financial statements before submission to the Board for approval, with particular reference to:
 1. Matters required to be included in the Directors' Responsibility Statement to be included in the Board's report in terms of clause (2AA) of Section 217 of the Companies Act, 1956.
 2. Changes, if any, in accounting policies and practices and reasons for the same.
 3. Major accounting entries involving estimates based on the exercise of judgment by the management.
 4. Significant adjustments made in the financial statements arising out of audit findings.
 5. Compliance with listing and other legal requirements relating to financial statements.
 6. Disclosure of related party transactions, if any. Qualifications in the draft audit report.
 7. Reviewing, with the management, the quarterly financial statements before submission to the Board for approval.
 8. Reviewing, with the management, performance of statutory and internal auditors and adequacy of the internal control systems.
 9. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audits.
 10. Discussion with internal auditors regarding any significant findings and follow up thereon.
 11. Reviewing the findings of any internal investigations by the internal auditors into matters where there is a suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
 12. Discussion with statutory auditors before the audit commences, about the nature and scope of the audit as well as post-audit discussion to ascertain any area of concern.
 13. To look into the reasons for substantial defaults, if any, in the payment to the depositors, debenture holders, shareholders (in case of non payment of declared dividends and creditors.)
 14. To review the functioning of the Whistle Blower mechanism, if and when introduced.
 15. Carrying out such other function as may be specifically referred to the Committee by the Board of Directors and / or other Committee(s) of Directors of the Company.

C. Information for Review:

1. Management discussion and analysis of financial condition and results of operations.
2. Statement of significant related party transactions (as may be defined by the audit committee), submitted by management.
3. Management letters / letters of internal control weaknesses issued by the statutory auditors.
4. Internal audit reports relating to internal control weaknesses.
5. Appointment, removal and terms of remuneration of the Chief Internal Auditor.
6. Uses / application of funds raised through public issues, rights issues, preferential issues, etc
7. The Annexure and Proforma of the Cost Audit Reports before submission to the Board for approval.

(A) Terms of Reference

The terms of reference of this committee is in line with the norms specified under listing agreement with stock exchange.

- a) Overseeing the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- b) Recommending the appointment and removal of external auditor, audit fee and also approval for payment for any other services.

(B) Composition of Audit Committee (As on March 31, 2009)

The Audit Committee comprises of the following Directors namely:

Mrs. Prabhavati Shetty	- Independent & Non-Executive director	- Chairman
Mrs. Dakshaben R. Thakkar	- Promoter & Non-Executive director	- Member
Mr. Vipulkumar Prajapati	- Independent & Non-Executive director	- Member

The Committee Met 5 times, i.e. on 30-4-2008, 31-7-2008, 29-8-2008, 24-10-2008, 27-01-2009 and the attendance of the members of the Committee were as follows:

Director	<u>No. of Meetings</u>	
	Held	Attended
Mrs. Prabhavati Shetty	5	5
Mrs. Dakshaben R. Thakkar	5	5
Mr. Vipulkumar N. Prajapati	5	5
Mr. Vinodray F. Jankhariya (Resigned with effect from 21-08-09)	5	0

6. Remuneration Committee**A) Terms of Reference**

The Remuneration Committee determines the company's policy on specific remuneration packages for Whole-time Directors/Managing Directors including pension rights and any other compensation related matters and issues within the framework of the provision and enactments governing the same.

B) The committee comprises of three Directors with Mrs. Prabhavati Shetty Chairperson

- i) Mrs. Prabhavati Shetty - Independent & Non-Executive director - Chairman
- ii) Mrs. Dakshaben R. Thakkar - Promoter & Non-Executive director - Member
- iii) Mr. Vipulkumar Prajapati - Independent & Non-Executive director - Member

C) The attendance of the members of the committee were as follows

Director	<u>No. of Meetings</u>	
	Held	Attended
Mrs. Prabhavati Shetty	1	1
Smt. Dakshaben R. Thakkar	1	1
Mr. Vipul Kumar Prajapati	1	1

D) Remuneration Policy

Executive Director:

The aggregate value of salary and perquisite paid for the year ended 31st March, 2009 to the Chairman & Managing Director are within the limits prescribed under the Companies Act, 1956. No sitting fees are paid.

Non-Executive Directors:

Non-executive Directors are paid sitting fees for every board meeting.

E) Details of Remuneration paid to all Directors in Financial Year 2008-2009**i) Whole time Director:**

Managing Director Shri. Rasiklal D. Thakkar Rs. 70000/- consolidated. Appointed as Managing Director with effect from 1st April 2005.

ii) Non-Whole-time Directors.

The details of payment of Salary/Commission to the Non-Whole-time Directors for the financial year 2008-09 are given below.

Non-Wholetime Director	Salary (Rs.)	Commission (Rs.)
Smt.Dakshaben R. Thakkar	Nil	Nil
Mrs.Prabhavati Shetty	Nil	Nil
Mr. Vipul Kumar Prajapati	Nil	Nil

7. Shareholders' Grievance Committee.

Pursuant to clause 49 of the Listing Agreement the Board has constituted a Shareholders' / investors, Grievance Committee comprising of following members:

Director	No. of Meetings	
	Held	Attended
Smt.Dakshaben R. Thakkar - Chairperson	5	5
Shri. Rasiklal D. Thakkar	5	5
Mr. Vipul Kumar Prajapati	5	5

Five meetings of the committee held during the year on 30-4-2008, 31-7-2008, 29-8-2008, 24-10-2008, 27-01-2009

8. SHARE TRANSFER COMMITTEE:

Mr. Rasiklal D. Thakkar, Chairman & Managing Director of the Company has been delegated the powers to approve share transfers. As on 31st March, 2009 no cases of transfers were pending.

During the year letters / complaints were received from shareholders. All of which were replied / resolved to the full satisfaction of the shareholders.

9. General Body Meetings

Details of Annual General Meetings:

A) The Particulars of last three Annual General Meeting of the company are as under:

Year	Time	Date
2007 - 2008	4.00 p.m.	30 - 09 - 2008
2006 - 2007	4.00 p.m.	29 - 09 - 2007
2005 - 2006	4.00 p.m.	30 - 9 - 2006

Location for all the above AGMs were: Regd. Office; Unit No.131, 1st floor, Sanjay Building No.5-B, Mittal Industrial Estate, Andheri Kurla Road, Andheri (East), Mumbai-400 059.

No special resolution was passed at the last Annual General Meeting.

10. DISCLOSURES**a.) Disclosure of materially significant related party transaction that may have potential conflict with the interest of Company at large.**

During the period there were no material transaction with any promoters, Directors & their relatives & the management had potential conflict with the interest of the company

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

No instance of levy of penalty by the Stock Exchange or SEBI due to non-compliance by the Company.

11. MEANS OF COMMUNICATION:

The Company has regularly published its quarterly, half yearly and annual results in newspapers and submitted to the Stock Exchange in accordance with the Listing Agreement's requirements.

Management Discussion and Analysis Report is enclosed.

12. General Shareholders Information.**A) Annual General Meeting**

Date : 25th September, 2009
 Time : 4.00 P.M.
 Venue : Unit No. 131, Sanjay Building No. 5-B, Mittal Industrial Estate, Andheri Kurla Road,
 Andheri (East), Mumbai 400 059

B) Financial Calendar

Accounting year : April to March
 First Quarter Results : Last week of July
 Second Quarter Results : Last week of October
 Third Quarter Results : Last week of January

Next Annual General Meeting will be held on 25-09-2009 at the Company's Registered office at 4.00 p.m.

C) Book Closure Date: 18th September, 2009 to 25th September, 2008 (both days inclusive)

D) Listing on Stock Exchanges: The Bombay Stock Exchange Limited

E) Stock Code : Equity - BSE - 532015

F) ISIN No. : Equity - INE995A01013

G) Stock Exchange Price Data : High / Low during each month in last financial year :

<u>Period</u>	<u>High</u>	<u>Low</u>	<u>Period</u>	<u>High</u>	<u>Low</u>	<u>Period</u>	<u>High</u>	<u>Low</u>
Apr. 2008	7.16	4.82	Aug. 2008	5.20	4.13	Dec. 2008	3.19	2.11
May 2008	7.49	5.48	Sep. 2008	4.49	3.50	Jan. 2009	3.24	2.40
June 2008	5.79	4.47	Oct. 2008	4.39	2.41	Feb. 2009	2.76	2.03
July 2008	5.33	4.09	Nov. 2008	3.75	2.02	March 2009	2.56	1.87

H) REGISTRAR AND SHARE TRANSFER AGENTS:

For both physical and Demat (Common Registry)
Mondkar Computers Pvt. Ltd., 21, Shakil Niwas, Mahakali Caves Road, Andheri (East), Mumbai 400 093.

I) SHARE TRANSFER SYSTEM:

Presently the shares, which are received in physical form, are processed and the share certificates are returned within the period of one month of the date of receipt subject to documents being valid and complete in all respects. The securities of the Company are dematerialised to enable the shareholders to have easy and safe transfer of shares.

J) Distribution of shareholding & Shareholding pattern as on 31st March, 2009

No. of shares	No. of Share Holders	% of Shareholders	Holdings	% To total Holdings
Upto- 500	2938	56.565	809439	8.992
501 – 1000	1090	20.986	990398	11.002
1001 – 2000	534	10.281	881802	9.796
2001 – 3000	181	3.485	484171	5.379
3001 – 4000	103	1.983	373014	4.144
4001 – 5000	126	2.426	604463	6.715
5001 – 10000	126	2.426	924459	10.270
10001 and above	96	1.848	3934204	43.704
Total	5390	100.00	9001950	100.00

Categories of Shareholding pattern as on 31st March, 2009

Category	No. of Shares held	(%) Shareholding
Indian Promoters	1245517	13.836
Foreign Promoters	0	-
Persons Acting in Concert	0	-
Institutional Investor	0	-
Mutual Funds and UTI	0	-
Banks / Financial Institutions /	0	-
Insurance Companies	0	-
Private Corporate Bodies	717127	07.966
Indian Public	6432716	71.460
NRIs / OCBs	459221	5.101
Others	147369	1.637
Total	9001950	100.000

K) DEMATERIALISATION OF EQUITY SHARES AND LIQUIDITY:

As on 31.03.2009 of the total equity shares issued, 97.77% were held in dematerialised form and the balance 2.23% of shares in physical form.

GRAVITY (INDIA) LIMITED

L) Plant Locations:

The Plants are located at Silvassa, Union Territory of Dadra & Nagar Haveli.

M) Address for correspondence:

(i) Investor Correspondence:

For any query relating to the shares of the company, For Shares held in Physical form or Shares held in Demat form

OR

(ii) For grievance redressal & any query on Annual Report.

Correspondence by the shareholders/Investors should be addressed to the registered office of the Company.

13) COMPLIANCE CERTIFICATE OF THE AUDITORS

Certificate from the auditors of the company, M/s J. C. Kabra & Associates Chartered Accountants, confirming compliance of Corporate Governance as stipulated under clause 49, is forming part of the Annual Report

14) WHISTLE BLOWER MECHANISM:

The company promotes ethical behavior in all its business activities & has put in place mechanism of reporting illegal or unethical behavior. Employees are free to report existing/probable violation of rules, laws, and regulations of unethical conduct to the immediate superior / notified persons. The reports received from any employee are reviewed by the Board. The Directors & senior management are obligated to maintain confidentiality of such reporting violation & ensure that the whistle blowers are not subjected to any discriminatory practices.

AUDITOR'S CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE AS PER CLAUSE 49 OF THE LISTING AGREEMENT WITH THE STOCK EXCHANGE.

To
The Members of
Gravity (India) Limited

We have examined the compliance of conditions of corporate Governance by Gravity (India) Limited for the year ended 31st March 2009, as stipulated in Clause 49 of the Listing Agreement of the said Company with the stock Exchange.

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

In our opinion and to the best of our information and according to the explanation given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

As required by the guidance note issued by the ICAI, we have to state that no investor grievances received during the year ended 31st March 2009, were pending against the company as per records maintained by the company and presented to the investor Grievance Committee.

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

For **J C KABRA & ASSOCIATES**
Chartered Accountants

Place : Mumbai
Date : 21st August, 2009

(J.C. Kabra)
Partner
Membership No. 38525

ANNEXURE -II TO THE DIRECTORS' REPORT MANAGEMENT DISCUSSION AND ANALYSIS REPORT :

The Management of Gravity (India) Limited, is pleased to present its report analyzing the Company's operation in the textile industry segment. The report contains expectations of the Company's business based on the current market environment.

1. OVERVIEW:

The Company was promoted in the year 1988. The Company's principle business comprises of manufacturing and marketing of various textile products. The year under review witnessed turn around of the Indian Textile Industry. The Board considers overall performance reasonably satisfactory and indicative of the further growth of the Company.

TEXTILES' BUSINESS:

INDUSTRY STRUCTURE & DEVELOPMENT

Textile is the largest industrial sector in India, generating a turnover approximate about 7 % of GDP. It is the largest employer in the manufacturing sector in India. The Board foresees the huge demand and vast potentiality in the near future.

2. Opportunities & Threats

In the post 2006 period due to India's labour, quality of production and raw material advantages, the textile industry has expanded.

There is a very high potential for Indian as well as international opportunities, developments and growth in the overall India Textile industry.

However, there is a clear threat from modern textile manufacturing unit in China, Pakistan, East Europe and South America. These competitors have an edge over us in manufacturing costs, better productivity and better infrastructure facilities.

3. Segment-wise / Product-wise performance

The business segment of the Company is Textiles. Segment wise performance together with discussion on financial performance with reference to operational performance has been dealt in the Director's Report, which should be treated as forming part of this management Discussions and Analysis.

4. Future Outlook

The future of textile industry as a whole looks bright. Textile Units with low financial costs and labour costs with modern machinery will do well. Economy of Size and location of the unit will also play a great role in the success of the unit.

5. Internal Control System and their adequacy :

Your company has adopted internal control system, commensurate with its size. Through the Audit committee, your company ensures its implementation and compliance so that assets and business interests of your company are adequately safeguarded.

6. Human Resources

Over the last few years, your company has brought with it the need for skills and knowledge to successfully meet the requirements of different charters. Also, with the added emphasis placed on the safe operation. The training given not only covers knowledge and technical skills but also lays stress on behavioral areas, like creating a 'safety mindset', and attitude building. The company also seeks the views of its employees for improving human relations through employee satisfaction surveys. The Company continues to have cordial relations with its employees. It recognises the potential and performance of its employees, provides challenges and opportunities. It endeavors to upgrade knowledge, attitude and skill of the employees. The labour welfare activities are organized by the Company as an ongoing process. The company has manpower strength of approximately 100 employees.

7. Cautionary Statement

Statements in the Management Discussion and Analysis describing the company's objective and expectations may be "forward-looking statements" within the meaning of applicable securities laws and regulations. Actual result could differ materially from those expressed or implied. Important factors that could make a difference to the company's operations include economic conditions affecting demand/supply and price conditions in the domestic and overseas markets in which the company operates, changes in the Government regulations, tax laws and other statutes and other incidental factors.

For and on behalf of the Board of Directors

Place: Mumbai

(Rasiklal D. Thakkar)

Date: 21st August, 2009

Chairman & Managing Director

GRAVITY (INDIA) LIMITED

AUDITORS' REPORT

To

The Members of

Gravity (India) Limited,

1. We have audited the attached Balance, Sheet of Gravity (India) Limited as at 31st March, 2009, the Profit and Loss Account and also the Cash Flow Statement for the year ended on that date, annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and 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 statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 (hereinafter referred to as the CARO 2003) issued by the Central Government of India in terms of Sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.
4. Further to our comments in the Annexure referred to 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 Account as required by law have been kept by the Company, so far as appears from our examination of those books.
 - iii) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the Books of Account.
 - iv) In our opinion, the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report comply with the mandatory Accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956. **except Accounting standard 9, 13, 15 & 18 as referred to in notes no. 3,4,5,6 in notes to accounts of schedule "19" in the absence of the information with the company, the quantum of the same could not be determined.**
 - v) Based on the representation made, the directors of the Company do not prima facie have any disqualification as on 31st March, 2009 from being appointed as a director as referred to in section 274(1)(g) 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 read together with Significant Accounting Policies accounting standard and notes on Accounts in Schedule 18 & 19

those appearing elsewhere in the accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the State of affairs of the Company as at 31st March, 2009,
- b) in the case of the Profit and Loss Account, of the profit of the Company for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

For J. C. Kabra & Associates
Chartered Accountants

(J. C. Kabra)
Partner

Place : Mumbai

Date : 21st August, 2009

Membership No. 38525

ANNEXURE REFERRED TO IN OUR REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2009 OF GRAVITY (INDIA) LIMITED.

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of audit, we state that :

- (i) (a) The Company has generally maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, all the fixed assets have been physically verified by the management during the year at reasonable intervals. No material discrepancies were noticed on such verification.
- (c) During the year, there was no disposed of substantial part of fixed assets and hence the going concern of the Company is not effected.
- (ii) (a) As explained to us, the inventories have been physically verified during the year by the management. In our opinion, the frequency of 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 the nature of its business.
- (c) The company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- (iii) (a) The company has granted loans & advances unsecured, to companies, firm or other parties listed in the register maintained under section 301 of the Act.
- (b) The rate of interest and other terms and conditions of

the loans / advances were prima facie not prejudicial to the interest of the Company.

- (c) The payment of principal amount are as stipulated has been changed on some of the loans and advances.
- (d) The company has not taken any loans, therefore provision of sub clause (e) (f) and (g) of clause 4(iii) of the CARO 2003 are not applicable of the company.
- (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, for the purchase of inventory and fixed assets and for the sale of goods. During the course of audit, no major weakness has been noticed in these internal controls.
- (v) In respect of transaction covered under section 301 of the Act,
 - (a) To the best of our knowledge and belief and according to the information and explanations given to us, we are of the opinion that the transaction that need to be entered into the register maintained under section 301 of the Act have been so entered.
 - (b) In our opinion and according to the information and explanation given to us, transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Act and exceeding the value of Rs. 5 Lacs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time where such market prices are available.
- (vi) In our opinion and according to the information and explanations given to us, the company has not accepted any deposit from the public.
- (vii) The company has no internal audit system, however, as explained to us the company has an internal check system commensurate with its size and nature of its business.
- (viii) The Company, in our opinion and according to the information and explanations given to us, is not required to maintain accounts and records as prescribed by the central government under section 209(1)(d) of the Companies Act, 1956.
- (ix) In respect of statutory dues, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Income-tax, Sales tax, Custom Duty, Excise Duty, Cess and other material Statutory Dues applicable to it (Except see Note 10 in notes to accounts of schedule : 19) There were no arrears at 31st March, 2009 for a period of more than six months from the date they became payable.
- (x) The Company has neither accumulated losses at the end of the financial year nor has it incurred cash losses, both, in the financial year under report and the immediately preceding financial year.
- (xi) According to the information and explanations given to us, the Company (Refer, notes no. 6 in notes to accounts of schedule "19") has not defaulted in repayment of any dues to a financial institution or bank, However secured loan from The Madhavpura

Mercantile Co-operative Bank Ltd., as informed to us, the Company had not provided interest on aforesaid loan in the accounts. In absence of the information with the Company, the quantum of the same could not be determined. The company has at no time issued any debenture.

- (xii) According to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The company is not a chit fund or a Nidhi mutual benefit fund/ society. Therefore the provisions of clause 4(xiii) of the (CARO 2003) are not applicable to the company.
- (xiv) According to the information and explanations given to us, the Company is not dealing or trading (except for investments purposes) in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the (CARO 2003) are not applicable to the Company. All the investments are held by the Company in its own name.
- (xv) The Company, according to the information and explanations given to us, has not given any guarantee for loans taken by others from banks or financial institutions.
- (xvi) On the basis of the records examined by us, and relying on the information complied by the company for co-relating the funds raised to the end use of the term loans, we have to state that, the company has, prima-facie, applied the term loan for the purpose for which they were obtained.
- (xvii) According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we report that no funds raised on short-term basis have been used for long-term investment. No long-term funds have been used to finance short-term assets except long term working capital.
- (xviii) The Company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
- (xix) According to the information and explanations given to us, the Company has not issued any secured debentures. Accordingly, the provisions of clause 4(xix) of the (CARO 2003) are not applicable to the Company.
- (xx) The Company has not raised any money through a public issue during the year.
- (xxi) According to the information and explanation given to us, and to the best of our knowledge and belief, no fraud on or by the Company, has been noticed or reported by the company during the course of our audit.

For J C KABRA & ASSOCIATES
Chartered Accountants

(J. C. Kabra)
Partner

Place : Mumbai
Date : 21st August, 2009

Membership No. 38525

GRAVITY (INDIA) LIMITED

GRAVITY (INDIA) LIMITED ABRIDGED BALANCE SHEET AS AT 31ST MARCH 2009

(Amt in Rs.)

PARTICULARS	SCHEDULE	As at 31ST MARCH ,2009		As at 31ST MARCH ,2008	
SOURCES OF FUNDS					
Shareholder's Funds					
Share Capital	1	90,019,500		90,019,500	
Reserve and Surplus	2	26,291,674	116,311,174	25,442,384	115,461,884
Loan Funds					
Secured Loans	3	102,659,980		108,186,683	
Unsecured Loans		591,480	103,251,460	—	108,186,683
Deffered Tax Liability		1,604,963	1,604,963	859,493	859,493
Total		221,167,597		224,508,060	
APPLICATION OF FUNDS					
Fixed Assets					
Gross Block	4	126,948,453		126,910,672	
Less : Depreciation		56,741,044		51,669,047	
Net Block			70,207,409		75,241,625
Investments	5		621,003		6,21,003
Current Assets Loans and Advances					
Inventories	6	27,300,150		32,076,200	
Sundry Debtors	7	86,134,559		180,003,094	
Cash and Bank Balances	8	4,736,208		4,737,398	
Loans and Advances	9	37,346,938		57,824,999	
		155,517,855		274,641,691	
Less :					
Current Liabilities and Provisions					
Liabilities	10	2,478,670		123,856,769	
Provisions	11	2,910,000		2,641,446	
		5,388,670		126,498,215	
Net Current Assets			150,129,185		148,143,476
Miscellaneous Expenditure (To the extent not written off or adjusted)	12		210,000		501,956
Total		221,167,597		224,508,060	
SIGNIFICANT ACCOUNTING POLICIES					
NOTES TO THE ACCOUNTS					

As per our Attached report of even date For Gravity (India) Limited

For J C KABRA & ASSOCIATES

Chartered Accountants

(J. C. Kabra)

Partner

Membership No. 38525

Rasiklal Thakkar

Chairman and
Managing Director

Dakshaben Thakkar

Director

Prabhavati Shetty

Director

Mumbai, 21st August, 2009

ABRIDGED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2009

(Amt in Rs.)

Statement containing salient features of Profit & Loss Account as per Section 219(1)(b)(iv) of the Companies Act, 1956)

PARTICULARS	SCHEDULE	Year Ended 31ST MARCH, 2009		Year Ended 31ST MARCH, 2008	
INCOME					
Income from Operations		267,845,578		366,496,717	
Other Income	13	1,338,369	269,183,947	1,216,598	367,713,315
EXPENDITURE					
Material Cost	14	242,343,655		334,560,217	
Employees' Remuneration & Benefits	15	8,022,022		6,240,053	
Dyeing Charges and Excise Duty		13,989		37,289	
Manufacturing & Other Expenses	16	10,223,205		10,677,446	
Interest	17	720,230		1,538,424	
Misc. Expenditure Written off		291,956		373,231	
Depreciation		5,557,810	267,172,867	5,233,461	358,660,121
			2,011,080		9,053,194
PROFIT BEFORE TAX			2,011,080		9,053,194
Less : Provision for Current Taxation			700,000		950,000
Less : Deferred Tax Liability			745,470		551,173
Less : Fringe Benefit Tax			110,000		141,446
Add : Excess Provision Reversed			-		118,315
PROFIT AFTER TAX			455,610		7,528,890
Add:-Balance Brought Forward Previous Year			5,760,226		3,231,336
SURPLUS AVAILABLE FOR APPROPRIATION			6,215,836		10,760,226
APPROPRIATIONS:					
General Reserve			-		5,000,000
Provision Reverse			(393,680)		-
Balance Carried Over to Balance Sheet			6,609,516		5,760,226
			6,215,836		10,760,226
Basic & Diluted Earning per Share Of Rs.10/- Each			0.05		0.84
Aggregate Number of Share used			9,001,950		9,001,950
SIGNIFICANT ACCOUNTING POLICIES	18				
NOTES TO THE ACCOUNTS	19				

As per our Attached report of even date

For Gravity (India) Limited

For J C KABRA & ASSOCIATES

Chartered Accountants

(J. C. Kabra)
Partner

Membership No. 38525

Rasiklal Thakkar
Chairman and
Managing DirectorDakshaben Thakkar
DirectorPrabhavati Shetty
DirectorMumbai, 21st August, 2009

GRAVITY (INDIA) LIMITED

GRAVITY (INDIA) LIMITED SCHEDULES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2009

(Amt in Rs.)

PARTICULARS	As at 31ST MARCH 2009	As at 31ST MARCH, 2008
SCHEDULE 1 : SHARE CAPITAL		
AUTHORISED		
1,50,00,000 Equity shares of Rs. 10/- each (Previous Year : 10000000 Equity Shares)	<u>15,00,00,000</u>	<u>15,00,00,000</u>
ISSUED, SUBSCRIBED AND PAID-UP		
90,01,950 Equity Shares of Rs. 10/- each fully paid-up (Previous Year : 9001950 Equity Shares) of the above :-	<u>90,019,500</u>	<u>90,019,500</u>
(i) 1,18,500 Equity Shares of Rs. 10/- each issued as fully paid up for a consideration otherwise in cash.		
(ii) 8,81,500 Equity Shares of Rs. 10/- each issued for cash at par upto 31/03/1996.		
(iii) 50,01,300 Equity Shares of Rs. 10/- each issued for cash at premium of Rs. 5/- per share.		
(iv) 30,00,650 Equity Shares of Rs. 10/- each issued as Bonus Shares.		
SCHEDULE 2 : RESERVES AND SURPLUS		
GENERAL RESERVE		
As per last balance sheet	19,682,158	14,682,158
Add : Transfer from Profit & Loss Account	<u>-</u>	<u>5,000,000</u>
	19,682,158	19,682,158
PROFIT AND LOSS ACCOUNT BALANCE	6,609,516	5,760,226
Total	<u>26,291,674</u>	<u>25,442,384</u>
SCHEDULE 3 : SECURED LOANS		
A. Working Capital Loan from		
BANK OF BARODA		
Cash Credit facilities secured by hypothecation of stocks & book debts of the company. Further Secured by First Equitable Mortgage of Immovable and Movable Assets of Company	-	5,307,938
B. Industrial Hypothecation Loan From :-		
The Madhavpura Mercantile Co-op. Bank Ltd., Mumbai, under Industrial Hypothecation Limit for Working capital and other requirements of the company. Secured by second equitable Mortgage of immovable properties of the company and second charge on Stocks and Book Debts of the Company. [See note no: 6. Schedule "19"]	101,626,793	101,626,793
C. Vehicle Loans From :-		
(i) HDFC Bank Ltd. (Secured by Motor Vehicles)	1,033,187	1,251,953
Total	<u>102,659,980</u>	<u>108,186,683</u>
SCHEDULE 4 : UNSECURED LOAN		
[From Kotak Mahindra Bank]	<u>591,480</u>	<u>-</u>

PARTICULARS

As at
31ST MARCH , 2009As at
31ST MARCH, 2008

SCHEDULE 4 : FIXED ASSETS

(Amt in Rs.)

Description of Assets	Gross Block				Depreciation				Net Block	
	as at 01 / 04 / 08	Additions During the Year	Deduction	as at 31/3/09	as on 31/3/08	Additions During the Year	Deduction	as on 31/3/09	as at 31/3/09	as at 31/3/08
Leasehold Land	1,065,936	-	-	1,065,936	-	-	-	-	1,065,936	1,065,936
Freehold Land	482,101	-	-	482,101	-	-	-	-	482,101	482,101
Building	34,621,958	124,779	-	34,746,737	9,345,470	995,178	-	10,340,648	24,406,089	26,276,488
Plant & Machinery	82,616,480	-	-	82,616,480	37,562,703	3,924,283	-	41,486,986	41,129,494	45,053,777
Furniture & Fixtures	1,322,889	-	-	1,322,889	722,642	83,739	-	806,381	516,508	600,247
Vehicles	5,575,378	1,059,443	1,184,291	5,450,530	3,251,505	494,580	485,813	3,260,272	2,190,258	2,323,873
Office Equipments	1,125,930	37,850	-	1,263,780	786,727	60,030	-	846,757	417,023	439,203
Total	126,910,672	1,222,072	1,184,291	126,948,453	51,669,047	55,57,810	485,813	56,741,044	70,207,409	75,241,625
Total for Previous year	125,547,416	1,363,256	-	126,910,672	46,435,586	5,233,416	-	51,669,047	75,241,625	79,111,830

PARTICULARS

As at
31ST MARCH , 2009As at
31ST MARCH, 2008

SCHEDULE 5 : INVESTMENTS

Quoted (At Cost)50000 Equity Shares of Rs. 10 each in Madhur
Food Products Limited

5,00,000

5,00,000

UnQuoted (At Cost)1210 Equity Shares in Madhavpura Mercantile
Co-operative Bank Ltd. of Rs. 100 each
Fully paid up.

1,21,003

1,21,003

6,21,0036,21,003

SCHEDULE 6 : INVENTORIES

(At lower of cost or net realisable value, as
taken, valued & certified by the Management)

Raw Material

1,539,878

Finished Goods

27,300,15027,300,15030,536,32232,076,200

SCHEDULE 7 : SUNDRY DEBTORS

(Unsecured Considered good by the Management)

Debt O/s for a period exceeding six month

15,447,713

9,206,242

Others

70,686,84686,134,559170,796,852180,003,094

SCHEDULE 8 : CASH & BANK BALANCES

Cash In Hand

323,965

1,003,019

Balance with Scheduled Banks in

Current Account

49,770

54,625

Fixed Deposit

3,704,763

3,679,754

Cash Credit Account

657,7104,736,208-4,737,398

GRAVITY (INDIA) LIMITED

(Amt in Rs.)

PARTICULARS	As at 31ST MARCH , 2009		As at 31ST MARCH, 2008	
SCHEDULE 9 : LOANS AND ADVANCES				
(Unsecured Considered good by the Management)				
Advances recoverable in cash or kind or for value to be received	33,525,687		54,923,971	
Income Tax	3,593,249		2,668,026	
Cenvat (Excise)	128,002		128,002	
Fringe Benefit Tax	100,000	37,346,938	105,000	57,824,999
SCHEDULE 10 : CURRENT LIABILITIES				
Sundry Creditors	1,081,355		120,938,290	
Sundry Creditors (Others)	1,397,315	2,478,670	2,918,479	123,856,769
SCHEDULE 11 : PROVISIONS				
Provision for Income Tax	2,800,000		2,500,000	
Provision for fringe benefit Tax	110,000	2,910,000	141,446	2,641,446
SCHEDULE 12 : MISCELLANEOUS EXPENDITURE				
Preliminary Expenses [To the extent not written off or adjusted]	501,956		875,187	
Less:- 1/10 Preliminary Exp.Written off	291,956	210,000	373,231	501,956
SCHEDULE 13 : OTHER INCOME				
Interest on Fixed Deposits	31,498		116,098	
Interest From Others -	294,077		332,500	
[Gross, Incl Of T.D.S. : Rs. 61556]				
Rent Inclusive of [TDS Rs. 152292]	672,000		768,000	
Others	340,794	1,338,369		1,216,598
SCHEDULE 14 : MATERIAL COST				
Opening Stock	32,076,200		35,941,048	
Add : Purchases	237,567,605		330,695,369	
	269,643,805		366,636,417	
Less : Closing Stock	27,300,150	242,343,655	32,076,200	334,560,217
SCHEDULE 15 : EMPLOYEE'S REMUNERATION AND BENEFITS				
Salaries ,Wages and Bonus	6,038,858		3,876,260	
Remuneration to Directors	840,000		840,000	
Staff Quarter's Rent	51,000		50,790	
Staff Welfare Expenses	54,670		227,689	
Providend fund	113,157		170,955	
Canteen Expenses	177,707		212,101	
Insurance Charges	746,630	8,022,022	862,258	6,240,053
SCHEDULE 16 : MANUFACTURING & OTHER EXPENSES				
Transport Charges		48,216		229,563
Consumable Stores		1,180,447		1,592,926
Electricity & Fuel Charges		3,932,527		3,409,061
Sample Purchase & Development		81,180		8,883
Mending & Beam Drawing Charges		674,326		550,541
Auditor's Remuneration		65,000		65,000

(Amt in Rs.)

PARTICULARS	As at 31ST MARCH 2009	As at 31ST MARCH, 2008
SCHEDULE 16 : Cont.		
Brokerage	478,633	38,092
Electricity expenses	104,800	85,000
Freight & Delivery Charges	57,406	149,544
Insurance charges	314,058	186,720
Motor Vehicle expenses	678,815	720,891
Packing & Forwarding	22,593	1,074,199
Repairs & Maintenance		
Plant & Machinery	237,805	394,377
Factory Building	154,654	58,265
Electrical Installation	162,712	402,643
Office Equipment	9,800	23,671
Postage & Courier	564,971	878,956
Miscellaneous Expenses	67,423	73,820
	1,952,810	1,614,250
Total	10,223,205	10,677,446
SCHEDULE 17 : INTEREST & FINANCE CHARGES		
Interest on		
- Cash credit	424,720	1,263,989
- Car Loan	278,691	256,983
- Others	16,819	17,452
	720,230	1,538,424

SCHEDULE 18 :**SIGNIFICANT ACCOUNTING POLICIES****a) Basis of preparation of financial statements**

The Company generally, except under the uncertain circumstance follows the mercantile method of accounting and recognises income and expenditure on accrual basis as adopted consistently by the company.

b) Use of estimates

The preparation of financial statements requires management to make estimates and assumption that affect the reported amounts of assets and liabilities on the date of financial statements, the reported amount of revenues and expenses and the disclosures relating to contingent liabilities as on the date of financial statements. Actual results could differ from those of estimates. Any revision in accounting estimates is recognized in accordance with the respective accounting standard.

c) Revenue Recognition

o Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

o Revenue from sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer.

o Revenue from services is recognized on accrual basis over the period of services.

d) Fixed Assets and Depreciation

Fixed Assets are stated at cost of acquisition/construction less accumulated depreciation . Cost includes direct expenses as well as clearly identifiable indirect expenses incurred to bring the assets to their working condition for its intended use,

Fixed Assets are depreciated on a straight-line basis at the rates specified in Schedule XIV of Companies Act, 1956. Proportionate depreciation is charged for addition / deletion during the year. Individual assets of value less than Rs.5000 are depreciated in the year of purchase.

e) Investment:

Investments are valued at cost of acquisition.

f) Valuation of Inventories:

(1) Valuation of inventories is inclusive of taxes or duties incurred and on FIFO basis except otherwise stated.

(2) Raw materials and Work in progress are being valued at cost or net realisable value whichever is lower.

(3) Packing materials are being valued at cost.

(4) Finished stocks are being valued at cost or net realisable value which ever is lower.

g) Sales

Sales include excise duty and after deducting discount, claims, and shortage but commission, brokerage and incentive have been separately accounted as an expense for sales.

GRAVITY (INDIA) LIMITED

h) Miscellaneous Expenditure:

Miscellaneous expenditure, such as preliminary expenditure and share issue expenditure are amortised over a period of 10 years in which the same are incurred.

i) Income from Investments:

Income from Investments, are taken into revenue in full on declaration or receipt and tax deducted at source thereon is treated as advance tax.

j) Provisions, Contingent Liabilities and Contingent Assets

Contingent liabilities as defined in AS 29 on Provisions, Contingent Liabilities and Contingent Assets are disclosed by way of notes to accounts. Provision is made if it becomes probable that an outflow of future economic benefits will be required for an item previously dealt with as a contingent liability.

k) Employee Benefits

No provision has been made for gratuity /leave encashment for employees and provident fund contribution has been charged to profit & loss account. As inform to us that the same will be account for as and when paid .

l) CENVAT

CENVAT credit available as per the provisions of the Excise Rules on raw material purchased, is accounted for by reducing the cost of the Raw Materials.

m) SEGMENT REPORTING :

Segments have been identified in line with AS 17 taking in to account of organisational activities.

n) Taxation

Tax expenses comprise current income tax, deferred tax, & fringe benefit tax. Income tax & fringe benefit tax comprises the amount of tax for the period determined in accordance with the Income tax Act, 1961.

Fringe Benefit Tax (FBT): FBT payable under the provisions of Section 115WC of the Income Tax act, 1961 is in accordance with the Guidance Note on Accounting for Fringe Benefits Tax issued by the ICAI regarded as an additional Income Tax and considered in determination of the profit / (losses) for the year.

Deferred Tax : The company provides for deferred tax using the liability method, based on the timing difference resulting from the recognition of items in the financial statements / and in estimating its current income tax provision. Deferred Tax Assets arising from temporary timing difference are recognized to the extent, there is reasonable certainty that the assets can be realized in future. Deferred tax assets are recognized only if there is a virtual certainty backed by convincing evidence of realization of such assets. Deferred tax assets and liabilities are reviewed as at each balance sheet date and are appropriately adjusted, to the extent considered necessary, to reflect the amount that is reasonably or virtually certain to be realized are appropriately adjusted from the end of tax holiday exempted period, to the extent

SCHEDULE 19 :

NOTES ON ACCOUNTS:

- In the opinion of the Board, the current assets, loans and advances are approximately of the value stated if realised in the ordinary course of business. The Provision for all known liabilities is adequate.
- Balance due to/from sundry debtors, sundry creditors, loans and advances and other liabilities are subject to confirmation.
- The Company has not provided interest receivable on fixe deposit with MMCB.
- The Present value of Investment are not ascertainable as share are not traded in the market and not traded in the market and both the companies have been delisted, no provision has been made for possible losses.
- No provision has been made for gratuity for employees, as per As 15, as inform to us that the same will be provided as and when paid.
- The Company has not provided interest on Industrial Hypothecation loan from The Madhavpura Mercantile Co-op. Bank Ltd. Mumbai [MMCB]. The MMCB has closed down its Banking operation after various representations made to MMCB and in absence of the information the Company had not provided Interest payable on aforesaid loan and no installment has been paid as the repayment liability of installment of the loan is not known. The matter is pending before Arbitration Court.

7. Auditors Remuneration	Year ended 31.03.2009	Year ended 31.03.2008
Statutory Audit Fees	40,000	40,000
Income Tax Audit Fees	25,000	25,000
Income Tax Matters	17,500	61,703
	<u>82,500</u>	<u>1,26,703</u>

8. Loans and advances

Advances recoverable in cash or kinds or for value to be received are inclusive of due by firms or private companies in which directors are interested.

9 Contingent Liabilities

- i) The demanded Tax liability as per note no. 10, the company had can not presently precisely detrmimed, pending before appellate authority.

10 a) Income Tax Assessment has been completed up to Assessment year 2006-2007, with a demand for Income tax Rs 524406/- and Fringe Benefit Tax Rs. 154337/-. Application for rectification of mistake is pending for give the effect of Tax Deducted at Source in the above demand.

b) Appeal with ITAT for penalty proceeding are pending for A. Y 2003-04 & 2004-05 with penalty demand of Rs 21,100/- and Rs 35843/- respectively

11 Micro and Medium scale business entities

There are no Micro, small and medium Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at 31st March, 2009. This information as required to be disclosed under the Micro, small and medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

12 Interest and Finance Charges (Net)

Interest Expenses	720,230
Finance Charges	0.0
Less: Interest & other finance Income	325,575
(Tax deducted on interest income Rs. 70483 lacs in Previous Year)	
	<u>3,94,655</u>

13 No commission has been paid to the Directors, only the salary & perquisite has been paid to the Directors as per the provision of section 198 & 309 of the Companies Act, 1956 and schedule XIII to the said Act.

14 Deferred Tax Assets/Liabilities

As per Accounting standard 22 Deferred Tax Liability is recognised on timing difference, being the difference between taxable income and accounting income that originate in one year and are capable of reversal in one or more subsequent years from the end of the tax holiday exempted period.

15 Segment Reporting :

At present the Company has one segment of activity namely dealing of Textiles Fabrics.

16 As per the Finance Act, 2003, the provisions of excise Rules, applicable to the product of the company with the effect from 1st April, 2003, the company is entitled to get Cenvat credit on its inputs.

17 Related Party Disclosure :

a) The control of the Company exists with Shri Rasiklal D. Thakkar - Chairman & Managing Director of the company, who is also key management personnel.

b) The names, along with relation, of the relatives of key management personnel and related parties of the company where control of the company exists and their enterprises, where transaction have taken place are Gravity Textiles Pvt. Ltd., Dakshali Synthetics Pvt. Ltd., the associate companies, and Jay textiles, Sony Industries, R. D. Thakkar HUF where relative of key personnel are proprietor & himself is Karta.

c) Summary of the transaction with the above related parties :

Nature of Transaction	Volume of Transaction		Balance as on debit / (credit)	
	2008-2009	2007-2008	2008-2009	2007-2008
Rasiklal Thakkar - Remuneration	840000	840000	-	-
Rammaruti Textile Pvt. Ltd. - Purchase	262301	1294301	-	-
Rammaruti Textile Pvt. Ltd. - Rent	192000	192000	-	-
Shivani Textiles - Rent	192000	192000	-	-
Radha Textile - Rent	192000	192000	-	-
Shree Shiva Shiv Textile (HUF) - Rent	96000	192000	-	-

LOANS & ADVANCES AND DEPOSITS

	Amount Received Rs.		Amount Paid Rs.		Balance as on Rs.		Balance as on Rs.	
	2008-2009	2007-2008	2008-2009	2007-2008	31-3-09	31-3-08	31-3-09	31-3-08
Loans taken / Payable	8,63,370	1,228,835	40,000	7,70,750	—	—	—	8,23,370
Deposits / Loans given / Receivables	—	—	—	—	—	—	—	—

18 Additional information required under schedule VI Part II of the companies Act, 1956.

i. Licensed, installed and Actual Capacity for Production. (Figure in Meters)

Name of the Product	Licensed Capacity	Installed Capacity	Capacity Utilised
Synthetic fabrics	65,70,000	31, 92, 505	30,70,470

GRAVITY (INDIA) LIMITED

ii. Quantitative Information

Particulars	Unit	Current year Quantity	Previous Year Quantity
A. Fabrics Manufactured / Purchased	Mtrs	3345350.120	5215223.016
B. Sales of Fabrics	Mtrs	3365671.300	5305041.900
Shrinkage / Shortage	Mtrs	20525.000	50604.450
C. Purchase of Raw Material (Yarn)	Kgs	11976.640	360508.820
Consumption	Kgs	26119.640	354588.647
Wastage	Kgs	522.500	5227.378

D.	Unit	Current Year Quantity	Current Year Amount Rs.	Previous Year Quantity	Previous Year Amount Rs.
Closing Stock					
Raw Material (Yarn)	Kgs	0.000	0	14665.500	15,39,878
Fabrics	Mtrs	382736.61	27300150	423582.790	305,36,322
			2,73,00,150		3,20,76,200

iii. Expenditure in Foreign Currency :

	(In Rs.)	Current Year	Previous Year
i. Travelling		NIL	NIL
ii. Membership Fees		NIL	NIL
Total		NIL	NIL

iv. Earning in Foreign Exchange :

From Export of Fabrics Value rupees	NIL	NIL
-------------------------------------	-----	-----

19 Earning per share :

		2008-2009	2007-2008
Weighted average no. of shares	Nos.	9001950	90,01,950
Face Value of Share	Rupees	10	10
Net Profit after tax	Rupees	455610	75,28,890
Basic & diluted earning per share	Rupees	0.05	0.84

20 Figures for the previous year have been regrouped, rearranged and recasted wherever necessary .

21 Figures in the brackets indicates previous years or negative figures.

Signature to Schedule 1 to 19

As per our attached report of even date

For Gravity (India) Limited

For J C KABRA & ASSOCIATES

Chartered Accountants

(J. C. Kabra)
Partner

Membership No. 38525

Rasiklal Thakkar
Chairman and
Managing Director

Dakshaben Thakkar
Director

Mumbai, 21st Aug 2009

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2009

(Amt in Rs.)

PARTICULARS	As at 31ST MARCH , 2009	As at 31ST MARCH, 2008
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and extraordinary items	2011080	9053194
Adjustment for :		
Depreciation and Amortisation	5849766	5606692
Loss on sale of fixed assets	391478	
Interest Paid	720230	1538424
Interest Received on Fixed Deposit	(31498)	(116098)
	6929976	7029018
	8941057	16082212
Operating Profit before working Capital Changes		
Adjustment for :		
Trade & Other Receivable	114862786	(89177658)
Inventories	4776050	4920005
Trade Payables	(121378099)	63721878
Cash Generated form Operations	7201794	(4453563)
Interest Paid	(720230)	(1538424)
Direct taxes paid	(663956)	(761336)
Cash flow before adjustments for prior years	5817608	(6753323)
Prior year Adjustments	-	-
Net Cash from operating Activities	5817608	(6753323)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(1222072)	(1363256)
Sale of Fixed Assets	307000	-
Sale of Investments	-	-
Interest Received & other Income	31498	116098
Net cash used in Investing Activities	(883574)	(1247158)
C CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of Share Capital	-	-
Increase / decrease lease finance Borrowings	(218766)	531742
Change in Working Capital Borrowings	(5307938)	5307938
Increase / decrease in unsecured loans	591480	-
Increase / decrease from Long Term Borrowings	-	-
Dividends Paid/taxation	-	(879533)
Net cash used in Financing Activities	(4935224)	4960147
Net increase in cash and cash equivalents	(1190)	(3040334)
Cash and cash equivalents, beginning of the year	4737398	7777732
Cash and cash equivalents, end of the year	4736208	4737398

For and on behalf of the Board

Place: Mumbai
Date: 21st August, 2009

Rasiklal D. Thakkar
Chairman & Managing Director

AUDITORS' CERTIFICATE

We have examined the above Cash Flow Statement of Gravity (India) Ltd for the year ended March 31, 2009 The statement has been prepared by the Company in accordance with the requirements of the listing agreement with Stock Exchange and is based on and in agreement with the corresponding Profit and Loss Account and Balance Sheet of the Company covered by our report of 21st Aug, 2009 to the members of the Company.

For **J C KABRA & ASSOCIATES**
Chartered Accountants

Place : Mumbai
Date : 21st Aug 2009

(J. C. Kabra)
Partner
Membership No. 38525

**INFORMATION PURSUANT TO PART IV OF SCHEDULE VI OF THE COMPANIES ACT, 1956
BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**

I. Registration DetailsRegistration No.

4	2	8	9	9
---	---	---	---	---

State Code

1	1
---	---

Balance Sheet

Date

3	1	0	3	2	0	0	9
---	---	---	---	---	---	---	---

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

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

Total Assets

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

SOURCES OF FUNDS

Paid-up Capital

9	0	0	2	0
---	---	---	---	---

Secured Loans

1	0	2	6	6	0
---	---	---	---	---	---

Reserves and Surplus

2	6	2	9	2
---	---	---	---	---

Unsecured Loans

		5	9	1
--	--	---	---	---

APPLICATION OF FUNDS

Net Fixed Assets

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

Net Current Assets

1	5	0	1	2	9
---	---	---	---	---	---

Accumulated Losses

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

Investments

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

Misc. Expenditure

		2	1	0
--	--	---	---	---

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

Turnover

2	6	9	1	8	4
---	---	---	---	---	---

+

-

Profit / Loss Before Tax

☒☐

	2	0	1	1
--	---	---	---	---

(Please tick Appropriate box + for Profit, - for Loss)

Total Expenditure

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

+

-

Profit / Loss After Tax

☒☐

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

Earning per share in Rs

	0	.	0	5
--	---	---	---	---

Dividend @ %

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

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

Item Code No.

(ITC Code)

Product Description

				5	4	0	7	5	1	0	1				
S	Y	N	T	H	E	T	I	C	F	A	B	R	I	C	S



GRAVITY (INDIA) LIMITED

Regd. Office : Gala No. 131, Sanjay Bldg. No. 5-B, Mittal Ind. Estate, Andheri -Kurla Road,
Andheri (East), Mumbai - 400 059. India.

PROXY FORM

I,/We of, being member(s) of the above named company hereby appoint of or failing him/her of as my/our proxy in my/our absence to attend and vote for me / us on my / our behalf at the Annual General Meeting of the Company to be held at Gala No. 131, Sanjay Bldg. No. 5-B, Mittal Ind. Estate, Andheri-Kurla Road, Andheri (East), Mumbai - 400 059. India

Signed this day of 2009

Folio no.	
DP ID No.	
Client ID No.	
No. of shares	

Affix Re. 1
revenue
stamp and
sign across
it

NOTE :

Any member entitled to attend and vote at the meeting is entitled to appoint one or more proxies to attend and vote on a poll instead of himself and the proxy need not be a member. The proxy form duly completed should be deposited at the Registered Office of the Company, not later than 48 hours before the time for holding the meeting.



GRAVITY (INDIA) LIMITED

Regd. Office : Gala No. 131, Sanjay Bldg. No. 5-B, Mittal Ind. Estate, Andheri -Kurla Road,
Andheri (East), Mumbai - 400 059. India.

ATTENDANCE SLIP

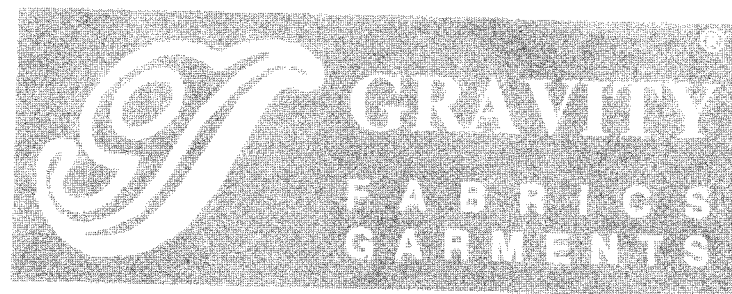
(Please complete this attendance slip and hand it over at the entrance of the meeting venue)

I hereby record my presence at the 22nd ANNUAL GENERAL MEETING of the Company held on Friday, 25th September, 2009 at 4.00 P.M. at Gala No. 131, Sanjay Bldg. No. 5-B, Mittal Ind. Estate, Andheri-Kurla Road, Andheri (East), Mumbai - 400 059. India.

Folio no.		Signature
DP ID No.		
Client ID No.		
Full Name of Shareholder (in block Letters)		
Full Name of Proxy (in block Letters)		Signature

NOTE :

1. Interested Joint Members may obtain Attendance Slips from the Registered/Corporate office of the Company.
2. Members/Joint Members/Proxies are requested to bring the Attendance Slip with them. Duplicate Attendance Slip will not be issued at the entrance of meeting room.



GRAVITY (INDIA) LIMITED

REGD. OFFICE : GALA NO.131,
SANJAY BLDG. NO. 5-B, MITTAL INDUSTRIAL ESTATE,
ANDHERI-KURLA ROAD, ANDHERI (EAST),
MUMBAI - 400 059. INDIA

