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**TWENTY FIFTH ANNUAL REPORT**

**OF**

**SPECULAR MARKETING & FINANCING LIMITED**

**2008-2009**

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**SPECULAR MARKETING & FINANCING LIMITED**  
**TWENTY FOURTH ANNUAL REPORT**

**Board of Directors :**

Kirit P. Mehta

Dilip N. Dalal

Shreyas R. Mehta

Samir M. Mehta

**Auditors :**

M/s. H. Diwan & Associates

Chartered Accountants

**Regd. Office :**

Office No. 12, 27,  
Tamarind Lane,  
Mumbai-400 023.

**Bankers :**

ABN Amro Bank

# SPECULAR MARKETING AND FINANCING LIMITED

Registered Office:  
Office No. 12, 27, Tamarind Lane,  
Mumbai-400 023.

## NOTICE

**NOTICE** is hereby given that the **Twenty Fifth Annual General Meeting** of the members of **SPECULAR MARKETING & FINANCING LIMITED** shall be held on 31st August, 2009 at the Registered Office of the Company, 12,27, Tamarind Lane, Mumbai - 400 023, at 2.30 p.m. to transact the following ordinary business:

1. To receive, consider and adopt the Profit and Loss Account and the Balance Sheet for the year ended on 31 st of March, 2009 together with Auditors' Report and Directors' Report thereon.
2. To appoint a director in place of Shri Dilip N. Dalal, who retires by rotation and being eligible offers himself for reappointment.
3. To appoint a director in place of Shri Shreyas R. Mehta, who retires by rotation and being eligible offers himself for reappointment.
4. To appoint Auditors to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

By Order of the Board of Directors.



S.R. MEHTA  
Director

Place : Mumbai  
Date : 30-07-2009

**Registered Office :**  
Office No. 12,27, Tamarind Lane,  
Mumbai-400 023.

### NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. And such proxies must be deposited at the Registered Office of the Company not less than forty eight hours before the commencement of the Annual General Meeting.
2. Shareholders are requested to bring their copies of Annual Report and Accounts alongwith them as extra copies will not be supplied due to high cost of paper and printing.
3. The Register of the members and Share Transfer Books of the Company will remain closed from 26th August, 2009 to 31st August, 2009. (both days inclusive.)
4. Members are requested to intimate the change of address, if any, at the Registered Office of the Company.

# SPECULAR MARKETING AND FINANCING LIMITED

Registered Office:  
Office No. 12, 27, Tamarind Lane,  
Mumbai-400 023.

## DIRECTORS' REPORT

The Members,

Your Directors have pleasure in presenting the Twenty Fifth Annual Report of the Company together with the Audited Statement of Accounts for the year ended on 31 st March, 2009.

<b>FINANCIAL RESULTS :</b>	<b>2008-2009</b>	<b>2007-2008</b>
	(Rs.)	(Rs.)
Profit before Taxes	69663	39657
Less : Provision of Taxes for the year (FBT)	—	286
	<hr/>	<hr/>
Profit after Taxes	69663	39371
Less : Short Provision of Taxes for earlier years	18247	--
	<hr/>	<hr/>
	51416	39371
Add : Balance of Profit & Loss Account from previous year	678626	639255
	<hr/>	<hr/>
Balance carried to Balance Sheet	730042	678626
	<hr/> <hr/>	<hr/> <hr/>

### **OPERATIONS :**

During the year under review the Company restricted its major activities to investments activities only. The Directors regret their inability to recommend any dividend for the financial year under review.

### **DIRECTORS :**

Shri Dilip N. Dalal and Shri Shreyas R. Mehta directors of the company, retire by rotation by virtue of the provisions of the Companies Act, 1956 and the Articles of Associations of the Company but being eligible offer themselves for re-appointment.

### **COMPLIANCE CERTIFICATE :**

In accordance with Section 383A of the Companies Act, 1956, and Companies (Compliance Certificate) Rules, 2001, the Company has obtained a certificate from a Secretary in the whole time practice and a copy of such certificate is attached to this Report.

**PERSONNEL :**

The Company has no employee covered under Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particular of Employees) Rules, 1975.

Your Directors are happy to place on record their high appreciation of the contribution made by the employees at all levels through their sense of duty, dedication and devotion towards the operations of the Company.

**DEPOSITS :**

The Company has not accepted any deposits from the Public.

**DIRECTOR'S RESPONSIBILITY STATEMENT:**

Pursuant to the requirement under section 217(2AA) of the Companies Act, 1956 with respect to Directors Responsibilities Statement, it is hereby confirmed,

- i. that in the preparation of the annual accounts for the financial year ended 31st March, 2009, the applicable accounting standards had been followed along with proper explanation relating to material departures ;
- ii. that the directors had 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 of the profit of the Company for the financial year ended 31st March, 2009.
- iii. that the directors had 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;
- iv. that the directors had prepared the accounts for the financial year ended 31st March, 2009, on a going concern basis.

**AUDITORS :**

The Auditors M/s. H. Diwan & Associates, Chartered Accountants, will retire at the forthcoming Annual General Meeting and are eligible for re-appointment. They have furnished a certificate to the effect that proposed re-appointment, if made, will be in accordance with Section 224(1)(B) of the Companies Act, 1956.

**INFORMATION AS PER SECTION 217(1)(E) :**

Information as per Section 217(1)(e) of the Companies Act 1956 and the Disclosure of particulars in the report of the Board of Directors Rules, 1988 the following information is furnished for the year ended 31st March, 2009.

Particulars with respect to Conservation to Energy	-	Not Applicable
Particulars with respect to Absorption of Technology	-	Not Applicable
Foreign Exchange Earnings and Outgoings	-	Nil

By Order of the Board of Directors,



Place : Mumbai  
Date : 30-07-2009

S.R. MEHTA  
Director

## AUDITORS' REPORT

To,

**THE MEMBERS OF  
SPECULAR MARKETING & FINANCING LIMITED**

We have audited the attached Balance Sheet of **SPECULAR MARKETING & FINANCING LIMITED**, as at 31<sup>st</sup> March, 2009, the Profit and Loss Account and 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.

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 also 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 management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

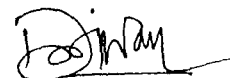
As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the said Order, on the basis of such checks of the books and records of the Company as we considered appropriate and the information and explanations given to us during the course of our audit.

Further to our comments in the Annexure referred to above, we report that:

- (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (b) 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;
- (c) The Balance Sheet and the Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
- (d) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956;
- (e) On the basis of written representations received from the Directors and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31<sup>st</sup> March, 2009 from being appointed as a Director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956;
- (f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts, read together with the notes thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view 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 31<sup>st</sup> 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;
  - (c) in the case of Cash Flow Statement, of the cash flows for the year ended on that date.

**For H. DIWAN & ASSOCIATES**

Chartered Accountants



**HITESH DIWAN**

Proprietor

Membership No. 35079

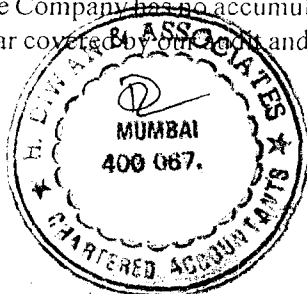
Place : Mumbai  
Date : 30-07-2009



## ANNEXURE TO THE AUDITORS' REPORT\*

(Referred to in our Report of even date on the accounts of Specular Marketing & Financing Limited for the year ended 31st March, 2009)

1. (a) The Company has maintained its fixed assets register to show full particulars including quantitative details and situation of fixed assets.  
(b) The Company has carried out physical verification of its fixed assets during the year. No discrepancy has been found.  
(c) During the year, the Company has not disposed off any part of the fixed assets.
2. The Company did not have any inventory during the year. Accordingly, provisions of clauses 4(ii)(a), 4(ii)(b) and 4(iii)(c) of the Companies (Auditor's Report) Order, 2003, in respect of physical verification of inventory, procedure of physical verification followed by the Company and maintenance of proper records of inventory are not applicable to the Company.
3. The Company has not granted or taken any loans, secured or unsecured, to or from Company's, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956. Accordingly provisions of clauses 4(iii) (a), 4(iii) (b), 4(iii) (c), and 4(iii) (d) of the Companies (Auditors Report) Order, 2003, in respect of loans are not applicable to the Company.
4. There were no purchases of inventory and fixed assets and the sale of any goods during the year and hence, the question of reporting on the adequacy of the internal control procedure with regards to the purchase or sale of the aforesaid items does not arise. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal controls.
5. (a) In our opinion and according to the information and explanations given to us, all transactions that need to be entered in the register maintained in pursuance of Section 301 of the Companies Act, 1956 have been so entered.  
(b) There are no transactions exceeding the value of rupees five lacs in respect of any party, made in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956, and accordingly, the question of reporting whether these transactions have been made at the prices which are reasonable having regard to prevailing market price at the relevant time does not arise.
6. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from public within the meaning of Sections 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975.
7. The Company does not have any formal internal audit system. However it has adequate internal control procedure commensurate with the size of the Company and the nature of its business.
8. We have been informed that Central Government has not prescribed maintenance of cost records under Section 209 (1)(d) of the Companies Act, 1956 for any of the products of the Company.
9. (a) The Company has been regular in depositing with the appropriate authorities undisputed statutory dues including income-tax and other dues. According to the information and explanations given to us, the provisions of the Employees' Provident Fund and Miscellaneous Provisions Act, 1952 and Employees' State Insurance Act, 1948 are not applicable to the Company. The Company is also not liable to pay wealth-tax. There are no dues payable to the credit of Investor Education and Protection Fund by the Company. According to the records of the Company, there were no arrears of the aforesaid statutory dues outstanding as on 31<sup>st</sup> March, 2009, for a period of more than six months from the date they became payable.  
(b) According to the information and explanations given to us, there are no dues of income tax which have not been deposited on account of any dispute.
10. The Company has no accumulated losses as at year-end and has not incurred cash losses during the financial year covered by our report and in the immediately preceding financial year.



11. The Company has not borrowed any amounts from any financial institutions or banks or by way of debentures and accordingly, clause (xi) of paragraph 4 of the Companies (Auditor's Report) Order, 2003 in respect of default in repayment of dues to a financial institution or bank or debenture holders is not applicable to the Company.
12. According to the information and explanations given to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion, the Company is not a chit fund company 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.
14. In our opinion, the Company is not dealing or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
15. The Company has not given any guarantee for loans taken by others from banks or financial institutions.
16. The Company has not taken any term loan during the year.
17. During the year, the Company has not raised short-term / long-term funds, and accordingly, the question whether funds raised on short-term basis have been used for long-term investment and *vice-versa* does not arise.
18. In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment of shares during the year to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956.
19. The Company has not issued any debentures during the year and accordingly, the question of creating security in respect thereof does not arise.
20. The Company has not made any public issues during the year, and accordingly, the question of disclosing the end use of money raised by public issue does not arise.
21. According 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 : Mumbai  
Date : 30-07-2009

For H. DIWAN & ASSOCIATES  
Chartered Accountants

A handwritten signature in black ink, appearing to read "Hitesh Diwan".

HITESH DIWAN  
Proprietor  
Membership No. 35079



**SPECULAR MARKETING & FINANCING LIMITED**

**BALANCE SHEET AS ON 31 ST MARCH - 2009**

<u>Schedule</u>	<u>AS ON</u> <u>31-03-2009</u>	<u>AS ON</u> <u>31-03-2008</u>
Rs.	Rs.	Rs.
<b>SOURCES OF FUNDS :</b>		
<b>SHAREHOLDERS' FUNDS :</b>		
Share Capital "A"	2480000	2480000
Reserve & Surplus	730042	678626
<b>TOTAL</b>	<b>3210042</b>	<b>3158626</b>
<b>APPLICATION OF FUNDS</b>		
<b>FIXED ASSETS "B"</b>		
Gross Block	37852	37852
Less : Depreciation	36552	36270
Net Block of Assets	1300	1582
INVESTMENTS "C"	692719	692719
<b>CURRENT ASSETS AND LOANS AND ADVANCES :</b>		
a) Cash and Bank Balance "D"	2526128	2456037
b) Sundry Loans & Advances "E"	--	36100
Less : CURRENT LIABILITIES & PROVISIONS : "F"	2526128	2492137
Less : CURRENT LIABILITIES & PROVISIONS : "F"	10105	27812
<b>NET CURRENT ASSETS</b>	<b>2516023</b>	<b>2464325</b>
<b>TOTAL</b>	<b>3210042</b>	<b>3158626</b>

NOTES ON ACCOUNTS "F"

In the opinion of the Board, the Current Assets, Loans and Advances are of the value stated, if realised in the ordinary course of business of the company. The provisions for all known liabilities is adequate and not in excess of what is reasonably necessary.

As per our report of even date :

For H. DIWAN & ASSOCIATES  
Chartered Accountants



HITESH DIWAN  
Proprietor  
Membership No. 35079  
Place : Mumbai  
Date : 30-07-2009



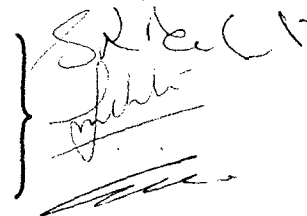
For and on behalf of the board of Directors

SHREYAS MEHTA

SAMIR MEHTA

KIRIT MEHTA  
Directors

Place : Mumbai  
Date : 30-07-2009



**SPECULAR MARKETING & FINANCING LIMITED**

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

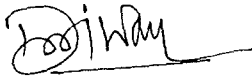
	<u>Schedule</u>	<u>2008-2009</u>	<u>2007-2008</u>
		Rs.	Rs.
<b>INCOME</b>			
Investment & Operating			
Income	"G"	216692	171533
		<u>216692</u>	<u>171533</u>
<b>EXPENDITURE</b>			
Trading & Operating			
Expenses	"H"	146747	131526
Depreciation		282	350
		<u>147029</u>	<u>131876</u>
Profit (Loss) before taxes		69663	39657
Less: Provisions of Taxes		--	286
For the year (FBT)			
Profit (Loss) after taxes		69663	39371
Less : Short provision of			
Taxes for earlier years		18247	--
		<u>51416</u>	<u>39371</u>
Add: Balance of Profit & Loss			
Account from Previous Year		678626	639255
		<u>730042</u>	<u>678626</u>
Balance carried to Balance Sheet			
NOTES ON ACCOUNTS	"I"		

As per our report of even date :

For and on behalf of the board of Directors

For H. DIWAN & ASSOCIATES

Chartered Accountants



HITESH DIWAN

Proprietor

Membership No. 35079

Place : Mumbai

Date : 30-07-2009

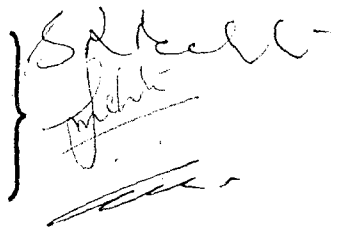


SHREYAS MEHTA

SAMIR MEHTA

KIRIT MEHTA

Directors



Place : Mumbai

Date : 30-07-2009

**SPECULAR MARKETING & FINANCING LIMITED**

**SCHEDULES FORMING PART OF THE ACCOUNTS**

	<u>AS ON</u> <u>31-03-2009</u> Rs.	<u>AS ON</u> <u>31-03-2008</u> Rs.
<b>SCHEDULE 'A'</b>		
<b>SHARE CAPITAL</b>		
<b>AUTHORISED:</b>		
2,50,000 Equity Shares of Rs. 10/- each	2500000	2500000
<b>ISSUED &amp; SUBSCRIBED:</b>		
2,48,000 Equity shares of Rs. 10/- each called up in full	2480000	2480000

**SCHEDULE 'B'**

**FIXED ASSETS**

S. No.	Particulars	Gross Block			Depreciation			Net Block	
		Balance as on 1-4-2008	Additions during the year	Balance as on 31-3-2009	Upto 31-03-2008	Provided during the year	Balance as on 31-3-2009	As on 31-03-2009	As on 31-3-2008
		Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
1	Furniture & Fixture	37852	--	37852	36270	282	36552	1300	1582
	<b>TOTAL</b>	37852	--	37852	36270	282	36552	1300	1582
	Previous Year	37852	--	37852	35920	350	36270	1582	



SCHEDULE 'C'

INVESTMENT (AT COST) :

QUOTED :

S.NO.	NAME OF THE COMPANY	KIND	AS ON 31-03-2009			AS ON 31-03-2008		
			FACE VALUE Rs.	NOS.	RS.	FACE VALUE Rs.	NOS.	RS.
1	Glaxo smithklin Pharmaceuticals Ltd.	Equity	10	500	39793	10	500	39793
2	Excel Industries	-do-	5	225	7325	5	225	7325
3	Excel Crop Care	-do-	5	225	7325	5	225	7325
4	Gillette India	-do-	10	300	8850	10	300	8850
5	Tata Iron & Steel Ltd	-do-	10	1821	213546	10	1821	213546
6	Mahindra & Mahindra Ltd.	-do-	10	1000	31961	10	1000	31961
7	Nestle	-do-	10	937	59875	10	937	59875
8	Larsen & Toubro Ltd.	-do-	2	300	10275	2	150	10275
9	Britania Industries Ltd.	-do-	10	300	50300	10	300	50300
10	Kosha Cubidor Ltd.	-do-	10	1000	10000	10	1000	10000
11	HDFC Bank Ltd.	-do-	10	200	2000	10	200	2000
12	Ultratech Cemco Ltd.	-do-	10	23	3939	10	23	3939
13	Punjab National Bank	-do-	10	207	80730	10	207	80730
14	Reliance Petroleum Ltd.	-do-	10	280	16800	10	280	16800
15	Tata Iron & Steel Co. Ltd.	Pref.	100	1500	150000	100	1500	150000
					692719			
Aggregate Market value of Quoted Investment					4081920	692719		
						5069718		

Note : During the year 2008-09, the company received 150 Nos. of Bonus Shares of Larsen & Tubro Ltd. in the ratio of 1 equity share of Rs. 2/- each against 1 equity share held in the said company.



	AS ON <u>31-03-2009</u> Rs.	AS ON <u>31-03-2008</u> Rs.
<b>SCHEDULE "D"</b>		
<b>CASH &amp; BANK BALANCE :</b>		
a) Cash on Hand	19529	28570
b) Balances with Schedule Banks in current accounts	2506599	2427467
	<u>2526128</u>	<u>2456037</u>
<b>SCHEDULE 'E'</b>		
<b>SUNDRY LOANS &amp; ADVANCES</b>		
a) Other loans & Advancess	--	853
b) Tax deducted at source	--	33084
c) Income Tax Refund receivable	--	2163
	<u>--</u>	<u>36100</u>
<b>SCHEDULE "F"</b>		
<b>CURRENT LIABILITIES &amp; PROVISIONS</b>		
a) Current liabilities :		
Sundry Creditors for Expenses & Services.	10105	9959
b) Provisions for Taxes	--	17853
	<u>10105</u>	<u>27812</u>
<b>SCHEDULE "G"</b>		
<b>INVESTMENT AND OPERATING INCOME :</b>		
Dividend	216692	171533
	<u>216692</u>	<u>171533</u>



## SCHEDULE "H"

### TRADING AND OPERATING EXPENSES

	2008-2009	2007-2008
	Rs.	Rs.
Salaries	35000	35000
Conveyance & Travelling Expenses	--	1250
Postage & Telephone	--	3395
Legal & Professional Expenses	38978	35964
Stock Exchange Listing fee	10000	10000
Printing & Stationary	--	3548
Office Expenses	22590	9880
Advertisement	22588	16628
Other expenses	17591	15861
	<u>146747</u>	<u>131526</u>

## SCHEDULE "I"

### NOTES ON ACCOUNTS :

#### 1. SIGNIFICANT ACCOUNTING POLICIES :

i) Basis of Accounting

The financial statements are prepared on an accrual basis of accounting and in accordance with the generally accepted accounting principles in India and provisions of the Companies Act, 1956 read with the Companies (Accounting Standards) Rules, 2006. The accounts reflect historical costs.

ii) Fixed Assets

All fixed assets are stated at cost of acquisition, less accumulated depreciation and includes adjustment attributable to fixed assets.

iii) Depreciation

Depreciation on fixed assets has been provided on written down value method at the rates specified in Schedule XIV of the Companies Act, 1956.

Depreciation on additions / deletions of assets during the year is provided on a pro-rata basis.

iv) Investments

Long term investments are valued at cost with an appropriate provision for permanent diminution in value.

v) Income tax

Current Tax

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

Deferred Taxation



The deferred tax charge or credit is recognised using current tax rates. Where there is unabsorbed depreciation or carry forward losses, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Other deferred tax assets are recognised only to the extent there is reasonable certainty of realisation in future. Deferred tax assets / liabilities are reviewed as at each balance sheet date based on development during the year and available case law, to reassess realisation/liabilities.

#### Fringe Benefit Tax

Provision for Fringe Benefit Tax has been made in accordance with the applicable Income Tax Laws prevailing for relevant assessment years.

#### vi Provisions and Contingent Liabilities

The Company recognises a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made with there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made.

## 2. PAYMENTS TO AUDITORS

	2008-2009	2007-2008
	Rs.	Rs.
Audit Fees	8000	7865
Certification Fees	3000	1500
	<u>11000</u>	<u>9365</u>



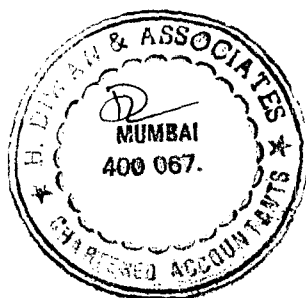
3. Transaction with Related Party

Related party	Description of transaction	Rs.	O/S as on 31-3-2009
<b>A. With Directors</b>	None	--	--
<b>B. With Relatives of Directors</b>	None	--	--

4. The balance of Sundry Loans and Advances, Receivables, Creditors etc. are subject to confirmation.

5. CASH FLOW STATEMENT

	Rs.	2008-2009 Rs.	Rs.	2007-2008 Rs.
<b>A) CASH FLOW FROM OPERATING ACTIVITIES</b>				
Profit / (Loss) before tax	69663		39657	
Add : Financial Expenses	--		--	
Depreciation	282		350	
Provision against non - performing assets	--		--	
Less : Interest / Dividend received	216692		171533	
Profit on sale of investments	--		--	
Provision for Taxes	18247	(164994)	286	(131812)
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES :</b>				
(Increase) Decrease in trade receivables	--		--	
(Increase) Decrease in loans and advances	36100		(385)	
Increase (Decrease) in current Liabilities	(17707)	18393	297	(88)
<b>CASH GENERATED FROM OPERATIONS</b>		(146601)		(131900)
Financial Expenses		--		
<b>NET CASH FROM OPERATING ACTIVITIES (A)</b>		(146601)		(131900)

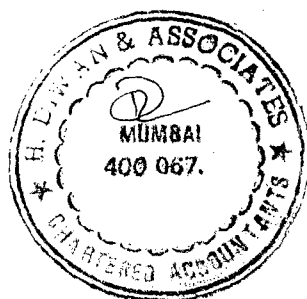




	2008-2009 Rs.	2007-2008 Rs.
B) CASH FROM INVESTING ACTIVITIES :		
Purchase of Fixed Assets	--	--
Sale of Investments	--	--
(Increase) Decrease in Investments	--	(246300)
Interest received	--	--
Dividend received	216692	171533
	<hr/>	<hr/>
NET CASH FLOW FROM INVESTMENT ACTIVITIES (B)	216692	(74767)
	<hr/> <hr/>	<hr/> <hr/>
C) CASH FLOW FROM FINANCING ACTIVITIES :		
Increase in long terms borrowings	--	--
NET CASH FLOW FROM FINANCING ACTIVITIES (C)	--	--
D) NET INCREASE IN CASH & CASH EQUIVALENTS (A+B+C)	70091	(206667)
CASH & CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	2456037	2662704
CASH & CASH EQUIVALENTS AT THE END OF THE YEAR	2526128	2456037

6. Additional Information pursuant to the Government of India's Notification No. GSR 388 (E) dated 15-05-1995. Balance Sheet Abstract and Company's Business Profile.

- I. Registration Details
- a) Registration No. : 34994
- b) State Code : 11
- c) Balance Sheet Date : 31-03-2009
- II. Capital raised during the year
- Public Issue : NIL
- Rights Issue : NIL
- Bonus Issue : NIL
- Private Placement : NIL



III. Position of Mobilisation and Deployment of Funds

a) Total Liabilities	:	Rs. 3210042
b) Total Assets	:	Rs. 3210042
c) Sources of Funds		
Paid up Capital	:	Rs. 2480000
Reserves & Surplus	:	Rs. 730042
Secured Loans	:	NIL
Unsecured Loans	:	NIL
d) Application of Funds		
Net Fixed Assets	:	Rs. 1300
Investments	:	Rs. 692719
Net Current Assets	:	Rs. 2516023
Miscellaneous Exp.	:	NIL
Accumulated Losses	:	NIL
e) Performance of Company		
Turnover	:	Rs. 216692
Total Expenditure	:	Rs. 147029
Profit / (Loss) Before taxes	:	Rs. 69663
Profit / (Loss) After taxes	:	Rs. 69663
Earnings per share	:	Rs. 0.2809
Dividend Rate (%)	:	NIL
f) Generic Names of Three Principal Product / Services of Company		
Item Code No. (ITC Code)	:	N. A.

Product Description : 1. Investment Banking  
2. Gems Assortment

7. Previous year's figures have been regrouped and/or reclassified wherever necessary to make them comparable with those of the current year.

**SIGNATURE TO SCHEDULES "A" TO "I"**

As per our report of even date :

For and on behalf of the board of Directors

For H. DIWAN & ASSOCIATES  
Chartered Accountants

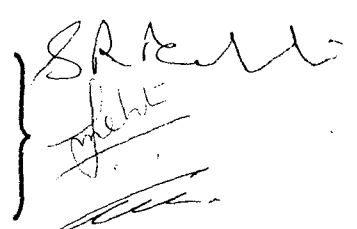


HITESH DIWAN  
Proprietor  
Membership No. 35079

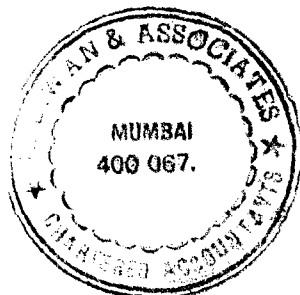
SHREYAS MEHTA

SAMIR MEHTA

KIRIT MEHTA  
Directors



Place : Mumbai  
Date : 30-07-2009



Place : Mumbai  
Date : 30-07-2009