

# **Longview Tea Company Limited**

**Annual Report  
for the year ended 31st March, 2010**

BOARD OF DIRECTORS

P. K. Daga  
Y. K. Daga  
D. P. Birla  
M. K. Agarwal

SECRETARY

S.C.Mohta

AUDITORS

Lodha & Co.  
Chartered Accountants

REGISTERED OFFICE

16, Hare Street  
Kolkata - 700 001

REGISTRAR & SHARE  
TRANSFER AGENT

Maheshwari Datamatics Pvt. Ltd.  
6, Mangoe Lane  
Kolkata - 700 001  
Ph : 2243-5029/5809, 2248-2248  
Fax : 2248-4787  
e-mail : mdpl@cal.vsnl.net.in

## NOTICE

NOTICE is hereby given that the Annual General Meeting of the members of Longview Tea Company Limited will be held at Committee Room of Calcutta Chamber of Commerce at 18H, Park Street, Kolkata - 700071 on Saturday, the 31st Day of July, 2010 at 10.30 A.M. to transact the following business:

### ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet of the company as at 31st March 2010 and Profit & Loss Account for the financial year ended as on that date together with the reports of the Directors' and Auditors' thereon.
2. To appoint a Director in place of Shri Pradip Kumar Daga, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Auditors and to fix their remuneration.

### SPECIAL BUSINESS

To pass with or without modification(s), the following resolution as an ordinary resolution :-

4. "Resolved that subject to the provisions of the Companies Act, 1956, Securities Laws (Regulations) Act, 1956 and rules framed thereunder, SEBI (Delisting of Securities) Guidelines, 2009 and all other acts, rules and regulations and subject to such approvals as may be required from the Stock Exchange with which the securities of the Company are listed and/or any other relevant authority, the approval of the Company be and is hereby accorded to the delisting of equity shares of the company from Delhi Stock Exchange at such times as the Board of Directors (which terms shall be deemed to include a Committee of the Board or any other person authorized by the Board) may in their absolute discretion, consider appropriate and on the terms and conditions as may be stipulated and mutually agreed to in the best interest of the Company, after taking into account the various factor such as, but not limited to, the incidence impact or burden of the costing fee payable to the Delhi Stock Exchange and volume to trading on the relevant Stock exchange."

"Resolved further that the Board of Directors be and is hereby authorized to do and perform all such acts, deeds, matters and things as it may in its absolute discretion deem necessary, appropriate or desirable and execute all such applications, documents and writings as it may consider necessary or proper for giving effect to this resolution."

*Regd. Office :*

16, Hare Street,

Kolkata - 700 001

Date : 31st May, 2010

By Order of the Board

S. C. MOHTA

Secretary

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 MEMBER OF THE COMPANY. Proxies in order to be effective should be deposited at the registered office of the Company not less than 48 hours before the time of commencement of the meeting.
2. Register of Members and Share Transfer books shall remain closed from 28th July, 2010 to 31st July, 2010 (both days inclusive).
3. Members/Proxies should fill the attendance slip for attending the meeting.
4. Members are requested to notify any change in their address recorded with the Company to the Registrar & Share Transfer Agent M/s. Maheshwari Datamatics Pvt. Ltd. 6, Mangoe Lane, Kolkata - 700001.

**ANNEXURE TO THE NOTICE****Explanatory Statement pursuant to section 173 of the Companies Act, 1956 relating to Item No. 4**

As the members are aware the company's shares are presently listed on several stock exchanges namely Kolkata , Mumbai & Delhi. Consequent to the recent rapid changes in the Capital Market and since a substantial volume of trading is carried on through the Bombay Stock Exchange; the trading volumes at Delhi Stock Exchange is practically nil. No particular benefit is available to the shareholders of the company by continuing the listing of the shares on Delhi Stock Exchange and incurring expenditure thereof. In view of Nil trading volumes at this Stock Exchange, the Company is contemplating the possibility of delisting of its shares from Delhi Stock Exchange. It is accordingly proposed to give the authority to the Directors to delist the shares of the company from the Delhi Stock Exchange.

None of the Directors of the Company is interested or concerned in the resolution except to the extent of shares if any held by any or all of them.

**Information required to be furnished under clause 49 of the Listing  
Agreement in respect of the Appointment/Re-appointment of the Directors**

<b>Name of the Director</b>	<b>Shri Pradip Kumar Daga</b>
<b>Age</b>	73 yrs
<b>Date of Appointment</b>	29/12/1956
<b>Qualification</b>	B.Com
<b>Expertise</b>	Industrialist, having vast experience of over 50 years
<b>Directorship in other Companies as on March 31, 2010</b>	<ol style="list-style-type: none"> <li>1. Deepak Industries Ltd</li> <li>2. Deepak Gears Ltd</li> <li>3. Deepak Spinners Ltd</li> <li>4. Continental Profiles Ltd</li> <li>5. Gobind Sugar Mills Ltd</li> <li>6. Century Textiles &amp; Industries Ltd</li> </ol>
<b>Membership/Chairmanship in other Public Companies (only in Audit and Shareholders /Investor Grievance Committee) as on March 31, 2010</b>	<ol style="list-style-type: none"> <li>1. Gobind Sugar Mills Ltd. - Chairman in Audit Committee, Member in Remuneration Committee</li> <li>2. Century Textiles &amp; Industries Ltd. - Member in Audit Committee, Member in Shareholders' Grievance Committee.</li> </ol>
<b>Number of shares held</b>	362759

## **DIRECTORS' REPORT**

### **TO THE SHAREHOLDERS**

Your Directors are pleased to present their Annual Report along with the Audited Accounts of the Company for the year ended 31st March, 2010

### **FINANCIAL RESULTS**

Particulars	(Rs.)
Profit/(Loss) before Tax	(19,76,390)
Profit after Tax	(19,76,390)
Balance brought forward from previous year	(2,38,35,245)
Balance Carried Forward	(2,58,11,635)

### **DIVIDEND**

In view of losses, your Directors regret their inability to recommend any dividend.

### **OPERATIONS**

The Company's main source of income continues to be mainly Income from Interest.

### **DIRECTORS**

Shri Pradip Kumar Daga retires at the forthcoming Annual General Meeting and being eligible offers himself for re-appointment.

### **AUDITORS AND AUDITORS' REPORT**

The Retiring Auditors M/s Lodha & Co., Chartered Accountants, Kolkata retire at the forthcoming Annual General Meeting and being eligible, offers themselves for re-appointment.

The notes on accounts appearing in the Schedule to the accounts and referred to the Auditors' Report are self-explanatory and therefore, do not call for any further comments or explanations.

### **CORPORATE GOVERNANCE AND MANAGEMENT DISCUSSION ANALYSIS REPORT**

A report on Corporate Governance and Management Discussion and Analysis as per Clause 49 of the Listing Agreement with the Stock Exchange is attached.

### **DIRECTORS RESPONSIBILITY STATEMENT**

Your Directors confirm :

1. That in the preparation of the Annual Accounts, the applicable accounting standards have been followed, along with proper explanations relating to material departure.
2. That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the Company for that period.

3. That 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 and irregularities.
4. That the Directors have prepared the annual accounts on a going concern basis.

**ADDITIONAL INFORMATION**

Since the Company is not into any manufacturing activities at present particulars as required under Section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Participants in the Report of the Board of Directors) Rules, 1988 are not applicable.

**PARTICULARS OF EMPLOYEES**

There are no employees drawing remuneration exceeding the limit prescribed under the provisions of Section 217(2A) and rules framed thereunder.

**ACKNOWLEDGEMENT**

Your Directors record their appreciation of assistance and co-operation extended to the Company by the bankers and other authorities. Your Directors are also thankful to all the employees for their co-operation and devoted efforts.

*Regd. Office :*  
16, Hare Street,  
Kolkata - 700 001  
Dated : 31st May, 2010

P. K. DAGA  
Y. K. DAGA  
D. P. BIRLA  
M. K. AGARWAL  
*Directors*

**MANAGEMENT DISCUSSION AND ANALYSIS REPORT****INTERNAL CONTROL SYSTEM AND ADEQUACY**

Company's well defined organizational structure, authority levels and a well-established system of internal control ensures optimum utilization and conservation of resources. Company has adequate system of internal control in place.

**FINANCIAL PERFORMANCE**

The report of the Board of Directors may be referred to on financial performance.

**HUMAN RESOURCES**

The development of human resources is a key strategic challenge in order to prepare people for future responsibilities in terms of professional skills as well as business skills.

**CAUTIONARY STATEMENT**

Statements in the Management Discussion and Analysis Report describes the Company objectives, projections, estimates. Expectations or predictions may be "forward looking statement" within the meaning of applicable security laws or regulations. These statements are based on certain assumptions and expectations of future events. Actual results could however, differ materially from those expressed or implied.

## REPORT ON CORPORATE GOVERNANCE

### COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE

The Company believes in adopting the best practices in the area of Corporate Governance. During the year the Company has fine-tuned its Corporate Practices, so as to bring them in line with the Clause 49 of the Listing Agreement. The Company will continue to focus on safeguarding of shareholders' wealth and at the same time, protect the interest of all its shareholders.

### COMPOSITION OF BOARD OF DIRECTORS

The Board of Directors of the Company consists wholly of the Non-Executive Directors with fifty percent of the directors being Independent Directors.

Category & Name of the Director	Directorship in other Companies		Committees Membership in other Companies	
	As Director *	As Chairman	As Member	As Chairman
<b>Promoter Non-executive</b>				
P. K. Daga - Chairman	6	NIL	2	1
Yashwant Daga	6	NIL	1	NIL
<b>Independent Non-executive</b>				
M. K. Agarwal	1	NIL	NIL	NIL
D. P. Birla	1	NIL	NIL	NIL

\* Excludes Directorship in Private Companies, alternate directorships.

# Committee Membership includes only Audit Committee and Shareholder's Grievance Committee.

### BOARD MEETINGS

During the financial year ended 31st March 2010, five(5) meetings of the Board of Directors were held on 30th May, 2009, 30th June, 2009, 31st July, 2009, 31st October, 2009 & 30th January, 2010.

Name of the Director	No. of Board Meetings		Attended Last AGM
	Held	Attended	
P. K. Daga	5	5	Yes
Yashwant Daga	5	5	Yes
M. K. Agarwal	5	5	Yes
D. P. Birla	5	5	Yes

The dates of the Board Meetings are decided in advance and communicated to the Directors. The Agenda are sent in advance to the Directors.

The Company has adopted Code of Conduct of Directors. The Company has received confirmations from the Directors regarding compliance of the Code during the year under review.

Shri O.P.Dokania, CEO and Shri Vishnu Choudhary, Accounts Executive has given a certificate to the Board of Directors in pursuance of Clause 49(v) of the Listing Agreement with the Stock Exchanges.



**AUDIT COMMITTEE**

The Audit Committee comprises of four Non-Executive Directors. Mr. P. K. Daga, Chairman, Mr. Yashwant Daga, Mr. M. K. Agarwal and Mr. D. P. Birla.

The Secretary of the Company acts as the secretary of the Committee.

The terms of reference of the Audit Committee are in conformity with the requirements as per Clause 49 of the Listing Agreement with the Stock Exchanges and as stipulated in Section 292A of the Companies Act, 1956.

The Audit Committee met five times during the year on 30th May 2009, 30th June 2009, 31st July 2009, 31st October 2009 & 30th January, 2010.

Name of the Director	No. of Board Meetings	
	Held	Attended
P. K. Daga	5	5
Yashwant Daga	5	5
M. K. Agarwal	5	5
D. P. Birla	5	5

**DETAILS OF SITTING FEES**

The Directors of the Company have been paid sitting fees for attending meetings of the Board of Directors and Audit Committee.

**REMUNERATION COMMITTEE**

The Company has not constituted the above Committee since no Directors are receiving any remuneration other than the sitting fees.

**SHAREHOLDER/INVESTORS GRIEVANCES COMMITTEE**

The Shareholder Grievance Committee met four times during the year on 30th May 2009, 31st July 2009, 31st October 2009 & 30th January, 2010.

Name of the Director	No. of Board Meetings	
	Held	Attended
P. K. Daga	4	4
Yashwant Daga	4	4
D. P. Birla	4	4

The Committee comprises of three Non-Executive Directors namely Mr. P. K. Daga, Mr. Yashwant Daga and Mr. D. P. Birla.

Mr. S. C. Mohta, Company Secretary has been designated as the Compliance Officer by the Board.

The Committee deals with the shareholders complaints and grievances etc.

As per the certificate furnished by the Registrar and Share Transfer Agent, the Company received 4 investor complaints during the year but as on 31st March 2010 no shareholders grievances and complaints were pending. There are no pending request for Share Transfers as on 31st March 2010.

**GENERAL BODY MEETINGS**

i) Locations, date and time of last three Annual General Meetings are as follows :

Year	Date	Time	Location
2006-07	4th August 2007	10.30 A.M.	Calcutta Chamber of Commerce 18H, Park Street, Kolkata - 700 071
2007-08	20th September 2008	10.30 A.M.	-do-
2008-09	28th August 2009	10.30 A.M.	-do-

- ii) No Extra-Ordinary General Meeting was held during the year.  
 iii) No Special Resolution was passed by the Company in the last three years.  
 iv) No Postal Ballot was conducted by the Company to pass any Special Resolution.

**DISCLOSURES**

- i) The Company did not enter into any transaction of material nature with related parties, which may have potential conflict with the interest of the Company. The Company has fully complied with all the requirements of regulatory authorities and no penalties / strictures have been imposed against it during the last three years.
- ii) Secretarial Audit  
 A qualified practicing Company Secretary carried out Secretarial Audit to reconcile, the total admitted capital with Central Depository Services Limited (CDSL) and the total issued and listed capital. The audit confirms that the total issued / paid up capital is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with CDSL.

**MEANS OF COMMUNICATION**

Quarterly results are published as given below :

The Bengal Leader (National-English), Dainik Lipi (Regional-Bengali)

The Company has no website to display the Quarterly Results, Official News; presentation made to the Investors/ Analysts and other stakeholders of the Company. It is in the process of creating the Website.

**GENERAL SHAREHOLDERS INFORMATION**

i) Date, time and venue of next AGM :

Date : 31st July, 2010

Time : 10.30 A.M.

Venue : Calcutta Chamber of Commerce  
 18H, Park Street,  
 Kolkata - 700 071

ii) Financial Calendar 2010-2011 (Tentative)

First Quarterly Results

- Before middle of August, 2010

Second Quarterly Results

- Before middle of November, 2010

Third Quarterly Results

- Before middle of February, 2011

Audited yearly Results for the  
 year ended 31st March, 2011

- Before end of May, 2011

Book Closure Date : 28th July, 2010 to 31st July, 2010 (inclusive of both the days)

- iii) No Dividend was declared in the last AGM
- iv) Listing on Stock Exchanges at : Mumbai, Kolkata and Delhi
- v) Annual Listing fees for the year 2010-11 has been paid to Bombay Stock Exchange, Calcutta Stock Exchange.

vi) **MARKET PRICE DATA**

Month	Bombay Stock Exchange	
	High	Low
April, 2009	NIL	NIL
May, 2009	40.00	5.00
June, 2009	31.60	13.40
July, 2009	13.99	10.99
August, 2009	18.31	11.30
September, 2009	21.80	16.9
October, 2009	20.45	17.00
November, 2009	21.30	16.20
December, 2009	22.15	18.70
January, 2010	24.85	18.20
February, 2010	22.20	17.00
March, 2010	18.70	17.30

There was no trading of shares in Calcutta Stock Exchange & Delhi Stock Exchange.

Stock Code – Bombay Stock Exchange - 526568

ISIN No. of the Company is: INE696E01019

vii) **Registrars & Transfer Agents in Physical and Electronic (DEMAT) Mode**

Maheshwari Datamatics Private Limited.

6, Mangoe Lane

2nd Floor, Kolkata - 700 001

Ph : (033) 2243-5029/5809, 2248-2248

Fax : (033) 2248-4787

e-mail : mdpl@cal.vsnl.net.in

viii) **SHARE TRANSFER SYSTEM**

Share transfers are registered and returned within a maximum period of 30 days from the date of receipt, if the documents are clear in all respects.

ix) **PATTERN AND DISTRIBUTION OF SHAREHOLDING**

Category	No. of Shares held	% of total paid up Capital
Promoters & Promoters Group	1315309	43.7736
Resident Individual	1449014	48.2230
Financial Institution & Banks	72300	2.4062
Bodies Corporate	58177	1.9361
Mutual Funds	4900	0.1631
NRIs/OCBs	100	0.0033
Insurance Companies	105000	3.4944
<b>TOTAL</b>	<b>3004800</b>	<b>100.00</b>

From	To	No. of shares held	% of total paid up capital	No. of Shareholders	% of total no. of Shareholders
Up to	500	1019666	33.9346	8596	96.8891
501	1000	112935	3.7585	143	1.6118
1001	2000	88790	2.9549	59	0.6650
2001	3000	58150	1.9352	22	0.2480
3001	4000	17100	0.5691	5	0.0564
4001	5000	42009	1.3981	9	0.1014
5001	10000	63350	2.1083	9	0.1014
10001	above	1602800	53.3413	29	0.3269

x) **DEMATERIALIZATION OF SHARES AND LIQUIDITY**

The equity shares of the Company are under compulsory Demat trading for all the categories of investors. The Company's shares are available for Demat trading with CDSL only. As on 31st March 2010 16.33% equity shares of the Company stood dematerialized.

- xi) The Company did not issued any GDRs / ADRs/ Warrants or any Convertible instruments, which may have likely impact on Equity shares of the Company.

xii) **PLANT LOCATION**

The Company has no plant.

xiii) **ADDRESS FOR CORRESPONDENCE**

Longview Tea Company Limited,  
16, Hare Street  
Kolkata - 700 001  
E.Mail : [exports@contransys.com](mailto:exports@contransys.com)

The Board of Directors at its meeting held on 31st May, 2010 adopted the above report.

**COMPLIANCE CERTIFICATE****To the Members of Longview Tea Company Limited**

I have examined the compliance of the conditions of Corporate Governance by Longview Tea Company Limited for the financial year ended 31st March, 2010 as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchange(s).

The compliance of conditions of Corporate Governance is the responsibility of the management. My examination was limited to the procedures 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 the opinion on the financial statement of the Company.

In my opinion and based on the relevant records and documents maintained by the Company and furnished to me for the review and information and explanations given to me by the Company, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Agreement.

I further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

Place : Kolkata  
Date : 31st May 2010

Sweety Kapoor  
Practicing Company Secretary  
Membership No. ACS 11915, CP No. 5738

### AUDITORS' REPORT TO THE MEMBERS

We have audited the attached Balance Sheet of **Longview Tea Company Limited** as at 31st March, 2010 and the Profit and Loss Account along with 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 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.

- 1) As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, and on the basis of such verification of the books and records as considered appropriate and available and according to the information and explanations given to us, we report that :
  - i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
  - (b) The fixed assets are physically verified by the management which in our opinion is reasonable having regard to the size of the company and the nature of its fixed assets. As informed, no material discrepancies were noted on such verification.
  - (c) The Company has not disposed off substantial part of its fixed assets during the year.
  - ii) The company does not have any inventory. Accordingly, the provision of Clause (ii) of the Companies (Auditor's Report) Order, 2003 is not applicable to the Company.
  - iii) The company has not granted/taken any loans, secured or unsecured to/from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956. Accordingly clause 4(iii) (b) to (g) of the Companies (Auditors' Report) Order, 2003 are not applicable.
  - iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of stores, raw materials, plant and machinery, equipment and other assets.
  - v) In our opinion and according to the information and explanations given to us, there were no transactions that need to be entered into the register in pursuance of section 301 of the Companies Act 1956. Therefore the provisions of clause 4(v)(b) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
  - vi) The Company has not accepted any public deposits during the year. Therefore, the provisions of the clause 4(vi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
  - vii) No internal audit has been conducted during the year.
  - viii) There is no requirement for maintenance of cost records under section 209(1)(d) of the Companies Act, 1956.
  - ix) (a) According to the records of the Company, the Company is generally regular in depositing with the appropriate authorities undisputed statutory dues including Provident Fund, Investor Education & Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Customs Duty, Excise Duty, Cess and other statutory dues applicable to it. There is no such dues outstanding as on 31st March 2010 for a period of more than six months from the date these became payable.
  - (b) According to the records of the Company, there are no undisputed dues of Wealth tax, Custom Duty and Cess except Income Tax, Sales tax, Excise Duty that have not been deposited on account of dispute as per the statement on disputed dues given as under.

Particulars	Assessment Year	Amount (Rs.)	Forum where appeal is pending
Excise Duty	1999-2000	7,92,688	High Court, Calcutta
Sales Tax	1995-96	3,08,095.51	Assistant Commissioner
	1998-99	19,34,613.28	Assistant Commissioner
	2000-01	1,46,090	Tribunal

- x) Based on the financial statements covered pursuant to this report, the accumulated losses of the Company has not exceeded 50% of its net worth at the end of the financial year and the Company has incurred cash losses during the financial year and the immediately preceding financial year.
  - xi) The Company has not borrowed any money from banks, financial institution and against debentures and as such the provisions of the clause 4(xi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
  - xii) The Company has not granted any loans and advances on the basis of security provided by way of pledge of shares. Accordingly, the provisions of clause 4(xii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
  - xiii) According to the information and explanations given to us, the Company is not a chit fund or a nidhi mutual benefit fund/society. Accordingly, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
  - xiv) In respect of investments made by the Company in Shares, Securities, Debentures, etc. proper records have been maintained. All the investments have been held by the company in its own name.
  - xv) According to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from banks or financial institutions and as such the provisions of clause 4(xv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
  - xvi) In our opinion and according to the information and explanations given to us, the Company has not obtained any term loans during the year. Accordingly, the provisions of clause 4(xvi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
  - xvii) According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, no short-term funds have been used for long term investments during the year.
  - xviii) The Company has not made any preferential allotment of shares during the year. Therefore, the provisions of the clause 4(xviii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
  - xix) The Company has not issued any debentures during the year. Accordingly, the provisions of clause 4(xix) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
  - xx) The Company has not raised money by public issue during the year. Therefore, the provisions of the clause 4(xx) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
  - xxi) During the course of our examination of the books of accounts carried out in accordance with the generally accepted auditing practices in India, we have neither come across any incidence of fraud on or by the Company nor have we been informed of any of such case by the management.
- 2) According to the information and explanations given to us and on the basis of test checks carried out by us during the course of the audit of the Company, our report on the matters specified under para 3A and 3C of Non Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 1998 is as follows :
- i) *The company is engaged in the business of Non-banking financial institution and it has not obtained a Certificate of Registration with the Reserve Bank of India as Non Banking Financial Company carrying on the business without accepting public deposits.*
  - ii) The company is not an Asset Finance Company (AFC) as defined in Non Banking Financial Company Acceptance of public Deposits (Reserve Bank) Directions 1998 with reference to the business carried on by it during the financial year and therefore provisions of Para 3(A)(III) are not applicable to the company.
  - iii) The Board of Directors have passed the resolution for non-acceptance of the public deposits.
  - iv) The Company has not accepted any public deposits during the year.
  - v) *Except as stated in para 3 below, the company has complied with prudential norms on income recognition, accounting standard, asset classification and provisioning for bad and doubtful debts as specified in directions issued by the Reserve Bank of India in terms of the Non Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998.*

- vi) *The company is not a Systematically Important Non Deposit taking NBFCs as defined in paragraph 2(1)(xix) of the Non – Banking Financial (Non Deposit Accepting or holding ) Companies Prudential Norms (Reserve Bank) Directions ,2007 and therefore provisions of Para3(C)(iv)are not applicable to the company.*
- 3) Attention is invited to following notes of Schedule 14
- i) *Note No.3 regarding non-provision of overdue debtors amounting to Rs. 3,575,371 resulting in higher balance of debtors by Rs. 3,575,371 and loss being lower to that extent.*
  - ii) *Note No.4 regarding non-confirmation of certain balances and pending reconciliation and adjustments arising there from, impact whereof is presently not ascertainable.*
  - iii) *Note No.6 regarding accrual of income on certain loans and advances considering and provisioning against same considering these as good and recoverable instead of treating the advances as non-performing asset (NPA) as defined in the prudential norms for Non Banking Financial Companies issued by the Reserve Bank of India. Consequently, the loans & advances and interest receivable are higher by Rs. 4,140,829 and Rs1,22,09,377 respectively and loss for the year lower by Rs.1,63,50,206*
- 4) *Further to the above we report that without considering the items mentioned in Para 3(ii), had the impact of the items mentioned in Para 3(i) and 3(iii) above have been given in the accounts, the loss for the year would have been Rs. 2,19,01,967 (as against reported figures of Rs 19,76,390), Profit and Loss balance in the balance sheet would have been Rs. 4,57,37,212 (as against reported figure of Rs. 2,58,11,635) Interest Receivable would have been 73,48,421 (as against reported figure of Rs. 1.62,57,798), Loans and advances would be Rs. 6,77,82,373 (as against reported figure of Rs. 7,19,23,202) and debtors would have been nil (as against reported figure of Rs. 3,575,371).*
- 5) Further to the 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 it appears from our examination of books of accounts.
  - (c) The Balance Sheet, Profit and Loss Account and the 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 3(C) of Section 211 of the Companies Act,1956;
  - (e) On the basis of written representations received from the directors and taken on record the Board of Directors, we report that none of the directors of the Company is disqualified as on 31st March, 2010 from being appointed as a director in terms of Clause (g) of sub- section (1) of Section 274 of the Act;
  - (f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts, *subject to our remarks with the resultant impact as given in para 2 and 3 above and together with the overall impact (to the extent ascertainable) as given in para 2 and 3 above and together with the overall impact (to the extent ascertainable) as given in para 4 above* and read together with Notes of Schedule 14, give the information required by the Companies Act, 1956 in the manner so required give a true and fair view in conformity with Accounting Principles generally accepted in India.:
    - (i) in case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2010;
    - (ii) in case of the Profit and Loss Account, of the loss of the Company for the year ended on that date; and
    - (iii) in case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

**For Lodha & Co**  
 Chartered Accountants  
 Firm's ICAI Registration No. 301051E  
**H. K. VERMA**  
*Partner*  
 Membership No. 55104

Place : Kolkata  
 Date : 31st May, 2010



**BALANCE SHEET AS AT 31ST MARCH, 2010**

	Schedule	As at 31.03.2010 Rupees	As at 31.03.2009 Rupees
<b>I. SOURCES OF FUNDS</b>			
1) Shareholders' Funds			
a) Share Capital	1	32,133,900	32,133,900
b) Reserves and Surplus	2	80,007,750	80,007,750
2) Loan Funds			
a) Unsecured Loans	3	7,111,548	9,451,477
		<b>119,253,198</b>	<b>121,593,127</b>
<b>II. APPLICATION OF FUNDS</b>			
1) Fixed Assets	4		
a) Gross Block		1,817,322	1,817,322
b) Less : Depreciation		1,767,519	1,760,779
c) Net Block		<b>49,803</b>	<b>56,543</b>
2) Investments	5	<b>535,460</b>	<b>535,460</b>
3) Current Assets, Loans and Advances			
a) Sundry Debtors	6	3,575,371	3,575,371
b) Cash and Bank Balances	7	89,129	51,060
c) Loans and Advances	8	72,766,203	79,231,902
d) Other Current Assests	9	19,557,798	10,201,457
		<b>95,988,501</b>	<b>93,059,790</b>
Less : Current Liabilities & Provisions			
a) Current Liabilities	10	3,118,116	3,561,219
b) Provisions	11	14,085	14,085
		<b>3,132,201</b>	<b>3,575,304</b>
Net Current Assets		<b>92,856,300</b>	<b>89,484,486</b>
4) Miscellaneous Expenditure	12	—	7,681,392
5) Profit & Loss Account		<b>25,811,635</b>	<b>23,835,245</b>
		<b>119,253,198</b>	<b>121,593,127</b>

ACCOUNTING POLICIES &amp; NOTES TO ACCOUNTS 14

The Schedules referred to above form an integral part of the Balance Sheet.

As per our Report of even date  
For LODHA & CO.  
Chartered Accountants  
H. K. VERMA  
Partner  
Membership No. 55104  
14, Government Place East  
Kolkata - 700 001  
Date : 31st day of May, 2010

S. C. MOHTA  
Secretary

P. K. DAGA  
Y. K. DAGA  
D. P. BIRLA  
M. K. AGARWAL  
Directors

**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2010**

	Schedule	Year ended 31.03.2010 Rupees	Year ended 31.03.2009 Rupees
<b>INCOME</b>			
Interest Received		9,356,341	9,517,379
(Gross Tax deducted at source Rs. Nil Previous year Rs. Nil)			
Sundry Balance Written Back		4,282	51,529
		<b>9,360,623</b>	<b>9,568,908</b>
<b>EXPENDITURE</b>			
Expenses	13	10,816,029	9,545,955
Interest to others		514,244	891,410
Depreciation		6,740	12,241
		<b>11,337,013</b>	<b>10,449,606</b>
(Loss) before Tax & Prior Period Items		<b>(1,976,390)</b>	<b>(880,698)</b>
(Loss) Before Tax		<b>(1,976,390)</b>	<b>(880,698)</b>
Fringe Benefit Tax		—	(7,408)
		<b>(1,976,390)</b>	<b>(888,106)</b>
Provision of Income Tax Earlier Years written back		—	566,000
Agriculture Income Tax Related to Earlier year		—	(155,573)
(Loss) after Tax		<b>(1,976,390)</b>	<b>(477,679)</b>
Balance of loss brought forward from previous year		(23,835,245)	(23,357,566)
Balance carried to Balance Sheet		<b>(25,811,635)</b>	<b>(23,835,245)</b>
Numbers of Equity Shares Considered		3,004,800	3,004,800
Basic and Diluted Earning per Shares (Rs.)		(0.66)	(0.30)

**ACCOUNTING POLICIES & NOTES TO ACCOUNTS 14**

The Schedules referred to above form an integral part of the Profit & Loss Account.

As per our Report of even date  
For LODHA & CO.  
Chartered Accountants  
H. K. VERMA  
Partner  
Membership No. 55104  
14, Government Place East  
Kolkata - 700 001  
Date : 31st day of May, 2010

S. C. MOHTA  
Secretary

P. K. DAGA  
Y. K. DAGA  
D. P. BIRLA  
M. K. AGARWAL  
Directors

	As at 31.03.2010 Rupees	As at 31.03.2009 Rupees
<b>SCHEDULE - 1</b>		
<b>SHARE CAPITAL</b>		
Authorised		
3,500,000 Equity Shares of Rs. 10/- each	35,000,000	35,000,000
50,000 7% Redeemable Preference Shares of Rs. 100/- each	<u>5,000,000</u>	<u>5,000,000</u>
	<u>40,000,000</u>	<u>40,000,000</u>
Issued, Subscribed and Paid-up		
3,004,800 Equity Shares of Rs. 10/- each fully paid-up (of the above 1,513,600 equity shares were allotted as Bonus Shares by way of capitalisation of reserves) Less : Allotment money in arrear (other than director)	30,048,000	30,048,000
	<u>41,500</u>	<u>41,500</u>
	30,006,500	30,006,500
21,274 7% Redeemable Preference Share of Rs. 100/- each	<u>2,127,400</u>	<u>2,127,400</u>
	<u>32,133,900</u>	<u>32,133,900</u>
<b>SCHEDULE - 2</b>		
<b>RESERVES &amp; SURPLUS</b>		
Capital Reserve	<u>112,000</u>	<u>112,000</u>
Share Premium	<u>80,124,000</u>	<u>80,124,000</u>
Less : Allotment money in arrear	<u>228,250</u>	<u>228,250</u>
	<u>79,895,750</u>	<u>79,895,750</u>
	<u>80,007,750</u>	<u>80,007,750</u>
<b>SCHEDULE - 3</b>		
<b>UNSECURED LOAN</b>		
Other Loans from :		
Housing Loan from Government of West Bengal	135,250	135,250
Add : Interest accrued and due	<u>165,335</u>	<u>150,778</u>
	<u>300,585</u>	<u>286,028</u>
From Bodies Corporate	<u>5,060,128</u>	<u>7,560,128</u>
[Including Interest free loan of Rs. 18,41,128 (Previous Year Rs. 18,41,128)]		
Add : Interest accrued and due	<u>1,750,835</u>	<u>1,605,321</u>
	<u>6,810,963</u>	<u>9,165,449</u>
	<u>7,111,548</u>	<u>9,451,477</u>

**SCHEDULE - 4****FIXED ASSETS**

Particulars	Gross Block				Depreciation				Net Block	
	As on 31.03.09 Rupees	Additions Rupees	Deduction Rupees	As on 31.03.10 Rupees	As on 31.03.09 Rupees	For the Period Rupees	On Deduction/ Adjustments Rupees	As on 31.03.10 Rupees	As on 31.03.10 Rupees	As on 31.03.09 Rupees
Land & Building	12,000	—	—	12,000	—	—	—	—	12,000	12,000
Plant & Machinery	6,503	—	—	6,503	3,834	309	—	4,143	2,360	2,669
Furniture & Fittings	587,038	—	—	587,038	545,168	6,431	—	551,599	35,439	41,870
Motor Vehicles	1,211,781	—	—	1,211,781	1,211,777	—	—	1,211,777	4	4
Total	1,817,322	—	—	1,817,322	1,760,779	6,740	—	1,767,519	49,803	56,543
Previous Year	1,817,322	—	—	1,817,322	1,736,875	18,702	—	1,755,577	56,543	80,448

**SCHEDULE - 5****INVESTMENTS**

(Fully paid up equity shares of Rs. 10/- each except otherwise stated)

**LONG TERM****A) QUOTED**

Deepak Industries Ltd.\*

	Number of shares	As at 31.03.2010 Rupees	As at 31.03.2009 Rupees
	88,725	131,040	131,040
	(88,725)		
Deepak Spinners Ltd.	25,500	399,420	399,420
	(25,500)		
		<u>530,460</u>	<u>530,460</u>

**B) UNQUOTED**

Narsingh Holding (P) Ltd.

	500	5,000	5,000
	(500)	5,000	5,000

Aggregate Book value of Investments

535,460      535,460

Market Value of Quoted Investments

629,813      489,563

**SCHEDULE - 6****SUNDRY DEBTORS****Unsecured**

Debts outstanding for a period exceeding six months

3,575,371      3,575,371

Considered Good

3,575,371      3,575,371

	As at 31.03.2010 Rupees	As at 31.03.2009 Rupees
<b>SCHEDULE - 7</b>		
<b>CASH AND BANK BALANCES</b>		
Cash in hand	2,938	16,657
With Scheduled Banks on : Current Accounts	86,191	34,403
	<u>89,129</u>	<u>51,060</u>
<b>SCHEDULE - 8</b>		
<b>LOANS AND ADVANCES</b>		
(Unsecured, Considered Good)		
Loans to others	71,923,202	78,391,201
Advance Income Tax and Tax deducted at source	843,001	840,701
	<u>72,766,203</u>	<u>79,231,902</u>
<b>SECHDULE - 9</b>		
<b>OTHER CURRENT ASSETS</b>		
Interest Receivable	19,557,798	10,201,457
	<u>19,557,798</u>	<u>10,201,457</u>
<b>SCHEDULE - 10</b>		
<b>CURRENT LIABILITIES</b>		
Sundry Creditors	1,671,338	2,133,583
Tea Board (Under Hire Purchase Scheme)	713,318	713,318
Interest accrued but not due	185,776	185,777
Other Liabilities	547,684	528,540
	<u>3,118,116</u>	<u>3,561,219</u>
<b>SCHEDULE - 11</b>		
<b>PROVISIONS</b>		
For Taxation	14,085	14,085
	<u>14,085</u>	<u>14,085</u>
<b>SCHEDULE - 12</b>		
<b>MISCELLANEOUS EXPENDITURE</b>		
(To the extent not written off)		
Advance against capital goods	7,681,392	15,362,782
Less : 1/10th written off	7,681,392	7,681,390
	<u>—</u>	<u>7,681,392</u>

	Year ended 31.03.2010 Rupees	Year ended 31.03.2009 Rupees
<b>SCHEDULE - 13</b>		
<b>EXPENSES</b>		
Salaries, Bonus and Gratuity	831,318	822,367
Contribution to Provident Fund	24,443	24,365
Labour and Staff Welfare	39,200	35,450
Miscellaneous Expenses	657,720	299,671
Rent	6,000	6,000
Insurance	516,868	516,868
Rates & Taxes	5,848	5,075
Legal & Professional Fees	1,016,940	126,269
Director's Fees	3,800	3,500
Auditor's Remuneration :		
Audit Fees	32,500	25,000
Amortised miscellaneous expenditure		
Advance against capital goods	7,681,392	7,681,390
	<u>10,816,029</u>	<u>9,545,955</u>

**SCHEDULE - 14****ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS****A) SIGNIFICANT ACCOUNTING POLICIES****1) Accounting Convention :**

Income and expenditure except otherwise stated are recognised on accrual basis. The accounts have been prepared on the basis of the historical cost and on the accounting principles of a going concern.

**2) Fixed Assets :**

Fixed Assets are stated at cost less depreciation. Cost includes freight, duties, taxes and all other related costs including cost of financing of borrowed funds upto the date of installation identified/allocated for the assets.

**3) Depreciation :**

Depreciation is provided on straight line method at the rates specified in Schedule XIV to the Companies Act, 1956.

**4) Investments :**

Long Term Investments are stated at cost. Provision for diminution in value of such investments is made if the same is permanent in nature.

**5) Employee Benefits :**

Employee benefits are accrued in the year services are rendered by the employees. Contributions to defined contribution scheme such as Provident Fund etc. are recognized as and when incurred.

Long term employee benefits under defined scheme such as contribution to gratuity is determined at close of the year at present value of the amount payable using actuarial valuation techniques.

Actuarial gain & losses are recognized in the year when they arise.

**6) Taxation :**

Income Tax expense comprises current tax and deferred tax. The deferred tax charge or credit is recognised using current tax rates. Deferred tax assets on account of unabsorbed depreciation and carry forward losses as per Income Tax Act are recognized 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.

**7) Miscellaneous Expenditure :**

Advance against capital goods transferred from amalgamating Company is written off in ten equal installments as per Scheme of amalgamation sanctioned by the Hon'ble High Court at Kolkata.

**8) Contingent Liabilities :**

Contingent liabilities have not been provided for and have been disclosed by way of notes.

**B) NOTES ON ACCOUNTS**

1. Contingent liability not provided for in respect of Sales tax for assessment year 1995-96 & 1998-99 Rs. 22,42,709/- (Rs. 22,42,709/-) and excise Rs. 7,92,688/- (Rs. 7,92,688) as these are disputed by the Company and are under appeal. In the opinion of the management these are not tenable Future cash outflows in these cases are dependent upon outcome of judgements/decisions.

2. Auditors Remuneration includes \*:

	<u>2009-10</u>	<u>2008-09</u>
Audit Fees	25,000	25,000
Certificates, etc	7,500	—
*excluding Service Tax		

3. Sundry Debtors balances of Rs.35,75,371/- (Rs. 35,75,371/-) are outstanding for a considerable period. In the opinion of the management these balance are good & recoverable.
4. Balance of debtors, creditors, unsecured loan and others are subject to confirmation/ reconciliation and consequential adjustment, if any, with respect to individual details etc.

5. Related Party Disclosures as identified by the management is given as below :

Mr. O. P. Dokania, Chief Executive

The details of payment made to Key Management Personnel :

	<u>2009-10</u>	<u>2008-09</u>
Remuneration	2,02,800	1,92,800

6. Interest aggregating to Rs. 1,22,09,377/- (Rs. 1,02,01,457/-) is overdue for realisation from a company. In view of the management there is no uncertainty in realisation of the interest and money advance to them. Consequently the above interest has been recognised on accrual basis and no provision has been considered necessary against the said loan.
7. As the company has already disposed its entire tea estates, the funds pending commencement of other activities are deployed for financial activities in the corporate deposits which is the only Reportable Segment as per Accounting Standard 17 on "segment reporting" issued by the Institute of Chartered Accountants of India.

8. The breakup of deferred tax assets & deferred tax liability is as given below :

	As on 31.03.2010	As on 31.03.2009
<u>Deferred Tax Assets</u>		
Expenses allowable on payment basis	12,276	14,149
Unabsorbed Depreciation	—	—
	<u>12,276</u>	<u>14,149</u>
<u>Deferred Tax Liability</u>		
Depreciation	12,276	14,149
Total Deferred Tax Assets/Liability	<u>Nil</u>	<u>Nil</u>

9. There are no Micro, Small and Medium Enterprises, to whom the Company owes dues as at March 31, 2010. The information regarding micro, small & medium Enterprises have been determined to the extent such parties have been identified on the basis of information available with the Company.

10. **Employment Benefits :**

The disclosures required under Accounting Standard 15 "Employee Benefit" notified in the Companies (Accounting Standards) Rules 2006, are given below :

**Defined Contribution Scheme :**

Contributions to Defined Contribution Plan, recognized for the year are as under :

	(Amount in Rs.)	
	2009-2010	2008-2009
Employer's Contribution to Provident Fund	23,112	13,078
Employer's Contribution to Pension Fund	—	10,160

**Defined Benefit Scheme :**

The employee's gratuity scheme is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

Gratuity (Unfunded) (Amount in Rs.)

- i. **Change in the present value of the defined benefit obligation representing reconciliation of opening and closing balances thereof are as follows :**

	<u>2009-10</u>	<u>2008-09</u>	<u>2007-08</u>
Liability at the beginning of the year	390,095	238,398	213,753
Interest cost	30,281	23,568	17,207
Current Service Cost	27,348	27,354	17,499
Actuarial (Gain)/Loss on obligations	30,331	100,775	(10,061)
Benefits paid	—	—	—
Liability at the end of the year	417,393	390,095	238,398



	<u>2009-10</u>	<u>2008-09</u>	<u>2007-08</u>
<b>ii. Amount Recognized in Balance Sheet</b>			
Liability at the end of the year	417,393	390,095	238,398
Fair value of Plant Assets at the end of the year	—	—	—
Amount recognized in the Balance Sheet	417,393	390,095	238,398
<b>iii. Expenses recognized in the Income Statement</b>			
Current service cost	27,348	27,354	17,499
Interest cost	30,281	23,568	17,207
Expected Return on Plan Assets	—	—	—
Net Actuarial (gain)/loss to be Recognized	(30,331)	100,775	(10,061)
Expenses Recognized in Profit & Loss Account	27,298	151,697	24,645
<b>iv. Balance Sheet Reconciliation</b>			
Opening Net Liability	390,095	238,398	213,753
Expenses as above	27,298	151,697	24,645
Employers Contribution	—	—	—
Amount recognized in the Balance Sheet	417,393	390,095	238,398
<b>v. Principal Actuarial assumption at the Balance Sheet</b>			
Discount Rate	7.5%	7.5%	7.5%
Rate of Return on Plan Assets	—	—	—

## Notes :

Assumptions relating to future salary increases, attrition, interest rate for discount & overall expected rate of return on Assets have been considered based on relevant economic factors such as inflation, market growth & other factors applicable to the period over which the obligation is expected to be settled.

11. In view of the carry forward losses, provision for taxation has not been considered necessary by the management.
12. The figures in respect of the previous year have been regrouped/rearranged, wherever necessary.
13. The figure in brackets represents the figures of last year.

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2010**

	For year ended 31.03.2010 Rupees	For year ended 31.03.2009 Rupees
<b>A) CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before tax & extra ordinary item	(1,976,390)	(880,698)
Adjustment for :		
Depreciation	6,740	12,241
Sundry Balances Written back	(4,282)	(51,529)
Interest Expenses	514,244	891,410
Interest Received	(9,356,341)	(9,517,379)
Miscellaneous Expenses Written-off	7,681,392	7,681,390
Operating profit before working capital changes	(3,134,637)	(1,864,565)
Adjustment for :-		
Trade Payable	(567,199)	130,799
Cash Generated from Operation	(3,701,836)	(1,733,766)
Taxation (Net)	(2,300)	15,702
Cash Flow before extra ordinary item	(3,704,136)	(1,749,468)
Net Cash Flow from Operating Activities	(3,704,136)	(1,749,468)
<b>B) CASH FLOW FROM INVESTING ACTIVITIES</b>		
Interest Received	—	10,693,330
Loan Received	6,468,000	(2,827,329)
Net Cash Used in Investing Activities	6,468,000	7,866,001
<b>C) CASH FLOW FROM FINANCING ACTIVITIES</b>		
Short Term Borrowings	(2,500,000)	(5,800,504)
Interest Paid	(225,795)	(459,351)
Cash Flow from Financing Activities	(2,725,795)	(6,259,855)
Increase in Cash and Cash Equivalents (A+B+C)	38,069	(143,322)
Cash and Cash Equivalents - Opening Balance as on 01.04.2009	51,060	194,382
Cash and Cash Equivalents - Closing Balance as on 31.03.2010	89,129	51,060

- Note : 1. The above cash flow statement has been prepared under the "Indirect Method" as set out in the accounting standard 3 (AS-3) Cash Flow Statements.
2. Previous years figures have been regrouped wherever necessary to conform to the current year
3. Figure in the brackets represent out flows.

As per our Report of even date  
For LODHA & CO.  
Chartered Accountants  
H. K. VERMA  
Partner  
Membership No. 55104  
14, Government Place East  
Kolkata - 700 001  
Date : 31st day of May, 2010

S. C. MOHTA  
Secretary

P. K. DAGA  
Y. K. DAGA  
D. P. BIRLA  
M. K. AGARWAL  
Directors

**INFORMATION PURSUANT TO THE PROVISION OF PART IV OF SCHEDULE VI TO THE COMPANIES ACT, 1956**

**BALANCE SHEET AND COMPANY'S GENERAL BUSINESS PROFILE**

**I. Registration Details :**

Registration No.	377	State Code	21
Balance Sheet Date	31.03.10		

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

Public Issue	Nil	Right Issue	Nil
Bonus Issue	Nil	Private Placement	Nil

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

Total Liabilities	122389	Total Assets	122389
Sources of Funds :			
Paid up Capital	32134	Reserve & Surplus	80008
Secured Loans	0	Unsecured Loans	7112
Application of Funds :			
Net Fixed Assets	50	Investments	535
Net Current Assets	92853	Miscellaneous Expenditure	0
Accumulated Loss	25815		

**IV. Performance of Company (Amount in Rs. Thousand)**

Total Income	9360.6	Total Expenditure	11337.0
Profit before Tax	(1,976.4)	Profit after Tax	(1,976.4)
Earning per Share in Rs.	(0.66)	Dividend Rate	Nil

**V. Generic names of three Principal Product/Services of Co. (As per monetary Terms)**

Item Code No. (ITC Code)	090200
Product Description	Tea including Tea Waste

Date : 31st day of May, 2010

S. C. MOHTA  
Secretary

P. K. DAGA  
Y. K. DAGA  
D. P. BIRLA  
M. K. AGARWAL  
Directors

**LONGVIEW TEA COMPANY LIMITED**

Registered Office : 16, Hare Street, Kolkata - 700 001

DP ID No. * :	Reg. Folio No. * :
Client ID No. * :	No. of Shares held :

**ATTENDANCE SLIP**

(To be handed over at the entrance of the meeting hall)

I/We hereby record my/our presence at the Annual General Meeting of the Company held at Committee Room of Calcutta Chamber of Commerce 18H, Park Street, Kolkata - 700 071 on Saturday, the 31st July, 2010 at 10.30 A.M.

NAME(S) OF THE MEMBER(S) (IN BLOCK LETTERS)
NAME OF THE PROXY (IN BLOCK LETTERS)
SIGNATURE OF THE MEMBER(S) / PROXY

Notes :

- 1) Please complete and sign the Attendance Slip and handover at the entrance of the meeting hall.
- 2) Only Member or their Proxies with this Attendance Slip will be allowed entry to meeting.

\* Applicable for Investors holding shares in electronic form

**LONGVIEW TEA COMPANY LIMITED**

Registered Office : 16, Hare Street, Kolkata - 700 001

DP ID No. * :	Reg. Folio No. * :
Client ID No. * :	No. of Shares held :

**PROXY FORM**

I/We \_\_\_\_\_ of \_\_\_\_\_ being a member/members of LONGVIEW TEA COMPANY LTD. hereby appoint \_\_\_\_\_ of \_\_\_\_\_ or failing him/her \_\_\_\_\_ of \_\_\_\_\_

\_\_\_\_\_ at the Annual General Meeting of the Company to be held at Committee Room of Calcutta Chamber of Commerce 18H, Park Street, Kolkata - 700 071 on Saturday, the 31st July, 2010 at 10.30 A.M.

Dated this \_\_\_\_\_ day of \_\_\_\_\_, 2010

Signature \_\_\_\_\_

Please Affix Revenue Stamp
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Notes :

1. The Form should be signed across the stamp as per specimen signature registered with the Company.
2. The proxy form duly completed must be deposited at the Registered Office of the Company not less than 48 hours before the time fixed for holding the aforesaid meeting.
3. A proxy need not be a Member.

\* Applicable for Investors holding shares in electronic form

**BOOK POST**  
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*If undelivered, please return to :*  
**LONGVIEW TEA COMPANY LIMITED**  
16, HARE STREET, KOLKATA - 700 001