

THE SWASTIK SAFE DEPOSIT & INVESTMENTS LIMITED

69TH ANNUAL REPORT 2009 – 2010

DIRECTORS

Ms. Nandini Piramal
Mr. Chandrakant Khetan
Mr. C.M. Hattangdi
Mr. V.C. Vadodaria
Mr. Khushru B. Jijina

AUDIT COMMITTEE MEMBER

Mr. Chandrakant Khetan
Mr. C.M. Hattangdi
Mr. Khushru B. Jijina

BANKER

HDFC Bank Limited

AUDITORS

M/s. Kulkarni & Khanolkar
Chartered Accountants

REGISTERED OFFICE

4th Floor, Piramal Tower Annexe
Ganpatrao Kadam Marg
Lower Parel
Mumbai 400 013.

THE SWASTIK SAFE DEPOSIT & INVESTMENTS LIMITED

Regd. Office :

4th Floor, Piramal Tower Annexe, Ganpatrao Kadam Marg, Lower Parel, Mumbai 400 013.

NOTICE

TO THE MEMBERS

NOTICE is hereby given that the 69th Annual General Meeting of the members of the Company will be held on the day, date, time and place mentioned hereunder, to transact the following business :

Day, Date & Time : Monday, the 20th September, 2010 at 11.30 a.m.

Place : 4th Floor, Piramal Tower Annexe, Ganpatrao Kadam Marg,
Lower Parel, Mumbai 400 013.

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2010 and the Profit and Loss Account for year ended on that date together with Reports of the Directors and Auditors thereon.
2. To declare dividend.
3. To appoint Director in place of Mr. C.M. Hattangdi, who retires by rotation and is eligible for re-appointment.
4. To appoint Director in place of Mr. Chandrakant Khetan, who retires by rotation and is eligible for re-appointment.
5. 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.

Special Business :

6. Keeping of register and index of members and debenture-holders

To consider and, if thought fit, to pass, with or without modification(s), the following resolution as a **Special Resolution**:

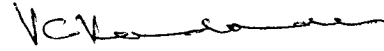
“RESOLVED THAT pursuant to the proviso to Section 163(1) of the Companies Act, 1956, (‘the Act’) approval be and is hereby accorded to keep the Register and Index of Members and Register and Index of Debenture holders and copies of all annual returns prepared under section 159 together with the copies

of the certificates and documents required to be annexed thereto under section 161 of the Act, with the Share Transfer Agents of the Company for the time being, who presently are, Link Intime India Private Limited, having their office presently at C-13 Pannalal Silk Mills Compound, LBS Marg, Bhandup (West), Mumbai – 400078 or at such other place where the office of such Share Transfer Agents of the Company may be situated within the local limits of the city of Mumbai.”

NOTES :

1. **A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER.**
2. The Explanatory Statement pursuant to section 173(2) of the Companies Act, 1956 is annexed hereto.
3. The Register of Members and Share Transfer Books of the Company has been declared closed from Thursday, the 16th September, 2010 to Monday, the 20th September, 2010 (both days inclusive).
4. Dividend on equity shares as recommended by the Directors for the financial year ended 31st March, 2010 when declared at the Meeting, will be paid within 5 days from date of declaration.
5. M/s Link Intime India Pvt. Ltd. (“Link Intime”), are the new Share Transfer Agents of the Company w.e.f. February 1, 2010. The contact details of Link Intime are: M/s Link Intime India Pvt. Ltd., C-13 Pannalal Silk Mills Compound, LBS Marg, Bhandup (West), Mumbai – 400078, Tel: 25946970; Fax: 25946969; Email: piramal.irc@linkintime.co.in.

By Order of the Board



**V.C. VADODARIA
DIRECTOR**

Registered Office :

4th Floor, Piramal Tower Annexe
Ganpatrao Kadam Marg,
Lower Parel
Mumbai 400 013.

.Dated : 27th May, 2010

ANNEXURE TO NOTICE

Explanatory Statement under section 173 of the Companies Act, 1956

Item No. 6

Keeping of register and index of members and debenture-holders

At the last Annual General Meeting held on 25TH September, 2009, a Special Resolution was passed under proviso to section 163(1) of the Companies Act, 1956 ('the Act') for keeping the Register and Index of Members and Register and Index of Debenture-holders and copies of all annual returns prepared under section 159 together with copies of certificates and documents required to be annexed thereto under section 161 at the premises of the then Company's Share Transfer Agents namely, Freedom Registry Limited.

Subsequently with effect from 1ST February, 2010 Link Intime India Private Limited having their office at C-13, Pannalal Silk Mills Compound, LBS Marg, Bhandup (West), Mumbai – 400078 have been appointed as the Share Transfer Agents of the Company in place of Freedom Registry Limited, which was communicated to the members by the Company.

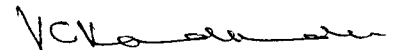
Hence this special resolution for approval of the members for keeping such registers, indexes, returns and copies of all such certificates and documents with the Company's Share Transfer Agents. At present Link Intime India Private Limited are the Share Transfer Agents and their office is situated at C-13, Pannalal Silk Mills Compound, LBS Marg, Bhandup (West), Mumbai – 400078.

The proposed resolution facilitates keeping of such documents with any company or firm who may be the Share Transfer Agents of the Company for the time being and at such office that may be designated by the Share Transfer Agents within the limits of the city of Mumbai, in which case, intimation giving details of such other place would be duly provided to the shareholders.

Your directors recommend the special resolution at item no. 7 of the accompanying notice for your approval.

None of the Directors of the Company are, in any way, concerned or interested in the aforesaid resolution.

By Order of the Board



V.C. VADODARIA
DIRECTOR

Registered Office :

4th Floor, Piramal Tower Annexe
Ganpatrao Kadam Marg
Lower Parel
Mumbai 400 013.

Dated : 27th May, 2010

THE SWASTIK SAFE DEPOSIT & INVESTMENTS LIMITED

Regd. Office :

4th Floor, Piramal Tower Annexe, Ganpatrao Kadam Marg, Lower Parel, Mumbai 400 013.**DIRECTORS' REPORT****TO THE SHAREHOLDERS**

The Directors present their 69th Annual Report on the affairs of the Company for the year ended 31st March, 2010 together with the Audited Statement of Accounts (Standalone).

	Current Year	Previous Year
	-----	-----
	(31-03-2010)	(31-03-2009)
	(Rs.)	(Rs.)
1. WORKING RESULTS		
The year's working after meeting all expenses resulted in Profit after tax of :	9,56,51,189	(6,57,30,832)
Add : Extra-Ordinary Items :		
Prior Period Tax adjustments	7,43,446	(4,14,049)
Balance of Profit brought forward	6,00,372	6,70,26,041
	-----	-----
Disposable Profit	9,69,95,007	8,81,160
	=====	=====

Total Profit amounting to Rs. 9,69,95,007/- is appropriated as under :

APPROPRIATION		
Proposed dividend	2,40,000	2,40,000
Tax on Proposed Dividend	39,862	40,788
Balance carried to Balance Sheet	9,67,15,145	6,00,372
	-----	-----
	9,69,95,007	8,81,160
	=====	=====

2. DIVIDEND

The Directors have recommended a Dividend of Re.1/- per share (previous year Re.1/- per share) on 2,40,000 Equity Shares of Rs.10/- each which will be paid to eligible members, after approval at the ensuing Annual General Meeting.

3. WORKING OF THE COMPANY

The Directors are making efforts to improve the performance of the Company in the current year.

4. SUBSIDIARY COMPANIES

The Balance Sheet as on 31st March, 2010 and the Profit and Loss Account for the year ended on that date of subsidiary companies, namely, Savoy Finance & Investments Pvt. Limited and Nandini Piramal Investments Private Limited and statement under Section 212 of the Companies Act, 1956 are annexed.

5. PARTICULARS OF EMPLOYEES

There was no employee during the year in receipt of remuneration as prescribed under Section 217(2A) of the Companies Act, 1956.

6. DIRECTORS

In accordance with the provisions of the Companies Act, 1956, Mr. C.M. Hattangdi and Mr. Chandrakant Khetan retire by rotation at the ensuing Annual General Meeting and are eligible for re-appointment.

The Audit Committee constituted by the Board consist of Mr. Khushru B. Jijina, Mr. C.M. Hattangdi and Mr. Chandrakant Khetan.

7. DIRECTORS' RESPONSIBILITY STATEMENT

As required Under Section 217(2AA) of the Companies Act, 1956, ("the Act") we hereby state :

- (i) That in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- (ii) That the 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 as at 31st March, 2010 and its Profit for the year ended on that date;
- (iii) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) That the Directors have prepared the annual accounts on a going concern basis.

8. CHANGE IN SHARE TRANSFER AGENT

M/s. Link Intime India Pvt.Limited., (Link Intime) has been appointed as Share Transfer Agent of the Company with effect from 1st February 2017.

9. "GROUP" as defined in MRTP Act, 1969

As per the intimation from the Promoters, the persons and entities constituting 'Group' as defined in Monopolies and Restrictive Trade Practices Act, 1969 ('MRTP') which exercises, or is established to be in a position to exercise, control, directly or indirectly, over the Company, include the following:

1. Mr. Ajay G. Piramal;
2. Dr. (Mrs.) Swati A. Piramal;
3. Mrs. Lalita G. Piramal;
4. Ms. Nandini Piramal;
5. Mr. Anand Piramal;
6. Adelwise Investments Pvt. Ltd
7. Ajay G. Piramal (HUF)
8. Akshar Fincom Pvt. Ltd
9. Alpex Holdings Pvt. Ltd
10. Alpex International Ltd
11. Alpex Power Pvt. Ltd
12. BMK Laboratories Pvt. Ltd
13. Cavaal Fininvest Pvt. Ltd.
14. Glass Engineers Pvt. Ltd.
15. Gopikishan Piramal Pvt. Ltd
16. Gopikisan Piratmal (HUF)
17. INDIAREIT Fund Advisors Pvt. Ltd
18. IndiaVenture Fund Advisors Pvt. Ltd
19. Nandini Piramal Investment Pvt. Ltd
20. Nicholas Piramal Pharma Pvt. Ltd.
21. Paramount Pharma Pvt. Ltd
22. PEL Management Services Pvt. Ltd.
23. PGL Holdings Pvt. Ltd.
24. PHL Fininvest Private Ltd
25. PHL Holdings Pvt. Ltd
26. Piramal Capital Pvt. Ltd
27. Piramal Diagnostic Services Pvt. Ltd
28. Piramal Enterprises Ltd
29. Piramal International Pvt. Ltd
30. Piramal Management Services Pvt. Ltd.
31. Piramal Pharmaceutical Development Services Pvt. Ltd
32. Piramal Texturising Pvt. Ltd.

33. Piramal Water Pvt. Ltd
34. Propiedades Realities Pvt. Ltd
35. Savoy Finance & Investment Pvt. Ltd
36. The Ajay G. Piramal Foundation
37. The Shri Gopikrishna Trust
38. The Shri Govinda Trust
39. The Shri Hari Trust
40. The Shri Krishna Trust
41. Vulcan Investments Pvt. Ltd.
42. Piramal Healthcare Ltd.
43. Piramal Glass Ltd.
44. Piramal Life Sciences Ltd.

The above disclosure has been made, inter-alia, for the purpose of Regulation 3(1)(e) of SEBI (Substantial Acquisitions of Shares and Takeovers) Regulations, 1997

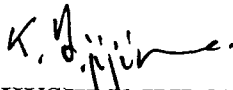
10. SECRETARIAL COMPLIANCE CERTIFICATE


As required by proviso to sub-section (1) of Section 383A of the Companies Act, 1956, the *Secretarial Compliance Certificate from Mr. Surendra Kanstiya*, Practising Company Secretary is attached to this Report.

11. AUDITORS

The Auditors, M/s. Kulkarni & Khanolkar, Chartered Accountants, Mumbai, retire as Auditors of the Company at the ensuing Annual General Meeting and are eligible for re-appointment.

For and on behalf of the Board


KHUSHRU JIJINA
DIRECTOR


V.C. VADODARIA
DIRECTOR

Mumbai

Dated : 27th May, 2010.

**KULKARNI & KHANOLKAR (REGISTERED)
CHARTERED ACCOUNTANTS**

13/14, Bell Building,
Sir Pheroze Shah Mehta Road,
Fort, MUMBAI - 400 001.
Tel No: (022) 22874113 & 22874043
Fax No. : (022) 22043011.
E-mail:kulkarniandkhanolkar@gmail.com

**Auditor's Report to the
Members of the Swastik Safe Deposit & Investments Ltd.**

1. We have audited the attached balance sheet of Swastik Safe Deposit & Investments Ltd., as at 31st March 2010, the profit and loss account and also the Cash Flow Statement for the year ended on 31st March, 2010 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 the 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 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 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.

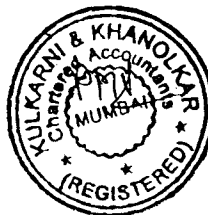


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4. Further to our comments in the Annexure referred to above, we report that:

- (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes 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 accounts
- (iv) 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;
- (v) On the basis of written representations received from the directors, as on 31st March 2010 and taken on record by the Board of Directors, we report that none of the directors 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 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 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:



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- (a) in the case of the balance sheet, of the state of affairs of the company as at 31st March 2010
- (b) in the case of the profit and loss account, of the profit for the year ended on 31st March 2010, and
- (c) in the case of the cash flow statement, of the cash flows for the year ended on 31st March, 2010.

For **KULKARNI & KHANOLKAR**
Chartered Accountants
Firm Regn. No. 105407W

P.M. Parulekar

P.M. Parulekar
Partner
M. no. 36362

Place : Mumbai
Date : 27th May, 2010

KULKARNI & KHANOLKAR
(REGISTERED)
CHARTERED ACCOUNTANTS,
BELL BUILDING,
SIR PHIROZSHAH MEHTA ROAD,
FORT, MUMBAI-400 001.

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Annexure

Re : Swastik Safe Deposit & Investments Ltd.
Referred to in paragraph- 3 of our report of even date

- (i) The Company does not have any fixed assets.
- (ii) The company did not have any inventory & hence the question of maintenance of book records & its physical verification did not arise.
- (iii) The Company had given interest-free loan to its subsidiary, Savoy Finance and Investment P. Ltd. The balance outstanding as on 31st March, 2010 was NIL.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchase and sale of fixed assets. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- (v) We are informed that the Company has not entered into any transaction with the companies in which directors are interested.
- (vi) In our opinion and according to the information and explanations given to us, the company has not accepted deposits from public in terms of the RBI directives.
- (vii) The company did not have formal internal audit system.



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- (viii) Maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956 pursuant to the Rules made by the Central Government is not applicable.
- (ix) (a) The company is regular in depositing with appropriate authorities undisputed statutory dues including Income tax and other Statutory dues applicable to it.
- (b) According to the information and explanations given to us, there are no dues of sales tax, income tax, customs duty, wealth tax, excise duty and cess which have not been deposited on account of any dispute, except demand from income tax authorities of Rs.33.00 lacs for A.Y. 2004-05 against which, appeal is pending before C.I.T.(A).
- (x) The company does not have accumulated losses. The company has incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
- (xii) We are informed that the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xiv) In our opinion, the company is not dealing in, 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.



**KULKARNI & KHANOLKAR (REGISTERED)
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- (xv) We are informed that the company has not given guarantees for loans taken by others from banks or financial institutions.
- (xvi) The Company has borrowed Short Term funds by way of loans whose outstanding balance as on 31 March, 2010 is Rs.75 Crores. The Company has invested a part of the funds in Long Term Investments. However, the exact quantum of use of Short term funds for Long Term Investments cannot be quantified.
- (xvii) According to the information and explanations given to us, the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
- (xviii) According to the information and explanations given to us, during the period covered by our audit report, the company has not issued any debentures.
- (xix) The company has not raised money by way of public issue.
- (xx) 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.

**For KULKARNI & KHANOLKAR
Chartered Accountants
Firm Regn. No. 105407W**

P.M. Parulekar

**P.M. Parulekar
Partner
M. no.36362**

**Place : Mumbai
Date : 27th May, 2010**

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**KULKARNI & KHANOLKAR
(REGISTERED)
CHARTERED ACCOUNTANTS,
BELL BUILDING,
SIR PHIROZSHAH MEHTA ROAD,
FORT, MUMBAI-400 001.**

THE SWASTIK SAFE DEPOSIT & INVESTMENTS LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2010

	Schedule Number	Current Year (Amount in Rupees)	Previous Year (Amount in Rupees)
SOURCES OF FUNDS :			
Shareholders' Fund:			
Capital	1	2,400,000	2,400,000
Reserves & Surplus	2	143,902,818	47,788,045
Loan Funds :			
Unsecured Loans	3	791,279,972	871,414,401
		<u>937,582,790</u>	<u>921,602,446</u>
APPLICATION OF FUNDS :			
Fixed Assets :			
Trade Marks			1
Investments	4	758,351,938	758,351,938
Current Assets, Loans and Advances	5	221,389,349	175,446,774
Less: Current Liabilities & Provisions	6		
Current Liabilities		1,742,152	5,778,997
Provisions		40,416,345	6,417,271
		<u>42,158,497</u>	<u>12,196,268</u>
Net Current Assets		<u>179,230,852</u>	<u>163,250,507</u>
TOTAL		<u>937,582,790</u>	<u>921,602,446</u>
NOTES TO ACCOUNTS	9		

Schedules referred to above and notes attached thereto form an integral part of Balance Sheet.
This is the Balance Sheet referred to in our report of even date.

M/S KULKARNI & KHANOLKAR
Chartered Accountants

P.M. Parulekar

P.M. PARULEKAR
Partner

Mumbai, 27th May, 2010

For and on behalf of the Board of Directors

K. D. Jijina *V. C. Vadodaria*

Khushru Jijina **V.C. Vadodaria**
Mumbai, 27th May, 2010

KULKARNI & KHANOLKAR
(REGISTERED)
CHARTERED ACCOUNTANTS,
BELL BUILDING,
SIR PHIROZSHAH MEHTA ROAD,
FORT, MUMBAI-400 001.

THE SWASTIK SAFE DEPOSIT & INVESTMENTS LIMITED
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2010

	Schedule Number	Current Year (Amount in Rupees)	Previous Year (Amount in Rupees)
INCOME :			
Interest Received (Gross) (T.D.S. Rs.2,80,461/- , Previous Year Rs.2,59,15,658/-)		5,042,524	148,275,300
Dividend Received		30,475,094	25,784,840
Other Income	7	149,999,999	10,714,368
		<u>185,517,617</u>	<u>184,774,508</u>
EXPENDITURE :			
Administrative Expenses	8	272,807	250,204
Financing Cost		55,593,621	244,855,136
		<u>55,866,428</u>	<u>245,105,340</u>
PROFIT BEFORE TAXATION		129,651,189	(60,330,832)
Provision for Income Tax		34,000,000	5,400,000
PROFIT AFTER TAX.		95,651,189	(65,730,832)
Less: Extra-Ordinary Items:			
Prior Period Tax adjustments		743,446	(414,049)
Balance of Profit Brought Forward		600,372	67,026,041
DISPOSABLE PROFIT		96,995,007	881,160
APPROPRIATIONS :			
Proposed dividend		240,000	240,000
Tax on Proposed Dividend		39,862	40,788
Balance carried to Balance Sheet		96,715,145	600,372
		<u>96,995,007</u>	<u>881,160</u>

NOTES TO ACCOUNTS

9

Schedules referred to above and notes attached thereto form an integral part of Profit & Loss Account.
This is the Profit & Loss referred to in our report of even date.

M/S KULKARNI & KHANOLKAR
Chartered Accountants

P.M. Parulekar

P.M. PARULEKAR
Partner

Mumbai, 27th May, 2010

KULKARNI & KHANOLKAR
(REGISTERED)
CHARTERED ACCOUNTANTS,
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SIR PHIROZSHAH MEHTA ROAD,
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For and on behalf of the Board of Directors

K. D. Jijina
V.C. Vadodaria

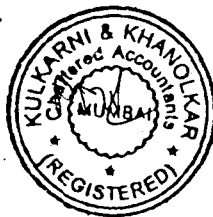
Khushru Jijina
Mumbai, 27th May, 2010

V.C. Vadodaria

THE SWASTIK SAFE DEPOSIT & INVESTMENTS LIMITED

Schedules Attached To And Forming Part Of Balance Sheet And Profit & Loss Account For the Year Ended 31.3.2010

	Current Year (Amount in Rupees)	Previous Year (Amount in Rupees)
SCHEDULE 1 : SHARE CAPITAL :		
Authorised :		
250,000 Equity Shares of Rs.10/- each fully paid up	<u>2,500,000</u>	<u>2,500,000</u>
Issued, Subscribed and paid up :		
240,000 (2,40,000) Equity Shares of Rs.10/- each fully paid up (Out of above 1,78,535 (1,78,535) Equity Shares are held by PHL Holdings Pvt. Ltd. ,Holding Company,)	<u>2,400,000</u>	<u>2,400,000</u>
SCHEDULE 2 : RESERVES & SURPLUS :		
Capital Reserve:		
Balance as per last Balance Sheet	870,485	870,485
General Reserve :		
Balance as per last Balance Sheet	18,740,529	18,740,529
Add: Transfer during the year	-	-
	<u>18,740,529</u>	<u>18,740,529</u>
Reserve Fund as per RBI:		
Balance as per last Balance Sheet	27,576,659	27,576,659
Add: Transfer during the year	-	-
	<u>27,576,659</u>	<u>27,576,659</u>
Profit & Loss Account	<u>96,715,145</u>	<u>600,372</u>
	<u>143,902,818</u>	<u>47,788,045</u>
SCHEDULE 3 : UNSECURED LOANS :		
Loan from others	<u>791,279,972</u>	<u>871,414,401</u>



THE SWASTIK SAFE DEPOSIT & INVESTMENTS LIMITED

SCHEDULE '4': INVESTMENTS (LONG TERM) ATTACHED TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2010

No. of Shares/Deb	Previous Year (Rs)	Sr. No.	Name of the Company	Face value	No. of Shares/Deb.	Current Year
		I.	QUOTED:			
7,221,124	729,623,108		1) Equity shares (Fully paid up) :			
			a) Piramal Healthcare Ltd.	2	7,221,124	729,623,108
767,031	16,978,546		b) Piramal Glass Ltd.	10	767,031	16,978,546
583,111	-		c) Piramal Life Sciences Ltd.	10	583,111	-
8,571,266	746,601,654					746,601,654
		II.	UNQUOTED			
50,000	1,343,799		1) Equity Shares (Fully Paid up) :			
			a) The Travancore Cements Ltd	10	50,000	1,343,799
10,000	100,000		b) Nandini Piramal Investments Ltd (A wholly owned Subsidiary Company)	10	10,000	100,000
10,000	100,000		c) Savoy Finance & Investments Ltd (A wholly owned Subsidiary Company)	10	10,000	100,000
112	860		d) Pilani Investments Corporation Ltd	10	112	860
			2] Preference Shares			
95,715	9,165,450		a) 15% Non-Cumulative Pref. shares (Fully paid) Piramal Enterprises Ltd	10	95,715	9,165,450
450	1,040,175		b) 5% Cumulative redeemable Pref. shares of PHL Holdings Pvt. Ltd.	10	450	1,040,175
	11,750,284					11,750,284
	758,351,938		TOTAL			758,351,938

Current Year

Previous Year

	Book Value	Market Value	<u>Book Value</u>	<u>Market Value</u>
Quoted Investments	746,601,654	3,206,865,263	746,601,654	1,464,595,121



THE SWASTIK SAFE DEPOSIT & INVESTMENTS Limited

Schedules Attached To And Forming Part Of Balance Sheet And Profit & Loss Account For the Year Ended 31.3.2010²

	Current Year (Amount in Rupees)	Previous Year (Amount in Rupees)
SCHEDULE 5 : CURRENT ASSETS, LOANS & ADVANCES:		
a) Current Assets :		
With Scheduled banks in		
Current Accounts	48,229	95,566
b) Sundry Debtors		
-(Unsecured, considered good)		
Outstanding for less than six months	-	2,111,728
c) Loans and Advances :		
(Unsecured, considered good)		
Advance Tax (2008-09)	3,400,000	-
Advance Tax (2009-10)	33,449,000	-
Tax Deducted at Source	29,625,621	32,736,582
Income tax refund receivable	26,761,175	26,017,729
Interest on Income tax refund receivable	2,237,913	-
Loan to Companies	125,867,411	114,485,169
	<u>221,389,349</u>	<u>175,446,774</u>
SCHEDULE 6 : CURRENT LIABILITIES & PROVISIONS:		
a) Current Liabilities:		
Liabilities for Expenses	324,448	35,381
Unpaid dividend	25,715	5,443
Tax Deducted at Source Payable	1,391,989	5,738,173
	<u>1,742,152</u>	<u>5,778,997</u>
b) Provisions:		
Provision for Income Tax (A.Y. -06-07)	736,483	736,483
Provision for Income Tax (A.Y. -09-10)	5,400,000	5,400,000
Provision for Income Tax (A.Y. -10-11)	34,000,000	-
Proposed Dividend	240,000	240,000
Tax on Proposed Dividend	39,862	40,788
	<u>40,416,345</u>	<u>6,417,271</u>
SCHEDULE 7 : OTHER INCOME:		
Royalty Received	-	10,714,081
	-	286
Profit on Sale of Trademark	149,999,999	-
	<u>149,999,999</u>	<u>10,714,368</u>
SCHEDULE 8 : ADMINISTRATIVE EXPENSES :		
Directors Sitting Fees	12,250	9,750
Dp charges	5,386	1,436
Advertisement Expenses	100,601	68,822
<u>Auditors Remuneration:</u>		
Audit fees	33,090	22,060
Tax Audit fees	2,758	2,758
Miscellaneous Expenses	37,852	71,642
Legal & Professional Charges	80,870	73,736
	<u>272,807</u>	<u>250,204</u>



THE SWASTIK SAFE DEPOSIT & INVESTMENTS LIMITED

**SCHEDULE 9 : NOTES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED
31st MARCH 2010**

Significant Accounting Policies:

Basis of Accounting:

Financial Statements are prepared on accrual basis of accounting.

Investments:

Investments (Long Term) are stated at cost.

Interest on Demand/Call loans:

Interest on demand/call loans are accounted as on year end or on date of repayment of demand/call loans whichever is earlier.

Deferred Tax Liabilities/ Assets:

There are no deferred tax assets / liabilities.

Prior Period Items:

Prior period adjustments represent excess or short provision for income tax of earlier years.

Contingent Liability:

Disputed Income Tax demands for Penalty matter for Assessment Year 2004-05 Rs. 33 Lacs .
The company has preferred appeal against all the above order.

As the Company is not a manufacturing company, the information required under clause 4C of Part II of Schedule VI of the Companies Act, 1956 has not been given.

Earnings Per Share [Accounting Standard 20]

	[Amounts in lacs]	
	Current Year	Previous Year
Net Profit as per P&L A/c before interest and tax	1,852.45	1,845.24
Less : Interest	555.94	2448.55
Net Profit after Interest , before Tax	1296.51	(603.31)
Less : Tax Provision	340.00	54.00
Net Profit after Tax	956.51	(657.31)
Earnings available to Equity Shareholders (Before extra-ordinary item)	956.51	(657.31)
Less : Extra Ordinary Item (Tax Provision written back)	(7.43)	4.14
Earnings available to Equity Shareholders (After extra-ordinary item)	963.95	(661.45)
Equity Shares	2.40	2.40
Earnings Per Share (Before extra-ordinary Items)	398.55	(273.88)
Earnings Per Share (After extra-ordinary Items)	401.64	(275.60)



Related Party Disclosure [Accounting Standard 18]

Holdings company
PHL Holdings Private Limited

Subsidiary Companies
Nandini Piramal Investments Private Limited
Savoy Finance & Investments Private Limited

Associate Company
Piramal Healthcare Limited

Transaction with Related Parties

	Amt in Lakhs
	Interest outstanding
PHL Holdings Private Limited	15.36 Nil
	Interest outstanding
Savoy Finance & Investments Pvt. Ltd.	189.34 Nil

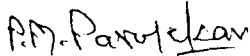
The company has been advised that as there is no tax effect of timing difference based on the estimated computation for a reasonable period, there is no provision for deferred tax in terms of Accounting Standard (AS 22) on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India.

The company has not received information from vendor regarding their status under the Micro Small Medium Enterprises Development Act, 2006 and hence disclosure relating to amounts unpaid at the year end together with interest paid or payable under this act have not been given.

Figures for the previous year are regrouped or rearranged wherever necessary.


References to schedule 1 to 9

/S KULKARNI & KHANOLKAR
Chartered Accountants

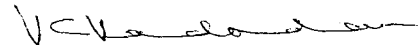


M. PARULEKAR
Partner
Mumbai, 27th May, 2010

For and on behalf of the Board of Directors



Khushru Vijina
Mumbai, 27th May, 2010



V.C. Vadodaria

KULKARNI & KHANOLKAR
(REGISTERED)
CHARTERED ACCOUNTANTS,
BELL BUILDING,
PHIROZSHAH MEHTA ROAD,
FORT, MUMBAI-400 001.

THE SWASTIK SAFE DEPOSIT & INVESTMENTS LIMITED

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

Registration details

Registration No. 3151 State Code : 11 Balance Sheet date : 31/03/2010

Capital raised during the year (Amount in Rs. Thousands)

Public issue	NIL	Right issue	NIL
Bonus issue	NIL	Private placement	NIL

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

Total liabilities	937,583	Total assets	937,583
-------------------	---------	--------------	---------

Sources of Funds :

Paid up capital	2,400	Reserves & Surplus	143,903
Secured loans	-	Unsecured loans	791,280

Application of Funds :

Net Fixed assets	-	Investments	758,352
Net Current assets	179,231	Accumulated Losses :	Nil
Miscellaneous Exp.	Nil		


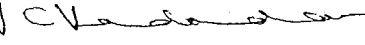
Performance of the Company (Amount in Rs. Thousands)

Income	185,518	Total Expenditure	55,866
Profit/(Loss) before Tax	129,651	Profit/(Loss) after Tax	95,651
Earnings per share Rs.	398.55		

Generic names of three principal products/services of the company :
(As per monetary terms)

Item code No.(ITC code)	N.A
Product description	Financial & Investment Activities

For and on behalf of the Board of Directors

	
Khushru Jijha	V.C. Vadodaria
Mumbai; 27th May, 2010	

Schedule to the Balance Sheet of The Swastik Safe Deposit & Investments Limited (as required in terms of Paragraph 98B of Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998)

Particulars	(Rs. in lakhs)	
Liabilities side :		
Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid:	Amount out-standing	Amount overdue
(a) Debentures : Secured	Nil	Nil
: Unsecured (other than falling within the meaning of public deposits)	Nil	Nil
(b) Deferred Credits	Nil	Nil
(c) Term Loans	Nil	Nil
(d) Inter-corporate loans and borrowing	7,912.80	Nil
(e) Commercial Paper	Nil	Nil
(f) Public Deposits	Nil	Nil
(g) Other Loans (specify nature)	Nil	Nil
Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):		
(a) In the form of Unsecured debentures	Nil	Nil
(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	Nil	Nil
(c) Other public deposits	Nil	Nil
Assets side :	Amount outstanding	
3 Break-up of Loans and Advances including bills receivables [other than those included in (4) below] :		
(a) Secured	Nil	
(b) Unsecured	1,258.67	
4 Break up of Leased Assets and stock on hire and hypothecation loans counting towards EL/HP activities		
(i) Lease assets including lease rentals under sundry debtors :		
(a) Financial lease	Nil	
(b) Operating lease	Nil	
(ii) Stock on hire including hire charges under sundry debtors:		
(a) Assets on hire	Nil	
(b) Repossessed Assets	Nil	
(iii) Hypothecation loans counting towards EL/HP activities		
(a) Loans where assets have been repossessed	Nil	
(b) Loans other than (a) above	Nil	
5 Break-up of Investments :		
Current Investments :		
1. Quoted :	Nil	
(i) Shares : (a) Equity	Nil	
(b) Preference	Nil	
(ii) Debentures and Bonds	Nil	
(iii) Units of mutual funds	Nil	
(iv) Government Securities	Nil	
(v) Others (please specify)	Nil	

2. Unquoted:

(i) Shares : (a) Equity	Nil
(b) Preference	Nil
(ii) Debentures and Bonds	Nil
(iii) Units of mutual funds	Nil
(iv) Government Securities	Nil
(v) Others (Please specify)	Nil

Long Term investments:

1. Quoted:

(i) Shares : (a) Equity	7,466.02
(b) Preference	Nil
(ii) Debentures and Bonds	Nil
(iii) Units of mutual funds	Nil
(iv) Government Securities	Nil
(v) Others (Please specify)	Nil

2. Unquoted:

(i) Shares : (a) Equity	15.45
(b) Preference	102.06
(ii) Debentures and Bonds	Nil
(iii) Units of mutual funds	Nil
(iv) Government Securities	Nil
(v) Others (Please specify)	Nil

Borrower group-wise classification of all leased assets, stock-on-hire and loans and advances :

Category	Amount net of provisions		Total
	Secured	Unsecured	
1. Related Parties			
(a) Subsidiaries	Nil	Nil	Nil
(b) Companies in the same group	Nil	Nil	Nil
(c) Other related parties	Nil	Nil	Nil
2. Other than related parties	Nil	Nil	Nil
Total	Nil	Nil	Nil

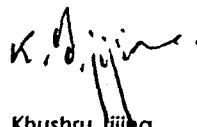
Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):

Category	Market Value / Break up or fair value or NAV		Book Value (Net of Provisions)
1. Related Parties			
(a) Subsidiaries	Nil	Nil	Nil
(b) Companies in the same group	Nil	Nil	Nil
(c) Other related parties	Nil	Nil	Nil
2. Other than related parties	Nil	Nil	Nil
Total	Nil	Nil	Nil

8 Other information

Particulars	Amount
i) Gross Non-Performing Assets	
(a) Related parties	Nil
(b) Other than related parties	Nil
ii) Net Non-Performing Assets	
(a) Related parties	Nil
(b) Other than related parties	Nil
iii) Assets acquired in satisfaction of debt	Nil

For and on behalf of the Board of Directors


Khushru Jijina


V.C. Vadodaria

Mumbai, 27th May, 2010

THE SWASTIK SAFE DEPOSIT & INVESTMENTS LTD.

CASH FLOW FOR THE YEAR ENDED 31.03.2010

	(Rs. in lakhs)	
	Year Ended 31.03.2010	Year Ended 31.03.2009
A. Cash Flow from Operating activities		
Net Profit before tax & extra ordinary items	1,296.51	(603.31)
Adjusted for :		
Depreciation	-	-
Dividend Income	(304.75)	(257.85)
Interest Income	(50.43)	(1,482.75)
Interest Paid on Loans	555.94	2,448.55
Operating profit Before working Capital Changes	1,497.27	104.64
Adjusted for :		
Decrease/ (Increase) in current assets	(346.08)	(173.45)
Increase/ (Decrease) in current liabilities	299.62	(283.36)
Cash Generated from operations	1,450.82	(352.17)
Tax Adjustments	(340.00)	(54.00)
Cash flow before Prior Period Items	1,110.82	(406.17)
Prior Period Items:		
Income tax adjustments	7.43	(4.14)
NET CASH FLOW FROM OPERATING ACTIVITIES	1,118.25	(410.31)
B. Cash flow from Investing activities		
Purchase of Investment	-	(4,388.49)
Dividend Income	304.75	257.85
NET CASH GENERATED FROM INVESTING ACTIVITIES	304.75	(4,130.64)
C. Cash flow from financing activities		
Dividend and Dividend tax paid	(2.81)	(2.81)
Interest Paid on Loan	(555.94)	(2,448.55)
Interest received on loan	50.43	1,482.75
Loans received	(801.34)	(6,326.45)
Loans given	(113.82)	11,833.64
NET CASH GENERATED IN FINANCING ACTIVITIES	(1,423.49)	4,538.58
NET CHANGES IN CASH & CASH EQUIVALENTS(A+B+C)	(0.48)	(2.37)
CASH & CASH EQUIVALENTS - OPENING BALANCE	0.96	3.33
CASH & CASH EQUIVALENTS - CLOSING BALANCE	0.48	0.96

As per our report attached
For and on behalf of

M/s. KULKARNI & KHANOLKAR

Chartered Accountants

P.M. Parulekar

P.M. Parulekar

Partner

Mumbai, 27th May, 2010

KULKARNI & KHANOLKAR
(REGISTERED)
CHARTERED ACCOUNTANTS,
BELL BUILDING,
SIR PHIROZSHAH MEHTA ROAD,
FORT, MUMBAI-400 001.

For and on behalf of the Board of Directors

K. D. Jijina

Khushru Jijina

Mumbai, 27th May, 2010

V.C. Vadodaria

V.C. Vadodaria

AUDITOR'S CERTIFICATE

We have verified the above cash flow statement of The Swastik Safe Deposit & Investments Limited compiled from the audited annual financial statements for the year ended March 31, 2010 and found the same in accordance therewith and also with the requirements of clause 32 of the listing agreements with Stock Exchanges.

FOR M/S KULKARNI & KHANOLKAR
Chartered Accountants

P.M. Parulekar

P.M. Parulekar
(PARTNER)

KULKARNI & KHANOLKAR
(REGISTERED)
CHARTERED ACCOUNTANTS,
BELL BUILDING,
SIR PHIROZSHAH MEHTA ROAD,

KULKARNI & KHANOLKAR (REGISTERED)
CHARTERED ACCOUNTANTS

13/14, Bell Building,
Sir Pheroza Shah Mehta Road,
Fort, MUMBAI - 400 001.
Tel No: (022) 22874113 & 22874043
Fax No. : (022) 22043011.
E-mail: kulkarniandkhanolkar@gmail.com

**Auditor's Report on Consolidated Financial Statements to the
Members of the Swastik Safe Deposit & Investments Ltd.**

1. We have audited the attached Consolidated Balance Sheet of Swastik Safe Deposit & Investments Ltd., as at 31st March 2010, the Consolidated Profit and Loss Account and also the Consolidated Cash Flow Statement for the year ended on 31st March, 2010 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 the 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 management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. We have not audited the financial statements of Savoy Finance & Investments Pvt. Ltd. and Nandini Piramal Investments Pvt. Ltd. which are the subsidiaries, whose financial statements reflect total assets (net) of Rs. 2624.93 lakhs and total revenue of Rs. 267.25 lakhs and Cash Flows amounting to Rs. (0.87) lakhs from their activities. These financial statements and other financial information have been audited by other Auditors (except the Cash Flow Statements) whose reports have been furnished to us by the Management and our opinion is based solely on the reports of other Auditors.
4. We report that the financial statements have been prepared by the Company's Management in accordance with the requirements of Accounting Standard-21 on Consolidated Financial Statements.



5. 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 purposes 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 accounts
- (iv) 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;
- (v) In our opinion and to the best of our information and according to the explanations given to us, the said 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:



KULKARNI & KHANOLKAR (REGISTERED)
CHARTERED ACCOUNTANTS

13/14, Bell Building,
Sir Pherozeshah Mehta Road,
Fort, MUMBAI - 400 001.
Tel No: (022) 22874113 & 22874043
Fax No. : (022) 22043011.
E-mail: kulkarniandkhanolkar@gmail.com

- (a) in the case of the Consolidated Balance Sheet, of the state of affairs of the company as at 31st March 2010.
- (b) in the case of the Consolidated Profit and Loss Account, of the PROFIT for the year ended on 31st March 2010, and
- (c) in the case of the Consolidated Cash Flow Statement, of the cash flow for the year ended on 31st March, 2010.

For KULKARNI & KHANOLKAR
Chartered Accountants
Firm Regn No. 105407W

P.M. Parulekar

P.M.Parulekar
Partner
M. no.36362

Place : Mumbai
Date : 27th May , 2010

KULKARNI & KHANOLKAR
(REGISTERED)
CHARTERED ACCOUNTANTS,
BELL BUILDING,
SIR PHIROZSHAH MEHTA ROAD,
FORT, MUMBAI - 400 001.

THE SWASTIK SAFE DEPOSIT & INVESTMENTS LIMITED (Consolidated)
BALANCE SHEET AS AT 31ST MARCH, 2010

	Schedule No.	Current Year (Rs.)	Previous Year (Rs.)
SOURCES OF FUNDS :			
1. Shareholders' Fund:			
Capital	1	2,400,000	2,400,000
Reserves & Surplus	2	205,359,882	98,773,298
2. Loan Funds :			
Unsecured loans	3	992,115,466	1,080,085,916
		<u>1,199,875,348</u>	<u>1,181,259,214</u>
APPLICATION OF FUNDS :			
1. Fixed Assets			
Trade mark			1
2. Investments			
	4	1,020,299,180	1,020,299,178
3. Current Assets, Loans and Advances			
	5	222,141,538	175,984,721
Less: Current Liabilities & Provisions			
Current Liabilities	6	2,114,025	8,577,415
Provisions		40,451,345	6,447,271
		<u>42,565,370</u>	<u>15,024,686</u>
Net Current Assets		<u>179,576,168</u>	<u>160,960,035</u>
TOTAL		<u><u>1,199,875,348</u></u>	<u><u>1,181,259,214</u></u>
NOTES TO ACCOUNT	10		

Schedules referred to above and notes attached thereto form an integral part of Profit & Loss Account.
This is the Profit & Loss referred to in our report of even date.

M/S KULKARNI & KHANOLKAR
Chartered Accountants

P.M. Parulekar

P.M. PARULEKAR

Partner

Mumbai, 27th May, 2010

For and on behalf of the Board of Directors

K. B. Jijina *V.C. Vadodaria*

Khushru Jijina

V.C. Vadodaria

Mumbai, 27th May, 2010

KULKARNI & KHANOLKAR
(REGISTERED)
CHARTERED ACCOUNTANTS,
BELL BUILDING,
SIR PHIROZSHAH MEHTA ROAD,
FORT, MUMBAI-400 001.

THE SWASTIK SAFE DEPOSIT & INVESTMENTS LIMITED (Consolidated)
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2010

		Current Year (Amount in Rupees)	Previous year (Amount in Rupees)
INCOME :			
Interest Received		5,062,974	148,275,300
Dividend		57,179,282	52,917,781
Other Income	7	149,999,999	10,714,368
		<u>212,242,255</u>	<u>211,907,449</u>
EXPENDITURE :			
Administrative Expenses	8	331,231	275,827
Financing Cost	9	71,783,026	269,917,900
		<u>72,114,257</u>	<u>270,193,727</u>
PROFIT BEFORE DEPRECIATION AND TAXATION		140,127,998	(58,286,278)
Provision for Income Tax		34,005,000	5,400,000
PROFIT AFTER TAX.		106,122,998	(63,686,278)
Less: Extra Ordinary Items			
Income Tax adjustments		743,446	(414,049)
Balance of Profit (loss) Brought Forward		37,591,580	102,381,606
DISPOSABLE PROFIT		144,458,024	38,281,278
APPROPRIATION :			
Section 45 IC(1) of Reserve Bank of India Act ,1934		2,095,362	408,911
Proposed dividend		240,000	240,000
Tax on Proposed Dividend		39,862	40,788
Balance carried to Balance Sheet		142,082,800	37,591,580
		<u>144,458,024</u>	<u>38,281,278</u>

Notes to accounts :

10

Schedules referred to above and notes attached thereto form an integral part of Profit & Loss Account.
This is the Profit & Loss referred to in our report of even date.

M/S KULKARNI & KHANOLKAR

Chartered Accountants

P.M. Parulekar

P.M. PARULEKAR

Partner

Mumbai, 27th May, 2010

For and on behalf of the Board of Directors

K. Jijima

Khushru Jijima

Mumbai, 27th May, 2010

V.C. Vadodaria

V.C. Vadodaria

KULKARNI & KHANOLKAR

(REGISTERED)

CHARTERED ACCOUNTANTS,

BELL BUILDING,

SIR PHIROZSHAH MEHTA ROAD,

FORT, MUMBAI-400 001.

THE SWASTIK SAFE DEPOSIT & INVESTMENTS LIMITED (Consolidated)
Schedules Attached To And Forming Part Of Balance Sheet For The Year Ended 31.3.2010

	Current Year (Rs.)	Previous Year (Rs.)
SCHEDULE 1 : SHARE CAPITAL :		
Authorised :		
250,000 (2,50,000) Equity Shares of Rs.10/- each fully paid up	<u>2,500,000</u>	<u>2,500,000</u>
Issued, Subscribed and paid up :		
240,000 (2,40,000) Equity Shares of Rs.10/- each fully paid up	<u>2,400,000</u>	<u>2,400,000</u>
SCHEDULE 2 : RESERVES & SURPLUS :		
Capital Reserve:		
Balance as per last Balance Sheet	3,746,325	3,746,325
Capital redemption reserve :	9,500	9,500
General reserve		
Balance as per last Balance Sheet	19,466,851	19,466,851
Add: Transfer during the year	-	-
	<u>19,466,851</u>	<u>19,466,851</u>
Reserve Fund Under RBI :		
Balance as per last Balance Sheet	37,959,043	37,550,132
Add: Transfer during the year	2,095,362	408,911
	<u>40,054,405</u>	<u>37,959,043</u>
Profit & Loss Account	142,082,801	37,591,580
	<u>205,359,882</u>	<u>98,773,298</u>
SCHEDULE 3 : UNSECURED LOANS :		
Loan from Others	<u>992,115,466</u>	<u>1,080,085,916</u>



THE SWASTIK SAFE DEPOSIT & INVESTMENTS LIMITED (Consolidated)

SCHEDULE '4' INVESTMENTS (LONG TERM) ATTACHED TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2010

No. of Shares/Deb.	Previous Year (Rs)	Sr. No.	Name of the Company	Face value	No. of Shares/Deb.	Current Year
		I.	QUOTED:			
13,579,264	991,765,348		1) Equity shares (Fully paid up) : a) Piramal Healthcare Ltd.	2	13,579,264	991,765,350
1,055,111	16,983,546		b) Piramal Glass Ltd.	10	1,055,111	16,983,546
840,706	-		c) Piramal Life Sciences Ltd.	10	1,218,923	-
15,475,081	1,008,748,893					1,008,748,895
		II.	UNQUOTED			
50,000	1,343,800		1) Equity Shares (Fully Paid up) : a) The Travancore Cements Ltd	10	50,000	1,343,800
112	860		b) Pilani Investments Corporation Ltd	10	112	860
			2) Preference Shares			
95,715	9,165,450		a) 15% Non-Cumulative Pref. shares (Fully paid) Piramal Enterprises Ltd	10	95,715	9,165,450
450	1,040,175		b) 5% Cumulative redeemable Pref. shares of PHL Holdings Pvt. Ltd.	10	450	1,040,175
	11,550,285					11,550,285
	1,020,299,178		TOTAL			1,020,299,180

Current Year

Previous Year

	Book Value	Market Value	Book Value	Market Value
Quoted Investments	1,008,748,895	6,011,000,316	1,008,748,894	2,730,610,652



SCHEDULE 5 : CURRENT ASSETS, LOANS & ADVANCES:

a) Current Assets :		
With Scheduled banks in		
Current Accounts	93,605	399,432
b) Sundry Debtors		
(Unsecured, considered good)		
Outstanding for less than six months	-	2,111,728
c) Loans and Advances :		
(Unsecured, considered good)		
Advance Tax (2008-09)	3,400,000	-
Advance Tax (2009-10)	33,449,000	-
Tax Deducted at Source/Self Asst Tax	29,861,748	32,970,664
Income tax refund receivable	26,761,175	26,017,729
Interest on Income tax refund receivable	2,237,913	-
Loan to Companies and Others	126,338,098	114,485,169
	<u>222,141,539</u>	<u>175,984,721</u>

SCHEDULE 6 : CURRENT LIABILITIES & PROVISIONS:

a) Current Liabilities:		
Liabilities for Expenses	334,376	42,551
Unpaid Dividend	25,715	5,443
Tax Deducted at Source Payable	1,753,934	8,529,422
	<u>2,114,025</u>	<u>8,577,415</u>
b) Provisions:		
Provision for Income Tax (A.Y.07-08)	30,000	30,000
Provision for Income Tax (A.Y.06-07)	736,483	736,483
Provision for Income Tax (A.Y.2009-10)	5,400,000	5,400,000
Provision for Income Tax (A.Y.2010-11)	34,005,000	-
Proposed Dividend	240,000	240,000
Tax on Proposed Dividend	39,862	40,788
	<u>40,451,345</u>	<u>6,447,271</u>

SCHEDULE 7 : OTHER INCOME:

Royalty Received	-	10,714,081
Profit on Sale of Trademark	149,999,999	-
	<u>149,999,999</u>	<u>10,714,081</u>

SCHEDULE 8 : ADMINISTRATIVE EXPENSES :

Directors Fees	12,250	9,750
DP Charges	5,386	1,436
Advertisement Expenses	131,369	68,822
<u>Auditors Remuneration:</u>		
Audit fees	40,260	29,230
Tax Audit fees	5,516	2,758
General Expenses	37,852	81,669
Legal & Professional Charges	98,598	82,163
	<u>331,231</u>	<u>275,827</u>

SCHEDULE 9 : FINANCING COST

Interest Paid	71,783,026	269,917,900
	<u>71,783,026</u>	<u>269,917,900</u>



THE SWASTIK SAFE DEPOSIT & INVESTMENTS LTD. (Consolidated)

**SCHEDULE 10 : NOTES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED
31st MARCH 2010**

1 Significant Accounting Policies:

i) Basis of Accounting:

Financial Statements are prepared on accrual basis of accounting.

ii) Fixed Assets:

All the fixed assets are stated at cost of acquisition less accumulated depreciation.

iii) Investments:

a) Investments (Long Term) are stated at cost.

iv) Interest on Demand/Call loans:

Interest on demand/call loans are accounted as on year end or on date of repayment of demand/call loans whichever is earlier.

v) Deferred Tax Liabilities/ Assets:

There are no deferred tax assets / liabilities.

vi) Prior Period Items:

Prior period adjustments represent excess provision for tax / demands for earlier years.

2 Contingent Liability:

Disputed Income Tax demands for Penalty matter for Assessment Year 2004-05 Rs. 33 Lacs .
The company has preferred appeal against all the above order.

3 As the Company is not a manufacturing company, the information required under clause 4C of Part II of Schedule VI of the Companies Act, 1956 has not been given.

4 Earnings Per Share [Accounting Standard 20]

	[Amounts in lacs]	
	Current Year	Previous Year
Net Profit as per P&L A/c before interest and tax	2119.11	2116.32
Less : Interest	717.83	2699.18
Net Profit after Interest , before Tax	1401.28	(582.86)
Less : Tax Provision	340.05	54.00
Net Profit after Tax	1061.23	(636.86)
Less : Preference dividend	-	-
Earnings available to Equity Shareholders (Before extra-ordinary item)	1061.23	(636.86)
Less : Extra Ordinary Item	(7.43)	4.14
Earnings available to Equity Shareholders	1068.66	(641.00)
Equity Shares	2.40	2.40
Earnings Per Share (Before extra-ordinary Items)	442.18	(265.36)
Earnings Per Share (After extra-ordinary Items)	445.28	(267.08)



5 Related Party Disclosure [Accounting Standard 18]

a) Subsidiary Companies
Nandini Piramal Investments Private Limited
Savoy Finance & Investments Private Limited

Associates
Piramal Healthcare Limited

b) Transaction with Related Parties

Amount in lakhs

Piramal-Healthcare Ltd.

Profit on Sale of Trademark
1500

6 Principles of Consolidation :

The consolidated financial statements relates to The Swastik Safe Deposits & Investments Ltd. and its subsidiaries. The consolidated financial statements have been prepared on the following basis :
In respect of Subsidiary Companies, the financial statements have been consolidated on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and unrealised profits/ losses on intra-group transactions as per Accounting Standard - AS21 "Consolidated Financial Statements".

7 The company has been advised that as there is no tax effect of timing difference based on the estimated computation for a reasonable period, there is no provision for deferred tax in terms of Accounting Standard (AS 22) on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India.

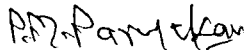
8 The company has not received information from vendor regarding there status under the Micro Small Medium Enterprises Develoment Act, 2006 and hence disclosure relating to amounts unpaid at the year end together with interest paid or payable under this act have not been given

9 Figures for the previous year are regrouped or rearranged wherever necessary.

Signatures to schedule 1 to 10

M/S KULKARNI & KHANOLKAR

Chartered Accountants

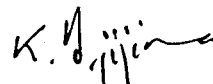


P.M. PARULEKAR

Partner

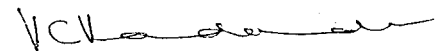
Mumbai, 27th May, 2010

For and on behalf of the Board of Directors



Khushru Jijira

Mumbai, 27th May, 2010



V.C. Vadodaria

KULKARNI & KHANOLKAR

(REGISTERED)

CHARTERED ACCOUNTANTS,

BELL BUILDING,

SIR PHIROZSHAH MEHTA ROAD,

FORT, MUMBAI-400 001.

THE SWASTIK SAFE DEPOSIT & INVESTMENTS LTD. (Cohsolidated)
CASH FLOW FOR THE YEAR ENDED 31.03.2010

	(Rs.in lakhs)	
	Year Ended 31.03.2010	Year Ended 31.03.2009
A. Cash Flow from Operating activities		
Net Profit before tax & extra ordinary items	1,401.28	(582.86)
Adjusted for :		
Dividend Income	(571.79)	(529.18)
Interest Income	(50.63)	(1,482.75)
Interest Paid on Loans	717.83	2,699.18
Operating profit Before working Capital Changes	1,496.69	104.39
Adjusted for :		
Decrease/ (Increase) in current assets	(346.10)	(173.59)
Increase/ (Decrease) in current liabilities	275.41	(355.54)
Cash Generated from operations	1,426.00	(424.74)
Tax Adjustments	(340.05)	(54.00)
Cash flow before Prior Period Items	1,085.95	(478.74)
Prior Period Items :		
Income Tax adjustments	7.43	(4.14)
NET CASH FLOW FROM OPERATING ACTIVITIES	1,093.38	(482.88)
B. Cash flow from Investing activities		
Purchase of Investment	(0.00)	(4,388.49)
Sale of Investment		
Dividend Income	571.79	529.18
NET CASH USED IN INVESTING ACTIVITIES	571.79	(3,859.31)
Cash flow from financing activities		
Dividend and Dividend tax paid	(2.80)	(2.81)
Interest Paid on Loan	(717.83)	(2,699.18)
Interest received on loan	50.63	1,482.75
Loans received	(879.70)	(6,273.31)
Loans given	(118.53)	11,833.64
NET CASH GENERATED IN FINANCING ACTIVITIES	(1,668.23)	4,341.10
NET CHANGES IN CASH & CASH EQUIVALENTS(A+B+C)	(3.05)	(1.10)
CASH & CASH EQUIVALENTS - OPENING BALANCE	3.99	5.09
CASH & CASH EQUIVALENTS - CLOSING BALANCE	0.94	3.99

M/S KULKARNI & KHANOLKAR
Chartered Accountants

P.M. Parulekar

P.M. PARULEKAR
Partner

Mumbai, 27th May, 2010

KULKARNI & KHANOLKAR
(REGISTERED)
CHARTERED ACCOUNTANTS,
BELL BUILDING,
SIR PHIROZSHAH MEHTA ROAD,
FORT, MUMBAI-400 001.

For and on behalf of the Board of Directors

K. N. Jina

Khushru Jina

Mumbai, 27th May, 2010

V.C. Vadodaria

V.C. Vadodaria

AUDITOR'S CERTIFICATE

We have verified the above consolidated cash flow statement of The Swastik Safe Deposit & Inv. Ltd. compiled from the audited annual financial statements for the year ended March 31, 2010 and found the same in accordance therewith and also with the requirements of clause 32 of the listing agreements with stock exchange

FOR M/S KULKARNI & KHANOLKAR
Chartered Accountants

P.M. Parulekar

P.M. PARULEKAR
(PARTNER)

KULKARNI & KHANOLKAR
(REGISTERED)
CHARTERED ACCOUNTANTS,
BELL BUILDING

**SURENDRA KANSTIYA ASSOCIATES
COMPANY SECRETARIES**

A/304, RAHUL SOCIETY,
OPP. POINSUR GYMKHANA,
NEW SAI BABA NAGAR,
KANDIVLI (WEST),
MUMBAI 400067

COMPLIANCE CERTIFICATE

Registration No. of the Company: 11-3151
Nominal Capital : Rs. 25 Lakhs

To,
The Members,
The Swastik Safe Deposit & Investments Limited,
4th Flr., Piramal Tower Annexe,
Ganpatrao Kadam Marg,
Lower Parel,
Mumbai 400013

We have examined the registers, records, books and papers of The Swastik Safe Deposit & Investments Limited (the Company) as required to be maintained under the Companies Act, 1956, (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March 2010 (financial year). In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company, its officers and agents, we certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions of the Act and the rules made thereunder and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies, within the time prescribed under the Act and the rules made thereunder except the Forms mentioned at S.No. 3 to 6, where the Forms have been filed with the additional fee. The Company was not required to file any form or return with Regional Director, Central Government, Company Law Board or other authorities.
3. The Company, being a public limited Company, has the minimum prescribed paid up capital.
4. The Board of Directors duly met 11 times respectively on 20.04.2009, 27.04.2009, 01.06.2009, 30.06.2009, 31.07.2009, 28.08.2009, 25.09.2009, 30.10.2009, 14.12.2009, 19.01.2010 and 29.03.2010 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.
5. The Company closed its Register of Members from 18th September 2009 to 25th September 2009 however the previous notice by advertisement in the newspaper has not been given in this regard.
6. The annual general meeting for the financial year ended on 31st March 2009 was held on 25th September 2009 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No Extra-ordinary general meeting was held during the financial year.
8. The Company has not advanced any loans to its directors or persons or firms or companies referred to under Section 295 of the Act.
9. The Company has not entered into any contracts falling within the purview of section 297 of the Act.



10. The Company has made necessary entries in the Register maintained under section 301 of the Act.

11. As there were no instances falling within the purview of section 314 of the Act, the Company has not obtained any approvals from the Board of directors, members or Central Government, as the case may be.

12. The Company has not issued any duplicate certificate during the financial year.

13. The Company has:

- (i) not made any allotment/transfer/transmission of securities during the financial year;
- (ii) deposited the amount of dividend declared in a separate bank account with HDFC Bank, Nanik Motwani Marg, Wadia Building, Fort, Mumbai on 25th September 2009 which is also the date of declaration of dividend;
- (iii) paid/posted demand drafts issued by the said HDFC Bank for dividends to all the members within a period of 30 days from the date of declaration and that all unclaimed/unpaid dividend has been kept deposited with HDFC Bank, Nanik Motwani Marg, Wadia Building, Fort, Mumbai;
- (iv) no amount lying in the Books of Account in respect of unpaid dividend, application money due for refund, matured deposits, matured debentures and the interest accrued thereon;
- (v) duly complied with the requirements of section 217 of the Act.

14. The Board of directors of the Company is duly constituted. There was appointment of 2 directors during the financial year at the annual general meeting of the Company.

15. The Company has not appointed any managing director/whole-time director/manager during the financial year.

16. The Company has not appointed any sole selling agents during the financial year.

17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar of Companies and/or such authorities prescribed under the various provisions of the Act.

18. The directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rule made thereunder.

19. The Company has not issued any shares, debentures or other securities during the financial year.

20. The Company has not bought back any shares during the financial year.

21. As there were no preference shares or debentures issued, there was no redemption of preference shares or debentures during the financial year under review.

22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.

23. The Company has not invited/accepted any deposits including any unsecured loans falling within the purview of section 58A during the financial year.

24. The amount borrowed by the Company during the financial year ending 31st March 2010 are within the borrowing limits of the Company and that necessary resolution as per section 293(1)(d) of the Act had been passed in duly convened general meeting.

25. The Company has made loans and investments, or given guarantees or provided securities to other bodies corporate in compliance with the provisions of the Act and has made necessary entries in the register kept for the purpose.



26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered office from one State to another during the year under scrutiny.

27. The Company has not altered the provisions of the Memorandum with respect to the objects of the Company during the year under scrutiny.

28. The Company has not altered the provisions of the Memorandum with respect to name of the Company during the year under scrutiny.

29. The Company has not altered the provisions of the Memorandum with respect to share capital of the Company during the year under scrutiny.

30. The Company has not altered its articles of association during the financial year.

31. There was no prosecution initiated against or show cause notices received by the company, during the financial year, for offences under the Act.

32. The Company has not received any money as security from its employees during the financial year.

33. The Company has not constituted Provident Fund for its employees and as such, Section 418 of the Act is not applicable to the Company.

Place: Mumbai

Signature:



Date: 27.05.2010

Name of the Company Secretary: Surendra U. Kanstiya

C.P.No.: 1744



**ANNEXURE "A" TO THE COMPLIANCE CERTIFICATE
OF THE SWASTIK SAFE DEPOSIT & INVESTMENTS LIMITED
Registers as maintained by the Company**

1. Register of Charges u/s 143.
2. Register of Member u/s 150.
3. Register of Contracts, companies and firms in which directors are interested u/s 301(3).
4. Register of Director, Managing Director, Secretary u/s 303.
5. Register of Directors' Shareholdings u/s 307.
6. Register of Transfers.
7. Register of Loans, Investments etc. u/s 372A.
8. Minutes Book of Board Meeting & General Meeting under the Companies Act, 1956.

**ANNEXURE "B" TO THE COMPLIANCE CERTIFICATE OF
SWASTIK SAFE DEPOSIT & INVESTMENTS LIMITED**

Forms and Returns as filed by the Company during/relating to the financial year ending 31.03.2010

* With Registrar of Companies:

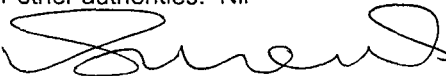
Sr. No.	Form No./ Return	Filed Under Section	For	Date of Filing#	Whether Filed within Prescribed time	If delay in filing Whether requisite additional fees paid Yes/No
1.	Form 62	163	Advance copy to the Registrar of Companies, of proposed special resolution	16.09.2009	Yes	N.A.
2.	Form No.32	303	Resignation by Mr S Jain, Mr Vijay Shah and Mr N Santhanam and appointment of Ms. Nandini Piramal and Mr K B Jijina as director w.e.f.25.09.2009	06.10.2009	Yes	N.A.
3.	Form No.23	192	Special Resolution passed under section 163	23.11.2009	No	Yes
4.	Form 20B (Annual Return)	159	A.G.M. held on 19.09.2009	18.12.2009	No	Yes
5.	Form No 66 (Compliance Certificate)	383A	Year ended 31.03.2009	13.01.2010	No	Yes
6.	Form 23AC and Form 23ACA (Annual Accounts)	220	Year ended 31.03.2009	21.01.2010	No	Yes

Date of uploading of Form

* With Regional Director, Central Govt. or other authorities: Nil

Place: Mumbai

Signature:



Name of the Company Secretary: Surendra U. Kanstiya

Date: 27.05.2010

C.P.No. : 1744



SAVOY FINANCE & INVESTMENTS PRIVATE LIMITED

Regd. Office :

4th Floor, Piramal Tower Annexe, Ganpatrao Kadam Marg, Lower Parel, Mumbai 400 013.**DIRECTORS' REPORT****TO THE SHAREHOLDERS**

The Directors present their 34th Annual Report on the affairs of the Company for the year ended 31st March, 2010 together with the Audited Statement of Accounts.

	Current Year	Previous Year
	-----	-----
	(31-03-2010)	(31-03-2009)
	(Rs.)	(Rs.)
1. WORKING RESULTS		

Income	2,64,95,839	2,69,24,592
Expenditure	1,62,42,508	2,50,76,603
	-----	-----
Profit for the year:	1,02,53,330	18,47,989
Balance of Profit brought forward	3,42,43,367	3,27,64,976
	-----	-----
Profit available for appropriation	4,44,96,697	3,46,12,965
	=====	=====

Total Profit amounting to Rs.4,44,96,697/- is appropriated as under :

APPROPRIATION		
Transfer to Reserve Fund in terms of Section 45 IC(1) of Reserve Bank of India Act, 1934	20,50,666	3,69,598
Balance carried to Balance Sheet	4,24,46,031	3,42,43,367
	-----	-----
	4,44,96,697	3,46,12,965
	=====	=====

2. DIVIDEND

With a view to conserve the resources of the Company, the Directors do not recommend any dividend for the year under report.

3. WORKING OF THE COMPANY

The Directors are making efforts to improve the performance of the Company in the current year.

4. PARTICULARS OF EMPLOYEES

There was no employee during the year in receipt of remuneration prescribed under Section 217(2A) of the Companies Act, 1956.

5. DIRECTOR

Mr. N.Santhanam relinquished his office as Director of the Company w.e.f. 28th August, 2009 and Ms. Nandini Piramal was appointed as a Director, in the casual vacancy caused due to resignation of Mr. N.Santhanam.

6. DIRECTORS' RESPONSIBILITY STATEMENT

As required Under Section 217(2AA) of the Companies Act, 1956, ("the Act") we hereby state :

- (i) That in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- (ii) That the 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 as at 31st March, 2010 and its Profit the year ended on that date;
- (iii) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) That the Directors have prepared the annual accounts on a going concern basis.

6. AUDITORS

The Auditors, M/s. D.Dadheech & Co., Chartered Accountants, Mumbai, retire as Auditors of the Company at the ensuing Annual General Meeting and are eligible for re-appointment.

For and on behalf of the Board


NANDINI PIRAMAL
DIRECTOR


V.C. VADODARIA
DIRECTOR

Mumbai

Dated : 27th May, 2009



319-320, REX CHAMBERS, W. H. MARG, BALLARD ESTATE, MUMBAI - 400 001.
OFF. : 2269 5182 □ TEL. / FAX : 2261 8117 □ RESL. : 2872 2479 - 2872 7639

AUDITOR'S REPORT TO THE MEMBERS
M/s. SAVOY FINANCE & INVESTMENTS PRIVATE LIMITED

We have audited the attached Balance Sheet of M/s. SAVOY FINANCE & INVESTMENTS PRIVATE LIMITED. as at 31st March, 2010 and the Profit and Loss Account for the period 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.

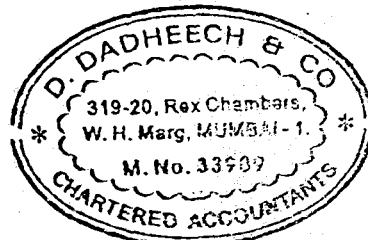
We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

We report as under:

- I. As required by the Companies (Auditor's Report) Order, 2003 issued by Central Government in terms of Section 227 (4A) of the Companies Act, 1956, on the basis of such checks of the books and records as we considered appropriate and the information and explanations given to us during the course of the audit, we annexure hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent applicable to the company.
- II. Further to our comments in the Annexure referred to in paragraph I above:
 - (a) 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;
 - (b) In our opinion, proper books of account as required by law, have been kept by the Company so far as appears from our examinations of the books;
 - (c) The Balance Sheet, Profit and Loss Account dealt with by this report are in agreement with the books of account;
 - (d) In our opinion, the Balance Sheet, the Profit and Loss Account dealt with by this report is in compliance 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 Directors of the Company as on 31st March, 2010, and taken on record by the Board of Directors of the Company, we report that none of the Directors of the Company is prima facie 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 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 give the information required by the Companies Act, 1956, in the manner so required;
 - (g) The said accounts give a true and fair view in conformity with the 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; and
 - (ii) In case of the Profit and Loss Account, of the Profit of the Company for the period ended on that date.

PLACE: MUMBAI

DATE: 27 MAY 2010



D. DADHEECH & CO.
CHARTERED ACCOUNTANTS

(Signature)
(DEVESH H. DADHEECH)

PROPRIETOR

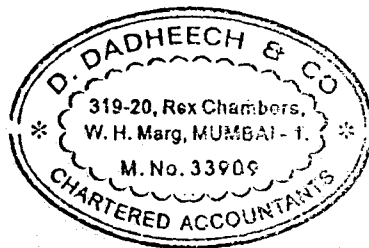
ANNEXURE REFERRED TO IN PARAGRAPH I OF OUR REPORT OF EVEN
DATE TO THE MEMBERS OF
M/s. SAVOY FINANCE & INVESTMENTS PRIVATE LIMITED

1. a] The Company does not have any fixed assets except goodwill
- b] Physical verification of Fixed Assets does not arise.
- c] The Company has not disposed of any fixed assets during the year.
2. The company does not have any inventory, therefore the provisions of clauses 4 (ii) of the companies (Auditor's Report) Order 2003 are not applicable to the company.
3. The Company has not granted unsecured loans to any company covered in the register maintained under section 301 of the Companies Act, 1956 therefore the provisions of clauses 4(iii) of the companies (Auditor's Report) Order 2003 are not applicable to the company.
3. The Company has not granted any loans, secured or unsecured to companies , Firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956 and / or to the companies under the same management as defined under section 370 (B) of the companies Act, 1956.
4. 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, fixed assets. Further, on the basis of our examination and according to the information and explanations given to us, we have neither come across nor have we been informed of any instance of major weaknesses in the aforesaid internal control procedures.
5. i) In our opinion and according to the information and explanation given to us there have been transactions referred to in Section 301 of the Companies Act, 1956 that need to be entered in the register maintained under that section.

ii) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 have been made at price having regard to prevailing market prices at the relevant time.

6. During the year, the Company has not accepted any deposits from 'public' attracting the provisions of Section 58A of Companies Act 1956 and the Companies (Acceptance of Deposits) Rules 1975.
7. The Company has an adequate internal audit system, commensurate with its size and nature of business.
8. The Company is not required to maintain books of account pursuant to the Order made by the Central Government for the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956
9. The Company does not have any employees hence the provisions of clause 4 (ix) are not applicable.
10. The Company does not have any accumulated losses at the end of the financial year. Company has incurred cash losses during the year as well as in the immediately preceding financial year.
11. According to the information and explanations given to us there are no borrowing from any financial institution or banks. hence the provisions of clause 4 (xi) are not applicable.
12. According to the information and explanations given to us and based on the documents and records produced to us, the Company has not granted loans or 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 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 in or trading in shares, securities, debenture 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. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
16. The Company did not have any term loans outstanding during the year.
17. The company has not applies any short term funds for long term investments.
18. The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
19. The Company did not have any outstanding debentures during the year.
20. The Company has not raised any money through a public issue during the year.
21. Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.



For D. Dadheech & Co.
Chartered Accountants

D. Dadheech

Devesh H. Dadheech
Proprietor
M.No.33909

SAVOY FINANCE & INVESTMENTS PRIVATE LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2010

	Schedule No.	As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
I. SOURCES OF FUNDS :			
1. Shareholders' Fund :			
A) Share Capital	1	100,000	100,000
B) Reserves & Surplus	2	58,233,931	47,980,601
Unsecured Loans	3	200,835,494	208,671,515
		<u>259,169,425</u>	<u>256,752,116</u>
II. APPLICATION OF FUNDS :			
1. Investments	4	259,316,726	259,316,726
2. Current Assets, Loans and advances	5	251,815	261,051
Less : Current Liabilities & Provisions	6	399,115	2,825,661
Net Current Assets		<u>(147,300)</u>	<u>(2,564,610)</u>
		<u>259,169,425</u>	<u>256,752,116</u>
Notes to Accounts	7		

As per our report of even date attached

For D DADHEECH & CO.

Chartered Accountants

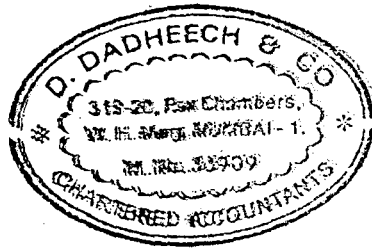
Devesh Dadheech

Devesh Dadheech

Proprietor

M.No.33909

Mumbai, 27th May, 2010



For and on behalf of the Board of Directors

Nandini Piramal

Nandini Piramal

V.C. Vadodaria

V.C. Vadodaria

SAVOY FINANCE & INVESTMENTS PRIVATE LIMITED
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2010

	As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
INCOME :		
Dividend Received	26,495,839	26,924,592
	<u>26,495,839</u>	<u>26,924,592</u>
EXPENDITURE :		
Interest Paid	16,189,405	25,062,764
Audit Fees	4,412	4,412
Tax Audit Fees	2,758	-
Professional Fees	17,728	8,427
Administrative expenses	28,205	1,000
	<u>16,242,508</u>	<u>25,076,603</u>
Profit for the year	10,253,330	1,847,989
Provision For Tax	-	-
Profit after Tax	<u>10,253,330</u>	<u>1,847,989</u>
Balance of Profit / (Loss) brought forward	<u>34,243,367</u>	<u>32,764,976</u>
Disposable Profits	<u>44,496,697</u>	<u>34,612,965</u>
APPROPRIATIONS :		
Transfer to Reserve Fund in Terms of Section 45 IC(1) of Reserve Bank of India Act 1934	2,050,666	369,598
Balance carried to Balance Sheet	<u>42,446,031</u>	<u>34,243,367</u>
	<u>44,496,697</u>	<u>34,612,965</u>
Earning Per Share	1,025	185
Notes to Accounts		

7

As per our report of even date attached

For D DADHEECH & CO.

Chartered Accountants

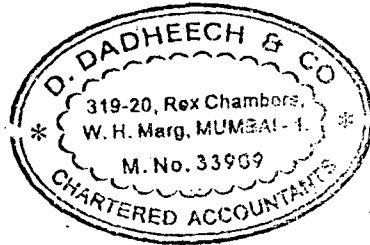
D. D. Dadheech

Devesh Dadheech

Proprietor

M.No.33909

Mumbai, 27th May, 2010



For and on behalf of the Board of Directors

Nandini Piramal

Nandini Piramal

V.C. Vadodaria

V.C. Vadodaria

SAVOY FINANCE & INVESTMENTS PRIVATE LIMITED
SCHEDULE ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31/03/2010

	As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
SCHEDULE 1 : SHARE CAPITAL		
<u>Authorised :</u>		
10000 (10000) Equity Shares of Rs.10/- each	<u>100,000</u>	<u>100,000</u>
<u>Issued, Subscribed and paid up :</u>		
10000 (10000) Equity shares of Rs.10/- each, fully paid up (The entire share capital is held by the holding Co. The Swastik Safe Deposit & Investments Ltd)	<u>100,000</u>	<u>100,000</u>
SCHEDULE 2 : RESERVES & SURPLUS :		
<u>Capital Reserve :</u>		
Balance as per last Balance Sheet	2,875,840	2,875,840
<u>Capital redemption reserve :</u>		
Balance as per last Balance Sheet	9,500	9,500
<u>General Reserve :</u>		
Balance as per last Balance Sheet	701,022	701,022
<u>Reserve Fund in Terms Of Section 45 IC(1) RBI ACT</u>		
Balance as per last Balance Sheet	10,150,872	9,781,274
Add : Additions during the year	2,050,666	369,598
Profit & Loss A/c	<u>42,446,031</u>	<u>34,243,367</u>
	<u>58,233,931</u>	<u>47,980,601</u>
SCHEDULE 3 : UNSECURED LOANS :		
Loan from a Company	<u>200,835,494</u>	<u>208,671,515</u>

SCHEDULE 4 : INVESTMENTS

PARTICULARS	NO. OF SHARES	FACE VALUE	BOOK VALUE	MARKET VALUE
(Non trade)	(Equity)			
QUOTED :				
1.Piramal Healthcare Ltd	6,308,533	2	259,311,726	2,673,871,712
	(6,308,533)	(2)	(259,311,726)	(1,235,841,615)
2. Piramal Glass Ltd	285,837	10	5,000	26,154,086
	(285,837)	(10)	(5,000)	(9,132,492)
3.Piramal Life Sciences Ltd.	630,852	10	-	82,231,558
	(252,635)	(10)	(-)	(11,035,097)
			259,316,726	2,782,257,356
			(259,316,726)	(1,256,009,204)

SCHEDULE 5 : CURRENT ASSETS, LOANS & ADVANCES

	As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
a) Cash & Bank Balances :		
With scheduled banks in		
Current accounts	17,733	26,969
b) Loans & Advances		
(Unsecured, considered good)		
I) Self Asst Tax	13,789	13,789
ii) Income tax deducted at source	220,293	220,293
	<u>251,815</u>	<u>261,051</u>

SCHEDULE 6 : CURRENT LIABILITIES & PROVISIONS

a) Current Liabilities		
Liabilities for expenses	7,170	4,412
Tax deducted at source payable	361,945	2,791,249
Provision for tax	30,000	30,000
	<u>399,115</u>	<u>2,825,661</u>

**SCHEDULE 7 : NOTES ATTACHED TO AND FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH, 2010**

1. Significant Accounting Policies :

- a) The Financial Statements are prepared on accrual basis of accounting
- b) The company has been advised that as there is no tax effect of timing difference based on the estimated computation for a reasonable period, there is no provision for deferred tax in terms of Accounting Standard (AS 22) on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India.

2. Investments :

- i) Long term quoted investments are stated at cost.

3. As the company is not a manufacturing company, the information required under Clause 4C of Part II of schedule VI of the Companies Act, 1956 has not been given.

4. The company has been advised that as there is no tax effect of timing difference based on the estimated computation for a reasonable period, there is no provision for deferred tax in terms of Accounting Standard (AS 22) on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India.

5. The company has not received information from vendor regarding their status under the Micro Small Medium Enterprises Development Act, 2006 and hence disclosure relating to amounts unpaid at the year end together with interest paid or payable under this act have not been given

Earning Per Share (EPS) - EPS is calculated by dividing the profit attributable to the equity shareholders by the average number of equity shares outstanding during the year. Numbers used for calculating basic and diluted earning per equity share are as stated below:

	For the Year ended March 31, 2010 (Rs.)	For the Year ended March 31, 2009 (Rs.)
Profit for the year	10,253,330	1,847,989
Weighted Average number of shares	10,000	10,000
Earning Per Share (EPS)	1,025.33	184.80

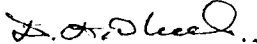
7. The figures of previous year have been regrouped/ rearranged wherever necessary.

Signature to Schedule 1 to 7

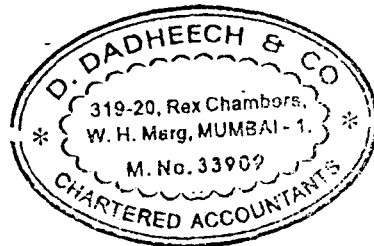
As per our report of even date attached

D. DADHEECH & CO.

Chartered Accountants



Devesh Dadheech
Mumbai
M.No.33909
Mumbai, 27th May, 2010



For and on behalf of the Board of Directors



Nandini Piramal



V.C. Vadodaria

SAVOY FINANCE & INVESTMENTS PVT LTD
STATEMENT PURSUANT TO PART IV OF SCHEDULE VI TO THE COMPANIES ACT, 1956

I Registration details

Registration No. 19033 State Code : 11 Balance Sheet Date 31-Mar-2010

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

Public issue	NIL	Right issue	NIL
Bonus issue	NIL	Private placement	NIL

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

Total liabilities	259,169	Total assets	259,169
-------------------	---------	--------------	---------

Sources of Funds :

Paid up capital	100	Reserves & Surplus	58,234
Secured loans	Nil	Unsecured loans	200,835

Application of Funds :

Net Fixed assets	Nil	Investments	259,317
Net Current assets	(147)	Accumulated Losses :	Nil
Miscellaneous Exp.	Nil		

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

Income	26,496	Total Expenditure	16,243
Profit/(Loss) before Tax	10,253	Profit/(Loss) after Tax	10,253
Earnings per share	1,025	Dividend rate	N.A.

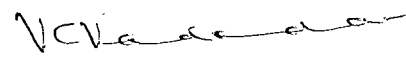
**V Generic names of three principal products/services of the company :
(As per monetary terms)**

Item code No.(ITC code)	N.A
Product description	Financial & Investment Activities

For and on behalf of the Board of Directors



Nandini Piramal
Mumbai, 27th May, 2010



V.C. Vadodaria

Schedule to the Balance Sheet of NBFCs
of Paragraph 9BB of Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998

Particulars		(Rs. in lakhs)	
<u>Liabilities side:</u>			
1	Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid:	Amount out-standing	Amount overdue
	(a) Debentures : Secured	Nil	Nil
	: Unsecured (other than falling within the meaning of public deposits)	Nil	Nil
	(b) Deferred Credits	Nil	Nil
	(c) Term Loans	Nil	Nil
	(d) Inter-corporate loans and borrowing	2008.35	Nil
	(e) Commercial Paper	Nil	Nil
	(f) Public Deposits	Nil	Nil
	(g) Other Loans (specify nature)	Nil	Nil
2	Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):		
	(a) In the form of Unsecured debentures	Nil	Nil
	(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	Nil	Nil
	(c) Other public deposits	Nil	Nil
<u>Assets side:</u>			
3	Break-up of Loans and Advances including bills receivables [other than those included in (4) below]:	Amount outstanding	
	(a) Secured	Nil	Nil
	(b) Unsecured	Nil	Nil
4	Break up of Leased Assets and stock on hire and hypothecation loans counting towards EL/HP activities		
	(i) Lease assets including lease rentals under sundry debtors:		
	(a) Financial lease	Nil	Nil
	(b) Operating lease	Nil	Nil
	(ii) Stock on hire including hire charges under sundry debtors:		
	(a) Assets on hire	Nil	Nil
	(b) Repossessed Assets	Nil	Nil
	(iii) Hypothecation loans counting towards EL/HP activities		
	(a) Loans where assets have been repossessed	Nil	Nil
	(b) Loans other than (a) above	Nil	Nil
5	<u>Break-up of Investments:</u>		
	<u>Current Investments:</u>		
	<u>1. Quoted:</u>		
	(i) Shares: (a) Equity	Nil	Nil
	(b) Preference	Nil	Nil
	(ii) Debentures and Bonds	Nil	Nil
	(iii) Units of mutual funds	Nil	Nil
	(iv) Government Securities	Nil	Nil
	(v) Others (please specify)	Nil	Nil

2. Unquoted:

(i) Shares : (a) Equity	Nil	Nil
(b) Preference	Nil	Nil
(ii) Debentures and Bonds	Nil	Nil
(iii) Units of mutual funds	Nil	Nil
(iv) Government Securities	Nil	Nil
(v) Others (Please specify)	Nil	Nil

Long Term investments :

1. Quoted :

(i) Shares : (a) Equity	2593.17	
(b) Preference	Nil	Nil
(ii) Debentures and Bonds	Nil	Nil
(iii) Units of mutual funds	Nil	Nil
(iv) Government Securities	Nil	Nil
(v) Others (Please specify)	Nil	Nil

2. Unquoted :

(i) Shares : (a) Equity	Nil	
(b) Preference	Nil	Nil
(ii) Debentures and Bonds	Nil	Nil
(iii) Units of mutual funds	Nil	Nil
(iv) Government Securities	Nil	Nil
(v) Others (Please specify)	Nil	Nil

6 Borrower group-wise classification of all leased assets, stock-on-hire and loans and advances :

Category	Amount net of provisions		Total
	Secured	Unsecured	
1. Related Parties			
(a) Subsidiaries	Nil	Nil	Nil
(b) Companies in the same group	Nil	Nil	Nil
(c) Other related parties	Nil	Nil	Nil
2. Other than related parties	Nil	Nil	Nil
Total	Nil	Nil	Nil

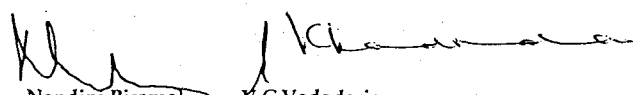
7 Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):

Category	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
1. Related Parties		
(a) Subsidiaries	Nil	Nil
(b) Companies in the same group	Nil	Nil
(c) Other related parties	Nil	Nil
2. Other than related parties		
Quoted	Nil	Nil
Unquoted	Nil	Nil

8 Other information

Particulars	Amount	
i) Gross Non-Performing Assets		
(a) Related parties	Nil	Nil
(b) Other than related parties	Nil	Nil
ii) Net Non-Performing Assets		
(a) Related parties	Nil	Nil
(b) Other than related parties	Nil	Nil
iii) Assets acquired in satisfaction of debt	Nil	Nil

For and on behalf of the Board of Directors


Nandini Piramal V.C.Vadodaria
Mumbai, 27th May, 2010

NANDINI PIRAMAL INVESTMENTS PRIVATE LIMITED

Regd. Office :

4th Floor, Piramal Tower Annexe, Ganpatrao Kadam Marg, Lower Parel, Mumbai 400 013.

DIRECTORS' REPORT**TO THE SHAREHOLDERS**

The Directors present their 25th Annual Report on the affairs of the Company for year ended 31st March, 2010 together with the Audited Statement of Accounts.

	Current Year	Previous Year
	-----	-----
	(31-03-2010)	(31-03-2009)
	(Rs.)	(Rs.)
1. WORKING RESULTS		

Income	2,28,799	2,08,349
Expenditure	5,320	11,785
	-----	-----
Profit for the year before tax	2,23,480	1,96,565
Provision for Tax	5,000	-
	-----	-----
Profit after Tax	2,18,480	1,96,565
Add : Balance of Profit brought forward	27,47,841	25,90,589
	-----	-----
Profit available for appropriation	29,66,321	27,87,154
	=====	=====

Total Profit of Rs. 29,66,321/- is appropriated as under :

APPROPRIATION		
Transfer to Reserve Fund in terms of Section 45 IC(1) of Reserve Bank of India Act, 1934	44,696	39,313
Balance carried to Balance Sheet	29,21,625	27,47,841
	-----	-----
	29,66,321	27,87,154
	=====	=====

2. DIVIDEND

With a view to conserve the resources of the Company, the Directors do not recommend any dividend for the year under report.

3. WORKING OF THE COMPANY

The Directors are making efforts to improve the performance of the Company in the current year.

4. PARTICULARS OF EMPLOYEES

There was no employee during the year in receipt of remuneration prescribed under Section 217(2A) of the Companies Act, 1956.

5. DIRECTOR

Mr. Vijay Shah relinquished his office as Director of the Company w.e.f. 1st October, 2009 and Ms. Nandini Piramal was appointed as a Director, in the casual vacancy caused due to resignation of Mr. Vijay Shah.

6. DIRECTORS' RESPONSIBILITY STATEMENT

As required Under Section 217(2AA) of the Companies Act, 1956, ("the Act") we hereby state :

- (i) That in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- (ii) That the 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 as at 31st March, 2010 and its Profit for the year ended on that date;
- (iii) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) That the Directors have prepared the annual accounts on a going concern basis.

6. AUDITORS

The Auditors, M/s. D.Dadheech & Co., Chartered Accountants, Mumbai retire as Auditors of the Company at the ensuing Annual General Meeting and are eligible for re-appointment.

For and on behalf of the Board


NANDINI PIRAMAL
DIRECTOR


KHUSHRU B. JIJINA
DIRECTOR

Mumbai

Dated : 20th April 2010



319-320, REX CHAMBERS, W. H. MARG, BALLARD ESTATE, MUMBAI - 400 001.
OFF. : 2269 5182 □ TEL. / FAX : 2261 8117 □ RESI. : 2872 2479 - 2872 7639

Auditor's Report

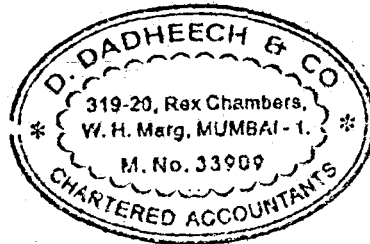
The Members of

NANDINI PIRAMAL INVESTMENTS PRIVATE, LIMITED.

1. We have audited the attached Balance Sheet of NANDINI PIRAMAL INVESTMENTS PRIVATE, LIMITED, as at 31st March 2010 and also the Profit & Loss Account for the period 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 the auditing standards generally accepted in India. These Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free or material misstatement. An audit includes examining, on a test basis, evidence supporting the amount and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by Management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. 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 and Profit & Loss account dealt with by this report are in agreement with the books of account;
 - iv. The Balance Sheet and Profit & Loss account dealt with by this comply with the Accounting Standards referred to in sub section (3C) of Section 211 of the Companies Act, 1956.
 - v. On the basis of written representation received from the directors and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2010 from being appointed as directors in terms of clause (g) of sub section (1) of section 274 of the Companies Act 1956;

- vi. In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with NOTES thereon and schedules annexed thereto 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, 2010;
- b) In the case of the Profit and Loss Account of the Profit of the company for the year ended on that date.
4. The Company being a Private Limited Company with a paid up Capital and reserves not more than Rs. Fifty Lakh and does not have loan outstanding exceeding Rupees Twenty Five Lakh from any bank or financial institution and does not have a turnover exceeding Rupees Five Crore at any point of time during the financial year under audit, the provisions of Companies (Auditor's Report) Order, 2003 are not applicable for the period under review.

For D. DADHEECH & CO.
(Chartered Accountants)



[Handwritten Signature]

(CA Devesh Dadheech)

Proprietor

Membership No. 33909

Place : Mumbai

Date: 20 APR 2010

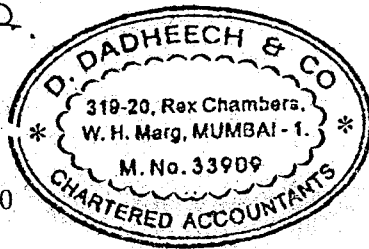
NANDINI PIRAMAL INVESTMENTS PRIVATE LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2010

	Schedule No.	As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
I. SOURCES OF FUNDS :			
Shareholders' Fund :			
Share Capital	1	100,000	100,000
Reserves & Surplus	2	3,223,133	3,004,653
		3,323,133	3,104,653
II. APPLICATION OF FUNDS :			
1. Investments	3	2,830,516	2,830,514
2. Current Assets, Loans & Advances			
Current Assets	4	500,375	276,896
Less : Current Liabilities & Provisions	5	7,758	2,758
Net Current Assets		492,618	274,139
		3,323,133	3,104,653
Notes to Accounts	6		

As per our report of even date attached
For D.DAHEECH & CO.

Chartered Accountants
D. Dadheech

Devesh Dadheech
Proprietor
M.No.33909
Mumbai, April 20, 2010



For and on behalf of the Board of Directors

Nandini A. Piramal
Nandini A. Piramal

Khushru Jijina
Khushru Jijina

NANDINI PIRAMAL INVESTMENTS PRIVATE LIMITED
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2010

	As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
INCOME :		
Dividend Received	208,349	208,349
Interest Income	20,450	-
(TDS of Rs.2045/- for F.Y.2009-10)	<u>228,799</u>	<u>208,349</u>
EXPENDITURE :		
Audit fees	2,758	2,758
Administrative expenses	2,562	9,027
	<u>5,320</u>	<u>11,785</u>
Profit for the year before tax	223,480	196,565
Provision for Tax	5,000	-
Profit after taxation	<u>218,480</u>	<u>196,565</u>
Add :Balance of Profit brought forward	2,747,841	2,590,589
BALANCE	<u>2,966,321</u>	<u>2,787,154</u>
APPROPRIATION :		
Transfer to Reserve Fund in Terms of Section 45 IC(1) of Reserve Bank of India Act 1934	44,696	39,313
Balance carried to Balance Sheet	<u>2,921,625</u>	<u>2,747,841</u>
	<u>2,966,321</u>	<u>2,787,154</u>
Earning Per Share :	22.35	19.66

Notes to accounts

6

As per our report of even date attached

For and on behalf of the Board of Directors

For D.DADHEECH & CO.

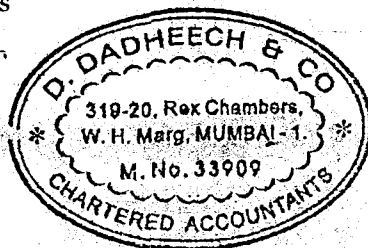
Chartered Accountants

Devesh Dadheech

Proprietor

M.No.33909

Mumbai, April 20,2010



(Signature)

Nandini A. Piramal

(Signature)

Khushru Jijina

NANDINI PIRAMAL INVESTMENTS PRIVATE LIMITED
SCHEDULE ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31/03/2010

	As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
SCHEDULE 1 : SHARE CAPITAL		
<u>Authorised :</u>		
10,000 (10,000) Equity Shares of Rs.10/- each	<u>100,000</u>	<u>100,000</u>
<u>Issued, Subscribed and paid up :</u>		
10,000(10,000) Equity shares of Rs.10/- each, fully paid up	<u>100,000</u>	<u>100,000</u>
(The entire share capital is held by the holding Co. The Swastik Safe Deposit & Investments Ltd)		
SCHEDULE 2 : RESERVES & SURPLUS :		
General Reserve :		
Balance as per last Balance Sheet	25,300	25,300
Reserve Fund in Terms Of Section 45 IC(1) RBI ACT		
Balance as per last Balance Sheet	231,512	192,199
Add : Additions during the year	44,696	39,313
Surplus as per Profit & Loss A/c	<u>2,921,625</u>	<u>2,747,841</u>
	<u>3,223,133</u>	<u>3,004,653</u>

SCHEDULE 3 : INVESTMENTS

PARTICULARS	NO. OF SHARES	FACE VALUE	BOOK VALUE	MARKET VALUE
(Non trade)	(Equity)			
<i>QUOTED :</i>				
1.Piramal Healthcare Ltd	49,607 (49,607)	2 (2)	2,830,516 (2,830,514)	21,025,927 (9,718,011)
2.Piramal Glass Ltd	2,243 (2,243)	10 (10)	- (-)	205,235 (71,664)
3.Piramal Life Sciences Ltd.	4,960 (4,960)	10 (10)	- (-)	646,536 (216,653)
TOTAL			2,830,516 (2,830,514)	21,877,697 (10,006,328)

SCHEDULE 4 : CURRENT ASSETS, LOANS & ADVANCES

	As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
a) Cash & Bank Balances :		
With scheduled banks in		
Current accounts	27,643	104,614
b) Loan to Company	470,687	172,282
c) Income Tax deducted at source	2,045	-
	<u>500,375</u>	<u>276,896</u>

SCHEDULE 5 : CURRENT LIABILITIES & PROVISIONS

Current Liabilities:		
a) Liabilities for expenses	2,758	2,758
b) Provision for Tax	5,000	-
	<u>7,758</u>	<u>2,758</u>

**SCHEDULE 6 : NOTES ATTACHED TO AND FORMING PART OF THE ACCOUNTS FOR THE
YEAR ENDED 31ST MARCH, 2010**

- 1 Significant Accounting Policies :
- The Financial Statements are prepared on accrual basis of accounting
 - The company has been advised that as there is no tax effect of timing difference based on the estimated computation for a reasonable period, there is no provision for deferred tax in terms of Accounting Standard (AS 22) on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India.
- 2 Investments :
- Long term quoted investments are stated at cost.
- 3 As the Company is not a manufacturing company, the information required under Clause 4C of Part II of schedule VI of the Companies Act, 1956 has not been given.
- 4 The company has been advised that as there is no tax effect of timing difference based on the estimated computation for a reasonable period, there is no provision for deferred tax in terms of Accounting Standard (AS 22) on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India.
- 5 The company has not received information from vendor regarding there status under the Micro Small Medium Enterprises Development Act, 2006 and hence disclosure relating to amounts unpaid at the year end together with interest paid or payable under this act have not been given
- 6 Earning Per Share (EPS) - EPS is calculated by dividing the profit attributable to the equity shareholders by the average number of equity shares outstanding during the year. Numbers used for calculating basic and diluted earning per equity share are as stated below:

	For the year ended	
	31.03.2010 (Rs.)	31.03.2009 (Rs.)
Profit for the year	223,480	196,565
Weighted Average number of shares	10,000	10,000
Earning Per Share (EPS)	22.35	19.66

7 The figures of previous year have been regrouped/ rearranged wherever necessary.

Signature to Schedule 1 to 6

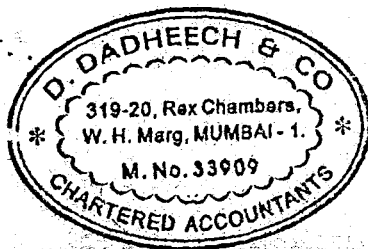
As per our report of even date attached

For D.DADHEECH & CO.

Chartered Accountants

D. Dadheech

Devesh Dadheech
Proprietor
M.No.33909
Mumbai, April 20, 2010



For and on behalf of the Board of Directors

Nandini Piramal
Nandini Piramal

Khushru Jijina
Khushru Jijina

NANDINI PIRAMAL INVESTMENTS PRIVATE LIMITED

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

I Registration details

Registration No. 37758 State Code : 11 Balance Sheet Date : 31st March, 2010

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

Public issue	NIL	Right issue	NIL
Bonus issue	NIL	Private placement	NIL

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

Total liabilities	3323	Total assets	3323
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Sources of Funds :

Paid up capital	100	Reserves & Surplus	3223
Secured loans	Nil	Unsecured loans	Nil

Application of Funds :

Net Fixed assets	Nil	Investments	2831
Net Current assets	493	Accumulated Losses :	Nil
Miscellaneous Exp.	Nil		

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

Income	229	Total Expenditure	5
Profit/(Loss) for the year	223	Profit/(Loss) after Tax	218
Earnings per share	22.35	Dividend rate	N.A.

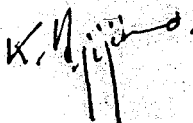
**V Generic names of three principal products/services of the company :
(As per monetary terms)**

Item code No.(ITC code)	N.A
Product description	Financial & Investment Activities

For and on behalf of the Board of Directors



Nandini Piramal
Mumbai, April 20, 2010



Khushru Jijina

Schedule to the Balance Sheet of Nandini Piramal Investment Private Limited (as required in terms of Paragraph 9BB of Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998

Particulars		(Rs. in lakhs)	
Liabilities side :			
1	Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid:	Amount out-standing	Amount overdue
	(a) Debentures : Secured	Nil	Nil
	: Unsecured (other than falling within the meaning of public deposits)	Nil	Nil
	(b) Deferred Credits	Nil	Nil
	(c) Term Loans	Nil	Nil
	(d) Inter-corporate loans and borrowing	Nil	Nil
	(e) Commercial Paper	Nil	Nil
	(f) Public Deposits	Nil	Nil
	(g) Other Loans (specify nature)	Nil	Nil
2	Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):		
	(a) In the form of Unsecured debentures	Nil	Nil
	(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	Nil	Nil
	(c) Other public deposits	Nil	Nil
Assets side :		Amount outstanding	
3	Break-up of Loans and Advances including bills receivables [other than those included in (4) below] :		
	(a) Secured	Nil	Nil
	(b) Unsecured	4.71	Nil
4	Break up of Leased Assets and stock on hire and hypothecation loans counting towards EL/HP activities		
	(i) Lease assets including lease rentals under sundry debtors :		
	(a) Financial lease	Nil	Nil
	(b) Operating lease	Nil	Nil
	(ii) Stock on hire including hire charges under sundry debtors:		
	(a) Assets on hire	Nil	Nil
	(b) Repossessed Assets	Nil	Nil
	(iii) Hypothecation loans counting towards EL/HP activities		
	(a) Loans where assets have been repossessed	Nil	Nil
	(b) Loans other than (a) above	Nil	Nil
5	Break-up of Investments :		
	Current Investments :		
	1. Quoted :	Nil	Nil
	(i) Shares : (a) Equity	Nil	Nil
	(b) Preference	Nil	Nil
	(ii) Debentures and Bonds	Nil	Nil
	(iii) Units of mutual funds	Nil	Nil
	(iv) Government Securities	Nil	Nil
	(v) Others (please specify)	Nil	Nil

2. Unquoted:

(i) Shares : (a) Equity	Nil	Nil
(b) Preference	Nil	Nil
(ii) Debentures and Bonds	Nil	Nil
(iii) Units of mutual funds	Nil	Nil
(iv) Government Securities	Nil	Nil
(v) Others (Please specify)	Nil	Nil

Long Term investments:

1. Quoted:

(i) Shares : (a) Equity	218.78	
(b) Preference	Nil	Nil
(ii) Debentures and Bonds	Nil	Nil
(iii) Units of mutual funds	Nil	Nil
(iv) Government Securities	Nil	Nil
(v) Others (Please specify)	Nil	Nil

2. Unquoted:

(i) Shares : (a) Equity	Nil	
(b) Preference	Nil	Nil
(ii) Debentures and Bonds	Nil	Nil
(iii) Units of mutual funds	Nil	Nil
(iv) Government Securities	Nil	Nil
(v) Others (Please specify)	Nil	Nil

6 Borrower group-wise classification of all leased assets, stock-on-hire and loans and advances :

Category	Amount net of provisions		
	Secured	Unsecured	Total
1. Related Parties			
(a) Subsidiaries	Nil	Nil	Nil
(b) Companies in the same group	Nil	Nil	Nil
(c) Other related parties	Nil	Nil	Nil
2. Other than related parties	Nil	Nil	Nil
Total	Nil	Nil	Nil

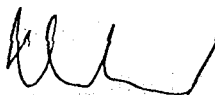
7 Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):

Category	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
1. Related Parties		
(a) Subsidiaries	Nil	Nil
(b) Companies in the same group	Nil	Nil
(c) Other related parties	Nil	Nil
2. Other than related parties		
Quoted		
Un-quoted		
Total	Nil	Nil

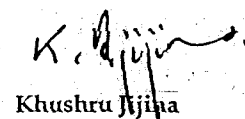
8 Other information

Particulars	Amount	
i) Gross Non-Performing Assets		
(a) Related parties	Nil	Nil
(b) Other than related parties	Nil	Nil
ii) Net Non-Performing Assets		
(a) Related parties	Nil	Nil
(b) Other than related parties	Nil	Nil
iii) Assets acquired in satisfaction of debt	Nil	Nil

For and on behalf of the Board of Directors



Nandini Piramal
Mumbai, April 20, 2010



Khushru Bijla