

GUJARAT INVESTA LIMITED

15th Annual Report

For, GUJARAT INVESTA LTD.


DIRECTOR

2006-2007

GUJARAT INVESTA LIMITED

BOARD OF DIRECTORS

Sri Rambhagat Agarwal
Sri Purushottam Agarwal
Sri Krishnakant Goyal
Sri Anandkumar Agarwal

BANKERS

The Karur Vysya Bank Ltd.
Union Bank of India

AUDITORS

LUNIA & COMPANY,
Chartered Accountants,
B12, Harekrishna Complex,
Opp: Apsara Cinema,
Ahmedabad - 380 028

REGISTERED OFFICE

3 & 4, Shivalik Plaza,
Opp. Atira, Ambawadi,
Ahmedabad - 380 015

REGISTRARS AND TRANSFER AGENTS

Pinnacle Shares Registry Private Limited
Near Asoka Mills, Naroda Road,
Ahmedabad -380025.

ANNUAL REPORT AND ACCOUNTS 2006-2007

NOTICE TO MEMBERS

NOTICE is hereby given that the 15th Annual General Meeting of the Members of **GUJARAT INVESTA LIMITED** will be held on Saturday, the 29th day of September, 2007 at 11.00 A.M. at 3 & 4, Shivalik Plaza, Opp. Atira, Ambawadi, Ahmedabad to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March, 2007 and the Profit and Loss Account for the year ended on that date and the report of Directors and Auditors thereon.
2. To appoint a director in place of Shri Anand Agarwal who retires by rotation and being eligible has offered himself for re-appointment.
3. To appoint Auditors and to authorise the Board of Directors to fix their remuneration.

SPECIAL BUSINESS

1. To consider and if thought fit, to pass with or without modification, the following resolution as Ordinary Resolution

"RESOLVED THAT Sri Krishnakant Goyal in respect of whom the company has received a notice in writing from a member proposing his name for the office of Director of the Company under the provisions of Section 257 of the Companies Act, 1956 along with a deposit of Rs. 500 and who being eligible for appointment, be and is hereby appointed as Director of the Company.

By order of the Board

Chairman

Registered Office :
3 & 4, Shivalik Plaza,
Opp Atira, Ambawadi,
Ahmedabad – 15
The 20th July, 2007



ANNEXURE TO THE NOTICE

Explanatory Statement pursuant to Section 173 (2) of Companies Act, 1956

Item No. 4.

Shri Krishnakant Goyal was appointed additional director of the Company under Section 260 of the Companies Act, 1956 with effect from 13th July, 2007. He vacates the offices at the ensuing Annual General Meeting. A notice along with a deposit of Rs. 500/- has been received from a member proposing his name for the office of Director of the Company. He is eligible for appointment. The Board recommends his appointment.

By Order of the Board,
Chairman

NOTES

- a) A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.
A proxy form, duly completed and stamped, must reach the registered Office of the Company not less than 48 hours before the aforesaid meeting.
- b) Members desiring any information on the Accounts are requested to write to the Company at least one week before the meeting, so as to enable the Management to keep the information ready. Replies will be provided only at the meeting.
- c) Members are requested to notify the Company of any changes in their address (in full) with the postal area pin code number, quoting their folio numbers.
- d) Register of Members of the company will remain closed from Thursday, the 27th day of September, 2007 to Saturday the 29th day of September, 2007 both days including.

DIRECTORS' REPORT TO THE SHAREHOLDERS

The Directors have pleasure in submitting their 15th Annual Report and Accounts for the year ended 31st March 2007.

FINANCIAL RESULTS

	Year ended 31 st March, 2007 (Rupees in Lacs)	Year ended 31 st March, 2006 (Rupees in Lacs)
Sales & Operating Income	737.28	309.75
Operating Profit	29.00	47.52
Depreciation	4.16	3.50
Profit Before Tax	24.84	44.02
Provision for Taxes	7.84	14.67
Profit after Tax	17.00	29.35
Excess provision written back	1.08	0.06
Balance Brought Down	98.46	69.05
Balance carried to Balance Sheet	114.38	98.46

OPERATING PERFORMANCE

The working of the company has resulted in a net profit after tax of Rs. 17.00 Lacs compared to Rs. 29.35 Lacs of the previous year.

DIVIDEND

The directors do not recommend any dividend looking to the meager profit earned by the company.

EMPLOYEES

There were no employees drawing remuneration in excess of the limit prescribed under Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975.

DIRECTORS

Sri Anand Agarwal retires by rotation and being eligible has offered himself for re-appointment.

Sri Krishnakant Goyal was appointed as additional director of the company on 13.07.2007 under Section 260 of the Companies Act, 1956. He vacates his office on the date of this Annual General Meeting. Notice has been received from a member along with a deposit of

GUJARAT INVESTA LIMITED

Rs. 500 proposing his name for the office of Director of the Company. He is eligible for appointment. Sri Amit Agarwal resigned from the Board of Directors. The Directors place on record their appreciation for contribution of Sri Amit Agarwal.

AUDITORS

Lunia & Company, Chartered Accountants, auditors of the Company will be retiring at the ensuing Annual General Meeting. Being eligible, they have offered themselves for reappointment.

FIXED DEPOSITS

The company has not accepted any fixed deposits from general public.

DIRECTOR'S RESPONSIBILITY STATEMENT

The Directors report :

- I. that in preparation of the annual accounts, the applicable accounting standards have been followed and that no material departures have been made from same.
- II. that the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- III. that they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of this 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.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNING & OUTGOINGS

Information pursuant to Section 217 (1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 relating to the foregoing matters is given hereunder.

a) Conservation of energy	Nil
b) Technology absorption, research & development	Nil
c) Foreign Exchange earning & outgoings	Nil
	Board of Directors

Place : Ahmedabad,
Date : the 20th, July 2007

Chairman

REPORT ON CORPORATE GOVERNANCE:

Company's philosophy on Code of Governance

The company follows the theme of changing in tune with times to continue the race without any major hurdle and attempts to cover all aspects of reporting in transparent and fair manner keeping the basic principles of good corporate governance.

BOARD OF DIRECTORS:

Composition, Attendance and Information of other Directorship /Committee Membership:

Name of the	Category Directors	No of other Directorship in public or private Limited Companies	No of other Board/Committees of which he is Member /Chairman	Attendance at last AGM held on 30 th Sept, 2006	Attendance at Board Meeting
Rambhagat Agarwal	Promoter	3	1	Yes	Yes
Purushottam Agarwal	Promoter	3	1	Yes	Yes
Amit Agarwal	Director	1	Nil	Yes	Yes
Anandkumar Agarwal	Director	Nil	Nil	Yes	Yes
Krshnakant Goyal	Director	2	Nil	No.*	Yes

* appointed on 20th July, 2007

AUDIT COMMITTEE

The terms of reference of the Audit Committee include the matters specified under Clause 46 (II)(D) of the Listing Agreement as well as in Section 292A of the Companies Act, 1956.

The Company has complied with the requirements of Clause 49(II)(A) as regards the composition of the Audit Committee.

The Audit Committee comprises two Independent Non-Executive Directors and one Whole Time Director. During the financial year ended March, 2007, and up to report, the committee met four times on May, 31, 2006, July, 30, 2006, October, 31, 2006 and January 13, 2007.

The attendance of each member of the committee is given below:

Name of the Director	Chairman/ Member	Category	No of Mtgs attended
Rambhagat Agarwal	Chairman	Managing Director	4
Amit Agarwal	Member	Non Executive	4
Anand Agarwal	Member	Non Executive	4

The Composition of the Audit Committee meets the stipulated minimum requirement of

GUJARAT INVESTA LIMITED

Independent Directors.

MEETINGS:

During the Financial year 2006-07, the Board met 10 times on the following dates:

30/04/06	02/01/07
31/07/06	31/01/07
19/08/06	14/02/07
31/10/06	22/02/07
21/11/06	31/03/07

The relevant information about the directors seeking appointment/ reappointment at the 15th Annual General Meeting has been incorporated in the notice of the 15th Annual General Meeting.

GENERAL BODY MEETINGS:

Details of last three General Body Meetings are as under:

Type of Meeting	Date of Meeting & Place	Time
12 th AGM	Thursday, 30 th September, 2004 at G-3, Chitra Ami Apartments, Ashram Road, Ahmedabad - 380009	9.00 A.M.
13 th AGM	Friday, 30 th September, 2005 at G-3, Chitra Ami Apartments, Ashram Road, Ahmedabad - 380009	10.30 A.M.
14 th AGM	Saturday, 30 th September, 2006 at G-3, Chitra Ami Apartments, Ashram Road, Ahmedabad - 380009	10.30 A.M.

The shareholders passed all the Resolutions set out in the respective notices. No resolution had been put through Postal Ballot.

DISCLOSURES:

During the year under review, the Company had not entered into any materially significant transaction with any related party that may have potential conflict with the interest of the Company at large. The transactions with related parties, in normal course of business, have been disclosed separately in Notes on Accounts.

No penalties, strictures have been imposed by any Stock Exchange, SEBI and/or any other statutory authority, on any matter related to capital markets, during last three years.

MEANS OF COMMUNICATION:

The quarterly results of the company are generally published in "Western Times Gujarati

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Daily" and "Western Times English Daily" (news papers). During the year under review, the company had not sent quarterly/half yearly report to the shareholders and the company had not made any presentation to institutional investors or analysts.

GENERAL SHAREHOLDER INFORMATION

Annual General Date : Saturday, the 29th day of September, 2007

Meeting: Time : 11.00 A.M.

Venue : 3 & 4, Shivalik Plaza, Opp. Atira,
Ambawadi, Ahmedabad-380 015.

Financial Calendar: : Year ending March, 31.

Financial Results for the three months ending (Tentative):

30th June, 2007 : Last Week of July, 2007

30th September, 2007 : Last Week of October, 2007

31st December, 2007 : Last Week of January, 2008

31st March, 2008 : Last Week of April, 2008

15th Annual General Meeting: 29th day of September, 2007

Date of Book Closure : 27th day of September, 2007 to 29th September, 2007
(both days inclusive)

Market Price Data

Months	Month's High in Rs.	Month's Low in Rs.	Months	Month's High in Rs.	Month's Low in Rs.
April	12.07	9.12	October	10.60	9.50
May	11.08	9.03	November	22.59	22.59
June	9.00	6.61	December	26.05	15.50
July	7.68	6.15	January	21.10	21.05
August	13.71	6.80	February	28.10	17.15
September	15.10	9.27	March	17.15	10.85

Listed on Stock Exchanges & Stock Code:

The Stock Exchange, Mumbai
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai-400001 (Stock Code - 531341)

GUJARAT INVESTA LIMITED

Stock Code No. 531341

The Stock Exchange, Ahmedabad,

Kamdhenu Complex,

Opp Sahajanand College,

Panjarapole, Ahmedabad-380 015 (Stock Code -21295)

Stock Code No. 21295

Demat ISIN Number in NSDL and CDSL : INE373D-01017

The company has paid listing fee for the financial year 2007-08 to all the Stock Exchanges.

Reg'strar & Share Transfer Agents

Pinnacle Shares Registry Private Limited

Near Asoka Mills, Naroda Road, Ahmedabad -380025

Share Transfer System: The transfer of shares is effected by the Registrars after the approval of the Board of Director. It generally takes 2 weeks time for processing.

Distribution of Shareholding as on 31st March, 2007:

Sr. No.	Category of Shareholders	No of Shareholders	Percentage of Shareholders	No of Shares held	Percentage of Shareholding
1	1 - 500	665	63.64	229170	3.81
2	501 - 1000	246	23.54	207915	3.46
3	1001 - 2000	44	4.21	73037	1.22
4	2001 - 3000	24	2.30	62872	1.05
5	3001 - 4000	13	1.24	46720	0.78
6	4001 - 5000	5	0.48	23500	0.39
7	5001 - 10000	17	1.63	126754	2.11
8	10001 - 99999999	31	2.97	5238932	87.19
Total				6008900	100

Categories of Shareholders as on 31st March, 2007.

Category	Percentage of Shareholding	No. of Shares held
Promoters	57.97	3483519
Resident Individuals	27.29	1639397
Bodies Corporate	14.68	882084
Non Resident Indians	0.06	3900
Total	100	6008900

Dematerialisation of Shares:

The equity shares of the company are under the list of compulsory delivery in dematerialised form by all investors and the ISIN allotted by NSDL and CSDL is INE373D01017. About 93.65% of the total equity have been dematerialised upto 31.3.2007. There were no outstanding GDR/ADR/Warrants or any convertible instruments as on 31.03.2007

Address for Correspondence:

Share related queries/correspondence may please be addressed to Registrars and Share Transfer Agents at address as above

OR

Gujarat Investa Limited,
3 & 4, Shivalik Plaza, Opp Atira, Ambawadi,
Ahmedabad - 380 015

Non Mandatory Requirements:

The company has not adopted non mandatory requirements as mentioned in Clause 49 of the Listing Agreement.

Ahmedabad
the 20th July, 2007

For and on behalf of the Board,

Chairman / Managing Director

Certification by the Managing Director and CEO of the Company

I, Rambhagat Agarwal, Managing Director and CEO of the Company, to the best of my knowledge and belief, declare that all the board members and senior managerial personnel have affirmed compliance with Code of Conduct for the financial year ended 31st March, 2007.

For and on behalf of the Board,

Ahmedabad

the 10th July, 2007

Managing Director

**CERTIFICATE ON CORPORATE GOVERNANCE:
TO THE MEMBERS OF GUJARAT INVESTA LIMITED**

We have examined the compliance conditions of Corporate Governance by Gujarat Investa Limited (the Company) for the year ended 31st March, 2007, as stipulated in Clause 49 of the Listing Agreement of the Company with the Stock Exchange.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

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

We have been explained that no investor grievances are pending for a period exceeding one month against the Company as per the records maintained by the Company.

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

For Lunia & Co.,
Chartered Accountants,

Ahmedabad,
the 20th July, 2007

(R. C. Lunia),
Partner

AUDITORS' REPORT

Auditors Report to the members of Gujarat Investa Limited

1. We have audited the attached Balance-Sheet of Gujarat Investa Limited Ahmedabad as at 31st March, 2007 and relative Profit & Loss Account of the Company for the year ended on that date, both of which we have signed under reference to this report. These financial statements are the responsibility of the management of the Company. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with Auditing Standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material 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 presentation of the financial statements. We believe that our audit provided 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.
4. Further to our comments in the Annexure referred to above, we report that:
 - i. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - ii. In our opinion, proper Books of Account as required by Law have been kept by the Company so far as appears from our examination of those books;
 - iii. The Balance-Sheet and Profit & Loss Account referred to in this report are in agreement with the Books of Accounts of the Company.
 - iv. In our opinion, the Profit & Loss Account and Balance Sheet comply with the mandatory Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act 1956.
 - v. Based on the representation received from the Directors of the Company as on 31st March, 2007, and taken on record by the Board of Directors of the Company, we report that none of the Directors of the Company are disqualified as on 31st March, 2007 from being appointed as directors in terms of clause (g) of Sub-Section (1) of Section 274 of the Companies Act. 1956.

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- 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 the Significant Accounting Policies and other notes thereon give the information required by The Companies Act, 1956 ('the Act') 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 Balance Sheet, of the State of Affairs of the Company as at 31st March, 2007 and
- b) In the case of Profit & Loss Account, of the Profit for the year ended on that date.

For LUNIA & COMPANY
Chartered Accountants,

Ahmedabad
the 20th July, 2007

(R. C. Lunia)
Partner

ANNEXURE REFERRED TO IN PARAGRAPH 3 OF OUR REPORT OF EVEN DATE ON THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2007 OF M/S GUJARAT INVESTA LIMITED

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

1. a) The Company has maintained proper records showing full particulars, including quantitative detail and situation of its fixed assets.
 - b) The fixed assets have been physically verified during the year by the management in accordance with a program of verification, the frequency of which is reasonable. According to the information given to us, no material discrepancies were noticed on such verification.
 - c) The Company has not disposed off any substantial part of its fixed assets.
2. In respect of the inventories:
 - a) as explained to us, inventories were physically verified during the year by the management at reasonable intervals.
 - b) In our opinion and according to the information and explanations given to us, the procedure of physical verification of inventories followed by the management were reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification.
3. (a) According to the information and explanations given to us, the Company has granted/taken unsecured loans to/from Companies, firms and other parties covered in the register maintained under Section 301 of the Companies Act, 1956. The detail of such loans granted and taken are as under:

Loans taken/repayment received:	Rs. 25228416
Loans granted/repaid:	Rs. 13151695
Maximum Balance during the year:	Rs. 18491230 Dr.
Outstanding at the year end:	Rs. 18491230 Dr.

 - b) In case of the aforesaid unsecured loans granted and taken to/from Companies etc. covered in the register maintained under Section 301 of the Companies Act, 1956, the rate of interest and the other terms and conditions are not prima-facie prejudicial to the

interest of the Company.

In case of the aforesaid unsecured loans granted and taken to/from Companies, Firms and other parties covered in the register maintained under Section 301 of the Companies Act, 1956, the repayment of principal amount and interest is regular.

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. During the course of our audit, no major weakness has been noticed in the internal controls and there is no continuing failure for the same.
5. (a) Based on the audit procedures applied by us and according to the information and explanations provided by the management, we are of the opinion that the transactions that need be entered into the register maintained under Section 301 have been so entered.
b) 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 and exceeding the value of five lakh rupees in respect of any party during the year are reasonable having regard to the prevailing market price at the relevant time.
6. The Company has not accepted any deposits from the public during the year.
7. The Company has an internal audit system commensurate with the size and nature of the Company's business.
8. The maintenance of the cost records has not been prescribed by the Central Government Under Section 209 (1) (d) of the Companies Act, 1956, for the year under review.
9. Statutory and other dues:
 - a) According to information and explanations given to us Provident Fund and Employee's State Insurance Scheme are not applicable to the Company.
 - b) According to the information and explanations given to us and the records examined by us, the company is regular in depositing undisputed statutory dues including Income-Tax, Sales-Tax, Custom Duty and Excise Duty and there were no undisputed statutory dues outstanding as on 31st March, 2007 for a period of more than six months from the date they became payable.
10. The company does not have accumulated losses at the end of the year. The company has not incurred any cash loss during the financial year.
11. Based on the information and explanations given to us, the Company has not defaulted in repayment of any dues to financial institutions and banks.

12. Based on our examination of the records and the information and explanations given to us, the Company has not granted any loans and/or advances on the basis of security by way of pledge of shares, debentures and other similar securities.
13. To the best of our knowledge and belief and according to the information and explanations given to us, the company has maintained proper records of the transactions for dealing in shares, securities and other investments and timely entries have been made therein. The shares, securities and other investments have been held by the company in its own name.
14. The company is not a chit fund, nidhi, mutual benefit fund or a society.
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. According to the information and explanations given to us, the company has not raised any working capital loan. Therefore, the question of its use does not arise.
17. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we report that no funds raised on short term basis have been used for long term investment by the company or vice-versa.
18. The Company has not made any preferential allotment of shares during the year.
19. During the year covered under the audit report the company has not issued any secured debentures.
20. The company has not raised any money by public issue during the year covered by our report.
21. As per the information given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

For LUNIA & COMPANY
Chartered Accountants,

Ahmedabad
the 20th July, 2007

(R. C. Lunia)
Partner

GUJARAT INVESTA LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2007

	SCHEDULES	AS AT 31.03.2007 Rs.	AS AT 31.03.2006 Rs.
SOURCES OF FUNDS :			
SHARE CAPITAL	A	60,089,000	60,089,000
RESERVES & SURPLUS	B	11,438,626	9,846,580
DEFERRED TAX LIABILITY		598,481	606,922
		<u>72,126,107</u>	<u>70,542,502</u>
APPLICATION OF FUNDS :			
FIXED ASSETS	C		
GROSS BLOCK		8,727,145	7,833,066
LESS: DEPRECIATION		<u>3,435,657</u>	<u>3,019,397</u>
NET BLOCK		5,291,488	4,813,670
INVESTMENTS	D	31,527,910	23,878,923
CURRENT ASSETS, LOANS & ADVANCES :			
DEBTORS	E	2,548,542	1,825,000
STOCK IN TRADE	F	16,491,717	7,893,518
CASH & BANK BALANCES	G	4,472,480	1,185,683
LOANS AND ADVANCES	H	<u>24,810,835</u>	<u>32,913,396</u>
		48,323,574	43,817,597
LESS: CURRENT LIABILITIES AND PROVISIONS	I	<u>13,016,865</u>	<u>1,967,688</u>
NET CURRENT ASSETS		<u>35,306,709</u>	<u>41,849,909</u>
		<u>72,126,107</u>	<u>70,542,502</u>
NOTES ON ACCOUNT	N		

AS PER OUR SEPARATE REPORT OF EVEN DATE,
FOR LUNIA & COMPANY,
Chartered Accountants,

(R. C. LUNIA),
PARTNER,
AHMEDABAD,
THE 20TH JULY, 2007

ON BEHALF OF BOARD
SHRI RAMBHAGAT AGARWAL
SHRI PURSHOTTAM AGARWAL
SHRI KRISHNAKANT GOYAL
SHRI ANAND AGARWAL

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2006

	SCHEDULES	AS AT	AS AT
		31.03.2007	31.03.2006
		Rs.	Rs.
INCOME :			
SALES & INCOME FROM OPERATIONS	J	73,727,547	30,975,531
OTHER INCOME	K	430,888	16,578
INCREASE/(DECREASE) IN STOCK	L	(8,598,199)	3,343,829
		<u>82,756,634</u>	<u>34,336,038</u>
EXPENDITURE :			
PURCHASES		76,813,693	26,565,865
ADMINISTRATIVE EXPENSES	M	3,042,734	3,018,245
DEPRECIATION		416,260	349,591
		<u>80,272,687</u>	<u>29,933,701</u>
NET PROFIT BEFORE TAX FOR THE YEAR		2,483,947	4,402,337
PROVISION FOR TAXATION		775,000	1,480,000
DEFERRED TAX LIABILITY		(8,441)	(46,201)
FRINGE BENEFIT TAX		17,413	33,155
NET PROFIT AFTER TAX		1,699,975	2,935,333
BALANCE BROUGHT DOWN		9,846,580	6,905,057
		<u>11,546,554</u>	<u>9,840,440</u>
SHORT/EXCESS PROVISIONS OF EARLIER YEARS		(107,928)	6,140
BALANCE CARRIED TO BALANCE SHEET		<u>11,438,626</u>	<u>9,846,580</u>
BASIC AND DILUTED EARNING PER SHARE (IN RS.)		0.28	0.49
NOTES ON ACCOUNT	N		

AS PER OUR SEPARATE REPORT OF EVEN DATE,
FOR LUNIA & COMPANY,
Chartered Accountants,

(R. C. LUNIA),
PARTNER,
AHMEDABAD,
THE 20TH JULY, 2007

ON BEHALF OF BOARD
SHRI RAMBHAGAT AGARWAL
SHRI PURSHOTTAM AGARWAL
SHRI KRISHNAKANT GOYAL
SHRI ANAND AGARWAL

GUJARAT INVESTA LIMITED

SCHEDULES ATTACHED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2007 AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE

	AS AT 31.03.2007 Rs.	AS AT 31.03.2006 Rs.
SCHEDULE 'A' : SHARE CAPITAL :		
AUTHORISED :		
65,00,000 EQUITY SHARES OF RS. 10 EACH	<u>65,000,000</u>	<u>65,000,000</u>
ISSUED, SUBSCRIBED AND PAID UP :		
60,08,900 EQUITY SHARES OF RS. 10 EACH FULLY PAID	<u>60,089,000</u>	<u>60,089,000</u>
	<u>60,089,000</u>	<u>60,089,000</u>
SCHEDULE 'B' : RESERVES & SURPLUS :		
PROFIT & LOSS ACCOUNT	<u>11,438,626</u>	<u>9,846,580</u>
	<u>11,438,626</u>	<u>9,846,580</u>

SCHEDULE 'C'- FIXED ASSETS & DEPRECIATION :

SR.	DETAIL OF	RATE S.L.M. (IN %)	GROSS BLOCK			DERECIA ION			NET BLOCK	
			AS AT 01-04-2006 RS.	ADDITION DURING THE YEAR RS.	TOTAL 31.03.2007 RS.	AS AT 01-04-2006 RS.	ADDITION DURING THE YEAR RS.	TOTAL 31.03.2007 RS.	AS AT 31.03.2007 RS.	AS AT 31.03.2006 RS.
1	MOTOR CAR	9.50	2,124,779	0	2,124,779	1,204,399	201,854	1,406,253	718,526	920,271
2	AIR CONDITIONER	10.34	218,593	0	218,593	196,734	21,859	218,593	0	21,859
3	COMPUTER	16.21	269,338	0	269,338	269,338	0	269,338	0	
4	FURNITURE	6.33	439,766	155,966	595,732	266,788	34,410	301,198	294,536	172,980
5	MOTOR CYCLE	9.50	67,920	0	67,920	61,128	6,452	67,580	340	6,792
6	OFFICE BUILDING	1.63	2,320,785	738,113	3,058,898	382,635	37,829	420,464	2,638,434	1,838,150
7	OFFICE EQUIPMENTS	10.34	239,603	0	239,603	214,858	24,745	239,603	0	24,745
8	FURNITURE - SAKAR- III	6.33	970,221	0	970,221	340,750	61,415	402,165	568,066	629,471
9	SCOOTER	9.50	29,200	0	29,200	18,472	2,774	21,246	7,954	10,728
10	MOBILE PHONES & TELEPHONES	10.34	70,386	0	70,386	11,364	7,278	18,642	51,744	59,022
11	OFFICE AKSHAR	1.63	1,082,475	0	1,082,475	52,933	17,644	70,577	1,011,898	1,029,542
	TOTAL		7,833,068	894,079	8,727,145	3,019,397	416,260	3,435,657	5,291,488	4,813,670
	PREVIOUS YEAR		7,567,504	261,562	7,833,066	2,669,806	343,591	3,019,397	4,813,670	4,897,999

	AS AT 31.03.2007 Rs.	AS AT 31.03.2006 Rs.
SCHEDULE 'D' : INVESTMENTS :		
SHARES - VALUED AT COST :		
A) QUOTED :		
ANJANI FABRICS LIMITED	4,662,910	4,662,910
556650 EQUITY SHARES (PREVIOUS YEAR 556650)		
(MARKET VALUE OF QUOTED SHARES Rs.7820932)	<u>4,662,910</u>	<u>4,662,910</u>
B) UNQUOTED :		
ANISH FINSTOCK PVT LTD	1,815,000	1,815,000
181500 EQUITY SHARES (PREVIOUS YEAR 181500)		
NANDINI PROCESSOR PVT. LTD	200,000	0
20000 EQUITY SHARES (PREVIOUS YEAR 0)		
G-2 INTERNATIONAL EXPORT LTD	11,000,000	11,000,000
1100000 EQUITY SHARES (PREVIOUS YEAR 1100000)		
AMBUJA SYNTHETICS LTD	150,000	150,000
15000 EQUITY SHARES (PREVIOUS YEAR 15000)		
V.R. POLYFAB PRIVATE LIMTIED		
70,000 EQUITY SHARES (PREVIOUS YEAR 0)	700,000	0
AMAN GLOBAL INFRATECH P. LTD.		
1200000 EQUITY SHARES (PREVIOUS YEAR 0)	<u>12,000,000</u>	<u>0</u>
	<u>25,865,000</u>	<u>12,965,000</u>
C) SHARE APPLICATION MONEY	<u>1,000,000</u>	<u>6,251,013</u>
TOTAL A + B + C	<u>31,527,910</u>	<u>23,878,923</u>

GUJARAT INVESTA LIMITED

	AS AT 31.03.2007 Rs.	AS AT 31.03.2006 Rs.
SCHEDULE 'E' : DEBTORS :		
O/S FOR MORE THAN SIX MONTHS - CONSIDERED GOOD	0	0
OTHERS - CONSIDERED GOOD	2,548,542	1,825,000
	<u>2,548,542</u>	<u>1,825,000</u>
SCHEDULE "F" - STOCK IN TRADE :		
(AS TAKEN, VALUED AND CERTIFIED BY A DIRECTOR)		
STOCK OF SECURITIES	16,491,717	7,893,518
	<u>16,491,717</u>	<u>7,893,518</u>
SCHEDULE 'G' : CASH AND BANK BALANCES :		
CASH IN HAND	1,304,343	154,312
CASH AT BANK - IN CURRENT ACCOUNT WITH SCHEDULED BANKS	3,168,138	1,031,371
	<u>4,472,480</u>	<u>1,185,683</u>
SCHEDULE 'H' : LOANS AND ADVANCES :		
INTERCORPORATE & OTHER LOANS	23,498,136	31,797,120
OTHER DEPOSITS	23,400	23,400
ADVANCES FOR REAL ESTATE	187,500	187,500
INCOME TAX REFUNDABLE	95,476	95,476
SECURITIES TRANSACTION TAX	154,411	0
TAX DEDUCTED AT SOURCE	847,690	790,193
PREPAID EXPENSES	4,222	19,707
	<u>24,810,835</u>	<u>32,913,396</u>
SCHEDULE 'I' : CURRENT LIABILITIES AND PROVISIONS :		
CURRENT LIABILITIES :		
ADVANCE DEPOSIT	190,000	120,000
CREDITORS FOR GOODS	12,000,000	0
CREDITORS FOR EXPENSES	19,101	260,241
TAX DEDUCTED AT SOURCE	15,351	74,292
FRINGE BENEFIT TAX	17,413	33,155
PROVISION FOR TAXATION	775,000	1,480,000
	<u>13,016,865</u>	<u>1,967,688</u>

	AS AT 31.03.2007 Rs.	AS AT 31.03.2006 Rs.
SCHEDULE 'J' INCOME FROM OPERATIONS :		
SALES	69,704,172	27,238,946
INTEREST RECEIVED	3,380,661	3,266,494
BUSINESS SERVICE CENTRE CHARGES	642,714	470,090
	<u>73,727,547</u>	<u>30,975,531</u>
SCHEDULE 'K' OTHER INCOME :		
FUTURE/OPTION PROFIT	102,135	0
OTHER INCOME	119,984	0
DIVIDEND	208,769	16,678
	<u>430,888</u>	<u>16,678</u>
SEHEDULE 'L' INCREASE (DECREASE) IN STOCK		
CLOSING STOCK	16,491,717	7,893,518
LESS : OPENING STOCK	7,893,518	4,549,689
INCREASE/(DECREASE) IN STOCK	<u>8,598,199</u>	<u>3,343,829</u>
SCHEDULE 'M' : ADMINISTRATIVE EXPENSES :		
ADVERTISING EXPENSES	6,721	5,724
AUDIT FEES	19,101	19,081
BANK CHARGES	19,379	4,282
BANK INTEREST	0	3,531
CARTAGE	1,100	0
CENTRAL DEPOSITORY SERVICES	11,224	0
CLUB FEE	10,614	0
COMPUTER EXPENSES	11,713	29,069
CONSULTING EXPENSES	58,206	0
DEMAT CHARGE	179,836	69,432
ELECTRICITY CHARGES	85,521	106,375
INSURANCE	20,388	49,547
INTEREST PAID	66,402	0
MEMBERSHIP FEE	0	11,020
MUNICIPAL TAX	17,663	17,106
OFFICE EXPENSES	80,511	119,913

GUJARAT INVESTA LIMITED

	AS AT 31.03.2007 Rs.	AS AT 31.03.2006 Rs.
POSTAGE AND ANGADIA	30,261	9,745
PRINTING & STATIONERY	25,886	36,307
PROFESSIONAL FEES	14,400	98,862
REPAIRS & MAINTENANCE	66,103	446,892
ROC FILING FEE	7,625	8,000
RENT	120,000	35,000
SALARIES	1,469,500	1,593,800
LATE PAYMENT CHARGES	433,503	0
STAFF WELFARE	13,533	38,749
STOCK EXCHANGE LISTING FEE	35,150	35,000
TELEPHONE EXPENSES	112,630	127,320
TRAVELLING EXPENSES	34,805	57,975
VEHICLE EXPENSES	90,958	95,514
	<u>3,042,734</u>	<u>3,018,245</u>

AS PER OUR SEPARATE REPORT OF EVEN DATE,
FOR LUNIA & COMPANY,
Chartered Accountants,

(R. C. LUNIA),
PARTNER,
AHMEDABAD,
THE 20TH JULY, 2007

ON BEHALF OF BOARD
SHRI RAMBHAGAT AGARWAL
SHRI PURSHOTTAM AGARWAL
SHRI KRISHNAKANT GOYAL
SHRI ANAND AGARWAL

SCHEDULE 'N' NOTES ON ACCOUNTS:

1. Contingent Liabilities not provided for: Nil
2. Estimated amounts of contracts remaining to be executed on Capital Account, not provided for Rs. Nil (previous year Rs. Nil).
3. Additional information pursuant to the Provisions of Part II of Schedule VI of the Companies Act, 1956:

A. Opening and Closing Stocks, Purchase and Sales of Goods Traded:

(in Lacs)

Class of Goods	2006-07		2005-06	
	Quantity	Amount	Quantity	Amount
Opening Stock	1.95	78.94	9.50	45.50
Purchases	49.14	768.14	10.89	265.66
Sales	13.83	697.04	18.44	272.39
Closing Stock	37.26	164.92	1.95	78.94

4. Computation of Net Profit under Section 198 of the Companies Act, 1956 read with Section 349 of the Act for the purpose of calculating Directors' Remuneration:

We have been advised that since the directors are paid salary only, the computation of remuneration under Section 349 is not required.

Remuneration including actual/estimated value of perquisites paid to Managing Director and Joint Managing Director in terms of approval as per details given below:

Director Remuneration:	Rs. in Lacs
Salary	13.25
Contribution to Provident,	Nil
Superannuation and Gratuity Fund	Nil
Other benefits	Nil

5. Previous year figures have been regrouped/ rearranged, whenever necessary.
6. Segment Reporting as per AS-17 issued by the Institute of Chartered Accountants of India, for the year ended 31st March, 2006 - Not applicable
7. Related Party Disclosures as per AS-18 issued by the Institute of Chartered Accountants of India, for the year ended 31st March, 2007.
 - (A) Relationship
 - (i) Key Management Personnel and Relatives
Sri Rambhagat Agarwal, Managing Director
Sri Purshottam Agarwal, Director

GUJARAT INVESTA LIMITED

Sri Amit Agarwal, Director
 Sri Anandkumar Agarwal, Director
 Sri Krishnakant Goyal, Director
 Smt. Geeta R. Agarwal

(ii) Associates

Anjani Fabrics Limited
 Anunay Fab Limited
 Nandini Processors Limited

(iii) Enterprises over which key management personnel and/or their relatives have significant influence – Nil

B) Transactions during the year with related parties in normal course of business and balance at the end of the financial year:

Sr. No.	Particulars	A(i)	A(i)	A(ii)	A(ii)
		2006-07	2005-06	2006-07	2005-06
		Rs.	Rs	Rs	Rs
1.	Rent	120000	35000	0	0
2.	Salary	1325000	1240000	0	0
3.	Loan received	777925		24450491	74352222
4.	Repayment of Loan	27925		13123770	74107929
5.	Outstanding Receivable	750000		19241230	30212443
6.	Purchases			12000000	0

8. Statement showing calculation of Earning per Share, as per AS-20 issued by the Institute of Chartered Accountants of India.

	2006-07	2005-06
Profit After Tax (Rs: In Lacs)	17.00	29.36
Weighted Average Number of Equity Shares of Rs. 10 each fully paid up	6008900	6008900
Earning Per Share	0.28	0.49

9. SIGNIFICANT ACCOUNTING POLICIES

1. System of Accounting -
 - (i) The company generally follows mercantile system of accounting and recognises Income and Expenditure on accrual basis.
 - (ii) The financial statements are prepared on historical cost basis and as a going

concern, in accordance with normally accepted Accounting principles and the provisions of the Companies Act, 1956 as followed consistently by the company.

2. Fixed Assets and Depreciation

A. Fixed Assets are stated at cost of acquisition or construction less accumulated depreciation. No revaluation has been made in any fixed assets

B. Depreciation is charged on fixed assets on following basis:

- i) On straight line method applying rates as per schedule XIV of The Companies Act, 1956 for the assets in use for full year.
- ii) On the assets added during the year, on pro-rata basis with reference to the date of addition.

3. Investment

All investments are held as Long Term Investments, unless otherwise mentioned and are stated at cost, unless there is a permanent fall in the value of investments.

4. Inventories

- i) Shares and Securities are valued at cost or net realisable value whichever is lower.

5. Taxation:

- (i) Provision for current tax is made on the assessable income computed for the accounting period in accordance with the Income Tax Act, 1961.
- (ii) Deferred Tax is recognised, subject to the consideration of prudence, on timing differences, calculated by applying tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets arising mainly on account of business losses and capital losses under tax laws are recognised, only if there is a virtual certainty of its realisation, supported by convincing evidence. At each balance sheet date, the carrying amount of deferred tax assets is reviewed to reassure realisation.

10 Additional Information as required under Part IV Of Schedule VI To The Companies Act, 1956.

Balance Sheet Abstract and Company's General Business Profile :

I. Registration Details :

Registration No.	04-18858
State Code	04
Balance Sheet Date	31.03.2007

II. Capital raised during the year	(Rupees In Thousands)
Public Issue (and Promoters)	Nil

GUJARAT INVESTA LIMITED

	Rights Issue	Nil
	Bonus Issue	Nil
	Private Placement	Nil
III.	Position of Mobilisation and Deployment of Funds	(Rupees In Thousands)
	Total Liabilities	72,126
	Total Assets	72,126
	Sources of Funds :	
	Paid Up Capital	60,089
	Reserves & Surplus	11,439
	Deferred Tax Liability	598
		<u>72,126</u>
	Application of Funds :	
	Net Fixed Assets	5,291
	Investments	31,528
	Net Current Assets	35,307
	Misc Expenditure	0
		<u>72,126</u>
IV.	Performance of Company	(Rupees In Thousands)
	Income from Operations	82,757
	Total Expenditure	80,273
	Profit Before Tax	2,484
	Profit After Tax	1,700
	Earning Per Share	0.28
	Dividend Rate	0.00
V.	Generic Names of Three Principal Products/Services of Company (As per monetary terms)	
	Item code No. - —	
	Product Description :- Finance, Security Trading & Investments	

AS PER OUR SEPARATE REPORT OF EVEN DATE,
FOR LUNIA & COMPANY,
 Chartered Accountants,

(R. C. LUNIA),
 PARTNER,
 AHMEDABAD,
 THE 20TH JULY, 2007

ON BEHALF OF BOARD
 SHRI RAMBHAGAT AGARWAL
 SHRI PURSHOTTAM AGARWAL
 SHRI KRISHNAKANT GOYAL
 SHRI ANAND AGARWAL

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2007

	Rs.	Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES :		
NET PROFIT BEFORE TAX AND EXTRA ORDINARY ITEMS		2,483,947
ADJUSTMENT FOR :		
DEPRECIATION	416,260	
INTEREST RECEIVED	(3,380,661)	
DIVIDEND RECEIVED	(208,769)	(3,173,170)
OPERATING LOSS BEFORE WORKING CAPITAL CHANGES		(689,222)
ADJUSTMENTS FOR :		
TRADE AND OTHER RECEIVABLES	(723,542)	
INVENTORIES	8,598,199	
LOANS AND ADVANCES	8,102,561	
TRADE PAYABLES	1,049,178	9,829,998
CASH IN FLOW FROM OPERATIONS		9,140,776
CASH FLOW BEFORE EXTRAORDINARY ITEMS		
DIRECT TAX PAID	(792,413)	
EXTRA ORDINARY ITEMS (PRIOR YEAR'S TAX)	(107,928)	(900,342)
NET CASH FLOW FROM OPERATING ACTIVITIES		8,240,434
B. CASH FLOW FROM INVESTING ACTIVITIES :		
SALE OF FIXED ASSETS	0	
INTEREST RECEIVED	3,380,661	
PURCHASES OF FIXED ASSETS	(894,079)	
PURCHASES INVESTMENTS	(7,648,987)	
DIVIDEND RECEIVED	208,768	
NET CASH OUT FLOW FROM INVESTING ACTIVITIES		(4,953,636)
C. CASH FLOW FROM FINANCING ACTIVITIES :		
PROCEEDS OF PUBLIC ISSUE		0
REPAYMENT OF SECURED LOAN		0
DIVIDEND PAID		0
PUBLIC ISSUE EXPENSES		0
NET CASH FLOW IN FINANCING ACTIVITIES		0
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENT		3,286,798
CASH AND CASH EQUIVALENT AS AT 31.03.2006		1,185,683
(OPENING CASH BALANCE)		
CASH AND CASH EQUIVALENT AS AT 31.03.2007		4,472,481
(CLOSING CASH BALANCE)		

AS PER OUR SEPARATE REPORT OF EVEN DATE,
FOR LUNIA & COMPANY,
 Chartered Accountants,

(R. C. LUNIA),
 PARTNER,
 AHMEDABAD,
 THE 20TH JULY, 2007

ON BEHALF OF BOARD
 SHRI RAMBHAGAT AGARWAL
 SHRI PURSHOTAM AGARWAL
 SHRI KRISHNAKANT GOYAL
 SHRI ANAND AGARWAL

**LUNIA & COMPANY
CHARTERED ACCOUNTANTS**

**B-12, HARESHKRISHNA COMPLEX,
KANKARIA, AHMEDABAD-380 028.**

AUDITORS' CERTIFICATE

We have examined the attached Cash Flow Statement of Gujarat Investa Limited for the year ended 31st March, 2007. The statement has been prepared by the company in accordance with the requirements of Clause 32 of Listing Agreement with the Stock Exchanges and is based on and in agreement with the corresponding Profit & Loss Account and Balance Sheet of the Company covered by our report of even date to the members of the company.

**For LUNIA & COMPANY
Chartered Accountants,**

Ahmedabad,
the 20th July, 2007

**(R. C. LUNIA)
Partner**

GUJARAT INVESTA LIMITED

REGD. OFFICE: 3 & 4, Shivalik Plaza, Opp. Atira, Ambawadi, Ahmedabad - 380 015.

PROXY FORM

L.F. No. _____

I/We _____

of _____ being a member of

GUJARAT INVESTA LIMITED hereby appoint _____

_____ of _____

_____ or _____ failing him/her of _____

_____ as my/our proxy to vote for me/us and on my/our behalf at the 15th ANNUAL GENERAL MEETING of the company to be held on Saturday the 29th day of September, 2007 at 11.00 A.M. at 3 & 4, Shivalik Plaza, Opp. Atira, Ambawadi, Ahmedabad-380 015, at any adjournment thereof.

As a witness my/our hand(s) this _____ day _____ of 2006.

Affix a
1 Rupee
Revenue
Stamp

(Signature of the Shareholder)

NOTE : The Proxy Form duly completed and stamped must reach the Registered Office of the Company not less than 48 hours before the time of holding the aforesaid meeting.

GUJARAT INVESTA LIMITED

REGD. OFFICE: 3 & 4, Shivalik Plaza, Opp. Atira, Ambawadi, Ahmedabad - 380 015.

ATTENDANCE SLIP

PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING VENUE.

I hereby record my presence at the 15th Annual General Meeting of the Company to be held on Saturday the 29th day of September, 2007 at 11.00 A.M. at 3 & 4, Shivalik Plaza, Opp. Atira, Ambawadi, Ahmedabad-380 015.

Name of Share Holder of Proxy _____

Folio No. _____ No. of Share held _____

(Signature of the Shareholder)

BOOK - POST

To,

REGISTERED OFFICE
3 & 4, Shivalik Plaza,
Opp. Atira, Ambawadi,
Ahmedabad - 380 015.

GIRISH- AHMEDABAD Ph. 22778341