

**AMANI TRADING AND EXPORTS LIMITED**  
**AHMEDABAD**

**24th ANNUAL REPORT**  
**2007-2008**

**BOARD OF DIRECTORS**

SHRI ANISH A. SHAH

SHRI KEYUR J. PARIKH

SHRI MAYUR J. PARIKH

**AUDITORS**

M/S DHIRUBHAI SHAH & CO.  
CHARTERED ACCOUNTANTS  
AHMEDABAD

**BANKERS**

BANK OF INDIA

AHMEDABAD

**REGISTERED OFFICE**

32, MILAN PARK SOCIETY,  
NR. JAWAHAR CHOWK,  
MANINAGAR,  
AHMEDABAD - 380 008

*PRINTED IN THE COPY*  
For, **Amani Trading and Exports Limited,**

  
**Authorised Person**

**AMANI TRADING AND EXPORTS LIMITED**

**NOTICE**

**NOTICE** is hereby given that the twenty fourth annual general meeting of the members of **AMANI TRADING AND EXPORTS LIMITED** will be held on **Thursday, the 31<sup>st</sup> July, 2008 at 10.30 A.M.** at the registered office of the company situated at 32, Milan Park Society, Nr. Jawahar Chowk, Maninagar, Ahmedabad - 380008 to transact the following business: -

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the audited balance sheet as at 31<sup>st</sup> March, 2008 and profit and loss account for the year ended on that date alongwith reports of directors and auditors thereon.
2. To appoint a director in place of Mr. Mayur J. Parikh, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint auditors to hold office from conclusion of this meeting until the conclusion of next annual general meeting and to fix their remuneration.

**Registered Office:**  
32, Milan Park Society,  
Nr. Jawahar Chowk, Maninagar,  
Ahmedabad - 380 008.

**By Order of the Board**

**Date: 30/06/2008**

**Notes:**

  
**Chairman**

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THAT THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
2. The register of members and register of share transfers, of the company will remain closed from **28<sup>th</sup> July, 2008 to 30<sup>th</sup> July, 2008 (both days inclusive).**
3. Shareholders are requested to notify change in addresses, if any, at an early date, at the registered office of the company.

4. Secretarial compliance audit report pursuant to section 383A of the Companies Act, 1956 is annexed herewith.

**Registered Office:**  
**32, Milan Park Society,**  
**Nr. Jawahar Chowk, Maninagar,**  
**Ahmedabad - 380008.**

**Date: 30/06/2008**

**By Order of the Board**



**Chairman**

## AMANI TRADING AND EXPORTS LIMITED

### DIRECTORS' REPORT

To  
The members  
**Amani Trading and Exports Limited**

Your directors have pleasure in presenting the twenty fourth annual report together with audited annual accounts for the financial year ended on 31<sup>st</sup> March, 2008.

### FINANCIAL RESULTS

Your company's performance during financial year 2007-2008 is summarised below:

	31/03/2008	31/03/2007
	Rs.	Rs.
Sales and other income	4,17,23,140	2,11,86,652
Profit before depreciation	6,48,930	5,99,272
Less : Depreciation	1,152	1,375
Profit before tax	6,47,778	5,97,897
Add/Less: Provision for taxation	1,92,000	2,06,000
Provision for tax on fringe benefits	475	464
Deferred tax	(548)	(465)
Profit after tax	4,55,851	3,91,898
Add : Balance brought forward from previous year	35,19,570	31,27,672
Balance carried to Balance Sheet	39,75,421	35,19,570

### DIVIDEND

In order to conserve the resources of the company for future business activities, your directors do not recommend any dividend on equity shares for the year ended on 31<sup>st</sup> March, 2008.

### OPERATIONS

During the year, under review, your company has continued its activity of trading in cotton fabrics. The company posted higher net profit of Rs.4.56 lacs as compared to net profit of Rs.3.92 lacs of previous year. Your directors are putting in their best efforts to improve the performance of the company in the coming year.

### **AUDITORS' REPORT**

The observations in the auditors' report are dealt with in notes forming part of accounts at the appropriate places and are self-explanatory.

### **LISTING AGREEMENT**

The equity shares of the company are listed on stock exchanges at Ahmedabad and Mumbai. The company has paid listing fees to both the stock exchanges.

### **DIRECTORS**

At the ensuing annual general meeting Mr. Mayur J. Parikh, Director is to retire by rotation and being eligible offers himself for re-appointment.

### **DIRECTOR'S RESPONSIBILITY STATEMENT**

Pursuant to section 217(2AA) of the Companies Act, 1956 and on the basis of information placed before them the directors confirm that:

- (i) In the preparation of the annual accounts, the applicable accounting standards have been followed alongwith proper explanation relating to material departures; if any;
- (ii) appropriate accounting policies have been selected and applied consistently, and the judgements and estimates that have been made are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31, 2008 and of the profit of the company for the said year;
- (iii) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) the annual accounts have been prepared on a going concern basis.

### **AUDITORS**

The retiring statutory auditors Dhirubhai Shah & Company, Chartered Accountants, Ahmedabad, retire at the ensuing annual general meeting and being eligible for re-appointment, have indicated their willingness to act as such. You are requested to appoint them as statutory auditors to hold office till the conclusion of next annual general meeting and fix their remuneration.

### **SECRETARIAL AUDIT**

The secretarial compliance report pursuant to section 383A of the Companies Act, 1956, forms part of this annual report and is attached herewith.

### **INFORMATION REGARDING CONSERVATION OF ENERGY, TECHNOLOGY AND FOREIGN EXCHANGE**

Your company is not engaged in any manufacturing activity and as such has no particulars to disclose under the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, as regards conservation of energy and technology absorption. Further, during the year under review, your company has neither earned nor made any payment in foreign exchange.

### **PARTICULARS REGARDING EMPLOYEES**

The company does not have any employee covered under the provisions of section 217 (2A) of The Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975.

### **DEPOSITS**

During the year under review, the company has not accepted any deposit from the public.

### **APPRECIATION**

Your directors would like to thank all its employees for rendering diligent services to the company. The deep sense of belonging and hard work of the employees has enabled the company to face up to the challenges in the competitive environment.


### **ACKNOWLEDGEMENTS**

Your directors would take this opportunity to express their gratitude to the customers, vendors, investors and banks for their continued support. Your directors would also like to thank statutory authorities for their support and look forward to their continued support and guidance in future.

**PLACE : AHMEDABAD**

**DATE: 30/06/2008**

**FOR AND ON BEHALF OF THE BOARD**



**CHAIRMAN**

**Dhirubhai Shah & Co.**  
Chartered Accountants

**AUDITORS' REPORT**

Members of Amani Trading And Exports Limited

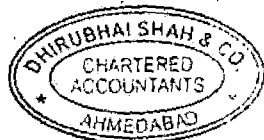
We have audited the attached Balance Sheet of Amani Trading And Exports Limited as at 31st March, 2008 and the Profit and Loss account and also Cash Flow Statement for the year ended on 31st March 2008 annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with 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.

1. As required by the Companies (Auditor's Report) Order, 2003, as amended by the Companies (Auditor's Report) (Amendment) Order, 2004, issued by the Central Government in terms of section 227(4A) 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.
2. Further to our comments in the Annexure referred to in paragraph (1) above, We report that:
  - (a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (b) In our opinion proper books of accounts as required by law have been kept by the Company so far as appears from our examination of those books;
  - (c) The Balance Sheet and Profit & Loss account dealt with by this report are in agreement with the books of account;
  - (d) In our opinion the Balance Sheet and Profit & Loss account dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
  - (e) On the basis of written representations received from the directors as on 31st March, 2008 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2008 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 explanations given to us, *subject to note no 3 of schedule 14 regarding non provision in respect of diminution in the value of investments and subject to note no 6 of schedule 14 regarding confirmation of balance of sundry creditors*, the said accounts read with the notes thereon give the information as required by The
    - (i) in the case of the Balance Sheet of the state of affairs of the Company as at 31st March, 2008;
    - (ii) in the case of the Profit and Loss Account of the Profit for the year ended on that date, and
    - (iii) in the case of the Cash Flow Statement, of the Cash Flow for the year ended on that date.

Place :: AHMEDABAD

Date :: 30.06.2008



For, Dhirubhai Shah & Co.  
Chartered Accountants

*Harish B. Patel*  
Harish B. Patel  
Partner

401/408, "Aditya" B/h. Abhijeet-I, Near Mithakhali Circle Ellishydge, Ahmedabad-380 006. M/No. 14427

Phone : (079) 26403326 • Telefax : (079) 26403325

E-mail : dshahco@dbshahgroup.com • Website : www.dbshahgroup.com

**ANNEXURE TO THE AUDITORS REPORT**  
( Referred in paragraph (1) of report of even date )

- (i) a In our opinion and according to the information and explanation given to us, the Company has maintained all the relevant records showing full particulars, including quantitative details and situation of fixed assets.
- b The company has a programme for physical verification of fixed assets at regular intervals. In our opinion, the period of verification is reasonable having regard to the size of the company and nature of its assets. No material discrepancies have been reported on such verification.
- c During the year, the Company has not disposed off any fixed assets that affects the going concern of the company.
- (ii) a The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- b In our opinion, the procedures of physical verification of stocks followed by the management are reasonable and adequate in relation to the size of the company and nature of its business.
- c The Company is maintaining proper records of inventory and no material discrepancies were noticed on verification between the physical stocks & book records.
- (iii) a The company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956, and hence paragraphs (iii)(b), (c) and (d) of the Order regarding rate of interest, terms and conditions of loans, repayments are not applicable.
- e The company has not taken any loans, secured or unsecured, from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956, and hence paragraphs (iii)(f) and (g) of the Order regarding rate of interest, terms and conditions of loans and repayments are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control system commensurate with the size of the company and nature of its business, for the purchase of inventory, fixed assets and for the sale of goods. During the course of our audit, no major weakness has been noticed in the internal controls.
- (v) a In our opinion and according to the information and explanations given to us, there are no transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956.
- b In our opinion and according to the information and explanations given to us, there are no transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956, paragraph (v)(b) of the Order, is not applicable.
- (vi) The Company has not accepted any deposit from the public and hence the provisions of section 58A of the Companies Act, 1956, and the Rules framed there under are not applicable. In company's case, no order has been passed by the Company Law Board.
- (vii) The company has an internal audit system commensurate with its size and nature of its business.
- (viii) As informed to us, the maintenance of cost records has not been prescribed by the Central Government under section 209(1)(d) of the Companies Act, 1956, in respect of the activities carried on by the company.



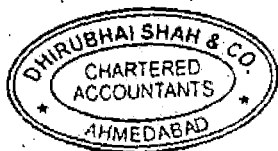


According to the information and explanation given to us and according to the books and records as produced and examined by us, in our opinion, the company is generally regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Value Added Tax, Sales Tax, Service Tax, Wealth Tax, Customs Duty, Excise Duty, Cess and other material statutory dues as applicable with the appropriate authorities. According to the information and explanation given to us, no undisputed statutory dues as at the year end outstanding for a period of more than six months from the date they become payable.

- b According to the information and explanations given to us, there is no statutory dues which are disputed.
- (x) As the company has not any accumulated losses, so this clause is not applied to it.
- (xi) According to the information and explanations given to us, the company has not defaulted in repayment of dues to financial institutions, banks and debenture holders.
- (xii) According to the information and explanations given to us, the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the company is not a Chit Fund or a Nidhi Fund or a 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 securities, debentures or other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xv) According to the information and explanations given to us, the company has not given any guarantees for loans taken by others from banks or financial institutions.
- (xvi) In our opinion and according to the information and explanations given to us, the company has not taken term loans during the year and hence, the question of its application does not arise.
- (xvii) Based on the information and explanations given to us and on an overall examination of the balance sheet of the company, in our opinion, there are no funds raised on a short term basis which have been used for long term investments, and vice versa.
- (xviii) According to the information and explanations given to us, the company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
- (xix) According to information and explanation given to us, the company has not issued any debentures and hence the question of created security or charge in respect thereof does not arise.
- (xx) According to information and explanation given to us, the company has not raised any money through a public issue during the year.
- (xxi) According to the information and explanations given by the management, no fraud on or by the company has been noticed or reported during the course of our audit.

Place: AHMEDABAD.

Date: 30.06.2008



For, Dhirubhai Shah & Co.  
Chartered Accountants

*Harish B. Patel*

HARISH B. PATEL

Partner

M / No. : 14427

**AMANI TRADING AND EXPORTS LIMITED**

**BALANCE SHEET AS AT 31ST MARCH, 2008**

	Schedule	AS AT 31/03/2008 Rupees	AS AT 31/03/2007 Rupees
<b><u>SOURCES OF FUNDS</u></b>			
<b>SHAREHOLDERS' FUNDS</b>			
(i) Share Capital	1	6997000	6997000
(ii) Reserves and Surplus	2	3980421	3524570
		10977421	10521570
<b>LOAN FUNDS</b>			
(i) Unsecured Loans	3	172386	172386
<b>DEFERRED TAX LIABILITIES (Net)</b>		1910	2458
<b>TOTAL :</b>		11151717	10696414
<b><u>APPLICATION OF FUNDS</u></b>			
<b>FIXED ASSETS:</b>			
Gross Block	4	51915	51915
Less: Depreciation Fund		45686	44534
Net Block:		6229	7381
<b>INVESTMENTS (AT COST)</b>	5	1586050	1586050
<b>CURRENT ASSETS, LOANS AND ADVANCES</b>			
(i) Sundry Debtors	6	6087381	6791884
(ii) Cash and Bank Balances	7	77573	78562
(iii) Loans and Advances	8	11466240	11014482
		17631194	17884928
<b>Less: CURRENT LIABILITIES AND PROVISIONS</b>			
(i) Current Liabilities	9	8070442	8781106
(ii) Provisions	10	1314	839
		8071756	8781945
<b>NET CURRENT ASSETS</b>		9559438	9102983
<b>TOTAL :</b>		11151717	10696414
Accounting policies and notes forming part of accounts	14		



AMANI TRADING AND EXPORTS LIMITED  
AHMEDABAD

As per our report of even date attached

As per our report of even date attached

For, **Dhirubhai Shah & Co.**  
Chartered Accountants

*Harin B. Shah*

Partner



Ahmedabad

Date: 30 JUN 2008

Signatories to Schedule 1 to 14

*Paritosh*

Chairman

*Deepak H. Shah*

Director

Ahmedabad

Date: 30 JUN 2008

**AMANI TRADING AND EXPORTS LIMITED**

**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH, 2008**

	Schedule	For the year ended 31/03/2008 Rupees	For the year ended 31/03/2007 Rupees
<b>INCOME :</b>			
Sales		40851565	20349352
Other Income	11	871575	837300
TOTAL :		41723140	21186652
<b>EXPENDITURE :</b>			
Purchase		40840468	20344818
Employees Remuneration and Benefits	12	95916	100053
Administrative and Other Expenses	13	137826	142509
Depreciation	4	1152	1375
TOTAL :		41075362	20588755
Profit Before Tax		647778	597897
Less : Provision for Taxation		192000	206000
Less : Provision for Fringe Benefit Tax		475	464
Add/(Less) : Deferred Tax Asset		(548)	(465)
Profit After Tax		455851	391898
Add : Balance brought forward from previous year		3519570	3127672
Balance carried to Balance Sheet		3975421	3519570
Basic / Diluted Earning Per Share ( in Rs.)		0.65	0.56
Accounting policies and notes forming part of accounts	14		



AMANI TRADING AND EXPORTS LIMITED  
AHMEDABAD

As per our report of even date attached

As per our report of even date attached

For, Dhirubhai Shah & Co.  
Chartered Accountants

Signatories to Schedule 1 to 14

*Hedim B. Shah*

*A. Parikh*

Partner

Chairman



*Munali B. Shah*

Director

Ahmedabad

Ahmedabad

Date: 30 JUN 2008

Date: 30 JUN 2008

**AMANI TRADING AND EXPORTS LIMITED**

**Schedules forming part of the Balance Sheet**

	AS AT 31/03/2008 Rupees	AS AT 31/03/2007 Rupees
<b><u>SCHEDULE - 1</u></b>		
<b><u>SHARE CAPITAL</u></b>		
<b><u>Authorised :</u></b>		
750000 Equity Shares of Rs.10 each [ Previous year 750000 Equity Shares of Rs.10 each ]	7500000	7500000
TOTAL :	7500000	7500000
<b><u>Issued, Subscribed &amp; Paid-up</u></b>		
699700 Equity Shares of Rs.10 each fully paid up [Previous year 699700 Equity Shares of Rs.10 each fully paid ]	6997000	6997000
TOTAL :	6997000	6997000
<b><u>SCHEDULE - 2</u></b>		
<b><u>RESERVE AND SURPLUS</u></b>		
Capital reserve	5000	5000
<b><u>Profit and loss Account</u></b>		
Balance as per Last Balance Sheet	3519570	3127672
Add : Transfer from profit and loss a/c.	455851	391898
	3975421	3519570
TOTAL :	3980421	3524570
<b><u>SCHEDULE - 3</u></b>		
<b><u>UNSECURED LOAN : From Companies &amp; Others</u></b>	172386	172386
TOTAL :	172386	172386



**AMANI TRADING & EXPORTS LIMITED**

**SCHEDULE - 4 - FIXED ASSETS**

Sr. No.	Name of Assets	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		As at 01-Apr-07	Additions during the year	Deductions during the year	As at 31-Mar-08	Upto 31-Mar-07	For the year	Deductions/ Adjustment during the year	Upto 31-Mar-08	As at 31-Mar-08	As at 31-Mar-07
1	SCOOTER	4,665	----	----	4,665	4,390	----	----	4,390	275	275
2	COMPUTER	47,250	----	----	47,250	40,144	1,152	----	41,296	5,954	7,106
	<b>TOTAL</b>	<b>51,915</b>	<b>---</b>	<b>---</b>	<b>51,915</b>	<b>44,534</b>	<b>1,152</b>	<b>---</b>	<b>45,686</b>	<b>6,229</b>	<b>7,381</b>
	Previous Year	51,915	----	----	51,915	41,518	1,841	----	43,159	8,758	10,397



**ASHIMA TRADING AND EXPORTS LIMITED**

	AS AT 31/03/2008 Rupees	AS AT 31/03/2007 Rupees
<b>SCHEDULE - 5</b>		
<b>INVESTMENTS (AT COST)</b>		
QUOTED :		
40000 Equity Shares of the face value of Rs. 10/- each per share of Ashima Limited ( Previous year 40000 shares)	1586050	1586050
Aggregate market value of quoted Investments : Rs.2,92,000/- (Previous year Rs.3,40,000/-)		
TOTAL :	1586050	1586050

	AS AT 31/03/2008 Rupees	AS AT 31/03/2007 Rupees
<b>SCHEDULE - 6</b>		
<b>SUNDRY DEBTORS</b>		
(Unsecured, considered good)		
Debts outstanding for a period exceeding six months	6087381	6778032
Other debts	0	13852
TOTAL :	6087381	6791884





**AMANI TRADING AND EXPORTS LIMITED**

	AS AT 31/03/2008 Rupees	AS AT 31/03/2007 Rupees
<b>SCHEDULE - 7</b>		
<b>CASH AND BANK BALANCES</b>		
Cash on hand	24	24
Balance with Scheduled Banks	77549	78538
TOTAL :	77573	78562
<b>SCHEDULE - 8</b>		
<b>LOANS AND ADVANCES</b>		
Loans to others (Unsecured considered good)	11456181	10995937
Advance Tax Payment (Net of Provisions)	8280	17280
Fringe Benefit tax	1332	857
Prepaid Expenses	447	408
TOTAL :	11466240	11014482
<b>SCHEDULE - 9</b>		
<b>CURRENT LIABILITIES</b>		
Sundry creditors	7981364	8695146
Other liabilities	89078	85960
TOTAL :	8070442	8781106
<b>SCHEDULE - 10</b>		
<b>PROVISIONS</b>		
For Fringe Benefit Tax	1314	839
TOTAL :	1314	839



**AMANI TRADING AND EXPORTS LIMITED**

**Schedules forming part of the Profit and Loss account**

	<b>For the year ended 31/03/2008 Rupees</b>	<b>For the year ended 31/03/2007 Rupees</b>
<b>SCHEDULE - 11</b>		
<b>OTHER INCOME</b>		
Interest (Net)	870644	837300
Excess provision written back	931	
	<b>871575</b>	<b>837300</b>
<b>SCHEDULE - 12</b>		
<b>EMPLOYEES' REMUNERATION AND BENEFITS</b>		
Salary and other allowances	93810	93034
Gratuity	2106	2019
<b>TOTAL :</b>	<b>95916</b>	<b>100053</b>

	<b>For the year ended 31/03/2008 Rupees</b>	<b>For the year ended 31/03/2007 Rupees</b>
<b>SCHEDULE - 13</b>		
<b>ADMINISTRATIVE AND OTHER EXPENSES</b>		
Printing and Stationary	3865	570
Listing fees	20000	20000
Professional fees	20264	28241
Profession tax	1000	1000
Advertisement expenses	15942	14332
Filing/Registration fees	18068	15412
Audit fees	10110	10100
Tax Audit fees	9128	4715
Miscellaneous expenses	0	311
Postage	1676	5578
Office facility charges	12000	12000
Office exps.	18732	18732
Repairs and Maintenance	0	3830
Insurance expenses	779	569
Demat charges	0	505
Bank Commission and Charges	505	670
Conveyance exps.	5757	5944
<b>TOTAL :</b>	<b>137826</b>	<b>142509</b>



# AMANI TRADING AND EXPORTS LIMITED AHMEDABAD

## SCHEDULE : 14

### I. ACCOUNTING POLICIES :

#### 1. Method of Accounting :

Accounts have been prepared on the basis of historical costs and on the basis of a going concern with revenues considered and expenses accounted wherever possible on their accrual including provisions/adjustments for committed obligation.

#### 2. Fixed Assets and Depreciation :

Fixed assets are accounted at the cost of acquisition. They are stated at historical cost less accumulated depreciation. Depreciation on fixed assets for the year has been provided on written down value method at the rates and manner prescribed in Schedule XIV of the Companies Act, 1956.

#### 3. Investments :

Investments of the company are long-term investments and are accounted at cost of acquisition. Dividend income on investments in share is accounted as and when received.

#### 4. Sales :

The company recognizes sales of goods on transferring property of underlying goods to customers.

#### 5. Employee benefits :

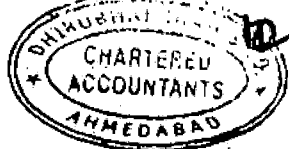
##### i) Gratuity :

Liabilities of gratuity is determined as per the provision of Gratuity Act who have completed the requisite period required for being eligible for Retirement benefits under the payment of Gratuity Act, 1972.

##### ii) Leave with pay :

Provision for leave with pay has been made on the basis of balance of leave to the credit of employees at the balance sheet date.

#### 6. Inventories are valued at cost.



# AMANI TRADING AND EXPORTS LIMITED AHMEDABAD

## 7. Taxes on Income :

Income tax provision comprises current tax provision and deferred tax provision. Current tax provision is made annually based on the tax liability computed after considering tax allowances and deductions. Deferred tax is recognised on timing difference between the accounting income and the taxable income for the year that originate in one period and are capable of reversal in one or more subsequent periods. Such deferred tax is quantified using the tax rates and laws enacted or substantively enacted as on the Balances Sheet date.

Deferred tax assets are recognised and carried forward to the extent that there is a reasonable/virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

## 8. Impairment loss :

Impairment loss is provided to the extent the carrying amount of assets exceeds their recoverable amounts. Recoverable amount is the higher of an asset's net selling price and its value. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of the asset and from its disposal at the end of its useful life. Net selling price is the amount obtainable from sale of the asset in the arm's length transaction between knowledgeable, willing parties, less the costs of disposal.

## 9. Provisions and contingencies

Provisions are recognised when the company has a legal and constructive obligation as a result of a past event, for which it is probable that cash outflow will be required and a reliable estimate can be made of the amount of the obligation. Contingent liabilities are disclosed when the company has a possible or present obligation where it is not probable that an outflow of resources will be required to settle it. Contingent assets are neither recognised nor disclosed.



**AMANI TRADING AND EXPORTS LIMITED  
AHMEDABAD**

**II. NOTES REFERRED TO IN AND FORMING PART OF THE ACCOUNTS OF THE COMPANY FOR THE YEAR ENDED ON 31<sup>st</sup> MARCH, 2008.**

1. Previous year's figures are regrouped/rearranged wherever necessary.
2. Expenditure incurred on employees who are in receipt of remuneration in the aggregate at the rate of not less than Rs.24,00,000/- per year or Rs.2,00,000/- per month if employed for the part of the year.

- i. Employed throughout the year Nil
- ii. Employed for the part of the year Nil

3. There is a diminution in the value of long term investments (Quoted) held by the company as on 31<sup>st</sup> March, 2008 on the basis of market value thereof as on that date. No provision is considered necessary in the accounts at this stage, since the company expects such a decline to be temporary.
4. The additional information required to be given pursuant to the provision of paragraph 3 and 4 the part-II of Schedule-VI of the companies Act, 1956 are as under :

Being a trading company, the information as to Licensed and Installed capacity is not Applicable to the company.

Particulars	Qty.(Mtrs.)	Amount (Rs.)
Opening Stock	Nil	Nil
	Nil	Nil
Purchase Fabrics	509509	40840468
	(123100)	(20344818)
Sales Fabrics	509509	40851565
	(123100)	(20349352)
Closing Stock	Nil	Nil
	Nil	Nil

5. In the opinion of the Board of Directors, Current Assets, Loans and Advances are approximately of the values stated in the Balances Sheet, if realized in the ordinary course of business. Provision for all known liabilities is adequate and not in excess. There are no capital commitments.



**AMANI TRADING AND EXPORTS LIMITED  
AHMEDABAD**

6. Balance of sundry debtors and creditors and loans and advances are subject to confirmation.

7. MICRO AND SMALL SCALE BUSINESS ENTITIES

There are no Micro and Small enterprises, to which the company owes dues, which are outstanding for more than 45 Days as at 31<sup>st</sup> March, 2008. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

8. The company has only one revenue segment – Trading business. Hence, no separate segment wise information on Revenue, Result and Capital employed is given.

9. Earning Per Share (EPS) :

Particulars	2007-2008	2006-2007
Profit/Loss after tax & extra ordinary items	455851	391898
Profit attributable to equity shareholders	455851	391898
No. of equity shares (Face value of Rs.10/- each)	699700	699700
Earning Per Share (EPS)	0.65	0.56

10. The breakup of deferred tax assets and deferred tax liabilities is as given below :

Particulars	As at 31.03.2008	As at 31.03.2007
<b>Deferred Tax Liabilities</b>		
Related to Fixed Assets	1910	2458
<b>Deferred Tax Assets</b>		
Disallowance under the Income Tax Act, 1961	0	0
Net :	1910	2458

11. Related Parties Disclosures ( Accounting Standard – 18 )

1. Relationships :-

(a) Other related parties where control exists :-

(i) Krupa Printers

2. Transaction carried out with related parties referred to in (i) above are in ordinary course of business.

Nature of Transactions	Related Parties
	Other Parties where control exists
Expenses	12,000/- (5500)



**AMANI TRADING AND EXPORTS LIMITED  
AHMEDABAD**

12. Adoption of accounting standard – 28 on "Impairment of Assets" issued by The Institute of Chartered Accountants of India, does not have any impact on either profit for the year or on the net assets of the company as at year end.
13. Additional information pursuant to part IV of schedule VI to The Companies Act, 1956.

**BALANCE SHEET ABSTRACT & COMPANY'S GENERAL BUSINESS PROFILES**

**1. Registration Details**

Registration No.	20026
State Code No.	04
Balance Sheet Date	31.03.2008

**2. Capital raised during the year**

Public issue	Nil
Right issue	Nil
Bonus issue	Nil
Private placement	Nil

**3. Position of Mobilization and Deployment of funds**

Total Liabilities	11151717
Total Assets	11151717

**Sources of funds**

Paid up Capital	6997000
Reserve and Surplus	3980421
Unsecured Loans	172386
Deferred Tax Liabilities	1910

**11151717**  
=====

**Application of Funds**

Net Fixed Assets	6229
Investments	1586050
Net Current Assets	9559438

**11151717**  
=====



AMANI TRADING AND EXPORTS LIMITED  
AHMEDABAD

4. Performance of Company

Turnover & Other Income	41723140
Total Expenditure	41075362
Profit before tax	647778
Profit after tax	455851
Earning Per Shares (in Rupees)	0.65
Dividend Rate	Nil

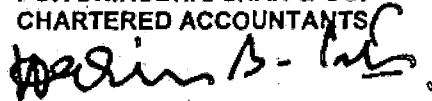
5. Generic Name of Principal Product, Services of the company

Item Code (ITC Code)	600121
Product Description	Trading of Textile Products

As per our report of even date attached

Signature to Schedule  
1 to 14

FOR DHIRUBHAI SHAH & CO.  
CHARTERED ACCOUNTANTS

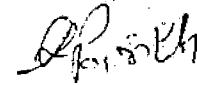


PARTNER

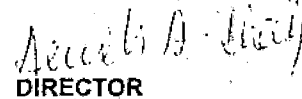


AHMEDABAD

Date: 30 JUN 2008



CHAIRMAN



DIRECTOR

AHMEDABAD

Date: 30 JUN 2008



AMANI TRADING AND EXPORTS LTD. AHMEDABAD		
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2008		
	2007-08	2006-07
<b>(A) CASH FLOW FROM OPERATING ACTIVITIES :</b>		
NET PROFIT BEFORE TAX	647,778	597,897
ADD :		
DEPRECIATION FOR THE YEAR	1,152	1,375
INTEREST EXPENSES	100	400
	649,030	599,672
LESS :		
INTEREST INCOME	(870,744)	(837,700)
	(221,714)	(238,028)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	(221,714)	(238,028)
ADD :		
(INCREASE)/DECREASE IN TRADE RECEIVABLES	704,503	244,148
(INCREASE)/DECREASE IN LOANS AND ADVANCES	(460,283)	(352,818)
LESS :		
INCREASE/(DECREASE) IN TRADE PAYABLES	(710,654)	(244,178)
ADVANCE TAX AND PAYMENT OF T.D.S.	(183,475)	(218,820)
INTEREST PAID	(100)	(400)
	(871,733)	(810,096)
NET CASH INFLOW / (OUTFLOW) FROM OPERATING ACTIVITIES	(871,733)	(810,096)
<b>(B) CASH FLOW FROM INVESTING ACTIVITIES :</b>		
INTEREST RECEIVED	870,744	837,700
(INCREASE)/DECREASE IN INVESTMENTS	-	-
	870,744	837,700
NET CASH INFLOW / (OUTFLOW) FROM INVESTING ACTIVITIES	870,744	837,700
<b>(C) CASH FLOW FROM FINANCING ACTIVITIES :</b>		
INCREASE/(DECREASE) IN BORROWINGS	-	-
NET CASH OUTFLOW FROM FINANCING ACTIVITIES	-	-
	-	-
NET CHANGES IN CASH AND CASH EQUIVALENTS (A+B+C)	(989)	27,604
CLOSING BALANCE OF CASH AND CASH EQUIVALENTS	77,573	78,562
OPENING BALANCE OF CASH AND CASH EQUIVALENTS	78,562	50,958
NET INFLOW/(OUTFLOW)	(989)	27,604

As per our report of even date attached  
DHIRUBHAI SHAH & CO.  
Chartered Accountants

H.B.PATEL  
PARTNER

Ahmedabad

Date: 30 JUN 2008



As per our report of even date attached

CHAIRMAN

DIRECTOR

Ahmedabad

Date: 30 JUN 2008