

**20TH  
ANNUAL REPORT  
2007-2008**

**COSTPLUS CREDIT  
CAPITAL LIMITED**

## CORPORATE PROFILE

### DIRECTORS

1. DR.(MRS) MEENAAGGARWAL
2. MAJ.GEN.VIRENDRA SINGH
3. MR.V.P.MITTAL
4. MR.RAJIV GUPTA
5. MR. VIPIN AGGARWAL
6. MR. B L GUPTA
7. MRS. SHAKUNTLA RANI
8. MR. V K SACHDEVA

**REGISTERED OFFICE**  
E-4, IIND FLOOR  
DEFENCE COLONY,  
NEW DELHI - 110 024

**BANKERS**  
PUNJAB NATIONAL BANK  
EAST OF KAILASH,  
NEW DELHI.

**PUNJAB NATIONAL BANK**  
RANIKHET

**STATE BANK OF INDIA**  
RANIKHET

**AUDITORS**  
KUDSIAAND ASSOCIATES  
154-D, NEB VALLEY,  
SAINIK FARMS,  
NEW DELHI 110 068

**COSTPLUS CREDIT CAPITAL LIMITED**

Registered Office : E-4, IInd Floor, Defence Colony, New Delhi-110 024

**NOTICE**

Notice is hereby given that the Twentieth Annual General Meeting of the members of Costplus Credit Capital Limited will be held on Friday, the 26th of September, 2008 at O-13, IInd Floor, Lajpat Nagar II, New Delhi at 10.00 A.M. to transact the following business:

**ORDINARY BUSINESS**

1. To consider and adopt the audited accounts for the year ended 31 st March, 2008 along with the reports of Directors and Auditors.
2. To appoint a director in place of Mr. Rajeev Gupta, who retires by rotation and being eligible, offers himself for reappointment.
3. To appoint a director in place of Mr. Vipin Aggarwal, who retires by rotation and being eligible, offers herself for reappointment.
4. To appoint a director in place of Mr. B L Gupta, who retires by rotation and being eligible, offers himself for reappointment.
5. To appoint M/s Kudsia and Associates, Chartered Accountants, as auditors to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

**BY ORDER OF THE BOARD OF DIRECTORS**

**PLACE: NEW DELHI  
DATE: SEPTEMBER 1,2008**

**VIPIN AGGARWAL  
DIRECTOR**

**Notes:**

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company.
2. All documents referred to in the accompanying Notice are open for inspection at the registered office of the company during office hours on all working days except Saturday between 11.00 A. M. and 1 P.M. upto the date of the Annual General Meeting.
3. Members/proxies should bring the attendance slips duly filled in for attending the meeting.
4. Shareholders seeking any information with regard to the accounts are requested to write to the company at an early date so as to enable the management to keep the information ready.
5. The register of members of the Company will remain closed from September 22nd, 2008 to September 25th, 2007 (both days inclusive).
6. Members are requested to bring their copies of the Annual Report to the meeting.

## DIRECTORS' REPORT TO THE SHAREHOLDERS

Dear members,

Your Directors have pleasure in presenting the Twentieth Annual Report of your Company for the year ended March 31, 2008.

### 1. FINANCIAL RESULTS (Rs. In lacs)

	For the year ended March 31, 2008	For the year ended March 31, 2007
a) Gross revenue	89.34	80.42
b) Profit before interest and depreciation	28.86	25.25
c) Interest	10.78	7.69
d) Depreciation	6.79	6.65
e) Profit before tax	11.29	10.92
f) Provision for tax including deferred tax	<u>2.10</u>	<u>2.02</u>
g) Profit after tax	9.19	8.90
h) Prior Period Adjustments	0	-0.31
i) Balance of profit brought forward	17.16	18.58
j) Transfer to General Reserve	<u>5.00</u>	<u>10.00</u>
	<u>21.37</u>	<u>17.17</u>

### 2. DIVIDEND

Keeping in view the financial results for the financial year 2007-2008, the Board does not recommend any dividend for the year.

### 3. BUSINESS OPERATIONS AND FUTURE PROSPECTS

During the year, the gross income increased from Rs. 80.42 lacs in the previous year to Rs. 89.34 lacs. The revenues from financial operations decreased from Rs.5.94 lacs to Rs. 4.32 during the year. Overall, business in financial sectors has been witnessing a decline mainly due to stagnant financial markets and increased competition, combined with lowering of interest rates by banks and financial institutions. The Company continues its policy of trading cautiously in advancing moneys. However, your Company continues to do well in the hospitality sector. The Resort and its hospitality were highly appreciated by all individuals, corporates and institutions who visited the Resort. The Resort is getting overwhelming response from all over India and is on the prime property list of all prestigious travel consultants. This area of operations of the Company is projected to give majority of income to the Company in the coming years also.

### 4. FIXED DEPOSITS

Your Company has not accepted any deposits from the public.

### 5. DIRECTORS

- Mr.Rajiv Gupta, who retires by rotation, and being eligible, offers himself for reappointment at the forthcoming Annual General Meeting.
- Mr. Vipin Aggarwal, who retires by rotation, and being eligible, offers herself for reappointment at the forthcoming Annual General Meeting.
- Mr.B.L.Gupta, who retires by rotation, and being eligible, offers himself for reappointment at the forthcoming Annual General Meeting.

## **6. AUDITORS AND AUDITORS' REPORT**

M/s Kudsia and Associates, Chartered Accountants, auditors of the Company, hold office until the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment. The company has received confirmation from them to the effect that their appointment, if made, will be within the limits prescribed under section 224 of the companies Act, 1956

The comments of the auditors in their report are self explanatory and require no further explanations

## **7. DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to sub-section (2AA) of Section 217 of the Companies Act, 1956, the Board of Directors hereby state and confirm that:

- (i) in the preparation of the Annual Accounts, the applicable accounting standards had been followed along with proper explanations relating to material departures;
- (ii) The Directors had 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 of the Company for that year;
- (iii) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) The Directors had prepared the annual accounts on a going concern basis.

## **8. LISTING AGREEMENT**

The equity shares of the Company are listed with the Bombay Stock Exchange and the listing fees has been paid. The cash flow statement for the year ended March 31, 2008 is also being annexed.

## **9. DEMATERIALISATION OF EQUITY SHARES**

The Company is in process of getting its equity shares in dematerialised form. After the dematerialisation, the shareholders may send their share certificates through their depository participants for having the shares in electronic form.

## **10. PARTICULARS OF EMPLOYEES**

There was no employee covered by the limit prescribed under the provisions of section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) rules, 1975

## **11. PARTICULARS REGARDING CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

Keeping in view the nature of business of the Company, information pursuant to Section 217(1)(e) of the Companies Act, 1956 regarding conservation of energy and technology absorption is not applicable to the Company

## **12. ACKNOWLEDGEMENTS**

Your directors would like to express their grateful appreciation for the assistance and cooperation received from the Company's Bankers, Institutions and Clients. Your Directors also acknowledge the sincere efforts put in by all the employees of the Company.

**for and on behalf of the Board**

**PLACE : NEW DELHI**

**VIPIN AGGARWAL**

**DATE : SEPTEMBER 1, 2008**

**(DIRECTOR)**

## CORPORATE GOVERNANCE REPORT

In compliance with clause 49 of the Listing Agreement with Stock Exchanges, the Company is pleased to submit this report on the matters mentioned in the said clause and the practices followed by the Company in this regard.

### 1 Company's philosophy on Code of Governance

The Company believes in and practices good Corporate Governance. The Company's essential character is shaped by the very values of transparency, professionalism and accountability. The Company continuously endeavors to improve on these aspects on an ongoing basis.

### 2 Board of Directors

The Board of Directors consists of eight directors. During the year 2007-2008, four Board Meetings were held on 28.04.2007, 28.07.2007, 29.10.2007 & 29.01.2008.

The following table gives details of directors, details of attendance of directors in Board Meetings, at the Annual General Meeting, number of memberships held by the Directors in the Board/Committees of various other Companies.

Name	Category	Attendance Particulars		Number of other directorship and Committee Member/Chairmanships		
		Board Meeting	Last AGM	Other Director	Committee Membership	Committee Chairman
Mrs.Meena Aggarwal	Chairperson	4	Yes	8	-	-
Gen.Virendra Singh	Director	3	No	-	-	-
Mr.V.P.Mittal	Director	3	No	3	1	-
Mr.Rajiv Gupta	Director	4	No	1	1	-
Mr.Vipin Aggarwal	Director	4	Yes	8	-	-
Mr.B.L.Gupta	Director	3	Yes	-	-	-
Mrs.Shakuntala Rani	Director	3	Yes	-	-	-
Mr V.K.Sachdeva	Director	3	No	-	-	-

#### Directors seeking reappointment

Mr. Rajeev Gupta, Mr. Vipin Aggarwal & Mr.B L Gupta retire by rotation and, being eligible, offer themselves for reappointment.

### 3 Audit Committee

The audit committee consists of three director's viz. Mr.Vipin Aggarwal, Mr. B.L.Gupta and Mr.Rajiv Gupta. The terms of reference specified by the Board for the Audit Committee are as follows:

- (a) Recommend the appointment of Statutory Auditors, fixation of audit fees and approval for payment of fees for any other services.
- (b) Appointment of Internal Auditors, determine the scope of internal audit and fixation of internal audit fees.
- (c) Review of internal control systems through discussions with Statutory Auditors and Internal Auditors and key employees, if any.
- (d) Implementing measures to strengthen internal control systems, and ensuring compliance to the internal control systems.
- (e) Selection of accounting policies to be adopted by the Company after due deliberations and compliance with accounting standards and generally accepted accounting principles.
- (f) Compliance with listing and other legal requirements concerning financial statements.
- (g) Reviewing periodic financial statements before submission to the Board.
- (h) Discussion with Statutory and Internal Auditors about major findings and observations during the course of audit.

The following table gives details of Directors/attendance of Directors of Audit Committee Meetings:

Name	Category	Attendance			
		28.04.07	28.07.07	29.10.07	29.01.08
Mr.Vipin Aggarwal	Chairman	Yes	Yes	Yes	Yes
Mr.B.L.Gupta	Director	Yes	No	Yes	Yes
Mr.Rajiv Gupta	Director	Yes	Yes	Yes	Yes

#### 4 Remuneration Committee

##### A Terms of Reference:

To review, assess and recommend the appointment of Executive and Non-Executive Directors and to review their remuneration package, to recommend compensation to the Non-Executive Directors in accordance with the provisions of the Companies Act, 1956.

##### B Composition:

The Committee comprises three directors. The Committee met two times during the year on 28.04.2007 & 29.10.2007. The attendance of Members at the Meeting was as follows:

Name	Category	No. of Meetings Attended
Mr.Vipin Aggarwal	Chairman	2
Mr.B.L.Gupta	Director	2
Mrs.Meena Aggarwal	Director	2

##### C Remuneration Policy

Remuneration of employees largely consists of base remuneration and perquisites. The components of the total remuneration vary for different cadre and are governed by industry pattern, qualifications and experience of the employee, responsibilities handled etc. The objectives of the remuneration policy are to motivate employees to excel in their performance, recognize their contribution, retain talent and reward merit.

##### D Details of remuneration paid to Directors for the year ended 31.03.2008

The details of remuneration paid to directors during the year ended March 31, 2008 are as follows:

Name	Service Contract/ Notice Period	Remuneration paid (in Rs.)		
		Sitting Fee	Salary	Total
Mr.V K Sachdeva	Retire by rotation	Rs.1000	NIL	NIL
Maj.Gen.Virendra Singh	Retire by rotation	Rs.500	NIL	NIL
Mr.V.P.Mittal	Retire by rotation	Rs.1000	NIL	NIL

#### 5 Shareholders/Investors Grievance Committee

The Board of the Company has constituted an Executive Committee, which, amongst others, also looks after share transfers. The Committee, inter alia, approves issue of duplicate share certificates and oversees and reviews all matters connected with securities transfers. The Committee also looks into redressing of shareholders' complaints like transfer of shares, non-receipt of Annual Report etc. The Company oversees the performance of the Registrars and Transfer Agents and recommends measures for overall improvement in quality of investor services. The constitution of the shareholders' grievance Committee is as follows:

Name	Category
Mr.Vipin Aggarwal	Chairman
Mr.B.L.Gupta	Director

## 6 General Body Meetings

Location and time for last three Annual General Meetings are:

Financial Year	Date	Time	Location
2004-2005	28.09.2005	10.00 A.M.	O-13, IInd Floor, Lajpat Nagar II, N.Delhi
2005-2006	26.09.2006	10.00 A.M.	O-13, IInd Floor, Lajpat Nagar II, N.Delhi
2006-2007	29.09.2007	10.00 A.M.	O-13, IInd Floor, Lajpat Nagar II, N.Delhi

No Special Resolutions were required to be put through postal ballot last year.

No Special Resolutions on matters requiring postal ballot are placed for shareholders' approval at this meeting.

## 7 Disclosures

- (a) There are no materially significant related party transactions made by the Company with its Promoters, Directors or management, their subsidiaries or relatives etc. that may have potential conflict with the interests of the Company at large.
- (b) There were no instances of non-compliance of any matter related to capital markets during the last three years.

## 8 Means of communication

- (a) The Company has published its quarterly results in The Pioneer and Veer Arjun
- (b) The Company does not possess any website.
- (c) No official news releases or presentations are made to institutional investors/analysts.
- (d) Management Discussion and Analysis Report

### (i) Industry Structure and Developments

Your Company is engaged in the business of hire purchase/lease finance, loans as well as in the business of hospitality. The Company has a resort in Ranikhet, Distt. Almora., Uttarakhand.

### (ii) Opportunities and threats:

The finance business is static over the last few years due to increasing competition and sluggish financial market. However, the hospitality industry is showing good opportunities. As such, the resort is doing good business and the clients are offering encouraging response to the resort.

### (iii) Segment wise performance:

Your Company is engaged in both the finance business as well as hospitality business. Appropriate segment-wise disclosures have been made in the accounts.

### (iv) Internal control system and their adequacy

Your Company has an adequate internal control system commensurate with its size and the nature of its business. The internal audit is carried out by an independent firm of Chartered Accountants, who interact with the Audit Committee on a regular basis, with respect to the scope of audit, significant audit observations and remedial action required, if any.

### (v) Discussion on financial performance with respect to operational performance

Your Company has been able to maintain its level of operating profitability despite a fall in finance income. Resort operations did better than last year, leading to a slight increase in profits.



## 9 Shareholders' information

- (i) Annual General Meeting- Date, Time and Venue  
10.00 A.M. Friday, September 26, 2008 at O-13, IInd Floor, Lajpat Nagar II, New Delhi 110 024
- (ii) Financial Calendar (tentative, subject to change)
- |                                 |                              |
|---------------------------------|------------------------------|
| Annual results of previous year | End August, 2008             |
| Mailing of annual reports       | First week of September 2008 |
| First quarter results           | July 31, 2008                |
| Annual General Meeting          | September 26, 2008           |
| Second quarter results          | End October, 2008            |
| Third quarter results           | End January, 2009            |
- (iii) Book closure  
September 22 to September 25, 2008
- (iv) Listing of equity shares on Stock Exchanges at  
The Stock Exchange, Mumbai
- (v) Payment of annual listing fees  
Paid to stock exchange where shares are listed
- (vi) Stock code  
BSE Code 26959
- (vii) Demat ISIN number of equity shares  
Not Available
- (viii) Share transfer system  
*The share transfer in physical form are presently processed and the share certificates returned within a period of 15 days from the date of receipt, if the documents are valid and complete in all respects. The Company is in the process of getting the shares dematerialized.*
- (ix) Outstanding GDR/ADR/Warrants or Convertible bonds, conversion date and likely impact on equity  
NIL
- (x) Plant location  
Resort at Majkhali, Ranikhet, Dist. Almora
- (xi) Address for correspondence:  
E-4, IInd Floor, Defence Colony, N.Delhi-110024

### AUDITORS CERTIFICATE ON CORPORATE GOVERNANCE

#### To the Members of Costplus Credit Capital Limited

We have examined the compliance of conditions of corporate governance by Costplus Credit Capital Limited for the year ended March 31, 2008, as stipulated in clause 49 of the Listing Agreement of the said Company.

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 of the conditions of the 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 explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Agreement, in all material respects. We state that no investor grievance is pending for a period exceeding one month against the Company as per the records maintained by the Shareholders/Investor Grievance Committee.

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 KUDSIA AND ASSOCIATES  
CHARTERED ACCOUNTANTS**

**PLACE: NEW DELHI  
DATE: SEPTEMBER 01, 2008**

**SAMEER KUDSIA  
(PARTNER)  
MEMBERSHIP NO. 087957**

## **AUDITORS' REPORT TO THE MEMBERS OF COSTPLUS CREDIT CAPITAL LTD.**

We have audited the attached Balance Sheet of Costplus Credit Capital Limited, as at March 31, 2008 and also the Profit and Loss Account and the cash flow statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

- 1 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 mis-statement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
- 2 As required by the Companies (Auditors Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
- 3 Further to our comments in the Annexure referred to in paragraph 2 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 purpose of the audit.
  - (b) In our opinion, proper books of account as required by law, have been kept by the Company, so far as appears from our examination of those books.
  - (c) The balance sheet, profit and loss account and cash flow statement dealt with by this report are in agreement with the books of account.
  - (d) In our opinion, the balance sheet, profit and loss account and cash flow statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
  - (e) On the basis of written representations received from the Directors, as on March 31, 2008 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on March 31, 2008 from being appointed as a Director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.
  - (e) In our opinion and to the best of our information and according to 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:
    - (i) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2008
    - (ii) In the case of 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 flows for the year ended on that date.

**For KUDSIA AND ASSOCIATES  
CHARTERED ACCOUNTANTS**

**PLACE: NEW DELHI  
DATE: SEPTEMBER 01, 2008**

**SAMEER KUDSIA  
(PARTNER)**

**ANNEXURE REFERRED TO IN PARAGRAPH 2 OF THE AUDITORS' REPORT TO THE MEMBERS OF COSTPLUS CREDIT CAPITAL LIMITED ON THE ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2008**

- (i) (a) The Company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The management has carried out physical verification of Fixed Assets during the year and no discrepancies have been noticed in respect thereof.
- (c) There was no substantial disposal of fixed assets during the year.
- (ii) (a) According to the information and explanations given to us, the stock of securities and inventories at the Resort have been physically verified by the management at regular intervals during the year.
- (b) In our opinion and according to explanations given to us, the procedure of physical verification of stock of securities and inventories at Resort followed by the management is reasonable and adequate in relation to the size of the Company and nature of its business.
- (c) The Company is maintaining proper and adequate records of inventories and no discrepancy was noticed between the physical stock of securities and book records.
- (iii) (a) The Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register maintained u/s 301 of the Companies Act, 1956.
- (b) The Company has taken unsecured loans from four of its directors. The amount of loans outstanding as at March 31, 2008 was Rs. 88.44 lacs. The terms and conditions of the loans taken are not prejudicial to the interests of the Company.
- (iv) In our opinion and according to 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 of shares; plant and machinery, equipment and other assets and sale of shares and assets.  
  
During the course of our audit, no major weakness has been noticed in the internal controls in respect of these areas.
- (v) (a) According to the information and explanations provided by the management, we are of the opinion that the the transactions that need to be entered into the register maintained under section 301 of Companies Act, 1956 have been so entered.
- (b) In our opinion and according to explanations given to us, the transactions with parties with whom transactions exceeding value of rupees five lacs have been entered into during the financial year are at prices which are reasonable having regard to the prevailing market price at the relevant time.
- (vi) The Company has not accepted any deposits from the public.
- (vii) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (viii) To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956.

- (ix) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues applicable to it.
- (b) According to the information and explanations given to us, no undisputed statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (c) According to the information and explanations given to us, there are no statutory dues which have not been deposited on account of any dispute.
- (x) The Company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the current and immediately preceding financial year.
- (xi) Based on our audit procedures and as per the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to financial institution, banks or debenture holders.
- (xii) According to the information and explanations given to us and based on documents and records produced to us, the Company has not granted loans or advances on the basis of security by way to pledge the share, 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 (Auditors' Report) Order, 2003 are not applicable to the Company.
- (xiv) In respect of dealing /trading in shares, securities, debentures and other investments, in our opinion and according to the information and explanations given to us, proper records have been maintained of the transactions and contracts and timely entries have been made therein. The shares, securities have been held by the Company in its own name except where have been sent for transfer
- (xv) 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.
- (xvi) Based on information and explanations given to us by the management, no term loans were obtained by the company.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet and cash flow statement of the Company, we report that no funds raised on short term basis have been used for long term investment and no long term funds have been used to finance short term assets (excluding permanent working capital)
- (xviii) The Company has not made any preferential allotment of shares to parties or companies covered in the register maintained under section 301 of the Companies Act, 1956.
- (xix) The Company did not have any outstanding debentures during the year.
- (xx) The Company has not raised any monies from public issues during the year.
- (xxi) 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 KUDSIA AND ASSOCIATES  
CHARTERED ACCOUNTANTS

PLACE: NEW DELHI  
DATE: SEPTEMBER 01, 2008

SAMEER KUDSIA  
(PARTNER)

# COSTPLUS CREDIT CAPITAL LIMITED

BALANCE SHEET AS AT 31 ST MARCH 2008

			AS AT 31.03.2008 (Rupees)	AS AT 31.03.2007 (Rupees)
<b>I. SOURCES OF FUNDS</b>				
<b>SHAREHOLDERS FUNDS</b>				
Share capital	1.		30,070,000	30,070,000
Reserves and surplus	2.		4,297,180	3,377,241
<b>LOAN FUNDS</b>				
Secured loans	3.		631,814	1,933,798
Unsecured loans	4.		8,844,151	8,648,905
Deferred tax liability			1,568,235	1,538,835
<b>TOTAL FUNDS EMPLOYED</b>			<u>45,411,380</u>	<u>45,568,779</u>
<b>II. APPLICATION OF FUNDS</b>				
<b>FIXED ASSETS</b>				
(a) Gross block	5.		28,058,855	27,027,804
(b) Less: depreciation			5,649,081	4,969,606
(c) Net block			22,409,774	22,058,198
(d) Capital work in progress			19,692,108	17,449,277
			<u>42,101,882</u>	<u>39,507,475</u>
<b>INVESTMENTS</b>	6		5,300,550	4,973,348
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>				
Inventories	7		968,503	1,080,383
Sundry debtors	8		161,301	1,794,491
Cash and bank balances	9		1,075,239	1,858,477
Loans and advances	10		6,503,082	6,143,825
			<u>8,708,125</u>	<u>10,877,176</u>
<b>LESS: CURRENT LIABILITIES &amp; PROVISIONS</b>	11		<u>10,699,177</u>	<u>9,789,220</u>
<b>NET CURRENT ASSETS</b>			<u>-1,991,052</u>	<u>1,087,956</u>
<b>TOTAL FUNDS UTILISED</b>			<u>45,411,380</u>	<u>45,568,779</u>
<b>ACCOUNTING POLICIES AND NOTES TO ACCOUNTS</b>	19			

Per our report of even date  
for KUDSIA AND ASSOCIATES  
CHARTERED ACCOUNTANTS

VIPIN AGGARWAL  
(DIRECTOR)

SAMEER KUDSIA  
(PARTNER)  
MEMBERSHIP NO : 087957  
PLACE : NEW DELHI  
DATE : SEPTEMBER 01, 2008

B.L.GUPTA  
(DIRECTOR)

## COSTPLUS CREDIT CAPITAL LIMITED

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

	SCH.	AS AT 31.03.2008 (Rupees)	AS AT 31.03.2007 (Rupees)
<b>INCOME</b>			
Income from financial operations	12	432,320	594,039
Income from sale of shares		135,671	-
Income from resort operations	13	8,366,316	7,447,931
		<u>8,934,307</u>	<u>8,041,970</u>
<b>EXPENDITURE</b>			
Raw materials & fuel consumed	14	1,708,123	1,145,386
Marketing and selling expenses	15	375,699	229,390
Financial costs	16	1,077,756	758,509
Personnel expenditure	17	1,129,293	823,406
Administrative & other expenses	18	2,719,590	3,318,402
Loss on sale of Investment		115,000	-
Depreciation		679,475	664,769
		<u>7,804,936</u>	<u>6,949,862</u>
<b>PROFIT BEFORE TAXATION</b>		1,129,371	1,092,108
Less: Provision for taxation		128,200	89,310
Provision for fringe benefit tax		32,500	65,050
Provision for deferred tax		29,400	77,100
Previous year taxation adjustment		19,332	29,334
<b>PROFIT AFTER TAXATION</b>		919,939	889,982
Less: Prior period adjustments (net)		-	30,800
Add: Balance brought forward from previous years		1,716,922	1,857,740
<b>PROFIT AVAILABLE FOR APPROPRIATION</b>		2,636,861	2,716,922
<b>APPROPRIATIONS:</b>			
Transfer to general reserve		500,000	1,000,000
<b>SURPLUS CARRIED TO BALANCE SHEET</b>		<u>2,136,861</u>	<u>1,716,922</u>
Earnings Per Share		0.31	0.29
<b>ACCOUNTING POLICIES &amp; NOTES TO ACCOUNTS</b>	19		

Per our report of even date

for KUDSIA AND ASSOCIATES  
CHARTERED ACCOUNTANTS

VIPIN AGGARWAL  
(DIRECTOR)

SAMEER KUDSIA  
(PARTNER)  
MEMBERSHIP NO : 087957  
PLACE : NEW DELHI  
DATE : SEPTEMBER 01,2008

B.L.GUPTA  
(DIRECTOR)

# COSTPLUS CREDIT CAPITAL LIMITED

## SCHEDULES 1 TO 19 FORMING INTEGRAL PART OF FINAL ACCOUNTS

SCH.	AS AT 31.03.2008 (Rupees)	AS AT 31.03.2007 (Rupees)
<b>1. SHARE CAPITAL</b>		
<b>AUTHORISED</b>		
55,00,000 (Previous year 55,00,000) Equity Shares of Rs.10 each	<u>55,000,000</u>	<u>55,000,000</u>
	<u>55,000,000</u>	<u>55,000,000</u>
<b>ISSUED, SUBSCRIBED &amp; PAID UP</b>		
30,07,000 Equity Shares of Rs.10 each, fully paid up	<u>30,070,000</u>	<u>30,070,000</u>
(Previous year : 30,07,000 Equity Shares of Rs.10 each, fully paid up)	<u>30,070,000</u>	<u>30,070,000</u>
<b>2. RESERVES AND SURPLUS</b>		
<b>General Reserve</b>		
As per last year	<u>1,360,319</u>	<u>360,319</u>
Add: Transferred from Profit and Loss Account	<u>500,000</u>	<u>1,000,000</u>
	<u>1,860,319</u>	<u>1,360,319</u>
<b>Special Reserve Fund</b>		
(as per section 45-IC of RBI Act, 1934)	<u>300,000</u>	<u>300,000</u>
Balance in Profit and Loss Account	<u>2,136,861</u>	<u>1,716,922</u>
	<u>4,297,180</u>	<u>3,377,241</u>
<b>3. SECURED LOANS</b>		
- Overdraft limit with Punjab National Bank (Secured by hypothecation of property of a director and personal guarantees of some of the directors)	<u>60,346</u>	<u>1,933,798</u>
Car Loan from Kotak Mahindra Bank Ltd (Secured by hypothecation of car purchased)	<u>571,468</u>	<u>-</u>
	<u>631,814</u>	<u>1,933,798</u>
<b>4. UNSECURED LOANS</b>		
Deposits from directors	<u>8,844,151</u>	<u>8,648,905</u>
	<u>8,844,151</u>	<u>8,648,905</u>

Per our report of even date

for KUDSIA AND ASSOCIATES  
CHARTERED ACCOUNTANTS

VIPIN AGGARWAL  
(DIRECTOR)

SAMEER KUDSIA  
(PARTNER)  
MEMBERSHIP NO : 087957  
PLACE : NEW DELHI  
DATE : SEPTEMBER 01,2008

B.L.GUPTA  
(DIRECTOR)

## Fixed Assets

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	ASAT 01.04.2007	ADDITION	DEDU- CTION	AS AT 31.03.2008	UPTO 31.03.2007	FOR THE YEAR	ADJUST- MENT	UPTO 31.03.2008	ASAT 31.03.2008	ASAT 31.03.2007
COMPUTERS	501025	0	0	501025	485106	3732	0	488838	12187	15919
FURNITURE	34970	0	0	34970	32396	2214	0	34610	360	2574
OFFICE EQUIPMENT	87111	0	0	87111	31163	4138	0	35301	51810	55948
PLANT AND MACHINERY	778862	29500	0	808362	249011	37295	0	286306	522056	529851
RESORT BUILDING	19443568	0	0	19443568	2390309	316930	0	2707239	18736329	17053259
RESORT FURNITURE	2208656	52335	0	2260991	1263995	140716	0	1404711	856280	944661
RESORT LAND	2090145	0	0	2090145	0	0	0	0	2090145	2090145
RESORT MACHINERY	1113722	0	0	1113722	386645	52902	0	439547	674175	727077
VEHICLES	769745	949216	0	1718961	130981	121548	0	252529	1466432	638764
<b>TOTAL</b>	<b>27027804</b>	<b>1031051</b>	<b>0</b>	<b>28058855</b>	<b>4969606</b>	<b>679475</b>	<b>0</b>	<b>5649081</b>	<b>22409774</b>	<b>22058198</b>
PREVIOUS YEAR	27007342	20462	0	27027804	4304837	664769	0	4969606	22058198	-



SCH.			AS AT	AS AT			
			31.03.2008	31.03.2007			
		(Rupees)		(Rupees)			
<b>6</b>	<b>INVESTMENTS</b>	<b>QUANTITY</b>					
	(Long Term, valued at cost)						
	A. Unquoted, Non-Trade						
	(i) Government Securities						
	Indira Vikas Patras		65,000		65,000		
	National Savings Certificates		10,000	75,000	10,000	75,000	
	<b>Non-Quoted Shares</b>						
	AVI Exim Private Limited	18,000			180,000		
	CCL Securities Private Limited	78,500			785,000		
	Cost Plus Travels Private Limited	30,000	300,000		300,000		
	Keshav Holdings Private Limited	2,000			200,000		
	Keshav Leasing Private Limited	8,000	800,000		800,000		
	Neset Chits Private Limited	5,000			50,000		
	Neset Consultants Private Limited	80,000			800,000		
	Pashupati Holdings Private Limited	30,000			300,000		
	Pravik Estates Private Limited	50,000	500,000	1,600,000	500,000	3,915,000	
	<b>Mutual Funds</b>						
	JM Money Manager Fund		1,000,000				
	Reliance Liquid Plus		1,000,000				
	Standard Chartered Arbitrage		300,000				
	Tata Treasury Management Fund		500,000	2,800,000			
	<b>B. Quoted, Trade *</b>						
	(Fully paid up equity shares of Rs.10 each)						
	Aero Granite Ltd.	1,000	66,494		66,494		
	Darshan Oils Ltd.	1,800	5,400		5,400		
	Frontier Springs Ltd.	100	152		152		
	Premier Auto Electric Ltd.	50	50		50		
	Hind. Industries Ltd.	100	560		560		
	Indo French Biotech Ltd.	1,800	2,340		2,340		
	Indogulf Industries Ltd	48,050	520,031		520,031		
	Inland Printers Ltd.	100	700		700		
	Jagson Airlines Ltd.	1,000			24,238		
	Jindal Stainless Ltd.	1,350	5,860		5,860		
	Jindal Steel & Power Ltd.	180	16,290		16,290		
	Lok Housing Ltd.	1,000	74,058		74,058		
	Naiva Sons Investment Ltd.*	73	5,000		5,000		
	Oswal Chemicals Ltd.	8,000	127,061		254,121		
	Supreme Oriented Films Ltd.	45			6,500		
	U.S. 64 Scheme (UTI)	100	1,554	825,550	1,554	983,348	
				<b>5,300,550</b>		<b>4,973,348</b>	

\*Aggregate market value of quoted shares Rs.10,60,102.00 (previous year 7,60,925.00)

## 7 INVENTORIES

(as taken, valued & certified by the Management)

### A. SHARES IN COMPANIES / MUTUAL FUNDS

(i) (Fully paid up equity shares of Rs.10 each)

	AS AT 31.03.08	AS AT 31.03.07	AS AT 31.03.08	AS AT 31.03.07
	QUANTITY		VALUE (RUPEES)	
(i) (Partly paid up equity shares of Rs.10 each)				
American Paints India Ltd.	9,700	9,700	48,500	48,500
(ii) Others				
(Fully paid up equity shares of Rs.10 each)				
RRB Securities Ltd.	1,000	1,000	50,000	50,000
<b>TOTAL (A)</b>			<b>98,500</b>	<b>98,500</b>
<b>B. STOCK ON HIRE</b>				
Stock on hire			820,003	940,003
Less: unmatured H.P.Charges			-	16,700
<b>TOTAL (B)</b>			<b>820,003</b>	<b>923,303</b>
<b>C. RESTAURANT STOCK</b>			<b>50,000</b>	<b>58,580</b>
<b>TOTAL (C)</b>			<b>50,000</b>	<b>58,580</b>
<b>GRAND TOTAL (A+B+C)</b>			<b>968,503</b>	<b>1,080,383</b>

Resturant stock is valued at cost, ascertained on weighted average purchase price

	AS AT 31.03.2008 (Rupees)	AS AT 31.03.2007 (Rupees)
<b>8 SUNDRY DEBTORS</b>		
(Unsecured, considered good)		
(a) More than six months (due from company in which some of the directors are interested)	-	549,446
(b) Others	161,301	1,245,045
(includes Rs. 2.95 lacs from company in which some of the directors are interested)	<u>161,301</u>	<u>1,794,491</u>
<b>9 CASH AND BANK BALANCES</b>		
Imprest and petty cash	666,546	94,055
Balances with scheduled banks in current accounts	408,693	656,962
in deposit accounts	-	1,107,460
(including interest accrued Rs. 1,07,460/- Previous year Rs. 50,000/-)	<u>1,075,239</u>	<u>1,858,477</u>
<b>10 LOANS AND ADVANCES</b>		
(Unsecured, considered good)		
- Loans	396,123	1,131,123
- Advances recoverable in cash or in kind or for value to be received	6,045,672	4,968,390
- Advance tax /T.D.S	61,287	44,312
	<u>6,503,082</u>	<u>6,143,825</u>
<b>11 CURRENT LIABILITIES AND PROVISIONS</b>		
<b>CURRENT LIABILITIES</b>		
Expenses payable	255,443	286,879
Booking advances-apartments	9,300,000	8,755,000
Other liabilities	770,528	40,357
Sundry Creditors	245,006	617,674
	<u>10,570,977</u>	<u>9,699,910</u>
<b>PROVISIONS</b>		
Income tax	128,200	89,310
	<u>10,699,177</u>	<u>9,789,220</u>

	<b>Current Year 2007-2008 (Rupees)</b>	<b>Previous Year 2006-2007 (Rupees)</b>
<b>12 INCOME FROM FINANCE OPERATIONS</b>		
Lease and hire purchase income	16,700	218,478
Dividends	46,742	9,595
Financial income	368,878	365,966
	<u>432,320</u>	<u>594,039</u>
<b>13 INCOME FROM RESORT OPERATIONS</b>		
Room tariff	5,060,092	4,213,075
Restaurant sales	1,907,375	1,321,212
Provision written back	4,031	
Other receipts	1,394,818	1,913,644
	<u>8,366,316</u>	<u>7,447,931</u>
<b>14 RAW MATERIALS &amp; FUEL CONSUMED</b>		
Opening stock	58,580	30,400
Fuel expenses	258,773	158,037
Food non-perishable	746,441	467,814
Food-perishable	694,329	547,715
	1,758,123	1,203,966
Less: Closing stock	50,000	58,580
	<u>1,708,123</u>	<u>1,145,386</u>
<b>15 MARKETING &amp; SELLING EXPENSES</b>		
Advertisement & publicity	68,189	187,419
Business promotion		26,886
Commission	228,226	
Other expenses	79,284	15,085
	<u>375,699</u>	<u>229,390</u>
<b>16 FINANCIAL COSTS</b>		
Bank interest and charges	44,511	93,545
Interest on directors deposits	1,033,245	674,964
	<u>1,077,756</u>	<u>768,509</u>
<b>17 PERSONNEL EXPENDITURE</b>		
Salaries	1,127,068	815,174
Staff welfare	2,225	8,232
	<u>1,129,293</u>	<u>823,406</u>

	<b>Current Year 2007-2008 (Rupees)</b>	<b>Previous Year 2006-2007 (Rupees)</b>
<b>18 ADMINISTRATIVE AND OTHER EXPENSES</b>		
Auditors' remuneration	33,708	22,448
Books and periodicals	2,751	6,207
Conveyance	110	1,030
Donation	20,000	-
Electricity and water	410,121	677,560
Gardening expenses	7,517	138,438
Housekeeping	104,153	280,089
Insurance	65,393	85,636
Laundry charges	60,026	49,816
Lease rent	-	144,000
Meeting expenses	7,215	21,150
Membership and subscriptions	18,806	24,009
Miscellaneous expenses	207,422	241,116
Printing and stationery	138,718	102,394
Rates and taxes	152,509	69,735
Rent	187,500	153,200
Repairs and maintenance	959,554	911,570
Retainership charges	56,600	18,500
Telephone and postage	155,032	147,689
Travelling	30,615	27,608
Vehicle maintenance	101,840	196,207
	<u>2,719,590</u>	<u>3,318,402</u>

## **19 (A) SIGNIFICANT ACCOUNTING POLICIES**

### **1 BASIS OF ACCOUNTING**

The financial statements are prepared under the historical cost convention and are in accordance with the requirement of the Companies Act, 1956 and accepted accounting standards.

### **2 REVENUE RECOGNITION**

- (a) Hire purchase finance charges are accounted for on the due dates as per respective hire purchase contracts.
- (b) Income from trading in shares, brokerage, and other services are accounted for on accrual basis.
- (c) Income from dividends on shares is accounted for on receipt basis.
- (d) Income from guest accommodation is recognised on a day to day basis after the guest checks into the resort

### **3 EXPENDITURE**

All expenses are accounted for on accrual basis.

### **4 FIXED ASSETS & DEPRECIATION**

Fixed assets are stated at cost including those related to acquisition, less accumulated depreciation. The Company follows the straight line method of depreciation in respect of all its assets at the rates prescribed by Schedule XIV of the Companies Act, 1956. Depreciation is calculated on a pro-rata basis from the date of additions, except in the case of assets costing up to Rs.5,000/- each, where each such asset is fully depreciated in the year of purchase.

### **5 INVESTMENTS**

Investments in shares/securities are valued at historical direct cost, using the average cost formula.

### **6 STOCK IN TRADE**

Stock in trade of shares is valued at lower of cost or market value. The cost is ascertained on weighted average purchase price.

Stock in trade at restaurant is valued at cost, ascertained on weighted average purchase price.

### **7 STOCK ON HIRE**

Stock on hire is valued at cost as reduced by the principal amounts in the installments which have matured during the year.

### **8 INCOME TAX**

Provision for Minimum Alternate Tax (MAT) amounting to Rs. 1.28 lacs has been made under section 115JB of the Income Tax Act, 1961. Deferred tax is recognised, subject to the consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. In consonance with Accounting Standard-22, "Accounting for Taxes on Income", issued by the Institute of Chartered Accountants of India, the Company has recognised additional deferred tax liability for the year ended March 31, 2008 of Rs. 0.29 Lacs in the Profit & Loss Account. The entire deferred tax liability is on account of depreciation. Fringe Benefit Tax is accounted for in accordance with the provisions of the Income Tax Act. 1961.

- 9 As the Company does not have any employee having service tenure of over 5 years, provisions for gratuity have not been made in terms of the Accounting Standard on "Accounting for Retirement Benefits in the Financial Statements of Employees" (AS-15).

**(B) FINANCIAL NOTES**

- 1 Balances in parties' accounts are subject to confirmation from the respective parties.
- 2 Previous year figures have been regrouped/recast wherever found necessary to make them comparable with those of the current year.
- 3 Auditors Remuneration: (Rupees)

	<u>2007-2008</u>	<u>2006-2007</u>
(i) Audit fees	22,448	22448
(ii) Tax Audit fees	11,260	0
	<u>33,708</u>	<u>22,448</u>

- 4 Segment Reporting: The business segment has been considered as the primary segment for disclosure. The categories included in each of the reported business segment are as follows:

- (i) Resort Business
- (ii) Leasing, finance and investment business.

The above business segments have been identified considering the nature of services, the differing risks and returns and the internal financial reporting systems.

(Amount in Rupees)

Particulars	Lease, HP & Finance Business	Resort Business	Total
<b>REVENUE</b>			
External Revenue	4,32,320	83,66,316	87,98,636
Intersegmental revenue	0	0	0
<b>TOTAL REVENUE</b>	4,32,320	83,66,316	87,98,636
<b>EXPENDITURE</b>			
Identified operating expenses	1,08,350	67,98,989	69,07,339
Allocated expenses	1,24,536	6,37,390	7,61,926
<b>TOTAL EXPENDITURE</b>	2,32,886	74,36,379	76,69,265
Segmental operating income	1,99,434	9,29,937	11,29,371
Unallocable expenses	-	-	0
Net profit before taxes	-	-	11,29,371
Income taxes	-	-	2,09,432
<b>Net profit after taxes</b>	-	-	9,19,939

5. Earnings per share:

	This year Rupees	Previous year Rupees
Profit after taxation as per profit and loss account	9,19,939	8,89,982
Less: dividend and dividend tax thereon	NIL	NIL
Profit attributable to equity shareholders	9,19,939	8,89,982
Weighted average number of equity shares outstanding	3007000	3007000
Basic and diluted earnings per share (face value - Rs. 10)	0.31	0.29

6. Contingent Liabilities : Estimated amounts of contracts remaining to be executed and not provided for in the accounts are Rs. 22.00 lacs on account for construction of flats at Ranikhet.

7. Additional information pursuant to the provisions of clauses 3,4, and 4D of part II of Schedule VI to the Companies Act, 1956, to the extent applicable :

a) With regard to clause 3(ii) of part II of Schedule VI to the Companies Act, 1956, in respect of its activities related to sale and purchase of securities held as stock-in-trade, the Company does not fall under the category of clause 3(ii)(a) "Manufacturing Company" or clause 3(ii)(b) "Trading Company" or clause 3(ii)(c) "Company rendering or supplying services" but falls under the category "Other Companies" as given in clause 3(ii)(e). As such, quantitative data for opening and closing stock, purchases and sales have not been given.

b) Transactions in Foreign Currency (Rs. In lacs)

	<u>2007-2008</u>	<u>2006-2007</u>
(i) Foreign Currency Outflow	NIL	NIL
(ii) Foreign Currency Inflow	NIL	NIL

8. No amount was payable to a small scale undertaking at the year end.

Per our report of even date

for KUDSIA AND ASSOCIATES  
CHARTERED ACCOUNTANTS

VIPIN AGGARWAL  
(DIRECTOR)

SAMEER KUDSIA  
(PARTNER)  
MEMBERSHIP NO : 087957  
PLACE : NEW DELHI  
DATE : SEPTEMBER 1, 2008

B.L.GUPTA  
(DIRECTOR)



**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2008**

	31.03.2008	31.03.2007
<b>i) NET PROFIT BEFORE TAX &amp; EXTRAORDINARY ITEMS</b>	<b>11.29</b>	<b>10.92</b>
<b>ADJUSTMENTS FOR:</b>		
Depreciation	6.79	6.65
Interest	10.78	7.69
Prepaid expenses	-	-
	<u>17.57</u>	<u>14.03</u>
	<b>28.86</b>	<b>24.95</b>
<b>ii) OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>		
<b>ADJUSTMENTS FOR :</b>		
Decrease/ (Increase) in inventory	25.85	0.03
Decrease/ (increase) in trade & other receivables	16.33	-14.26
(Decrease)/ Increase in creditors and other liabilities	9.10	20.29
	<u>51.28</u>	<u>6.06</u>
	<b>80.14</b>	<b>31.01</b>
<b>iii) CASH GENERATED FROM OPERATIONS</b>		
Interest paid	10.78	7.69
Income tax	1.80	0.62
	<u>12.58</u>	<u>8.31</u>
<b>iv) NET CASH FROM OPERATING ACTIVITIES</b>	<b>67.56</b>	<b>22.70</b>
<b>(B) CASH FLOW FROM INVESTING ACTIVITIES</b>		
Addition to fixed assets	-10.31	-0.20
Purchase of Investments	-28.00	0.00
Increase/(Decrease) in Loans & Advances	-3.59	16.97
Increase/(Decrease) in Capital WIP	-22.43	-95.22
	<u>-64.33</u>	<u>-78.45</u>
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>-64.33</b>	<b>-78.45</b>
<b>(C) CASH FLOW FROM FINANCING ACTIVITIES</b>		
Increase/(Decrease) in secured loans	-13.02	18.04
Increase/(Decrease) in unsecured loans	1.95	30.56
Net cash from financing activities	<u>-11.07</u>	<u>48.60</u>
Cash equivalents (A+B+C)	-7.84	-7.15
Cash & cash equivalents at the beginning of the year	<u>18.58</u>	<u>25.73</u>
Cash and cash equivalents (A+B+C) at the close of the year	<b>10.74</b>	<b>18.58</b>

For and on behalf of the Board

PLACE: NEW DELHI  
DATE : SEPTEMBER 1, 2008

VIPIN AGGARWAL  
DIRECTOR

**AUDITORS CERTIFICATE**

We have verified the above Cash Flow Statement of Costplus Credit Capital Limited derived from the audited financial statements for the year ended 31st March,2008 and have found the same to be drawn in accordance therewith and also with the requirement of clause 32 of the listing Agreement with Stock Exchange.

for KUDSIA AND ASSOCIATES  
CHARTERED ACCOUNTANTS

PLACE : NEW DELHI  
DATE : SEPTEMBER 1, 2008

SAMEER KUDSIA  
(PARTNER)

**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.	30472
Balance Sheet Date	31.03.2008
State Code	55

**II. CAPITAL RAISED DURING THE YEAR (Amount Rs.in lacs)**

Public Issue	NIL
Rights Issue	NIL
Bonus Issue	NIL
Private Placement	NIL

**III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (Amount Rs. In lacs)**

Total Liabilities	454.11
Total Assets	454.11

**Sources of Funds**

Paid up Capital	300.70
Reserves and Surplus	42.97
Secured Loans	6.32
Unsecured Loans	88.44
Deferred Tax Liability	15.68

**Applications of Funds**

Net Fixed Assets	421.02
Investments	53.01
Net Current Assets	-19.91
Misc. Expenditure	0

**IV. PERFORMANCE OF THE COMPANY (Amount Rs. in Lacs)**

Turnover	89.34
Total Expenditure	78.05
Profit Before Tax	11.29
Profit After Tax	9.20
Earnings Per Share (Rs.)	0.31
Dividend	NIL

**V. GENERIC NAMES OF THREE PRINCIPAL PRODUCTS OF THE COMPANY**

(As per monetary terms)

Item Code (ITC Code)	N.A.
Product Description	Financial Services & Resort Operations

**VIPIN AGGARWAL**  
(DIRECTOR)

PLACE : NEW DELHI  
DATE : SEPTEMBER 1, 2008

**B.L.GUPTA**  
(DIRECTOR)

## COSTPLUS CREDIT CAPITAL LIMITED

Regd. Office : E-4, IInd Floor, Defence Colony, New Delhi - 110 024

### FORM OF PROXY

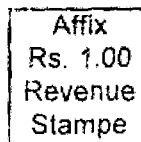
I, We \_\_\_\_\_ of \_\_\_\_\_ in the district of \_\_\_\_\_ being a member / members of Costplus Credit Capital Limited, hereby appoint \_\_\_\_\_ of \_\_\_\_\_ in the district of \_\_\_\_\_ as my/our proxy to attend and vote for me/us and on my/our \_\_\_\_\_ behalf at the Annual General Meeting of the Company to be held on Friday, the 26th September 2008, at 10.00 A.M. and any adjournment thereof.

Signed this \_\_\_\_\_ day of September 2008.

Signature \_\_\_\_\_

Ledger Folio No. \_\_\_\_\_

Number of shares held \_\_\_\_\_



Notes : i) The proxy need not be a member

ii) The proxy duly signed across Re.1.00 revenue stamp should reach the Regd. Office of the the time fixed for the meeting.

## COSTPLUS CREDIT CAPITAL LIMITED

Regd. Office : E-4, IInd Floor, Defence Colony, New Delhi - 110 024

### ATTENDANCE SLIP

I hereby record my presence at the Annual General Meeting being held at O-13, IInd Floor, Lajpat Nagar II, New Delhi 110 024 on Friday, the 26 th of September, 2008 at 10.00 A.M.

1. Full name of the shareholder \_\_\_\_\_

2. Ledger Folio No. \_\_\_\_\_

3. No. of shares held \_\_\_\_\_

4. Signature of shareholder or proxy holder \_\_\_\_\_

To be used only when first named shareholder is not attending (please give full name of 1st Joint holder Mr./Mrs. \_\_\_\_\_)

Note: Please complete this attendance slip and hand it over at the entrance of the meeting hall.