

18th
Annual
Report
2008-2009

 **JAINCO**
PROJECTS (INDIA) LTD.

BOARD OF DIRECTORS

SRI S.K.BHANSALI : Chairman
SMT. K.SARASWATI : Director
SRI A.K.BAID : Director
SRI S.M.GUNECHA : Director

AUDITORS

SARKAR GURUMURTHY & ASSOCIATES
Chartered Accountants
35, C.R.Avenue
Kolkata – 700012

BANKERS

UCO Bank

REGISTRAR & SHARE TRANSFER AGENTS

R&D INFOTECH (P) LTD.
22/4, Nakuleshwar Bhattacharjee Lane,
Kolkata – 700026

REGISTERED OFFICE

2, Clive Ghat Street
4th Floor , Room No 4A
Kolkata – 700001

CONTENTS

DIRECTORS REPORT	- 1	PROFIT & LOSS A/C	- 14
REPORT ON CORPORATE GOVERNANCE	- 4	SCHEDULES ON ACCOUNT	- 15
AUDITORS REPORT	- 10	NOTES ON ACCOUNT	- 20
BALANCE SHEET	- 13	BALANCE SHEET ABSTRACT	- 23
		CASH FLOW STATEMENT	- 24

JAINCO PROJECTS (INDIA) LTD.

DIRECTORS' REPORT TO THE MEMBERS:

Your Directors have pleasure in presenting the Eighteenth Annual Report and the Audited Statement of Accounts of the Company for the year ended 31st March, 2009.

PERFORMANCE IN FINANCIAL TERMS

	Year Ended 31st March, 2009 Rs. In lakh	Year Ended 31st March, 2008 Rs. In lakh.
Profit / (Loss) before interest and depreciation	17.61	11.57
Less Interest and Depreciation	12.52	10.21
Profit / (Loss) before tax.	5.09	1.36
Less Provision for tax :		
Current Tax	2.14	0.92
Deferred Tax for current year	NIL	NIL
Adjustment for prior period	NIL	0.01
Fringe Benefit Tax	0.32	0.07
	—	—
Net Profit / (Loss) after tax.	2.63	0.36
Add Balance brought forward from last year.	0.34	(0.02)
Balance of Profit / (Loss) Carried to the Balance sheet.	2.97	0.34

REVIEW OF OPERATION

During the year under review the Company has achieved sales to the tune of Rs. 983.7 lakhs against Rs. 40.60/- lakhs in the previous year. However this marginal improvement is not at par with our expectation because of many unforeseen reasons. The major amongst which were increase in both fixed and variable costs in one hand and also stiff competition in the market.

PROSPECT IN THE CURRENT YEAR

During the course of current financial year, your Board has made strategic business plan to upgrade the performance of the Company and accordingly it is expected that the current year will show better results. The Management has also taken some positive steps in this regard to achieve the desired result. However, your Board of Director has been considering launching few diversified activities keeping in view the basic objectives of the Company, which may improve the state of affairs in course of time.

DIVIDEND

The Board did not recommend any dividend for the Financial Year 2008-2009 in view of inadequate profit earned by your Company.

DIRECTORS' RESPONSIBILITY STATEMENT

Your Directors confirm that:

- A. in the preparation of the annual accounts all applicable accounting standards had been followed along with proper explanation relating to material departures.

JAINCO PROJECTS (INDIA) LTD.

DIRECTORS' REPORT (Continue)

- B. the Directors had selected such accounting policies and applied them consisting 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 the profit or loss of the Company.
- C. the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- D. The Directors had prepared the annual accounts on a going concern basis.

CODE OF CONDUCT FOR BOARD MEMBERS AND SENIOR MANAGEMENT.

In accordance with the requirement of revised Clause 49 of the Listing Agreement, your Board of Directors has laid down and adopted the Code of Conduct for all it's Members and Senior Management Personnel of the Company.

MANAGEMENT DISCUSSION AND ANALYSIS.

Pursuant to Clause 49 of the Listing Agreement a separate report on Management Discussion and Analysis, forming part of this Annual Report, is attached.

CORPORATE GOVERNANCE.

A separate report on Corporate Governance along with the Compliance certificate duly signed by the Auditors of the Company, forming part of this report, is annexed with this report. The Auditor's Certificate and the Corporate Governance Report on compliance with Clause 49 are self explanatory and do not require further elucidation.

DE-LISTING OF EQUITY SHARES

Your Company has initiated necessary action to delist it's Equity Shares from the Ahmedabad and Jaipur Stock Exchanges pursuant to the resolution passed at the Sixth Annual General Meeting of the Company held on 27th September, 2001 and the same is still under process.

However the Shares of your Company will continue to be listed in the Calcutta Stock Exchange Association Ltd. and Bombay Stock Exchange Ltd.

PARTICULARS OF EMPLOYEES UNDER SECTION 217 (2A) OF THE COMPANIES ACT.

None of the employees of the Company is drawing remuneration exceeding prescribed limit specified under section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975.

PUBLIC DEPOSITS

The Company has not accepted any deposits from the public within the meaning of section 58A of the Companies Act, 1956 and the rules made thereof.

PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUT GO.

The disclosure, as required under the provisions of Section 217(1) (e) of the Companies Act, 1956, your Company does not come under the purview of this section.

However your Board declares that the Company has neither any Foreign Exchange earnings nor any Outgo during the year under review.

DIRECTORS

Shri A.K. BAID retires at this Annual General Meeting and being eligible offer himself for re-appointment.

JAINCO PROJECTS (INDIA) LTD.

DIRECTORS' REPORT (Continue)

AUDITORS AND AUDITOR'S REPORT

Your Directors have no comments on the Auditor's Report since the Report itself is self explanatory. It is stated that M/s. Sarkar Gurumurthy & Associates will retire at the conclusion of this Annual General Meeting and being eligible as per Section 224B of the Companies Act, 1956, they have expressed their willingness for re-appointment

ADEQUACY OF INTERNAL CONTROLS

Your Company has installed adequate internal control systems in combination with delegation of powers. The control system is also supported by internal audits and Management reviews with documented policies and procedures.

SUBSIDIARY

It is reported that the Company has no Subsidiary within the meaning of Section 4 of the Companies Act, 1956.

APPRECIATION

Your Board records it's sincere appreciation for the valuable support extended by the Company's Bankers, Financial Institutions and the Government Agencies. Your Board also wishes to thank all it's customers / dealers / sub-dealers and all those associated with the Company. Your Board further conveys cordial thanks to all the employees for their sincere works and takes this opportunity to thank Shareholders for their continued confidence reposed in the Management of the Company.

Kolkata
Date: 30th June, 2009.

For and on behalf of the Board
Ms. K. Saraswati
Director

ANNEXURE TO DIRECTOR'S REPORT MANAGEMENT DISCUSSION AND ANALYSIS

INDUSTRY STRUCTURE & DEVELOPMENTS

Industries in the Construction Sector are principally dependent on Government's initiative for expanding necessary infrastructure facilities. With the development of Modern Technology coupled with Industrial Growth, the requirement has been multiplied and accordingly the Company has to rise on the occasion even in the face of stiff competition. Therefore the Company has to give importance for maintaining suitable combination of technical know how to reap the advantages of the growing market condition in the Construction Sector.

OPPORTUNITIES AND THREAT

There has been a radical change in global economies particularly in the developing countries like India which has raised hope for excellent business opportunities as a whole.

The major threats are higher cost of various inputs, higher transportation cost including increase in fixed cost from time to time. The strategies are constantly re-worked to minimize adverse implications, if any.

OUTLOOK

In view of the undergoing economic reforms the prospect of the Industry seems certain. The Management of the Company has been keeping close watch to take this opportunity even at the risk of more investment in this respect.

MANAGEMENT OF RISK & CONCERNS

The Management has taken steps to keep it's position intact in the market which is predominated with stiff competition. Close and constant touch is being maintained with all the customers while trying to develop new customer base also. The Company has also been trying for certain need-based relief from it's Bankers.

JAINCO PROJECTS (INDIA) LTD.

ANNEXURE TO DIRECTOR'S REPORT (Continue)

INTERNAL CONTROL SYSTEMS & ADEQUACY

The Company has its own independent Internal Control Systems which is commensurate with the size of the Company and it is periodically reviewed to confirm adequacy of the system.

FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCES

A critical appraisal is made by the Audit Committee before drawing Quarterly Statement of Accounts and the Board also reviewed the same on each occasion.

SOCIAL COMMITMENT

The aspects of Social Responsibility are carefully looked after by the Company.

ENVIRONMENTAL EFFORTS

The Company is quite alert in providing clean environment on a continuous basis.

INDUSTRIAL RELATIONS

The Management takes sufficient care in maintaining good relations with the employees of the Company.

CAUTIONARY STATEMENT

The foregoing discussion and analysis may differ with actual achievements due to any change in key factors of the economy which is beyond the control of the Management.

Kolkata
Date: 30th June, 2009.

For and on behalf of the Board
Ms. K.Saraswati
Director

REPORT ON CORPORATE GOVERNANCE

A. MANDATORY REQUIREMENTS

1. Company's philosophy on code of Governance

The Company's philosophy of Corporate Governance is aimed at assisting the management of the Company to create and adhere to a Corporate culture of conscience and consciousness in the efficient conduct of its business and to continuously strive to attain high levels of accountability transparency, responsibility, capabilities & fairness in all aspects of its operations. Your Company with a view to achieve these objectives, adopted corporate strategies, prudent business plans and monitoring of performance and to set high standards of corporate, towards its employees, stakeholders, conduct and society.

Clause 49 of the Listing Agreement with Stock Exchanges sets up norms and disclosures that are to be met by the Company on Corporate Governance front. We confirm our compliance with Corporate Governance criteria, as required under the said clause vide this report.

2. Board of Directors

The present strength of board is 4 Directors. The Board comprises of Executive Director and Non-Executive Directors. The Board meets the requirement of not less than 50% being non-executive Directors.

During the year under review six Board meetings were held.

JAINCO PROJECTS (INDIA) LTD.

ANNEXURE TO DIRECTOR'S REPORT (Continue)

The Composition of Directors and their attendance at the Board Meeting during the year and the last Annual General Meeting as also number of other directorships, committee memberships and chairmanships held by them are given below :-

Directors	Category	Attendance		No. of other Directorship & Committee Member/Chairman		
		Board Meeting	Last AGM	Other Directorship	Committee Membership	Committee Chairmanship
Mr. S.K. Bhansali	Chairman	6	YES	4	1	1
Ms. K. Saraswati	Director	6	YES	-	-	-
Mr. Ajit Kr. Baid	Non-Executive Director	4	YES	-	-	-
Mr. S.M. Gunecha	Non-Executive Director	4	YES	1	1	1

3. Audit Committee

Terms of reference of the Audit Committee are as per section 292A of the Companies Act, 1956 and the guidelines set out in Clause 49 of the Listing Agreement(s) with the Stock Exchange(s) that interalia include a review of financial reporting process, draft financial statements and Auditor's Report (before submission to the board), accounting policies and practices internal controls and internal Audit Systems, risk management policies and practices, related party transactions, internal audit reports and adequacy of internal audit function.

The role of the audit committee includes recommending the appointment and removal of external auditor, discussion of audit plan, fixation of audit fees and also approval for payment of any other services.

The Audit committee had four meetings during the year 2008-09. The composition of audit committee and attendance of its meetings is given hereunder:

Member	Position	No. of meetings	
		Held	Attended
Ajit Kumar Baid	Chairman	4	4
S.M. Gunecha	Member	4	4
K.Saraswati	Member	4	4

Mr. Ajit Kumar Baid is a professional and has expertise in the field of taxation, Accounting and Corporate laws.

Name and Designation of Compliance Officer - Mr. Manik Pal - Senior Executive

The audit committee meetings are held at the registered office and are attended by the Internal Auditors and the Finance head. A representative of the Statutory Auditors is invited, as required. Mr. Dilip Kumar Sarawogi, practicing company secretary acts as the secretary of the Audit committee. The Chairman of the Audit Committee was present at the last Annual General Meeting of the Company.

4. Remuneration to Directors

There is no remuneration committee as there is no remuneration paid to the directors (executive and non executive). No sitting fees were paid to independent directors for the year 2008-2009.

The company does not have stock option scheme for grant of options either to the Directors or employees.

JAINCO PROJECTS (INDIA) LTD.

ANNEXURE TO DIRECTOR'S REPORT (Continue)

5. Investors'/Shareholders Grievance Committee:

The terms of reference of the Committee are to look into redressal of Shareholders/Investor's Complaints relating to non-receipt of notices, share certificates, annual reports, dividends, transfer of shares, dematerialisation of shares and other grievances. The composition of Investors/Shareholders Grievance committee and attendance at its meeting is given hereunder:

Member	Position	No. of meetings	
		Held	Attended
Ms. K. Saraswati	Chairman	4	4
Mr. Ajit Kumar Baid	Member	4	4
Mr. S.M. Gunecha	Member	4	4

Details of Complaints received from Shareholders/Investors is as follows:

Pending at the beginning of the year	-	Nil
Received during the year	-	04
Redressed/Replied during the year	-	04
Pending at the year end	-	Nil

6. General Body Meetings:

Location and time of last three Annual General Meetings were held as under:

Financial year	Date	Time	Location
2007-08	Sep30, 2008	10.00 AM	Shyamal Smriti Parisad 30,Dr.Nagen Ghosh Lane Dhakuria,Kolkata- 700 031
2006-07	Sep29, 2007	10.00 AM	60 A & 60 B, Chowringhee Road Kolkata - 700 020
2005-06	Sep27, 2006	10.00 AM	-Do-

No resolution was required to be put through postal ballot last year.

6A. Notes on Directors seeking appointment/re-appointment as required under clause 49VI(A) of the Listing Agreement entered into with Stock Exchanges.

Mr. A.K.Baid who retires by rotation as director at the upcoming Annual General Meeting and being eligible offers himself for re-appointment.

7. Disclosures

Disclosure on materially significant related party transactions i.e., transactions of the company of material nature with its promoters, the Directors or the management, their subsidiaries relatives etc that may have potential conflict with the interests of the Company at large.

None of the transactions with any of the related parties were in conflict with the interests of the Company at large.

8. Means of Communication

(I)The Half-yearly results are published in the newspapers having wide circulation and not sent to the Shareholders.

JAINCO PROJECTS (INDIA) LTD.

ANNEXURE TO DIRECTOR'S REPORT (Continue)

(II) The Quarterly ,half-yearly and annual results are normally published in Echo of India -Kolkata Edition and Arthic Lipi-Kolkata Edition.

(III) The Company did not display official News released and certain other information on any website except sending them to Stock Exchanges.

(IV) Management Discussion and Analysis Report has been annexed to and forms part of the Report of the Directors to the Shareholders.

9. General Shareholder Information

(i) 18th Annual General Meeting

Date and Time : 24th September, 2009 at 10.00 a.m.
Venue : Shyamal Smriti Parisad
30, Dr. Nagen Ghosh Lane, Dhakuria, Kolkata - 700 031

(ii) Financial Year : 1st April to 31st March.

(iii) Financial Calendar

Annual Results of previous year(audited) : 30th June, 2009
First Quarter Results (2009-10) : Last Week of July, 2009
Annual General Meeting for the Financial
Year ended on 31st March, 2009 : 24th Sept, 2009
Second Quarter /Half yearly Results (2009-10) : Last Week of Oct., 2009
Third Quarter Results (2009-10) : Last Week of Jan., 2010

(iv) Date of Book Closure : 19th Sept, 2009 to 24th Sept, 2009(both days inclusive)

(v) Dividend Payment details : In view of the nominal profit incurred during the year under review, the Board of Directors did not recommend any dividend on the Equity Shares of the Company.

(vi) Listing on Stock Exchanges and Stock Code

Name of the Stock Exchange	Stock Code No.
Equity Shares at The Calcutta Stock Exchange Association Ltd., Kolkata	0 20031
The Stock Exchange, Mumbai	526865
The Stock Exchange, Ahmedabad- -De-Listing Under Progress	27711/JAINCO PROJ
The Jaipur Stock Exchange Limited -De-Listing Under Progress	454

Share Transfer System

All shares are transferred within a period of 21 days form the date of receipt, so long as documents are found in order.

The Share Transfer committee generally meets once in a fortnight

Investors Services

During the financial year 2008-09 only 4 queries/complaints/requests were received by the Company from Shareholders and almost all of which have been satisfactorily replied

JAINCO PROJECTS (INDIA) LTD.

ANNEXURE TO DIRECTOR'S REPORT (Continue)

Market Price Data:

High/Low of Market price of Company's share traded on Calcutta Stock Exchange during each month in the last financial year 2008-09

Month	High (Rs)	Low (Rs)	Closing (Rs)
April, 2008	4.37	3.00	4.04
May, 2008	4.24	3.25	3.59
June, 2008	4.31	3.40	4.29
July, 2008	4.56	3.58	4.12
August, 2008	4.46	3.06	3.96
September, 2008	4.97	3.90	4.10
October, 2008	3.98	3.79	3.79
November, 2008	4.27	3.86	4.00
December, 2008	3.99	2.57	2.57
January, 2009	2.68	2.25	2.25
February, 2009	2.36	1.97	2.00
March, 2009	2.10	1.73	1.73

I) Distribution of Share holding as on 31st March, 2009

Slab of Shareholdings Number of shares	Shareholders Number	% of total Number	Share holders	
			In Rupees	% of total Nos.
1 - 500	3184	74.56	826419	20.66
501 - 1000	561	13.17	489007	12.23
1001 - 2000	237	5.57	375958	9.40
2001 - 3000	76	1.78	197774	4.94
3001 - 4000	44	1.03	159139	3.98
4001 - 5000	47	1.10	223653	5.59
5001 - 10000	58	1.36	457650	11.44
10001 - 50000	50	1.17	1150900	28.77
50001 - 100000	2	0.04	119500	2.99
100001 and above	NIL	0.00	NIL	0.00
TOTAL	4259	100	4000000	100.00

II) Share holding pattern as on 31st March, 2009

Category	No. of Shares	% of Shares
Indian Promoters	44200	1.11
Persons acting in concert	2300	0.06
Mutual Funds	-	-
Banks / Fin. Ins.	10000	0.25
FII's/NRI	2181	0.05
Corporate Bodies	859067	21.48
Indian Public and Others	3082252	77.06
TOTAL	4000000	100.000

JAINCO PROJECTS (INDIA) LTD.

ANNEXURE TO DIRECTOR'S REPORT (Continue)

Dematerialisation of Shares:

The Shares of the Company are compulsorily traded in dematerialised form under depository systems of both the National Securities Depository Ltd. and the Central Depository Services (India) Ltd.(CSDL).Requests for dematerialization of shares are processed and confirmation is given to the respective Depositories Code No. allotted by NSDL & CDSL.The ISIN for the Company's Shares in Demat Form is INE 966C01010.

As on 31st March 2008, 47.91% of the share capital of the Company representing 1918697 equity shares was held in dematerialized form and the balance 52.09% representing 2081303 equity shares were held in physical form.

Address for correspondence for share and related services.

Any assistance regarding share transfers and transmission, change of address, non-receipt of share certificate/duplicate Share Certificate, demat and other matters and for redressal of all Share related complaints and grievances, the members are requested to write to or contact the registrar & Share Transfer Agents or the Share Department of the Company for all their queries or any other matter relating to their Shareholding in the Company at the address given below:

(I) Company's Registered Office at

: JAINCO PROJECTS(INDIA) LTD.
2, Clive Ghat Street,4th Floor,Room No. 4 A ,Kolkata-700 001
TEL: 033 22313549 ; E-MAIL: jaincocal@gmail.com

(II)Registrar and Share Transfer Agent's at

: R & D INFOTECH PVT.LTD
22/4,Nakuleshwar Bhattacharjee Lane,Kolkata-700 026
TEL:91(33) 24631657/58 ; E-MAIL: rdinfotech@yahoo.com

For and on behalf of the Board

Kolkata

Ms. K.Saraswati

Date: 30th June, 2009.

Director

AUDITORS' CERTIFICATE ON COMPLIANCE OF CORPORATE

TO,

THE MEMBERS OF JAINCO PROJECTS (INDIA) LIMITED

We have reviewed the implementation of Corporate Governance procedures by JAINCO PROJECTS (INDIA) LIMITED during the year ended on 31st March 2009, with the relevant records and documents maintained by the Company, furnished to us for our review and we have examined the compliance of Corporate Governance as stipulated in Clause 49 of the Listing Agreements of the Company with the Stock Exchange(s).

We state that no investor grievance is pending for a period exceeding one month against the Company as per records maintained by the Investors/Shareholders Grievance Committee.

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

On the basis of our review and 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 the Corporate Governance as stipulated in clause 49 of the Listing Agreement (s) with the stock exchange (s).

Place: Kolkata

Dated: 30-06-2009

For SARKAR GURUMURTHY & ASSOCIATES
CHARTERED ACCOUNTANTS
BASUDEB MONDAL
PARTNER

JAINCO PROJECTS (INDIA) LTD.

AUDITORS REPORT

TO

THE MEMBERS OF M/S JAINCO PROJECTS (INDIA) LIMITED

We have audited the attached Balance Sheet of JAINCO PROJECTS (INDIA) LTD. as at 31st March, 2009 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.

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

We report as follows:

1. As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India, in terms of Section 227 (4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in the paragraph 4 and 5 of the said Order.

2. Further to our comments in the annexure referred to in paragraph 1 above:

a. We have obtained all the information and explanations, which to the best of our knowledge & belief were necessary for the purpose 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 the books;

c. The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts;

d. In our opinion, the Balance Sheet, Profit & 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 the written representations received from Directors as on 31st March 2009 and taken on record by the Board of Directors of the Company none of the Director is disqualified as on 31st March 2009 from being appointed as Directors none of the appointed as Directors in terms of clause (g) of sub-section (1) of Sec. 274 of the Companies Act, 1956;

f. In our opinion and to the best of and to the best of our information and according to the explanations given to us, the said accounts, read together with the Company's Accounting Policies and the Notes thereto, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

i) In the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2009;

ii) In the case of the Profit & Loss Account, the Profit of the Company for the year ended on that date; and

iii) In the case of Cash Flow Statement, of the Cash Flows for the year ended on that date.

Place: Kolkata

Dated: 30-06-2009

For SARKAR GURUMURTHY & ASSOCIATES
CHARTERED ACCOUNTANTS
BASUDEB MONDAL
PARTNER

ANNEXURE TO THE AUDITORS' REPORT

(Refer to paragraph 1 of our report of even date)

1. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
2. As explained to us the fixed assets have been physically verified by the management during the year in a phased / Periodical manner which in our opinion is reasonable having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such verification.
3. During the year, Company has not disposed of any substantial/major part of fixed An asset, so the question of going concern status being affected does not arise.
4. As explained to us, the inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
5. In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
6. In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of inventory, the Company is maintaining proper records of inventory. As explained to us there were no materials discrepancies noticed on Physical verification of inventory as compared to the book records.
7. According to the information and explanations given to us, the Company has not taken any loan from or granted any loan to the parties listed in the Register maintained under Section 301 of the Companies Act, 1956.
8. According to the information and explanations given to us, parties to whom loans and advances in the nature of loans have been given, where stipulations are made, are repaying the principal amount as stipulated.
9. According to the information and explanations given to us, there is no overdue amount of loans granted to the parties listed in the Register maintained under Section 301 of the Companies Act, 1956.
10. 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 nature of its business with regard to the purchase of inventory and fixed assets, and with regard to the sale of goods. During the course of our audit, no major weakness has been noticed in the internal Controls.
11. Based on audit procedures applied by us, to the best of our knowledge and belief and according to the information and explanations given to us, we are of the opinion that the transactions that needed to be entered into the register maintained in pursuance of Section 301 have been so entered.
12. According to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangements and exceeding the value of Rupees.
13. Five lakhs in respect of any party during the year have been made at prices, which are reasonable having a regard to the relevant market prices at the relevant time.
14. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within provisions of Section 58A and 58AA of the- Companies Act, 1956 and rules there under. Therefore, the provisions of clause (vi) paragraph 4 of the Companies (Auditor's Report) order, 2003 are not applicable to the company.
15. In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.
16. We have broadly reviewed the books of account maintained by the Company .As explained to us the maintenance of cost records under Section 209(1)(d) of the Companies Act, 1956, are not prescribed by the Central government.
17. According to the records of the Company and explanations given to us, the Company has been regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-Tax, Sales Tax, Wealth-Tax, Customs Duty, Excise Duty, Cess and other Statutory dues with the appropriate authorities during the year.
18. The Company has not incurred cash losses during current and the immediately preceding financial year.
19. Based on our audit procedures and on the basis of information and explanations given by the management, we are of the opinion that the Company has not defaulted in the repayment of dues to banks.
20. 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.

JAINCO PROJECTS (INDIA) LTD.

ANNEXURE TO THE AUDITORS' REPORT (Continue)

21. The provisions of any Special Statute applicable to Chit Fund, Nidhi or Mutual Benefit Fund/Societies are not applicable to the Company.
22. Based on our audit procedures and to the best of our knowledge and according to the information and explanations given to us, we are of the opinion that the Company is maintaining proper record of the transactions and contracts of dealing in shares and securities and that timely entries have been made in these records.
23. Based on our audit procedures and to the best of our knowledge and belief and according to the information and explanations given to us, the shares and securities have been held by the Company in its own name, except to the exemption, if any granted under section 49 of the Act.
24. 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 and vice versa. on short-term basis have been used for long-term investment by the Company and vice versa.
25. The Company Has not made any preferential allotment to parties and companies covered under register maintained Under Section 301 of the Companies, 1956, during the year and question of whether the price at which the shares have been issued is prejudicial to the interest of the Company does not arise
26. According to the information and explanations given to us, and the records examined by us, the Company has not issued any debentures hence no question of creation of securities.
27. The Company has not raised money by any public issues during the year and hence the question of disclosure and verification of end use of such money does not arise.
28. To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company was noticed or reported during the year.

Place: Kolkata
Dated: 30-06-2009

For SARKAR GURUMURTHY & ASSOCIATES
CHARTERED ACCOUNTANTS
BASUDEB MONDAL
PARTNER

JAINCO PROJECTS (INDIA) LTD.

BALANCE SHEET AS AT 31ST MARCH, 2009

	Schedules	As at 31.03.2009 Rs.	As at 31.03.2008 Rs.
<u>SOURCES OF FUNDS</u>			
SHAREHOLDERS' FUND			
Share Capital	'A'	40,000,000.00	40,000,000.00
Reserve & Surplus	'B'	297,034.00	33,791.00
<u>LOAN FUNDS</u>			
Secured Loan	'C'	9,914,665.00	5,276,422.00
		50,211,699.00	45,310,213.00
<u>APPLICATION OF FUNDS</u>			
FIXED ASSETS			
Gross Block	'D'	9,269,602.00	9,248,590.00
Less : Depreciation		5,693,174.00	5,413,152.00
Net Block		3,576,428.00	3,835,438.00
INVESTMENTS	'E'	17,724,600.00	15,967,100.00
CURRENT ASSETS, LOANS & ADVANCES			
Inventories	'F'	16,731,430.00	15,522,557.00
Sundry Debtors	'G'	45,416,057.00	5,989,725.00
Cash & Bank Balances	'H'	2,212,342.00	1,075,545.00
Loans & Advances	'I'	21,584,392.00	17,202,310.00
		85,944,221.00	39,790,137.00
LESS : CURRENT LIABILITIES AND PROVISIONS	'J'	57,033,550.00	14,282,462.00
NET CURRENT ASSETS :		28,910,671.00	25,507,675.00
		50,211,699.00	45,310,213.00
Significant Accounting Policies	'O'		
Notes on Accounts	'P'		

The schedules referred to above form an integral part of the Balance Sheet
In terms of our report of even date

For SARKAR GURUMURTHY & ASSOCIATES

Chartered Accountants

B.MONDAL

Partner

**35, C.R. Avenue, Kolkata - 700 012
Kolkata, the 30th day of June, 2009**

Ms. K.Saraswati

: Director

Mr. A.K.Baid

: Director

JAINCO PROJECTS (INDIA) LTD.

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2009

	Schedules	As at 31.03.2009 Rs.	As at 31.03.2008 Rs.
I. INCOME			
Sales		96,509,478.00	5,071,647.00
Other Income	'K'	1,118,528.00	827,845.00
Profit on sale of Fixed assets		-	28,806.00
Increase/(Decrease) in Inventory	'L'	1,208,873.00	(1,467,817.00)
		98,836,879.00	4,460,481.00
II. EXPENDITURE			
Purchases & Construction Expen.		95,476,291.00	2,307,509.00
Administrative & Other Expenses	'M'	1,599,924.00	996,146.00
Interest & Finance Charges	'N'	972,064.00	765,388.00
Depreciation		280,022.00	255,541.00
		98,328,301.00	4,324,584.00
PROFIT/(LOSS) BEFORE TAX		508,578.00	135,897.00
Provision for Taxation		(213,114.00)	(92,740.00)
Prior Period Adjustment (FBT)		-	(660.00)
Fringe Benefit Tax		(32,221.00)	(6,954.00)
PROFIT/(LOSS) AFTER TAX		263,243.00	35,543.00
Balance b/fd from last year		33,791.00	(1,752.00)
Profit/(Loss) for appropriation		297,034.00	33,791.00
III. APPROPRIATIONS			
Profit/(Loss)C/fd to next year		297,034.00	33,791.00

Significant Accounting Policies 'O'
Notes on Accounts 'P'

The schedules referred to above form an integral part of the Profit & Loss A/c
In terms of our report of even date

For SARKAR GURUMURTHY & ASSOCIATES

Chartered Accountants

B.MONDAL

Partner

35, C.R. Avenue, Kolkata - 700 012
Kolkata, the 30th day of June, 2009

Ms. K.Saraswati

: Director

Mr. A.K.Baid

: Director

JAINCO PROJECTS (INDIA) LTD.
SCHEDULES ANNEXED TO A FORMING PART OF THE BALANCE SHEET
AND PROFIT & LOSS ACCOUNT AS AT 31ST MARCH, 2009 (Continue)

	As at 31.03.2009 Rs.	As at 31.03.2008 Rs.
<u>SCHEDULE 'A' - SHARE CAPITAL</u>		
Authorised 50,00,000 Equity Shares of Rs.10/- each	5,00,00,000	5,00,00,000
40,00,000 Equity Shares of Rs. 10/- each fully paid up	40,00,00,000	40,00,00,000
	40,00,00,000	40,00,00,000
<u>SCHEDULE 'B' - RESERVE & SURPLUS</u>		
Profit & loss A/C	297,034.00	33,791.00
	297,034.00	33,791.00
<u>SCHEDULE 'C' - LOAN FUNDS</u>		
<u>SECURED LOAN</u>		
<u>CASH CREDIT ACCOUNT</u>		
Bank (Secured against hypothecation of the assets, Stock & Debtors of the Company and personal guarantee of a Director)	9,728,915.00	5,000,298.00
Car Loan	185,750.00	272,820.00
Bank Overdraft	-	3,304.00
	9,914,665.00	5,276,422.00

SCHEDULE 'D' - FIXED ASSETS

JAINCO PROJECTS (INDIA) LTD.

DESCRIPTION OF FIXED ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01.04.08	Addition/ (Deduction)	Sold	As at 31.03.09	As at 01.04.08	For the year	Adj. For Sale	As at 31.03.09	As at 31.03.09	As at 31.3.08
LPG CYLINDER	7038717	-	-	7038717	4478540	174169	-	4,652,709	2,386,008	2,560,177
CONSTRUCTION EQUIP	119243	-	-	119243	88080	4538	-	92,618	26,625	31,163
FURNITURE & FIXTURE	40173	-	-	40173	35375	868	-	36,243	3,930	4,798
OFFICE EQUIPMENT	300796	21012	-	321808	257208	9915	-	267,123	54,685	43,588
VEHICLE	707429	-	-	707429	357751	90532	-	448,283	259,146	349,678
OTHER ASSETS	1042232	-	-	1042232	196198	0	-	196,198	846,034	846,034
TOTAL	9248590	21012	-	9269602	5413152	280022	-	5,693,174	3,576,428	3,835,438
PREVIOUS YEAR	9280816	352648	384874	9248590	5449290	255541	-	5,413,152	3,835,438	

JAINCO PROJECTS (INDIA) LTD.
SCHEDULES ANNEXED TO A FORMING PART OF THE BALANCE SHEET
AND PROFIT & LOSS ACCOUNT AS AT 31ST MARCH, 2009 (Continue)

		As at 31.03.2009	As at 31.03.2008
		Rs.	Rs.
<u>SCHEDULE 'E' - INVESTMENTS</u>			
LONG - TERM			
<u>Name of the Company</u>	<u>Quar</u>	<u>Face value</u>	<u>Amount (Rs.)</u>
<u>Quoted</u>			
Eastern Gases Limited	95500	10.00	955,000.00
Eastern Gases Limited	469900	10.00	4,699,000.00
Pal Peugeot Ltd.	1000	10.00	2,600.00
<u>Unquoted</u>			
Jainco Business Centre P Ltd	18000	10.00	180,000.00
Sagar Spinning Mills	41880	100.00	4,188,000.00
Varun Tradelink P. Ltd.	270000	10.00	1,580,000.00
Norattam Investment & Trading Co. Ltd.	20000	10.00	200,000.00
Pooja Treads Pvt. Ltd	70000	10.00	500,000.00
Cosmos Resources Pvt Ltd	4000	10.00	600,000.00
B.T.Investment Pvt Ltd	6500	10.00	975,000.00
Facitcon Investments Pvt. Ltd	2800	10.00	420,000.00
E.T.Resources Pvt. Ltd	7250	10.00	1,450,000.00
Madhumalti Capital (P) Ltd	177500	10.00	1,775,000.00
S.G.Ceremics Pvt. Ltd.	20000	10.00	200,000.00
		17,724,600.00	15,967,100.00
(Market value of quoted investment	Rs 596270./-, P.Y. - 594270/-		
Book value of quoted Investment	Rs.56,56,600/- P.Y. - 51,79,100/-)		

SCHEDULE 'F' - INVENTORIES

(As taken valued and certified by the management)

Completed Projects	12,175,379.00	12,175,379.00
Stock of Shares	4,403,054.00	3,156,260.00
Stock of LPG	152,997.00	190,918.00
	16,731,430.00	15,522,557.00

SCHEDULE 'G' - SUNDRY DEBTORS

(Unsecured)

i) Debts outstanding for a period less than six months-Considered Good	40,096,243.00	86,566.00
ii) Exceeding six months		
a) Considered doubtful & not provided for	1,304,000.00	1,530,866.00
b) Other Debts - Considered Good	4,015,814.00	4,372,293.00
	45,416,057.00	5,989,725.00

JAINCO PROJECTS (INDIA) LTD.
SCHEDULES ANNEXED TO A FORMING PART OF THE BALANCE SHEET
AND PROFIT & LOSS ACCOUNT AS AT 31ST MARCH, 2009 (Continue)

	As at 31.03.2009 Rs.	As at 31.03.2008 Rs.
<u>SCHEDULE 'H' - CASH & BANK BALANCES</u>		
Cash in hand (As Certified by the Management)	1,012,008.00	1,025,211.00
Balance with Scheduled banks		
a) In Current Account	5,334.00	5,334.00
b) In Fixed Deposit Account	1,195,000.00	45,000.00
	<u>2,212,342.00</u>	<u>1,075,545.00</u>
<u>SCHEDULE 'I' - LOANS & ADVANCES</u>		
A. Advance recoverable in cash or in kind or for value to be received and/or to be adjusted		
i) Unsecured: Considered good	16,900,450.00	12,659,780.00
ii) Unsecured: Considered doubtful not provided for	1,982,623.00	1,982,623.00
Deferred Tax	1,130,322.00	1,130,322.00
Tax Deducted at Source	1,175,697.00	1,129,585.00
Security Deposit	300,000.00	300,000.00
Advance Income Tax	95,300.00	-
	<u>21,584,392.00</u>	<u>17,202,310.00</u>
<u>SCHEDULE 'J' - CURRENT LIABILITIES & PROVISIONS</u>		
<u>CURRENT LIABILITIES</u>		
Acceptance from Sundry Debtors	443,166.00	249,243.00
Sundry Creditors	48,709,115.00	7,668,746.00
Liabilities for expenses	1,386,751.00	786,889.00
Other Liabilities	6,135,133.00	5,431,313.00
<u>PROVISIONS</u>		
Provision for Taxation	359,385.00	146,271.00
	<u>57,033,550.00</u>	<u>14,282,462.00</u>
<u>SCHEDULE 'K' - OTHER INCOME</u>		
Interest (T.D.S .Rs 18589 /- P.Y. Rs.13905/-)	141,564.00	100,102.00
Dividend	30,324.00	45,690.00
Lease Rent (T.D.S. Rs.17496/- Nil P.Y. Rs 69982)	509,580.00	679,440.00
Misc Income	2,294.00	2,613.00
Activation Charges	286,105.00	-
Commission (TDS Rs.9133/- P.Y. Nil)	118,681.00	-
Concrete Pump charges (TDS 894/- P.Y. Nil)	5,618.00	-
Subsidy	24,362.00	-
	<u>1,118,528.00</u>	<u>827,845.00</u>

JAINCO PROJECTS (INDIA) LTD.
SCHEDULES ANNEXED TO A FORMING PART OF THE BALANCE SHEET
AND PROFIT & LOSS ACCOUNT AS AT 31ST MARCH, 2009 (Continue)

	As at 31.03.2009	As at 31.03.2008
	Rs.	Rs.
<u>SCHEDULE 'L' - INCREASE/(DECREASE) IN INVENTORIES</u>		
Less : Closing Stock of		
Completed Projects	12,175,379.00	12,175,379.00
Shares	4,403,054.00	3,156,260.00
LPG	152,997.00	190,918.00
	<u>16,731,430.00</u>	<u>15,522,557.00</u>
Opening Stock of :		
Completed Projects	12,175,379.00	11,974,050.00
shares	3,156,260.00	4,835,503.00
LPG	190,918.00	180,821.00
	<u>15,522,557.00</u>	<u>16,990,374.00</u>
Increase/(Decrease) (A) - (B)	1,208,873.00	(1,467,817.00)

SCHEDULE - 'M' - ADMINISTRATIVE & OTHER EXPENSES

Salary & Perquisites	980,016.00	491,941.00
Leave & Licence charges	240,000.00	240,000.00
Auditors Remuneration	8,265.00	8,265.00
Postage & Telephone	18,337.00	51,602.00
Prepaid Road Tax	-	3,752.00
Sales Tax	10,755.00	-
Miscellaneous Expenses	342,551.00	200,586.00
	<u>1,599,924.00</u>	<u>996,146.00</u>

SCHEDULE - 'N' - INTEREST & FINANCE CHARGES

Interest	726.00	-
Bank charges	56,754.00	21,205.00
Bank Interest	831,058.00	765,388.00
Interest-Car Loan	24,926.00	3,199.00
Processing Charges	58,600.00	-
	<u>972,064.00</u>	<u>789,792.00</u>

SCHEDULE 'O' - SIGNIFICANT ACCOUNTING POLICIES

1. ACCOUNTING CONVENTION :

The financial statements are prepared under the historical cost convention in accordance with applicable mandatory standards and relevant presentation requirements of the Companies Act, 1956.

2. FIXED ASSETS :

Fixed assets are stated at cost of acquisition.

3. DEPRECIATION :

Depreciation on fixed assets is provided on W.D.V. method at the rates prescribed under schedule XIV of the Companies Act, 1956.

4. INVESTMENT :

Investment are stated at cost.

5. INVENTORIES :

- a) Stock in trade of shares is valued at cost or market value, whichever is lower
- b) Construction, Work in Progress is valued at cost.

6. REVENUE RECOGNITION :

- a) In respect of the other heads of income, the Company follows the practice of accounting for such income on accrual basis.
- b) The profit or loss in respect of construction project is determined and accounted for on percentage of completion basis.

7. GRATUITY :

The Company has taken the steps to take the gratuity policy under the Payment of Gratuity Act 1972 from Life Insurance Corporation.

8. MISCELLANEOUS EXPENDITURE :

Share Issue Expenses and preliminary expenses are written off 1/10th every year

SCHEDULE 'P' - NOTES ON ACCOUNTS

- 1. Previous Year's figures have been regrouped and or rearranged wherever found necessary.
- 2. Sundry Debtors includes Rs. 13,04,000/-, considered doubtful of recovery, due from Xedd Finance & Investment (P) Ltd, against which the Company has filed suit for recovery
- 3. Lease Income :
Lease Rent from Printing Cylinders has not been accounted as the Lessee has gone into liquidation.
- 4. Depreciation :
 - a) No depreciation on Printing Cylinder & Oil Filter for the year has been provided as the said asset has not yielded any income.
 - b) Depreciation relating to earlier years for LPG Storage Tank not yet provided to Rs. 13,08,066/-.
- 5. Sundry Creditors does not include any balance due to S.S.I. units.

JAINCO PROJECTS (INDIA) LTD.

6. No provisions have been made in the accounts for the followings :
- a) The Company has given printing Cylinders to M/s Business Forms Ltd., which has gone into liquidation, the Company has filed a suit for recovery of arrear lease rent alongwith lease asset to the Calcutta High Court and accordingly a claim has been filed with the official liquidator appointed by the Calcutta High Court and awaiting the result.
- b) Advances includes Rs.9,71,668/- due from Xedd Telecom Limited. The company has filed a case for recovery of said advances, mater is subjudice and the same is pending with Calcutta Metropolitan Magistrate awaiting for decision. Necessary effects of the same will be given in the accounts on settlement of the case.
7. No interest has been charged in respect of loan given to Daga Fibres & Synthetics Ltd. Since in the considered opinion of the management even the recovery of principal is doubtful.
8. The Company is engaged in purchasing and selling of Ready Mix Concreate which is consider the only reportable business segment as per accounting standard 17, "Segment Reporting issued by the ICI, The Geographycal Segmentation is not relevant as their was no export during the year.
9. No Provision has been made for amount of Rs.10,10,955/- due from Daga Fibres & Synthetics Ltd and the same is considered as doubtful recovery.
10. No provision has been made for fall of market value of investments as this being a short term phenomenon.
11. No provision for gratuity except those on contractual basis has ben made in the accounts as the same is not applicable to the Company presently.

12. Break up of managerial remuneration :

	Amount (Rs)	Amount (Rs)
Salary	NIL	NIL
Gratuity	NIL	NIL
	<u>NIL</u>	<u>NIL</u>

13. Earning per share

a) Net profit before Tax	508,578	135,897
b) No. of shares	40,00,000	40,00,000
c) EPS	0.066	0.009

14. Deferred Tax Assets

	Amount (Rs)	Amount (Rs)
Opening Balance	1130322	1130322
Originating during the year	-----	-----
	<u>1130322</u>	<u>1130322</u>
Terminating during the year	-----	-----
	<u>1130322</u>	<u>1130322</u>

15. Quantitative Details of L.P.G. & R.M.C.

	UNIT		QUANTITY	AMOUNT (Rs.)
Opening Stock	M.T.	LPG	4.20	190918
			(4.74)	(180,821)
	Cu. M.T. RMC		-	-
Purchase	M.T.	LPG	112.61	5,360,801
			(40.58)	1,580,645
	Cu. M.T. RMC		24,993	87,601,971
Sale	M.T.	LPG	112.89	5,427,096
			(41.12)	1,641,528
	Cu. M.T. RMC		24,993	88,215,059
Closing Stock	M.T.	LPG	3.92	152,997
			(4.2)	190,918
	Cu. M.T. RMC		-	-

(Figures in bracket indicate previous year figure)

For SARKAR GURUMURTHY & ASSOCIATES
Chartered Accountants
B.Mondal
Partner
35, C.R.Avenue, Kolkata-700 012
Kolkata, the 30th day of June, 2009

Ms. K.Saraswati : Director
Mr. A.K.Baid : Director

JAINCO PROJECTS (INDIA) LIMITED

BALANCE SHEET ABSTRACT AND A COMPANY'S GENERAL BUSINESS PROFILE :

1 REGISTRATION DETAILS:

Registration No	: 053444	State Code	: 21
Balance Sheet date	: 31.03.2009		

2 Capital Raised during the Year:(Rs In '000)

Public Issue	: Nil	Rights Issue	: Nil
Bonus Issue	: Nil	Private Placement	: Nil

3 Position of Mobilisation and Deployment of Funds (Rs in '000)

Total Liabilities	: 50212	Total Asset	: 50212
-------------------	---------	-------------	---------

Sources of Funds:

Paidup Capital	: 40000	Reserve & Surplus:	: 297
Secured Loans	: 9915	Unsecured Loans:	: Nil

Application of Funds:

Net Fixed Assets	: 3576	Investments	: 17725
Net Current Assets	: 28911	Misc Expenditure	: ---
Accumulated Losses	: NIL		

4 Performance of Company :

Turnover	: 98837	Total Expenditure	: 98328
Profit before Tax	: 509	Profit after Tax	: 263
EPS	: 0.066	DPS	: Nil

5 Generic Names of Three Principal Products/Services :

Item Code No (ITC Code) :	N. A
Product Description :	Construction, Dealing in Shares & trading of LPG

For SARKAR GURUMURTHY & ASSOCIATES
Chartered Accountants

BASUDEB MONDAL
Partner

Place : 35, C.R.Avenue, Kolkata-700 012
Date : the 30th day of June, 2009

JAINCO PROJECTS(INDIA) LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2009

(Pursuant to amendment to clause 32 of the listing agreement)

<u>CASH FLOW FROM OPERATING ACTIVITIES :</u>	<u>31.03.2009</u>	<u>31.03.2008</u>
	Rs	Rs
Net Profit /(Loss) Changes	508,578	135897
Adjustments for :		
Depreciation	280,022	255541
Profit on sale of Fixed Asset	-	(28806)
Interest charged to Profit & Loss A/c	972,064	765388
Interest Credited	(141,564)	(100102)
Dividend Credited	(30,324)	(45690)
Miscellaneous Expenditure Amortised	---	---
Operating profit before Working Capital Changes	<u>1,588,776</u>	<u>982228</u>
Adjustments for :		
Changes in Trade & Other Receivables	(39,426,332)	69138
Change in inventories	(1,208,873)	1467817
Changes in Trade Payables	42,685,568	(365626)
Increase in Loans	<u>4,638,243</u>	<u>258481</u>
Cash Generated from operations	8,277,382	2412038
Interest charged to Profit & Loss A/c	(972,064)	(765388)
Direct Taxes Paid	(179,815)	(141710)
Net Cash from operating activities	<u>7,125,503</u>	<u>1504940</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Changes in Fixed Assets	(21,012)	(230648)
Changes in Investments	(1,757,500)	550000
Interest Received	141,564	100102
Dividend Received	30,324	45690
Changes in loans and advances	(4,382,082)	(1744348)
Net cash used in/(from) investing activities	<u>(5,988,706)</u>	<u>(1279204)</u>
CASH FLOW FROM FINANCIAL ACTIVITIES		
Increase in Share Capital	---	-----
Increase in Working Capital	---	-----
Net Cash Flow (used in)/from Financial activities	<u>---</u>	<u>-----</u>
NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENTS (A+B+C)	1,136,797	225736
CASH & CASH EQUIVALENTS AS AT THE BEGINNING OF THE YEAR	1,075,545	849809
CASH & CASH EQUIVALENTS AS AT THE END OF THE YEAR	<u>2,212,342</u>	<u>1075545</u>

Notes on Cash Flow Statement:

1. Cash & Cash Equivalents represent Cash & Bank Balance only
2. Figures in brackets represent Cash Outflow

For and on behalf of the Board
 Ms K. Saraswati : Director
 Mr. A.K. Baid : Director

If undelivered, please return to :
JAINCO PROJECTS (INDIA) LIMITED
2, Clive Ghat Street
4th Floor, Room No. 4A
Kolkata - 700 001