



Ken Financial Services Limited

**15TH Annual Report
2008 – 2009**



Annual Report - 2008-2009

Board of Directors

MR. KAMAL KUMAR CHAUDHARY
Chairman

MR. SHARAD KUMAR GUPTA
Executive Director

MR. MANOJ MORE
Independent Director

MR. SHASHIKANT MODI
Independent Director

MR. SUNIL SHIVKUMAR SAINI
Independent Director

MR. MANISH GOYAL
Independent Director

Auditors

V. P. Agrawal & Co.
Chartered Accountants

Registered Office

302, Standard House,
83, M.K. Road, Marine Lines,
Mumbai – 400 002
Telefax : 022-2205 5456

Bankers

HDFC Bank
Bank of India

Transfer Agent

M/s Purva Sharegistry (India) Private Limited
No.9, Shiv Shakti Industrial Estate, Ground Floor, J.R. Boricha Marg,
Opp. Kasturba Hospital, Lower Parel, Mumbai – 400 011
Tel No. -22 2301 6761 / 2301 8261
Fax No. : 022 2301 2517
Contact Person: Mr. Rajesh Shah



15th ANNUAL REPORT

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NOTICE OF THE 15TH ANNUAL GENERAL MEETING

NOTICE

NOTICE is hereby given that the Fifteenth Annual General Meeting of the Members of M/s. Ken Financial Services Limited will be held at Registered Office of the Company at, 302, Standard House, 83, M.K. Road, Marine Lines, Mumbai - 400 002 on 30TH September 2009, at 3.30 P.M. to transact the following business: -

ORDINARY BUSINESS:

1. To consider and adopt the Audited Balance Sheet as at 31st March 2009 and Profit & Loss Account for the period ended on that date together with the Director's Report and Auditor's Report thereon.
2. To appoint a director in place of Mr. Kamal Kumar Choudhary, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint auditors and fix their remuneration and in this regard to consider and if thought fit, to pass with or without modifications, if any the following as an ordinary resolution:

"RESOLVED THAT M/s. V. P. Agrawal & Co., Chartered Accountants, Mumbai be and are hereby appointed as statutory auditor of the company to hold office from the conclusion of this Annual General Meeting up-to the conclusion of next Annual General Meeting of the Company on such remuneration as may be fixed by the Board of Directors of the Company."

4. Appointment of Mr. Shashikant Modi as a Director.

To Consider and, if thought fit, to pass with or without modification, the following resolution as an Ordinary resolution:

"RESOLVED THAT Mr. Shashikant Modi, who was appointed by the board of directors as an Additional Director of the Company with effect from October 01, 2008 and who holds office up to the date of forthcoming Annual General Meeting of the Company, in terms of Section 260 of the Companies Act, 1956 ("the Act") and in respect of whom the Company has received a Notice in writing from a member under Section 257 of the Act, proposing his candidature for the office of Director of the Company, be and is hereby appointed a Director of the Company liable to retire by rotation."

5. Appointment of Mr. Sunil Shivkumar Saini as a Director.

To Consider and, if thought fit, to pass with or without modification, the following resolution as an Ordinary resolution :

"RESOLVED THAT Mr. Sunil Shivkumar Saini, who was appointed by the board of directors as an Additional Director of the Company with effect from October 01, 2008 and who holds office up to the date of forthcoming Annual General Meeting of the Company, in terms of Section 260 of the Companies Act, 1956 ("the Act") and in respect of whom the Company has received a Notice in writing from a member under Section 257 of the Act, proposing his candidature for the office of Director of the Company, be and is hereby appointed a Director of the Company liable to retire by rotation."

NOTICE OF THE 15TH ANNUAL GENERAL MEETING



6. Appointment of Mr.Manish Kumar Goyal as a Director.

To Consider and, if thought fit ,to pass with or without modification, the following resolution as an Ordinary resolution :

"RESOLVED THAT Mr.Manish Kumar Goyal ,who was appointed by the board of directors as an Additional Director of the Company with effect from October 01, 2008 and who holds office up to the date of forthcoming Annual General Meeting of the Company, in terms of Section 260 of the Companies Act,1956 ("the Act") and in respect of whom the Company has received a Notice in writing from a member under Section 257 of the Act, proposing his candidature for the office of Director of the Company , be and is hereby appointed a Director of the Company liable to retire by rotation."

By order of the Board of Directors
Ken Financial Services Limited

Place: Mumbai
Date: 30/06/2009

Sd/-
DIRECTOR

NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER.
2. Proxies, in order to be effective, should be duly completed ,stamped, and signed and must be deposited at the registered office of the Company not less than 48 hours before the meeting.
3. Members holding shares in physical form are requested to notify any change in their address/ mandate/bank details to the Company's Registrar and Share Transfer Agent.
4. Members holding shares in physical form, who have multiple accounts in identical names or joint accounts in the same order, are requested to send all the Share Certificates(s) for consolidation of all such shareholding into one account, to the Company's Registrar and Share transfer Agent.
5. Members are requested to intimate immediately, any change in their address to Compny's Registrar & Share Transfer Agency, Purva Sharegistry(India) Pvt.Ltd., No.9 shiv Shakti Industrial Estate, Ground Floor, J. R. Boricha Marg, Lower Parel (East),Mumbai – 400 011. Tel no. 022-2301 6761
6. The Register of Members and Share Transfer Books of the Company shall remain closed from Monday ,the 28th September 2009 to Wednesday the 30th September 2009 (both Days inclusive.)
7. Members are requested to bring their copies of Annual Reports to the Meeting.
8. Members desirous of raising queries at the AGM are request to send their questions so as to reach the Company's Registered Office at least seven days in advance before the AGM so that the same can be adequately replied.

Explanatory Statement as required under section 173 of the Companies Act, 1956.

Item No. 4, 5 and 6.

Mr. Shashikant Modi, Mr. Sunil Shivkumar Saini and Mr. Manish Kumar Goyal were appointed as additional directors by the Board. They hold office only upto the date of Annual General Meeting. The Company has received a notice in writing from a member pursuant to the provisions of section 257 of the companies Act, 1956 proposing Mr. Shashikant Modi, Mr. Sunil Shivkumar Saini and Mr. Manish Kumar Goyal for the office of Director.

Mr. Shashikant Modi is a Chartered Accountant and possess more than five years of professional experience.

Mr. Sunil Shivkumar Saini is a commerce graduate and possesses more than ten years of experience in the industries.



Mr. Manish Kumar Goyal is a Chartered Accountant and possess more than five years of professional experience.

The Board of Directors considers that in view of the background and experience of Mr. Shashikant Modi, Mr. Sunil Shivkumar Saini and Mr. Manish Kumar Goyal it would be in the interest of the Company to appoint them as directors of the Company.

The Board recommends these resolutions for approval. No Directors is concerned or interested in the passing of these resolutions.

By order of the Board of Directors
Ken Financial Services Limited

Place: Mumbai
Date: 30/06/2009

Sd/-
DIRECTOR

INFORMATION TO BE FURNISHED UNDER THE LISTING AGREEMENT

Additional information of Directors Being reappointed at the 15th Annual General Meeting fixed on 30.09.2009

Details			
Name	Mr. Shashikant Modi	Mr. Sunil Shivkumar Saini	Mr. Manish Kumar Goyal
Date Of Birth	01.01.1980	20.10.1966	31.07.1970
Qualification	C.A.	B.Com.	C.A.
Experience	He is having more than 5 years of Professional Experience in the field of Audit and Taxation	He is having more than 10 years experience in the Industry	He is having more than 5 years of Professional Experience in the field of Audit and Taxation and company law matters
Shareholding	NIL	NIL	NIL



DIRECTOR'S REPORT

To,
The Members,

Your Directors have pleasure in presenting the FIFTEENTH ANNUAL REPORT and the Audited Statements of Accounts of the Company for the year ended 31st March, 2009.

FINANCIAL RESULTS :

Particular	Year ended 31st March, 2009 Rupees	Year ended 31st March, 2008 Rupees
Total Income From Operation	1,98,18,329	5,09,07,009
Less: Expenses	1,63,72,086	4,75,76,934
Profit / (Loss) before Dep.	36,90,800	33,30,075
Less: Depreciation	2,44,557	2,29,130
Profit / (Loss) before Tax	34,46,243	31,00,945
Less: Provision for Taxation	3,60,000	3,55,000
Provision for Deferred Tax	14,801	27,283
Provision for Fringe Benefit Tax	26,000	16,500
Profit / (Loss) after Tax	30,45,442	27,02,162

REVIEW OF OPERATIONS :

During the year under review, the income from operation of the Company is Rs. 198.18 Lakh as compared to Rs. 509.07 Lakh earned during the previous year and has earned profit after tax of Rs.30.45 Lakh as compared to 27.02 Lakh earned during the previous year. However the Directors are hopeful of even better performance in the future.

DIVIDEND:

With a view to conserve the resources of the Company, the Directors abstain from declaring any dividend for the year under review.

MANAGEMENT DISCUSSION AND ANALYSIS (MD&A) :

Company's Financial Review

The Company has earned net profit of Rs.30.45 Lacs for the year 2008-2009 as compared to a net profit of Rs. 27.02 lacs earned in the previous year 2007-08. The Company's income is mainly derived from the investments and activity from Commodity market, Finance Consultancy and Textiles Sector.

Resources & Liquidity

Company has invested the liquid resources in Inter Corporate Deposits to earn interest income wherever it was considered appropriate.

Industry & Development.

The global economic conditions deteriorated sharply during the year 2008 with several advanced economies experiencing their sharpest declines. The volatile movement of the Sensex and other similar indicators during the year was mainly due to recession in global financial market and uncertainty of investment decisions of major foreign and local players. However the situation is improving and hopes for good investment environment in the country.

Business Review

The Indian economy, which was on a robust growth path up to 2007-08 averaging at 9 per cent during the period 2003-04 to 2007-08, witnessed moderation in 2008-09, with the deceleration turning out to be somewhat sharper in the third quarter. Industrial growth experienced a significant downturn and the loss of growth momentum was evident in all categories, viz., the basic, and intermediate and consumer goods. However, the fiscal stimulus packages of the Government of India and monetary policy of Reserve Bank of India will arrest the moderation in growth and revive consumption and investment demand. In the wake of expected improvement in industrial production as well as low international commodity prices, inflationary pressures are also anticipated to remain at a low level through the greater part of current

financial year. The expected growth in the industry will really provide the opportunity to the company to invest in selected high profile companies and to improve its performance in the years to come.

Adequacy of Internal Control

The company has an adequate system of internal control, which assures us of maintaining proper accounting records and reliability of financial information. The Company ensures adherence to all internal control policies and procedures as well as compliances with regulatory guidelines.

Human Resource Development

The Company has a team of able and experienced industry professionals. There is in place a well – defined in house training program for its employees.

FIXED DEPOSITS :

The Company has so far not invited any deposits from the public.

DIRECTORATE:

In Accordance with Articles of Associations of the Company Mr. Kamal Kumar Choudhary Chairman and Director of the Company, retires by rotation at the forthcoming Annual General Meeting and being eligible, offers himself for re-appointment.

Mr.Nawal Bansal, retired as a Director on October 1, 2008, the Board wishes to place on record its appreciation for his valuable contribution during his association with the Company.

Mr. Shashikant Modi has been appointed as an independent Director on the board with effect from October 1, 2008. He is a Chartered Accountant having more than 5 years of professional experience in the field of audit and taxation .In accordance with the provisions of the Companies Act 1956, resolutions seeking approval of the members for appointment have been incorporated in the notice of forthcoming annual General meeting and the explanatory statement thereto.

Mr. Sunil Shivkumar Saini has been appointed as an independent Director on the board with effect from October 1, 2008. He is a commerce graduate having more than 10 years of experience in the industries. He is a Director in Kishore Logistics Pvt. Ltd. In accordance with the provisions of the Companies Act 1956, resolutions seeking approval of the members for appointment have been incorporated in the notice of forthcoming annual General meeting and the explanatory statement thereto.

Mr. Manish Kumar Goyal has been appointed as an independent Director on the board with effect from October 1, 2008. He is a Chartered Accountant having more than 5 years of professional experience in the field of audit and taxation. He is a Director in BSM Hotel Pvt. Ltd. In accordance with the provisions of the Companies Act 1956, resolutions seeking approval of the members for appointment have been incorporated in the notice of forthcoming annual General meeting and the explanatory statement thereto.

DIRECTORS RESPONSIBILITY STATEMENT :

Directors hereby state that:

- (i) In the preparation of the annual accounts, the applicable accounting standards had been followed, along with proper explanation relating to the material departures.
- (ii) The Directors had select such accounting policies and applied them consistently and made judgment 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 or loss 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.

c) Attendances of Directors at meetings

(Attendance of Directors in meetings held during the financial year 2008-2009.

Sr. No.	Nature & date of meetings	Name of Directors						
		Kamal Kumar Chaudhary	Nawal Bansal*	Sharad Kumar Gupta	Manoj More	Shashikant Modi**	Sunil Shivkumar Saini**	Manish Goyal**
1	Board on 26.04.2008	Present	Present	Present	Present	NA	NA	NA
2	Board on 30.06.2008	Present	Present	Present	Present	NA	NA	NA
3	Board on 30.07.2008	Present	Present	Present	Present	NA	NA	NA
4	Board on 01.08.2008	Present	Present	Present	Present	NA	NA	NA
5	Members on 30.09.2008	Present	Present	Present	Present	NA	NA	NA
6	Board on 01.10.2008	Present	NA	Present	Present	NA	NA	NA
7	Board on 31.10.2008	Present	NA	Absent	Present	Present	Present	Absent
8	Board on 30.01.2009	Present	NA	Present	Present	Present	Absent	Present
9	Board on 09.03.2009	Present	NA	Present	Present	Present	Present	Present

* Resigned with effect from 01.10.2008

** Appointment with effect from 01.10.2008

None of the Directors are nominee of any Institutions

3. AUDIT COMMITTEE

(i) Composition Name of Members and Chairman

The Audit Committee is comprised of one executive and one independent director. During the financial year ended 31.03.2009, four Committee Meetings were held on 25th June, 2008, 28th July, 2008, 27th October, 2008 & 27th January, 2009. The composition of the Audit Committee and the attendance of each Director at their meetings are as follows:-

Sr. No	Members	Meetings attended
1	Mr. Kamal Kumar Chaudhary, Chairman	Yes
2	Mr. Manoj More	Yes

(ii) Terms of Reference

The Audit Committee has been mandated with the terms of reference as specified in Clause 49 of the Listing agreement with the Stock Exchange, Mumbai & enumerated in section 292A of the Companies Act, 1956 In Brief the powers and responsibilities are

- + Recommending the appointment/removal of Statutory Auditors, fixations of Auditors remunerations and also approval of payments for any other services
- + Reviewing with management the financial statements before submission of the same to the Board
- + Overseeing of Company's financial reporting process and disclosure of its financial information's to ensure that the financial statement is correct, sufficient and credible.
- + Reviewing the adequacy of internal control systems & audit function in the company.
- + Reviewing the company financial risk management policies.
- + Discussing with Statutory Auditors, any significant finding in their reports and follow up thereon and reviewing the reports furnished by them

(iii) Invitee: (being entitled to attend as per relevant provisions of applicable laws/rules and/or as and when felt necessary)

(a) The Statutory Auditors viz. V. P. Agrawal & Co.

(iv) The Chairman of the Audit Committee attended the Annual General Meeting held on 30th September, 2008 and provided clarifications to the members of the Company on the matters relating to Accounts and finance.

(v) An Audit Committee meeting was held on 25th June, 2008 where the Annual Financial Statements for the year ended 31st March, 2008 were reviewed and examined by the members of the Audit Committee before recommending the same to the Board of Directors for their perusal and adoption.

The Audit Committee reviewed the Quarterly/Half Yearly Un-Audited Financial Results on the following dates before recommending the same to the Board.

Financial Reporting	Date of Approval by Audit Committee
Quarter/Year ended 31st March, 2008	25th June, 2008
Quarter ended 30th June, 2008	28th July, 2008
Quarter/Half Year ended 30th Sept. 2008	27th October, 2008
Quarter ended 31st December, 2008	27th January, 2009

4. REMUNERATION COMMITTEE

The Company has set up a Remuneration Committee as required under the listing Agreement and all matters relating to review and approval of compensation payable to the Executive and Non Executive Directors are considered by the Remuneration Committee and necessary recommendation are made by the Committee to the board for the approval within the overall limits fixed by the Board and subject to overall ceilings stipulated in section 198 and 309 and Schedule XIII of the Companies Act, 1956.

5. SHAREHOLDERS COMMITTEE

(i) The Company has a 'Share Transfer Committee' to approve transfer and transmission of securities, issue of duplicate certificates and deals with other Shareholder related issues headed by Mr. Sharad Kumar Gupta, Executive Director of the Company. The Committee met twice during the year.

(ii) The Company also has a 'Shareholders/Investors Grievance Committee' headed by Mr. Manoj More, a Non-Executive Independent Director to specifically look into redressing of Shareholders' and Investors' complaints.

Mr. Kamal Kumar Chaudhary has also been designated by the Board as the 'Compliance Officer' of the Company for complying with the requirements under the Listing Agreement with the Stock Exchange, Mumbai.

(iii) Number of Shareholders' complaints received during the year : Nil
 Number not solved to the satisfaction of the Shareholders : Nil
 Number of pending share Transfers : Nil

6. (i) DETAILS OF GENERAL MEETING

Financial Year	Date of the meeting	Venue	Time
2005-2006	30-09-2006	302, Standard House, 83, M. K. Road, Mumbai – 400002.	3.30 p.m.
2006-2007	29-09-2007	302, Standard House, 83, M. K. Road, Mumbai – 400002.	3.30 p.m.
2007-2008	30-09-2008	302, Standard House, 83, M. K. Road, Mumbai – 400002.	3.30 p.m.

(ii) No Postal Ballot was put through during the last year as well as year 2008-09 and as of now there is no proposal pending for passing any resolution through Postal Ballot in the ensuing Annual General Meeting.

7. EXTRA ORDINARY GENERAL MEETING (EGM)

During the period no Extra – Ordinary General Meeting was held.

8. DISCLOSURES

Disclosure on materially significant related party transactions.	: There were no materially significant related party transactions i.e. transactions of material nature with its promoters, directors or the management or relatives etc. during the year that may have potential conflict with the interests of the Company at large.
Details of Non-compliance by the Company, penalties, and strictures imposed on the Company by Stock Exchange or SEBI or any Statutory Authority or any matter related to Capital Market during last three years.	: None
Secretarial Audit	: Secretarial Audit was carried out by a practicing firm of Chartered Accountants to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and listed capital. The audit confirms that the total issued/paid capital of the Company is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL.

9. MEANS OF COMMUNICATION.

Half yearly report sent to each household of Shareholder	:	No
Financial Results	:	The financial results have been sent to the regional stock exchange on which the Company is listed in the prescribed format so as to enable the Stock Exchange to put them on their own web sites.
Whether Management Discussion and Analysis Report is a part of Annual Report or not	:	Yes

10. GENERAL SHAREHOLDERS INFORMATION

(i)	Next AGM :		
	Date	Time	Venue
	30-09-2009	3.30 p.m.	302 Standered House,83 M.K Road, Mumbai-400002
(ii)	Next Dates of Book Closure	:	28th Sept. 2009 to 30th Sept. 2009 (both days inclusive)
(iii)	Code of Conduct for Prevention of insider Trading: Pursuant to the requirements of SEBI (Prohibitions of insider Trading) Regulations, 1992, as amended, the Company has adopted a "Code of Conduct for Dealing in Securities". The said Code of Conduct will be updated from time to time in line with the requirements of SEBI guidelines.		
(iv)	Dividend Payment Date	:	Not Applicable
(v)	Listing on Stock Exchanges	:	The Shares of the Company are listed at Bombay Stock Exchange Limited, Mumbai – 400 001.
(vi)	Stock Code	:	530547
(vii)	ISIN No. for the Company's Equity Share in Demat Form	:	INE395E01018
(viii)	Depository Connectivity	:	National Securities Depository Ltd (NSDL) and Central Depository Services (India) Ltd (CDSL)
(ix)	Stock Market Data There was no trading in the shares of the Company during the year under review		
(x)	Registrar & Transfer Agents: The Company has appointed M/s. Purva Sharegistry (India) Private Limited as a common agency for share registry work (both physical & electronic) for all matters connected with transfers and transmission of shares and also dematerialization of shares and other related functions.		
(xi)	Share Transfer System: With a view to expedite the process of share transfers, the Board of Directors has delegated the power of share transfer to Share Transfer Committee of the Board, which meets as and when required. The shares for transfer received in physical mode by the Company, are transferred expeditiously and thereafter, option letter is sent to the transferee(s) for dematerialization, Confirmation in respect of the request for dematerialization of shares is sent to the respective depositories, i.e. National Security Depository Limited (NSDL) and Central Depository Services (India) Limited within 7 days.		

(xii) Registrar and Transfer Agent	M/s. Purva Sharegistry (India) Private Limited No.9, Shiv Shakti Industrial Estate, Ground Floor, J.R. Boricha Marg, Opp. Kasturba Hospital, Lower Parel, Mumbai – 400 011 Tel. No. -22 2301 6761 / 2301 8261 Fax No. : 022 2301 2517 Contact Person: Mr. Rajesh Shah
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(xiii) **DISTRIBUTION OF SHAREHOLDING AS ON 31ST MARCH, 2009**

(a) According to Category holdings

Category	No. of Shareholders	% of total Shareholders	No. of Shares	% of shareholding
Promoters	3	2.63	1595600	53.18
Person Acting in concert	0	0.00	0	0.00
FI(s) Bank & Mutual Fund	0	0.00	0	0.00
Individual/Indian Public	109	95.61	1256700	41.89
Corporate Bodies	2	1.76	147800	4.93
NRI/OCB	0	0.00	0	0.00
Clearing Members	0	0.00	0	0.00
Venture Capital	0	0.00	0	0.00
Total	114	100.00	3000100	100.00

(b) According to Number of Equity Shares

No. of Equity Shares held	No. of Shareholders	% of total Shareholders	No. of Shares	% of shareholding
Upto 5000	94	82.45	58700	1.96
5001 to 10000	1	0.88	7500	0.25
10001 to 20000	0	0	0	0
20001 to 30000	0	0	0	0
30001 to 40000	2	1.75	64100	2.14
40001 to 50000	1	0.88	49900	1.66
50001 to 100000	12	10.53	1025700	34.19
Above - 100001	4	3.51	1794200	59.80
Total	114	100.00	3000100	100.00

(xiv) Dematerialization of Shareholding and liquidity	96.38% Company Equity Share's dematerialized as on 31/03/2009
(xv) Outstanding GDRs/ADRs/Warrants or any Convertible Instruments, conversion date and likely impact on equity	Not applicable
(xvi) Plant Locations	Not Applicable.

11. AUDITORS CERTIFICATE ON CORPORATE GOVERNANCE:

The Auditors Certificate on compliance of clause 49 of the listing Agreement relating to Corporate Governance is published as an annexure to the Directors Report.

12. DECLARATION ON COMPLIANCE WITH DOE OF CONDUCT:

The Board has formulated a code of conduct for the Board members of the Company. It is hereby affirmed that all the directors have complied with the code of conduct framed by the company and a confirmation to that effect has been obtained from the Directors of the Company.



13. REVIEW OF GOVERNANCE PRACTICES:

We have in this report attempted to present the governance practices and principles being followed at the Company, as evolved over the years, and as best suited to the needs of our business and stakeholders, Our discussion and governance practices are continually revisited, reviewed and revised to respond to dynamic needs of our business and ensure that our standards are at par with recognized practices of governance, so as to meet the expectations of our entire stakeholder.

DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMENT PERSONAL WITH THE CODE OF CONDUCT

This is to confirm that the company has adopted a "code of Conduct" for all the Board members and senior management of the company.

I confirm that Company has in respect of the financial year ended 31st March 2009, received from the Board Member & Senior Management personnel of the company a declaration of compliance with the "Code of Conduct" as applicable to them.

FOR AND ON BEHALF OF THE BOARD

PLACE : MUMBAI
DATED : 30TH JUNE, 2009

Sd/-
DIRECTOR

AUDITOR'S COMPLIANCE CERTIFICATE ON CORPORATE GOVERNANCE



To
The Members of
Ken Financial Services Limited.

We have reviewed the compliance of conditions of Corporate Governance by Ken Financial Services Limited for the year ended 31st March, 2009 as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchange.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance 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 and the representations made by the Directors and the management, we certify that the Company has complied with the conditions of Corporate Governance in all material respect as stipulated in the above mentioned listing agreement.

We state that there were no investor grievance(s) pending for a period exceeding one month against the company as per the report given by the Registrars of the Company and placed before the 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.

Place : Mumbai
Dated : 30-06-2009

For **V. P. Agrawal & Co.**
Chartered Accountants

Sd/-
(Vimal Agarwal)
Partner
Membership No. 402808



AUDITOR'S REPORT

To the Members of Ken Financial Services Limited.

We have audited the attached Balance Sheet of **KEN FINANCIAL SERVICES LIMITED** Mumbai as at 31st March, 2009 and also the Profit & Loss Account and the Cash Flow Statement of the Company 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 misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
2. 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 prescribed in paragraphs 4 and 5 of the said order to the extent applicable.
3. Further, to our comments, in Annexure referred to in paragraph 2 above, we report that:
 - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (ii) In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examinations of these books;
 - (iii) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with books of account;
 - (iv) 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 Company Act, 1956; Excepts AS 15 on "Accounting of Retirement Benefit to Employees" which is on cash basis.
 - (v) On the basis of the written representations received from the directors, as on 31st March, 2009, and taken on record by the Board of Directors, We report that none of the directors is disqualified as on 31st March, 2009 from being appointed as a director in terms of clause (g) of Sub-section (I) of Section 274 of the Companies Act, 1956;
4. In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with and subject to notes thereon, gives the information required by the Companies Act, 1956 in the manner so required and give a true and fair view:
 - (a) In the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2009;
 - (b) In the case of the Profit and Loss Account, of the Profit of the Company for the year ended on that date and
 - (c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Place : Mumbai
Dated : 30-06-2009

For V. P. Agrawal & Co.
Chartered Accountants

Sd/-
(Vimal Agrawal)
Partner
Membership No. 402808

Annexure Referred to in paragraph (2) of our report of even date on the accounts for the year ended 31st March ,2009 of KEN FINANCIAL SERVICES LIMITED.

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of its fixed assets.
 - (b) According to the information and explanation given to us, the fixed assets have been physically verified by the management at reasonable intervals and no material discrepancies were noticed on such verification.
 - (c) None of the fixed assets have been revalued during the year.
2. (a) The stock in Trade have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
 - (b) In our opinion, the procedures of physical verification of stocks followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
 - (c) The Company is maintaining proper records of inventories and discrepancies noticed on physical verification of stock as compared to book records were not material considering the operations of the Company and have been properly dealt with in the books of account.
3. (a) The Company has granted loans to One party listed in the register to be maintained under section 301 of the Companies Act, 1956. The maximum amount given and the year end balance was Rs. 4,37,000/-.
 - (b) The loan granted is interest free and there is no stipulation as to other terms and conditions, therefore we are unable to comment under this clause.
 - (c) As the term of repayment of such loans has not been stipulated, we are unable to comment upon regularity of payment of principal amount.
 - (d) As the term of repayment of such loans has not been stipulated, we are unable to comment upon overdue amount.
 - (e) The Company has taken interest free loans from two parties listed in the register maintained under section 301 of the Act. The maximum amount taken Rs. 9,65,522/- and the year end balance were Rs. 7,15,522/- respectively.
 - (f) The loans taken are interest free. There is no stipulation as to the other terms and conditions, therefore we are unable to comment whether the loan taken are prima facie prejudicial to the interest of the company or not.
 - (g) As there is no stipulation as to the terms and conditions we are unable to comment on the regularity of the repayment of loan taken.



Annexure

4. In our opinion and according to the explanations given to us, there is an adequate internal control system commensurate with the size of the company and the nature of its business with regard to purchases of inventory, fixed assets and sale of goods and services. During the course of the audit we have not observed any continuing failure to correct major weaknesses in internal control.
5. In our opinion and according to the information and explanations given to us, the transactions of purchase of inventory in pursuance of contracts of arrangements entered in the register maintained under Section 301 of the Act, and aggregating during the year to Rs.5,00,000 or more in respect of each party have been made at the prevailing market prices at the relevant time.
6. The Company has not accepted deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Section 58A, 58AA or any other relevant provision of the Companies Act, 1956 and rules framed there under are not applicable.
7. In our opinion, The Company has an adequate internal audit system commensurate with its size and nature of its business.
8. In the present case, the Central Government has not prescribed the maintenance of the cost records under section 209(1)(d) of the Companies Act, 1956.
9. According to the records of the company, undisputed statutory dues including provident fund, investor education and protection fund, employees state insurance, income-tax, sales tax, wealth tax, custom duty, excise duty, cess, service tax and other material statutory dues applicable, have generally been regularly deposited with the appropriate authorities. No undisputed amount is outstanding for more than six months at the end of the accounting year.
10. As the Company has neither accumulated losses nor has incurred cash losses in the current year or immediately preceding financial year, no comment under this clause is required.
11. There are no dues from the bank or financial institutions.
12. As informed to us, the company has not granted any loans and advances on the basis of security by way of pledge on any shares, debentures and other securities. Therefore, the provisions of clause 4(xii) of the companies (Auditor's Report) Order 2003 are not applicable to the Company.
13. In our opinion, the Company is not a chit fund or a nidhi mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.



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14. The Company is maintaining timely proper records of the transaction and contracts for purchases or sales of shares, securities, debentures and other investment, and the same is held by the company in its own name.
 15. As informed to us, the Company has not given any guarantee for any loans taken by other from bank or financial institutions. Therefore, the provisions of clause 4(xv) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
 16. On the basis of information and explanations given to us, the company has not obtained and / or applied any term loan during the year.
 17. On the basis of information and explanations given to us and on an overall examination of the Balance Sheet and the Cash Flow Statement of the Company, we report that no funds raised on short term basis have been used during the year for long term investment.
 18. The Company has not made any preferential allotment of shares during the year under review.
 19. The Company has not issued any debentures during the year.
 20. During the year under review, The Company has not raised any money by way of public issues. Hence the question of verification of end use of money raised in public issue as per the provision of clause 4(xx) of the companies (Auditor's Report) Order 2003 does not arise.
 21. On the basis of our examinations and according to the information and explanations given to us, no fraud/s on or by the Company has been noticed or reported during the course of the audit.

Place : Mumbai
Dated : 30-06-2009

For V. P. Agrawal & Co.
Chartered Accountants

Sd/-
(Vimal Agrawal)
Partner
Membership No. 402808



BALANCE SHEET AS AT 31ST MARCH, 2009.

PARTICULARS	SCHEDULE	AMOUNT 31-03-2009	AMOUNT 31-03-2008
<u>SOURCES OF FUNDS</u>			
I. SHAREHOLDERS' FUNDS			
a) Equity Share Capital	"A"	30001000	30001000
b) Reserves & Surplus	"B"	17919663	14874221
II. LOAN FUNDS			
a) Unsecured loans	"C"	10165522	11715522
III. Deferred Tax Liabilities			
		168060	153259
		58254245	56744002
<u>APPLICATION OF FUNDS</u>			
I. FIXED ASSETS			
a) Gross Block	"D"	3852247	3592817
b) Depreciation		2093229	1848672
c) Net Block		1759018	1744145
II. INVESTMENTS			
	"E"	10106105	106105
III. CURRENT ASSETS, LOANS AND ADVANCES			
a) Stock in Trade	"F"	1137799	1287585
b) Sundry Debtors	"G"	3905427	25539631
c) Cash and Bank Balances	"H"	1865485	4531591
d) Loans and Advances	"I"	46129026	55984382
TOTAL CURRENT ASSETS		53037737	87343189
Less : <u>CURRENT LIABILITIES AND PROVISIONS</u>			
a) Current Liabilities	"J"	5825616	31962437
b) Provisions	"K"	823000	487000
		6648616	32449437
NET CURRENT ASSETS		46389121	54893752
		58254245	56744002
Notes to the Accounts	"Q"		

AS PER OUR REPORT OF EVEN DATE
For V. P. Agrawal & Co.
Chartered Accountants

For Ken Financial Services Ltd.

Sd/-
(Vimal Agrawal)
Partner.
Membership No. 402808
Place: Mumbai
Dated: 30-06-2009

Sd/-
(Manoj More)
Director

Sd/-
(Sharad Gupta)
Director



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

PARTICULARS	SCHEDULE	AMOUNT	
		31-03-2009	31-03-2008
INCOME FROM OPERATIONS			
a) Sales and Services	"L"	19968115	55240509
b) Increase/(Decrease) in Stock	"M"	(149787)	(4333500)
		<u>19818329</u>	<u>50907009</u>
EXPENDITURE			
a) Purchases & Works Expenses	"N"	11347879	44907474
b) Administrative & Other Expenses	"O"	4401122	2480901
c) Selling & Distribution Expenses	"P"	378528	188558
d) Depreciation		244557	229130
		<u>16372086</u>	<u>47806064</u>
PROFIT FOR THE YEAR		3446243	3100945
Less : Provision for Taxation		360000	355000
Provision for Deferred Tax		14801	27283
Less : Provision for Fringe Benefit Tax		26000	16500
PROFIT AFTER TAX		<u>3045442</u>	<u>2702162</u>
Add : Balance brought forward		14874221	12172059
BALANCE CARRIED TO BALANCE SHEET		<u>17919663</u>	<u>14874221</u>
Notes to the Accounts	"Q"		
Earning Per Share		1.02	0.90

AS PER OUR REPORT OF EVEN DATE
For V. P. Agrawal & Co.
Chartered Accountants

For Ken Financial Services Ltd.

Sd/-
(Vimal Agrawal)
Partner.
Membership No. 402808
Place: Mumbai
Dated: 30-06-2009

Sd/-
(Manoj More)
Director

Sd/-
(Sharad Gupta)
Director



SCHEDULES FORMING PART OF THE BALANCE SHEET

PARTICULARS	AMOUNT 31-03-2009	AMOUNT 31-03-2008
<u>SCHEDULE - "A"</u>		
<u>EQUITY SHARE CAPITAL</u>		
<u>AUTHORISED SHARE CAPITAL</u>		
3250000 Equity Shares of Rs. 10/- each. (Previous year 3250000 Equity Shares of Rs. 10/- Each)	32500000	32500000
	<u>32500000</u>	<u>32500000</u>
<u>ISSUED, SUBSCRIBED AND PAID UP CAPITAL</u>		
3000100 Equity Shares of Rs. 10/- each fully paid up. (Previous year 3000100 equity shares of Rs. 10/- each fully paid up)	30001000	30001000
	<u>30001000</u>	<u>30001000</u>
<u>SCHEDULE - "B"</u>		
<u>RESERVES & SURPLUS</u>		
Profit & Loss Account	17919663	14874221
	<u>17919663</u>	<u>14874221</u>
<u>SCHEDULE - "C"</u>		
<u>UNSECURED LOANS</u>		
From Directors	715522	965522
From Body Corporates	9450000	10750000
	<u>10165522</u>	<u>11715522</u>
<u>SCHEDULE - "E"</u>		
<u>INVESTMENTS</u>		
Investment in Shares		
Quoted (At Cost)	96105	96105
Unquoted (At Cost)	10010000	10000
	<u>10106105</u>	<u>106105</u>
<u>SCHEDULE - "F"</u>		
<u>INVENTORIES</u>		
(As taken valued & certified by the management)		
Raw-Material	505220	621085
Finished goods	132579	166500
Shares and Securities	500000	500000
	<u>1137799</u>	<u>1287585</u>
<u>SCHEDULE - "G"</u>		
<u>SUNDRY DEBTORS</u>		
<u>Unsecured, Considered Good</u>		
Debts outstanding for a period exceeding six months	390156	390156
Other Debts	3515271	25149475
	<u>3905427</u>	<u>25539631</u>
<u>SCHEDULE - "H"</u>		
<u>CASH AND BANK BALANCES</u>		
Cash in Hand	1092684	402466
Balances with Scheduled Banks		
- in Current Account	772801	2776705
- in Fixed Deposit Account	0	1352420
	<u>1865485</u>	<u>4531591</u>



SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE - "I"

LOANS AND ADVANCES

(Unsecured considered good)

Advance Recoverable in cash or kind or for value to be received	31408607	48419818
Advance Tax & TDS	843766	405261
Deposits	13876653	7159302
	<u>46129026</u>	<u>55984382</u>

SCHEDULE - "J"

CURRENT LIABILITIES

Sundry Creditors

- For Goods	368278	29019944
- For Expenses	3501436	22472
Other Current Liabilities	804369	1144120
Advance from Customer	1151532	1775901
	<u>5825616</u>	<u>31962437</u>

SCHEDULE - "K"

PROVISIONS

Provision for Tax	775000	465000
Provision for Fringe Benefit Tax	48000	22000
	<u>823000</u>	<u>487000</u>

SCHEDULE - "L"

SALES AND OTHER SERVICES

Sales and Services	15181217	44710074
Profit from Speculative Activities	2589525	7407900
Interest	2197373	2374863
Dividend	0	2693
Other Income	0	88050
Long Term Capital Gains	0	656929
	<u>19968115</u>	<u>55240509</u>

SCHEDULE - "M"

INCREASE/(DECREASE) IN STOCK

Closing Stock	1137799	666500
Less : Opening Stock	1287585	5000000
	<u>(149787)</u>	<u>(4333500)</u>

SCHEDULE - "N"

PURCHASES & WORKS EXPENSES

Raw-Material Consumed	10337916	44053048
Packing Material Consumed	42380	228598
Stores and Spares	0	29480
Wages and Salaries	806875	400365
Power	40708	41361
Machine Maintenance	0	42422
Factory Rent	120000	112200
	<u>11347879</u>	<u>44907474</u>



SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE - "O"

ADMINISTRATIVE & OTHER EXPENSES

Salary	1443808	1027175
Annual Fees (BSE)	11884	10000
MCX Fee	0	500000
Rent	21000	81000
Staff Welfare Expenses	233661	45322
Conveyance	30165	31683
Bank Charges	10758	10523
Printing & Stationary	15128	23675
NSE/OTCEI Obligation Fees	803431	0
BSE Revocation Fees	280000	0
Telephone Expenses	297965	186122
Electricity Expenses	133889	134476
Postage & Courier	1842	0
General Expenses	423637	36405
Repairs and Maintenance	80468	45346
Miscellaneous Expenses	151785	0
Software Development Charges	26515	20800
Demat Charges	8990	8989
Registrar Fees	16854	16854
Donation	43300	15900
Internet Charges	4492	152758
Security Transaction Tax	0	14120
Office Expenses	210438	34300
Processing Charges	74757	43300
ROC Filing Fees	26562	0
Payment to Auditors	10000	11236
Professional Fees	0	30618
Sundry Balance Written off	39793	0
	<u>4401122</u>	<u>2480902</u>

SCHEDULE - "P"

SELLING & DISTRIBUTION EXPENSES

Transportation	364001	162727
Rate Difference	14527	25831
	<u>378528</u>	<u>188558</u>

SCHEDULE "D" OF FIXED ASSETS

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	01-04-2008	ADDITIONS	DEDUCTIONS	31-03-2009	UPTO 01-04-2008	FOR THE YEAR	TOTAL	31/03/2009	31/03/2008
Furniture & Fixtures	1757406	12500	0	1769906	1301145	111440	1412585	357321	456260
Office Equipment	633851	0	0	633851	368643	30108	398751	235100	265208
Electrical Installation	142611	0	0	142611	64879	6774	71653	70958	77733
Computers	298186	220330	0	518516	53443	59479	112922	405594	244743
Plant and Machinery	760763	26600	0	787363	60562	36756	97318	690045	700201
TOTAL	3592817	259430	0	3852247	1848672	244557	2093229	1759018	1744145
Previous Year Rs.	3403404	189413	0	3592817	1619542	229130	1848672	1744145	1783862





SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE "Q"

Accounting policies and Notes forming part of the Accounts for the year ended on 31st March 2009

A). Statement on significant Accounting Policies

a). Basis of Accounting

Financial statements are prepared on historical cost convention and on accrual basis except those stated at revalued amount and on the going concern basis

b). Fixed Assets:

Fixed Assets are valued at historical cost less depreciation.

c). Depreciation:

Depreciation on fixed assets has been provided under the straight line method at the rates and in the manner provided by Schedule XIV to the Companies Act, 1956.

d). Revenue Recognition

Revenue is recognized only when it is reasonably certain that the ultimate collection will be made.

e). Retirement Benefits

The Company follows the policy of accounting for the same only on crystallization of the liability.

B). Notes of Accounts

1. Contingent liabilities not provided for	31st March, 2009 (Rs. in Lakh)	31st March, 2008 (Rs. In Lakh)
(a) in respect of guarantee issued by the bank in favour of NSCCL.	0.00	13.00
(b) In respect of various expenses/charges Debited by NSEIL after surrender of membership. The amount is under Dispute	0.00	2.27
2. The Company has neither earned nor incurred any amount in foreign currency during the year (Previous Year Rs. Nil).		
3. In the opinion of the Board, the Current Assets and Loans and advances have a value on realization in the ordinary course of business at least equal to the amount at which they are stated. The provision for depreciation and for all known liabilities is adequate and not in excess of the amount considered necessary.		

4. The balances of Sundry Debtors, Sundry Creditors, deposits and advances with various parties are subject to confirmation and reconciliation, if any.

5. DEFERED TAXATION:

In accordance with Accounting Standard 22 "Accounting for Taxes on Income" issued by ICAI, the Company has accounted for deferred taxes during the year.

Major components of deferred tax are as under:

Description	FY 2008-09 (Rs.)	FY 2007-08 (Rs.)
Opening Deferred Tax Liabilities	153259	125976
Deferred Tax Liabilities on account of difference in depreciation as per Companies Act and as per Income Tax Act	14801	27283
Closing Deferred Tax Liabilities	168060	153259

6. Earning Per Share:	FY 2008-09 (Rs.)	FY 2007-08 (Rs.)
Net Profit/(Loss) after tax	3045442	2702162
Weighted average number of Shares outstanding	3000100	3000100
EPS	1.02	0.90

7. Segment information required to be disclosed in accordance with Accounting Standard 17 (AS-17) relating to Segment Reporting is attached with report.

8. Payment to Auditors	FY 2008-09 (Rs.)	FY 2007-08 (Rs.)
Audit & Tax Audit Fees	10,000	11,236

9. The previous year's figures have been regrouped and/or rearranged wherever found necessary.

10. Figures are rounded off to nearest rupee.

11. Related parties disclosures:

(A) Related parties with whom transaction have taken place during the year.

(i) Key Management Personnel:	Mr. Kamal Kumar Chaudhary	Director
	Mr. Sharad Gupta	Director
	Mr. Manoj More	Independent Director
	Mr. Shashikant Modi	Independent Director
	Mr. Sunil Shivkumar Saini	Independent Director
	Mr. Manish Kumar Goyal	Independent Director

(ii) Relative of Key Management Personal : Mr. Pawan Chaudhary



(B) Transaction carried out with related parties referred in A above, in ordinary course of business

Key Management personnel and their relatives

	Current year Rs.	Previous year Rs.
(i) Directors Remuneration	Nil	Nil
(ii) Loan Taken (Net)	Nil	3,65,522
(iii) Loan Given (Net)	4,37,000	Nil

12. In view of wide-ranging quality and size of fabric elastic, separate disclosure of quantities of individual item has not been given as considered not practicable by the management. However quantities of closing stock of raw material and finished goods as taken by the management are given hereunder :

Raw Material

Particulars	Quantity (In Kgs.)	Amount (In Rs.)
Yarn	3767	262220
Rubber	1500	243000

Finished Goods

Particulars	Quantity (In Meter)	Amount (In Rs.)
Fabric Elastic (Various Sizes)	75535	132579

AS PER OUR REPORT OF EVEN DATE

For V. P. Agrawal & co.
Chartered Accountants

For and on behalf of the Board

Sd/-
(Vimal Agrawal)
Partner
Membership No. 402808
Place : Mumbai
Date : 30-06-2009

Sd/-
(MANOJ MORE)
DIRECTOR

Sd/-
(SHARAD GUPTA)
DIRECTOR

SEGMENT REPORT FOR THE YEAR ENDED 31ST MARCH 2009



PARTICULARS	SEGMENTS			CONSOLIDATED TOTAL
	Textiles	Commodity	Financial Activities & Others	
I) <u>Segment Revenue</u>				
<u>Sales</u>				
Sales and Services	13042794	3667948	3257373	19968115
Total Revenue	13042794	3667948	3257373	19968115
II) <u>Segment Results</u>				
Operating Net Profit	763065	971539	1956198	3690802
III) Segment Assets				
Segment Assets	5086061	18246843	41569956	64902860
Total Assets	5086061	18246843	41569956	64902860
IV) Segment Liabilities				
Segment Liabilities	1519811	4273333	32472	5825616
Total Liabilities	1519811	4273333	32472	5825616
V) Capital Expenditure During the year				
Capital Expenditure During the year	0	0	0	0
VI) Depreciation During the year				
Depreciation During the year	38141	11960	194456	244557



CASH FLOW STATEMENT FOR THE FINANCIAL YEAR 2008-09

Particulars	2008-09 Amount In Rs.	2007-08 Amount In Rs.
A. <u>Cash Flow from Operating Activities</u>		
Net profit before Taxation and extra ordinary item	3446243	3100945
Adjustment from:		
Depreciation	244557	229130
Dividend	-	(2693)
 Operating profit before working capital chnages	 3690800	 3327383
Decrease/(Increase) in Stock in Trade	149787	3853018
Decrease/(Increase) in Sundry Debtors	21634204	(24952418)
Decrease/(Increase) in Loans & Advances	9855356	(12080976)
(Decrease)/Increase in Current Liabilities	(26186821)	31400521
Cash Generated from Operation	9143325	1547528
Tax paid	-	5500
Cash Flow before Extra Ordinary items	9143325	1553028
Foreign Exchange Loss	-	-
Prior period adjustment	-	-
Net Cash Flow from Operating activities	9143325	1553028
B. <u>Cash Flow from Investing activities</u>		
Purchase of Fixed Assets	(259430)	(189413)
Sale of Investment / (Purchases of Investment)	(10000000)	48807
Conversion of Investment in Stock in Trade	-	-
Dividend	-	2693
Net Cash Flow from Invetsing activities	(10259430)	(137913)
C. <u>Cash Flow from financing activities</u>		
Increase/(Decrease) in Long-term borrowings	(1550000)	940522
Interest paid	-	-
Dividend paid	-	-
Net Cash Flow from Financing activities	(1550000)	940522
Net Increase in cash and cash equivalents	(2666105)	2355637
Cash and cash equivalents at beginning of year	4531591	2175954
Cash and cash equivalents at end of year	1865485	4531591

AS PER OUR REPORT OF EVEN DATE
For V. P. Agrawal & Co.
Chartered Accountants

For Ken Financial Services Ltd.

Sd/-
(Vimal Agrawal)
Partner.
Membership No. 402808
Place: Mumbai
Dated: 30-06-2009

Sd/-
(Manoj More)
Director

Sd/-
(Sharad Gupta)
Director



Balance Sheet abstract and Company's general business profile as required by the part IV of Schedule VI of the Companies Act, 1956

I. REGISTRATION DETAILS	
A. REGISTRATION NO.	78898
B. STATE CODE	11
C. BALANCE SHEET DATE	31-03-2009
II. CAPITAL RAISED DURING THE YEAR (In Thousands)	
PUBLIC ISSUE	NIL
RIGHT ISSUE	NIL
BONUS ISSUE	NIL
PRIVATE PLACEMENT	NIL
III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (In Thousands)	
TOTAL LIABILITIES	58254
TOTAL ASSETS	58254
SOURCES OF FUNDS	
PAID UP CAPITAL	30001
RESERVES & SURPLUS	17920
SECURED LOANS	NIL
UNSECURED LOANS	10165
DEFERRED TAX LIABILITY	168
APPLICATION OF FUNDS	
NET FIXED ASSETS	1759
INVESTMENTS	10106
NET CURRENT ASSETS	46389
MISCELLANEOUS EXPENDITURE	NIL
ACCUMULATED LOSSES	NIL
IV. PERFORMANCE OF THE COMPANY (In Thousands)	
TOTAL INCOME	19818
TOTAL EXPENDITURE	16372
PROFIT/LOSS BEFORE TAX	3446
PROFIT/LOSS AFTER TAX	3045
EARNING PER SHARE (Rs.)	1.02
DIVIDEND	NIL
V. GENERIC NAMES OF PRINCIPAL PRODUCTS/SERVICES (As per monetary terms)	
ITEM CODE NO. (ITC CODE)	N.A.
PRODUCT DESCRIPTION	N.A.

FOR KEN FINANCIAL SERVICES LIMITED

PLACE : MUMBAI
DATED : 30-06-2009

Sd/-
(MANOJ MORE)
DIRECTOR



KEN FINANCIAL SERVICES LTD.
Registered office : 302, Standard House,
83, M. K. Road, Mumbai – 400002.

ATTENDANCE SLIP

(Please complete the Attendance Slip and hand it over at the entrance of the Meeting Hall)

I/We hereby record my/our presence at 302, Standard House, 83, M. K. Road, Mumbai – 400002.
on 30th September, 2009 at 3.30 P.M.

Name of the Shareholder _____
(in block letters)

Affix
Rs. 1.00 Revenue Stamp

Folio No. _____ No. of Shares held _____

Signature of the Share Holder / Proxy

Note : The Proxy duly completed must be deposited at the Registered Office of the Company
not less than 48 hours before time for holding the meeting.

Name of Shareholder (s)	Folio No.	No. of Shares :
DP-ID No.	Client – ID No.	

KEN FINANCIAL SERVICES LTD.
Registered office : 302, Standard House,
83, M. K. Road, Mumbai – 400002.

ATTENDANCE SLIP

NAME AND ADDRESS OF SHAREHOLDER	FOLIO NO :
	DP – ID NO
No. of Shares :	Client ID No.

I/We hereby record my / our attendance at the Annual General Meeting to be held at 3.30 P.M. on
30th September, 2009 at the Registered office of the Company.



If undelivered please return to :

Ken Financial Services Limited

302, STANDARD HOUSE,
83, M. K. ROAD, MUMBAI – 400002.
TELEFAX : 022-2205 5456