

Creating a  
**WEALTH OF TRUST**

Through Consistently  
**HIGH PERFORMANCE!**



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**swastika investmart**  
THE WEALTH MAKERS

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# VISION

To be the prominent destination  
to enhance the prosperity of  
it's Clients, Investors, Associates  
and Employees, always and  
all ways.

# MISSION

To provide best value for  
money to clients through  
personalized service, innovative  
products, best trading and  
investment strategies and  
state-of-the-art technologies.

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# Taking a VALUE BASED APPROACH to PROSPERITY

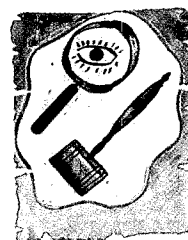
**SWASTIKA INVESTMART** has been dedicated to delivering consistently high performance through a positive attitude, knowledge based expertise, and adherence to high ethical standards in creation of wealth for our patrons, since the past 17 years. We are driven by your aspirations to explore horizons that hitherto seemed out of reach, bringing the sunrise of prosperity into your lives.

We have honed our skills to meet new challenges emerging in the ever evolving business environment, expanding our capabilities to deliver on our promises, riding over the cyclic fluctuations of the capital markets. It is your unflinching trust that has propelled us to scale the highest summit of performance in a constantly challenging scenario and mastering market dynamics to spot right opportunities for creation of wealth for you.

**We have earned your trust through values which have been upheld in the course of our growth...**



**INTEGRITY** has been the cornerstone of all progress, an essential ingredient that yields a rich harvest of trust in the long run. We have striven to deliver on our promises and have come true to our valued patrons' expectations.



**TRANSPARENCY** in our transactions has distinguished us in the markets. By the dint of dedication towards growth and excellence, we have maintained transparency in all our transactions, upholding that honesty is the best policy.



**CREDIBILITY** has been a hard earned attribute which we have nurtured through our fair trade practices and timely delivery of results to our valued customers. A pro-active approach to the market and credible advisories have helped create better awareness for you.

**COMPOSITE SOLUTIONS** through personalized services has created distinctive niche for us in the marketplace. Continuous learning process and sharpening of our skills and expertise helps us to design customized solutions to meet personal individual requirements.



## Managing Director's MESSAGE

Dear Shareholders,

It gives me great pleasure to present Annual Report for the year 2008-09 of Swastika Investmart Limited. I must say that 2008-09 was not a superlative year for us, and our industry; it was a devastating year with economic uncertainties, slowdowns and recession throughout the world including India. Now we are seeing an optimistic economic recovery in the worldview. Present economic indicators over the world and especially in India have begun to see the green light of revival that is heartening.

Swastika has a simple approach to run and manage its business. This approach has worked both in good times and bad that has been demonstrated by the extremes of FY 08 - 09. A look at the numbers of F.Y. 08 - 09 of your company shows total consolidated operational revenue of Rs. 1,125 Lacs (F.Y. 07 - 08 Rs.1,171 Lacs), a drop of 3.93 %, which was very much satisfactory and appreciable as a whole.



*Swastika has a value based approach to run and manage its business. This approach will firmly establish it as one of the India's most successful and leading broking company in the years to come.*



Despite of uncertain economic conditions during the last year, we expanded our business in Northern part of the country and shifted our registered office from Andheri, Mumbai to Fort, Mumbai. During the year, your company became the Corporate Member of NSE Currency, MCX- SX and registered with Securities and Exchange Board of India as a Portfolio Manager.

I am pleased to say that "Swastika" now stands stronger, for having experienced the uncertainty and turmoil of that period. These events ensured we focus on fundamentals of our business and swiftly act upon ferocity of problems as they arose.

The outlook for the future seems positive with an advantage for India and other emerging economies. While there have been deep-rooted challenges globally and developed countries continue to struggle, it seems that the worst may now be over for developing countries like India. Your Company is committed to give better performance as well as result in the coming Financial Year.

External factors like stable government at the center are expected to bring clear direction to economic boosters such as disinvestment, infrastructure development and progressive reforms that will support higher consumption. India's large savings - pool and non-discretionary consumption also adds value to the potential in domestic growth story. Your company should be able to make the best of this dynamic situation and aspires to do so.

On the economic front, F.Y. 08 - 09 will be remembered for leaving a long lasting impact on the existence and fortunes of organizations. While some companies have structurally changed, there are others that have become even more resilient. At Swastika, we are satisfied with our role in the industry and our ability to face adverse market situations.

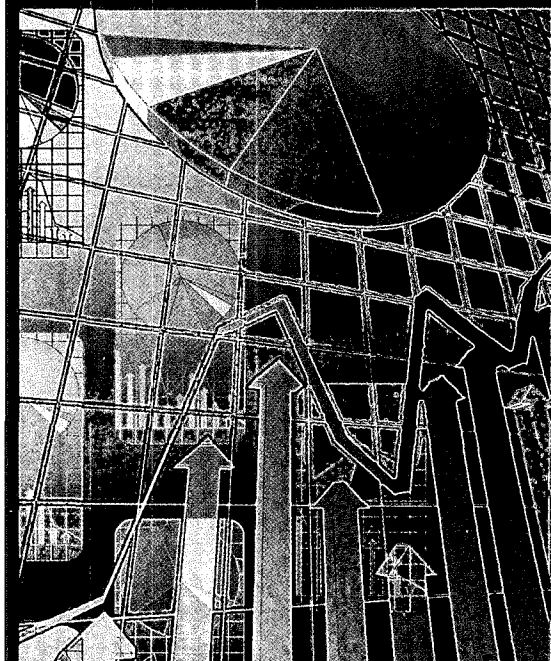
We immensely value the faith that you have reposed in Swastika and would like to thank you for your continued support.

With best wishes,

Sincerely,

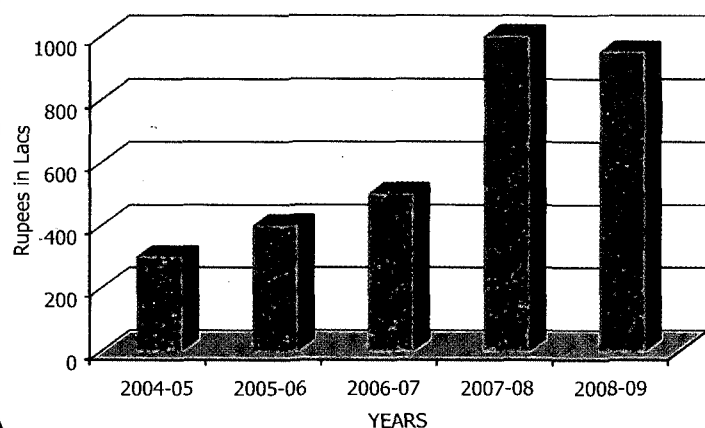
**SUNIL NYATI**

Managing Director

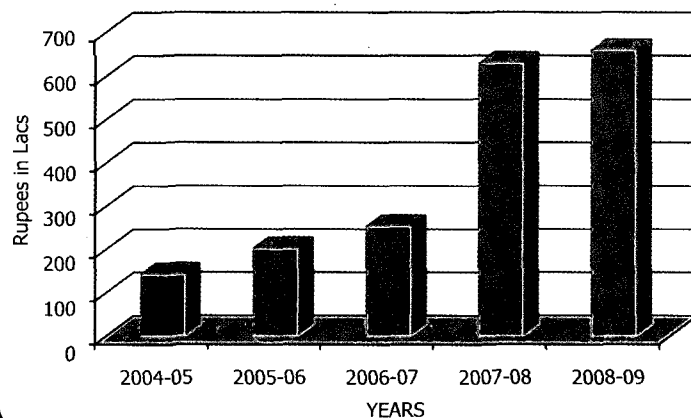


## CONSOLIDATE GROWTH

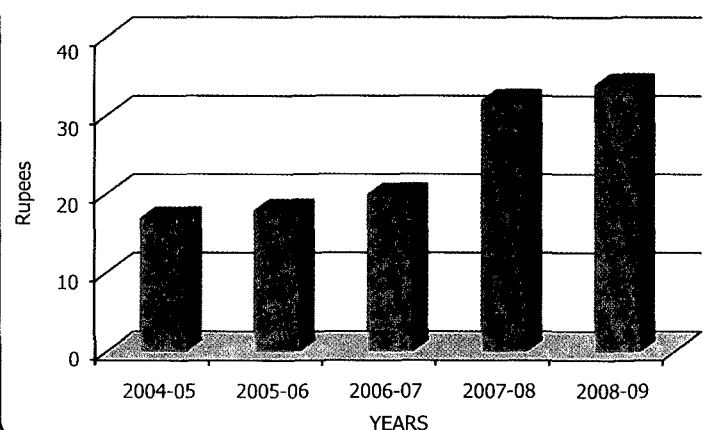
### BROKERAGE INCOME



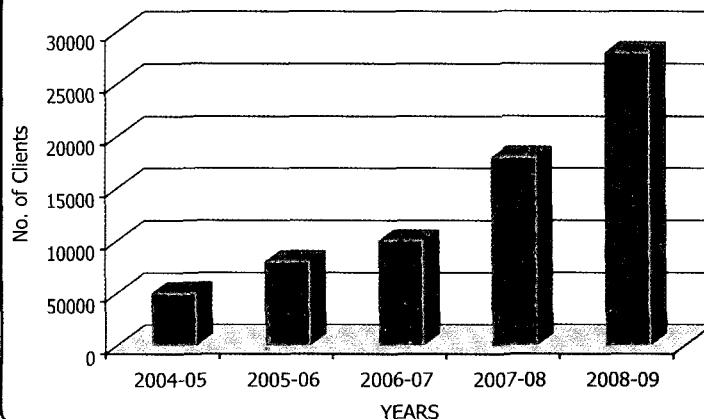
### RESERVE & SURPLUS



### BOOK VALUE PER SHARE



### CLIENTELE



***CORPORATE INFORMATION***

**Board of Directors**

*Managing Director*

Sunil Nyati

*Executive Director*

Anil C Nyati

*Directors*

S.N.Maheshwari

Anita Nyati

Vinod Gupta

C.R.Doshi

Ramanlal Bhutda

Tarun Kumar Baldua

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**Auditors**

M.B.Ladha & Co.

Chartered Accountants

MUMBAI

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**Bankers**

ICICI Bank Ltd.

HDFC Bank Ltd.

**Regd. Office**

1<sup>st</sup> Floor, Bandukwala Building,

British Hotel Lane, Fort

Mumbai 400 001

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**Admn.Office**

48, Jaora Compound, M.Y.H.Road,

INDORE 452001

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**Registrar & Share Transfer Agent**

Ankit Consultancy Pvt. Ltd.

2<sup>nd</sup> Floor, Alankar Point,

Geeta Bhawan Chouraha,

A.B.Road, INDORE-452001

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**Listed At**

- BOMBAY STOCK EXCHANGE LTD., MUMBAI

## ***DIRECTORS' REPORT***

Dear Members,

Your Directors have immense pleasure in presenting the 17<sup>th</sup> Annual Report of the Company and the Audited Accounts for the financial year ended 31<sup>st</sup> March, 2009.

### **FINANCIAL HIGHLIGHTS**

(Amount in Rs. Lacs.)

<b>PARTICULARS</b>	<b>31.03.2009</b>	<b>31.03.2008</b>
Total Income	1012.36	1423.57
Profit before Depreciation, Interest & Tax	146.85	597.48
Less: Depreciation	58.88	58.43
Less: Interest	12.64	3.71
Profit before Taxation	75.33	535.33
Less: Provision for Taxation	28.61	138.05
Less: Deferred Tax Liabilities	0.16	8.48
Net Profit	46.57	383.01
Add\Less) : Prior Period Adjustment	0.41	0.00
Add: Balance brought forward from Last Year	57.38	8.65
Amount available for appropriation	103.54	391.67
Appropriations:		
Transfer to General Reserve	25.00	300.00
Dividend @ 10%	29.31	29.31
Dividend Distribution Tax	4.98	4.98
Surplus carried to Balance Sheet	44.26	57.38

### **COMPANY'S PERFORMANCE OVER THE YEARS ON VARIOUS FINANCIAL PARAMETERS**

This year under review has been a challenging one. Indian economy growth slowed to slightly less than 7% in the fiscal year 2008-2009 due to impact of global downturn. Due to volatility of stock market and reversal of capital inflows caused significant disruption in the financial market. In spite of this your company has registered net profit of Rs. 46.57 Lacs in comparison to previous year's net profit of Rs. 383 lacs.

### **DIVIDEND**

Looking at the consistent growth in performance, your Directors are pleased to recommend a final dividend of 10% on the equity shares i.e. Re. 1/- per Equity Share of face value Rs.10/- subject to approval of the members in ensuing Annual General Meeting.

**DIRECTORS**

In accordance with the provision of the Companies Act, 1956 and Articles of Association of the Company Shri Satya Narayan Maheshwari, Shri Raman Lal Bhutda and Shri Anil Nyati retire from the Board of Directors by rotation and they are eligible offer themselves for reappointment in ensuing Annual General Meeting.

**Companies rules 1988 (Disclosure of particulars in the reports of Board of Director)**

As the Company is not engaged in any manufacturing activity, hence provisions of section 217 (1) (e) of the Companies Act, 1956 read with the Companies Rules, 1988 are not applicable to the Company. Further there was neither inflow nor outflow of foreign exchange during the year.

**PUBLIC DEPOSITS**

Your Company has not accepted any Public deposit within the meaning of section 58A of the Companies Act 1956, read with the Companies (Acceptance of Deposit) Rules, 1975.

**PARTICULARS OF EMPLOYEES**

In accordance with the provisions of section 217 (2A) of the Companies Act, 1956 read with the Companies (particulars of employees) Rules 1975, the name and other particulars of employees are to be set out in the director's report, as an addendum thereto. However, as per the provisions of section 219(1)(b)(iv) of the Companies Act, 1956, the report and accounts as set out therein, are being sent to all the members of the Company excluding the aforesaid information about the employees. Any member, who is interested in obtaining such particulars about employees, may write to the Company at the Registered office of the Company and same will be sent by post.

**HUMAN RESOURCE DEVELOPMENT**

Your Company believes that nurturing and development of human capital is of key importance for its operations. The HR policies and procedures of your Company are geared up towards this objective. In totality our employees have shown a high degree of maturity and responsibility in responding to the changing environment, economic and the market condition.

**AUDITORS**

The auditors, M/s M.B. Ladha & Company, Chartered Accountants retire and being eligible offers themselves for re-appointment. Comments of the Auditors in their report and notes forming part of the Accounts are self-explanatory and need no comments.

**SECRETARIAL COMPLIANCE CERTIFICATE**

As per requirements of provision of section 383A of the Companies Act, 1956, the company has appointed M/s L.N. Joshi & Co., Company Secretaries and obtained a Secretarial Compliance Certificate which is annexed herewith.

**SUBSIDIARY COMPANY**

Your company's subsidiary, Swastika Commodities Private Limited is registered with National Commodities and Derivative Exchange Limited and Multi Commodities Exchange Limited. For the year ended 31<sup>st</sup> March, 2009 SCPL has reported profit of Rs. 7.43 lacs in comparison to previous year's net profit of Rs. 1.49 lacs. Further Audited accounts of SCPL together with the reports of Directors and Auditors and statement thereon are attached to this annual report, as required under section 212 of the companies act, 1956.

**CONSOLIDATION OF ACCOUNTS**

The audited Consolidated Accounts and Cash Flow Statement, comprising of Swastika Investmart Limited and its subsidiary company Swastika Commodities Private Limited are annexed to this Annual Report. The auditors report on the consolidation accounts is also attached. The consolidated accounts have been prepared in accordance with the accounting standards prescribed by the Institute of Chartered Accountants of India in this regard.

**CODE OF CONDUCT**

The company has laid-down a code of conduct for all Board members and senior management of the Company. All the Board members and senior management personnel have affirmed compliance with the code of conduct. The code of conduct is posted on website of the company.

**CORPORATE GOVERNANCE**

A report on the Corporate Governance code along with a certificate from the Auditors of the Company regarding the compliance of the conditions of the Corporate Governance as stipulated under clause 49 of the Listing Agreement and also the Management Discussion and Analysis Report and CEO certification are annexed to this report.

**DEPOSITORY SYSTEM**

Your Company's shares are tradable compulsorily in electronic form and your Company has connectivity with both the Depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Service (India) Limited (CDSL). In view of the numerous advantage offered by the Depository System, members are requested to avail of the facility of Dematerialization of the Company's shares on either of the Depositories mentioned as aforesaid.

**INSURANCE**

The Company's assets are adequately insured against the loss of fire and other risk, as considered necessary by the Management from time to time. The Company has also taken insurance cover for any claims /losses arising out of its core business of security broking.

**DIRECTORS' RESPONSIBILITIES STATEMENT**

Pursuant to the requirement under Section 217 (2AA) of the Companies Act, 1956, with respect to the Director's Responsibility Statement, your directors hereby confirm:

- that in the preparation of the annual accounts for the financial year ended 31st March 2009; all the applicable accounting standards have been followed ;
- that they have selected such accounting policies and applied them consistently and made judgments, and estimate 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 financial year and of the profit of the Company for the year under review ;
- that they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of this Act, for safeguarding the assets of the Company and for preventing and detecting Fraud and other irregularities.
- that they have prepared the annual accounts on a going concern basis.

**LISTING OF THE SHARES**

Equity shares of the company are listed on Bombay Stock Exchange Ltd., Mumbai.

**ACKNOWLEDGEMENT**

The Directors place on record their gratitude to the government, regulators, stock exchanges, other statutory bodies, customers, business partners and the company's bankers for the assistance, co-operation and encouragement they extended to the company. The Directors also place on record their sincere appreciation to the employees for their continuing support and unstinting efforts in ensuring and excellent all-round operational performance. Last but not the least, the directors would like to thank valuable shareholders for their support and contribution. We look forward for their continued support in the future.

For and on behalf of the Board of Directors

Place : MUMBAI  
Date : 30.06.2009

**Sunil Nyati**  
(Managing Director)

**Anita Nyati**  
(Director)

## REPORT ON CORPORATE GOVERNANCE

### COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Swastika Investmart Limited seeks to adopt good corporate governance practices and to ensure compliance with all relevant laws and regulations. The basic objective of corporate governance policies adopted by the company is to attain the highest levels of transparency, accountability and integrity. The company believes that all its actions must serve the underlying goal of enhancing overall shareholder value over a sustained period of time.

### BOARD OF DIRECTORS

#### A. Composition of the Board

The Board has an optimum combination of Executive and Non Executive Directors, and confirms with clause 49 of the Listing Agreement entered in to with the Stock Exchange in which the Company's shares are listed. As on 31<sup>st</sup> March 2009, the Board of Directors comprised of eight members, of whom Five are Non-Executive Directors. The name and categories of Directors on the Board, their attendance at Board Meetings held during the year and the number of Directorships and Committee Chairmanships/Memberships held by them in other companies are as below:

Name of Director	Category	No. of Board Meetings Attended	Other Directorship		Committee Position	
			Chairman	Member	Chairman	Member
Sunil Nyati	MD	10	3	3		---
S.N. Maheshwari	NED	10	---	---	---	---
Anil Nyati	ED	07	---	2	---	---
Vinod Gupta	ID	04	---	---	3	3
C.R. Doshi	ID	04	---	---	---	3
Anita Nyati	WTD	06	---	3	---	-
Raman Lal Bhutda	ID	04	---	--	---	3
Tarun Kumar Baldua	ID	03	---	---	---	---

MD = Managing Director, NED = Non Executive Director, ED = Executive Director,  
ID = Independent Director, WTD= Whole Time Director

The last Annual General meeting was held on 25<sup>th</sup> Sept. 2008.

All the Directors except Mr C.R. Doshi, Mr. Raman Lal Bhutda and Mr Tarun Kumar Baldua had attended the last Annual general Meeting held on 25<sup>th</sup> September, 2008.

During the year 2008-09, the Board met 10 (ten) times on the following dates, namely:

30/04/2008	30/06/2008	14/07/2008	31/07/2008	20/08/2008
25/10/2008	01/12/2008	29/12/2008	27/01/2009	28/02/2009

None of the Director on the Board is a member of more than 10 Committees and Chairman of more than 5 Committees. All the Directors have made the requisite disclosure regarding committee's position held by them in other Companies.



## B. Board Meeting's Procedure

A detailed agenda folder is sent to each Director in advance of Board and Committee meetings. To enable the Board to discharge its responsibilities effectively, the Managing Director briefs the Board at every meeting on the overall Company performance.

## C. Remuneration of Directors

Remuneration paid or payable to Directors during the year 2008-2009.

Name of Director	Sitting Fees	Commission on Profit	Salary & Allowance	Contribution to PF	Perquisites	Total
Sunil Nyati	-----	-----	24,00,000	9,360	-----	24,09,360
Anil Nyati	-----	-----	9,00,000	9,360	-----	9,09,360
Anita Nyati	-----	-----	6,00,000	8,580	-----	6,08,580

No sitting Fees was paid to any Director of the Company during the financial year.

## D. Committees of the Board

### (I) Audit Committee

The audit Committee of the company has been constituted to perform the following functions :

- Overseeing the Company's financial reporting process and disclosure of financial information to ensure that the financial statement is correct, sufficient and credible.
- Recommending the appointment and removal of external auditor, fixation of audit fees and approval of payment of any other services.
- Reviewing with management, the annual financial statement before submission to the Board.
- Reviewing with the management and external and internal auditors, the adequacy of internal control systems.
- Reviewing the adequacy of internal audit function.
- Discussing with internal auditors, any significant findings and follow up on such issues.
- Reviewing the findings of any internal investigations by the internal auditors in matters where there is suspected fraud or irregularity, or a failure of internal control systems of a material nature, and then reporting such matters to the Board.
- Discussing with external auditors before the audit commences on the nature and scope of audit, as well as having post-audit discussion to ascertain any area of concern.
- Reviewing the Company's financial and risk management policies.

The Audit Committee reports its finding to the Board at the subsequent meeting and its recommendations are implemented by the management.

During the year the committee met on four occasions on following dates namely:

30/06/2008	31/07/2008	25/10/2008	27/01/2009
------------	------------	------------	------------

Composition of the committee and attendance of the members are as follows:

Name of the Director	Category	No. of meetings attended
Mr. Vinod Gupta	Chairman	4
Mr. C.R.Doshi	Member	4
Mr. Ramanlal Bhutda	Member	4

## (II) Remuneration Committee

The committee has been formed to recommend to the board, the appointment of directors, and the induction of Board Members into various committees and the remuneration package of the directors. The committee has also been empowered to determine the periodic increments in salary and annual incentive of executive directors.

During the year the committee met on one occasion. Composition of the committee and attendance of the members are as follows:

Name of the Director	Category	No. of meetings attended
Mr. Vinod Gupta	Chairman	1
Mr. C.R.Doshi	Member	1
Mr. Ramanlal Bhutda	Member	1

## (III) Shareholder / Investors Grievance Committee

The Company has a Shareholder/Investor grievance committee comprising of Shri Vinod Gupta, with Shri C.R. Doshi and Shri Raman Lal Bhutda. Vinod Gupta independent Director is the Chairman of this committee. This committee is vested with the requisite powers and authorities to specifically look into shareholder and investor grievances. During the year under review three complaints were received from shareholders and the same were resolved to the satisfaction of the shareholders and there were no complaints pending unresolved as at the end of the year.

## MANAGEMENT

### A. The Management discussion and analysis report

The Annual Report has a detailed chapter on Management Discussion and Analysis.

### B. Disclosure by Management to the Board

All details relating to the financial and commercial transactions where directors may have a potential interest are provided to the Board, and the interested Directors neither participate in the discussion, nor do they vote on such matters.

## SUBSIDIARY COMPANY

Swastika Investmart Limited has one subsidiary M/s Swastika Commodities Private Limited and Mr. Sunil Nyati and Mr. Anil Nyati are also directors in this Company. As required under new clause 49 the Company has adopted a practice of placing the minutes and statements of all the significant transactions of unlisted subsidiary company in the meeting of Board of Directors of Swastika Investmart Limited. The Audit Committee of the Company regularly reviews the financials of the subsidiary Company.

## DISCLOSURES

- A. There were no material transactions of the Company with its promoters, directors and management or their relatives that may have conflict with the interest of the Company at large.

- B. The particulars of transactions between the Company and its related parties in accordance with the accounting standard 18 are set out in Annual report. These transactions are in the ordinary course of business and are not likely to have any conflict with the interest of the Company.
- C. There has been no non-compliance by the company or penalty or strictures imposed on the company by the stock exchange or SEBI or any statutory authority, on any matter related to capital markets during last three years except penalty of Rs. 9,49,100/- have been levied by NSE during 2007-08 for non compliance found during the regular inspection for the year 2004-05.
- D. During the year under review Company has not issued any type of securities. No GDR/ADR is issued by the Company.

### MEANS OF COMMUNICATION

The Company publishes its quarterly, half yearly and annual results regularly in the Free Press Journal (English) and Dainik Navshakti (Marathi).

### SHAREHOLDER'S INFORMATION

#### A Investor grievances

As mentioned earlier, the Company has duly constituted Shareholder/ Investors Grievances Committee for redressing shareholders and investor complaints. The status of compliance is reported to the Board of Directors through the minutes of the Committee Meeting of the Shareholders/ Investors Grievances Committee. Smt. Smita Chaska is the Compliance Officer of the company.

#### B Share transfer

Share transfer in physical form are registered by the Registrar and returned to respective transferee / person within a period ranging from two to three weeks provided the documents lodged with Registrar /Company are clear in all respects.

#### C. General body meetings

The last three Annual General Meetings of the Company were held as detailed below:

Meeting	Date	Time	Venue
16 <sup>th</sup>	25 <sup>th</sup> September 2008	2.00 p.m.	29, Madhukunj No.1 Andheri(W), Mumbai.-400058
15 <sup>th</sup>	29 <sup>th</sup> September 2007	2.00 p.m.	29, Madhukunj No.1 Andheri(W), Mumbai.-400058
14 <sup>th</sup>	30 <sup>th</sup> September 2006	2.00 p.m.	29, Madhukunj No.1 Andheri(W), Mumbai.-400058

No resolutions were passed by postal ballot in the year under review.

#### D. General shareholder information

##### ❖ Registered office of the Company:

1<sup>st</sup> Floor, Bandukwala Building, British Hotel Lane Fort, Mumbai 400001

##### ❖ Forthcoming Annual General Meeting:

Date & time of meeting : 29<sup>th</sup> Sept. 2009 2.00 p.m. (Tuesday)

Venue of the meeting : Registered Office

Last date for receipt of proxy forms : 26<sup>th</sup> September 2009

❖ **Financial Calendar :**

Annual General Meeting	29 <sup>th</sup> Sept. 2009
<b>Results for the quarter ended</b>	
1 <sup>st</sup> Quarter ending 30 <sup>th</sup> June, 2009 (First quarter)	July, 2009
2 <sup>nd</sup> Quarter ending 30 <sup>th</sup> Sept, 2009 (Second quarter)	October, 2009
3 <sup>rd</sup> Quarter ending 31 <sup>st</sup> Dec, 2009 (Third quarter)	January, 2010
4 <sup>th</sup> Quarter ending 31 <sup>st</sup> Mar, 2010 (Fourth quarter and Annual)	June, 2010

❖ **Book Closure:**

The book closure period is from 19<sup>th</sup> September, 2009 to 29<sup>th</sup> September, 2009 (both days inclusive) to determine the members entitled to dividend.

❖ **Dividend Payment:**

Dividend, if any, declared in the forthcoming Annual General Meeting will be paid within 30 days from the date of declaration.

❖ **Listing on Stock Exchange**

The Company's equity shares are listed on "The Bombay Stock Exchange Ltd, Mumbai". The Company has paid listing fees for the F.Y. 2009-2010.

The stock code is as under:

Name of the Stock Exchange	Stock Code
Bombay Stock Exchange, Mumbai	530585

The ISIN Number of Swastika Investmart Limited on both NSDL and the CDSL is **INE 691C01014**.

Pursuant to clause 51 of the Listing Agreement, all data related to quarterly financial results, shareholding pattern etc. are hosted on Electronic Data Information Filing and Retrieval (EDIFAR) website mentioned by SEBI in association with National Information Center, within the time frame prescribed in this regard.

❖ **Secretarial Audit for Reconciliation of Capital**

As stipulated by SEBI a qualified practicing Company Secretary carries out Secretarial Audit to reconcile the total admitted capital with NSDL and CDSL and the total issued and listed capital. This audit is carried out every quarter and the report thereon is submitted to the listed stock exchanges. The audit confirms that the total listed and paid-up Capital is in agreement with the aggregate of the total number of shares in dematerialized form (held with NSDL/CDSL) and total number of shares in physical form.

❖ **Code of Conduct**

The Company has laid down a code of conduct for all Board members and senior management of the Company. All the Board members and management personnel have affirmed compliance with the Code of Conduct. The Code of conduct is posted on the website of the Company.

❖ **Code for prevention of Insider trading practices.**

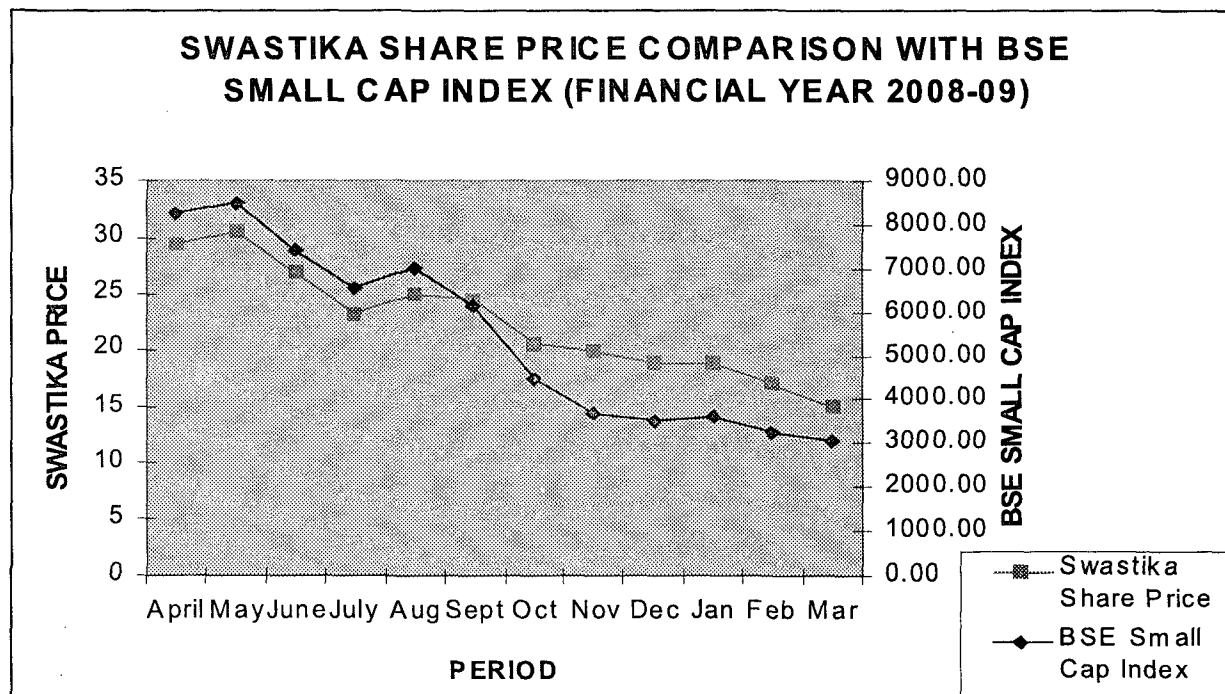
In Compliance with the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1997, as amended till date on prohibition of insider trading, the Company has a comprehensive code of conduct and the same is being strictly adhered to by its management, staff and relevant business associates. The code expressly lays down the guidelines and the procedures to be followed and disclosures to be made, while dealing with shares of the Company and cautioning them on the consequences on non-compliance thereof.

❖ **CEO/CFO Certification**

The CEO/CFO certification of the financial statements and the cash flow statement for the year is obtained and was placed before the Board.

**❖ Market Price Data:**
**April, 2008 to March, 2009 at BSE**

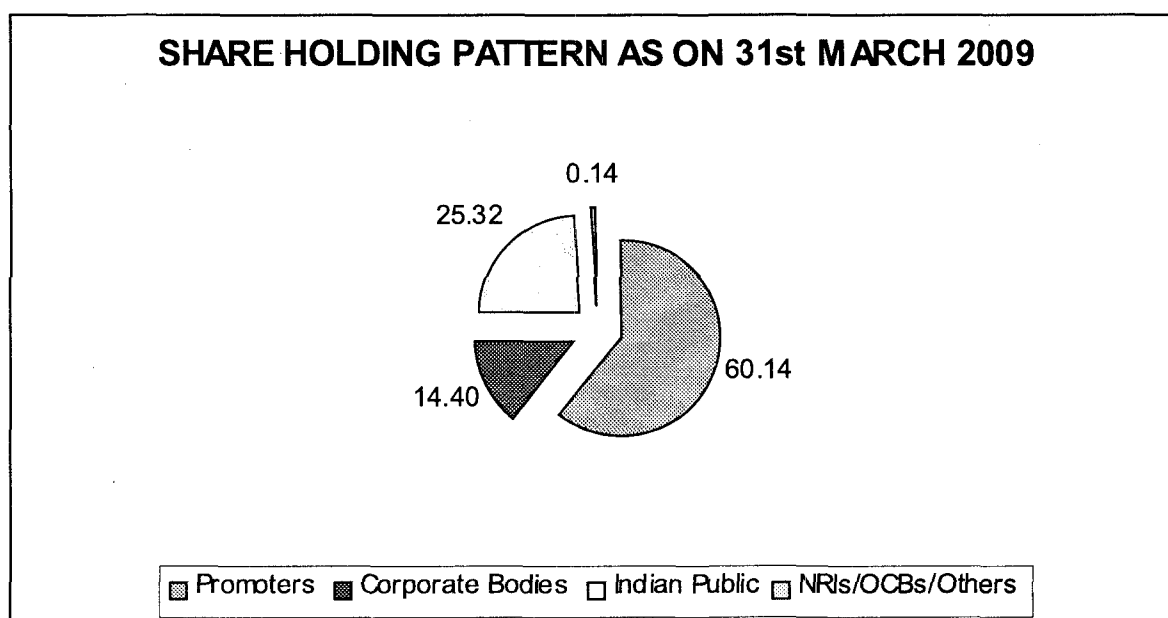
Month & Year	SWASTIKA SHARE PRICE			BSE Small Cap Index		
	High(Rs.)	Low(Rs.)	Average(Rs.)	High(Rs.)	Low(Rs.)	Average(Rs.)
Apr-08	32.90	26.10	29.05	8886.65	7658.38	8272.52
May-08	32.50	28.60	30.55	8,936.26	8,102.10	8519.18
June-08	31.70	22.45	27.08	8,197.98	6,687.86	7442.92
July-08	27.45	19.00	23.23	6,962.93	6,170.00	6566.46
Aug-08	28.00	22.00	25.00	7,309.81	6,777.43	7043.62
Sept-08	28.00	21.00	24.50	7,033.81	5,332.81	6183.31
Oct-08	25.30	16.00	20.65	5,647.71	3,338.27	4492.99
Nov-08	22.85	17.05	19.95	4,132.61	3,279.32	3705.96
Dec-08	21.95	15.60	18.78	3,834.35	3,221.70	3528.02
Jan-09	20.75	17.00	18.88	3,965.41	3,246.39	3605.9
Feb-09	19.25	14.90	17.08	3,428.42	3,096.44	3262.43
March-09	16.70	13.05	14.88	3,258.76	2,864.24	3061.5

**Share Price performance in comparison to BSE-SMALL CAP INDEX**


## ❖ Shareholding Pattern

Shareholding Pattern as on 31<sup>st</sup> March 2009

	Category	No. of Shares held	Percentage of Shareholding
A	<b>Promoters Holding</b>		
1.	Promoters	1807550	60.14
	Indian Promoters :		
	Foreign Promoters :		
2.	Persons acting in concert		
	<b>Sub Total</b>	<b>1807550</b>	<b>60.14</b>
B.	<b>Non-Promoters Holding</b>	-	-
1.	Institutional Investors	-	-
2.	Mutual Funds and UTI	-	-
3.	Banks, Financial Institutions, Insurance Companies [Central/State Govt. Institutions, Non- Govt. Institutions]	-	-
	FIs	-	-
4.	Sub-Total	-	-
5.	Others	-	-
6.	Private Corporate Bodies	432849	14.40
7.	Individuals		
	Holding up to Rs. 1.00 lacs	582372	19.38
	Holding excess Rs. 1.00 lacs	178577	5.94
	NRIs/OCBs	2002	0.07
8.	Any other [please specify]	2050	0.07
9.	Sub-Total	1197850	39.86
	<b>Grand Total</b>	<b>3005400</b>	<b>100.00</b>

Shareholding Pattern as on 31<sup>st</sup> March 2009

❖ **Distribution of Shareholding by size as on 31<sup>st</sup> March 2009**

Range of no. of Shares ( 1 )	Shareholder		Share Amount	
	Number ( 2 )	% of Total ( 3 )	In Rupees ( 4 )	% of Total ( 5 )
Less than 5000	740	70.27	1639430	5.46
5001 10000	172	16.33	1412060	4.70
10001 20000	60	5.70	909080	3.02
20001 30000	15	1.42	407500	1.36
30001 - 40000	7	0.66	267340	0.89
40001 - 50000	9	0.85	434500	1.45
50001 100000	20	1.90	1582740	5.27
100001 and above	30	2.85	23401350	77.86
	1053	100.00	30054000	100

❖ **Shares held in Physical and Dematerialization form:**

As on 31<sup>st</sup> March 2009, 91.86% of shares were held in dematerialized form and rest 8.14% in physical form.

❖ **Outstanding GDRs / ADRs / Warrants or convertible instruments**

Not Applicable

❖ **Address for Correspondence**

**Registrars and Share Transfer Agents :**

Ankit Consultancy Pvt. Ltd.

2<sup>nd</sup> Floor, Alankar Point, Geeta Bhavan Square, A.B. Road, INDORE 452 001.(M.P.)

Ph.0731-3042298 • Email : ankitind@sancharnet.in

**Administrative Office of the Company (For general assistance)**

48, Jaora Compound, M.Y.H. Road, Indore. 452 001.(M.P.) Ph.0731-4043100



## DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT.

This is to confirm that the Company has adopted a Code of Conduct for the Board of Directors and Senior Management of the Company. The same is available on website of the Company as [www.Swastika.co.in](http://www.Swastika.co.in).

As Managing Director of the Swastika Investmart Limited and as required by clause 49 (1) (D) (ii) of the Listing Agreement of the Stock Exchange in India, I hereby declare that all the Board Members and Senior Management personnel of the Company have affirmed compliance with the Code of Conduct for financial year 2008-2009.

Place : MUMBAI  
Date : 30.06.2009

Sunil Nyati  
Managing Director

## CEO CERTIFICATION

I hereby certify to the Board of Directors of **SWASTIKA INVESTMART LIMITED** that:

- a. I have reviewed financial statements and the cash flow statement for the year ended on 31/03/2009 and that to the best of my knowledge and belief.
  - (i) these statements do not contain any materially untrue statement or omit any material fact or contain statement that might be misleading.
  - (ii) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b. There are, to the best of my knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- c. I accept responsibility for establishing and maintaining internal controls for financial reporting and that I have evaluated the effectiveness of the internal control systems of the company pertaining to financial reporting and I have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which I am aware and the steps I have taken or propose to take to rectify these deficiencies.
- d. I have indicated to the auditors:
  - i. Significant changes in internal control over financial reporting during the year;
  - ii. Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
  - iii. Instances of significant fraud of which I have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

For **Swastika Investmart Limited**

Place : MUMBAI  
Date : 30.06.2009

**SUNIL NYATI**  
Managing Director

## **AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE**

We have examined the compliance of conditions of Corporate Governance by Swastika Investmart Limited, for the year ended 31<sup>st</sup> March, 2009, as stipulated in the clause 49 of the Listing agreement entered into by the company with the Stock Exchange.

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

In our opinion and to the best of our information and according to the explanations given to us, and the representations made by Directors and the management, We certify that the Company has complied with the conditions of Corporate Governance as stipulated in clause 49 of the above mentioned Listing agreement.

We state that in respect of investor grievances received during the year ended 31<sup>st</sup> March, 2009, the Registrars of the Company have certified that as at 31<sup>st</sup> March, 2009, there were no investor grievances remaining unattended/pending for more than 30 days.

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

**For M. B. Ladha & Company**  
Chartered Accountants

Place: MUMBAI  
Date: 30.06.2009

**Mukesh Ladha**  
(Proprietor)  
Membership No.: 35544

## MANAGEMENT DISCUSSION AND ANALYSIS

### 1. Economic Outlook

The deep and lingering crisis in global financial markets has led to a sharp slowdown in growth momentum in the major world economies. Global growth for 2009 which was projected at 3.8% in April 2008 has now been estimated at 1.3%. India's economy has also been hit, harder than expected by global recession. There was negligible direct impact of financial turmoil on domestic financial sector in view of prudential policies, limited exposure to complex foreign derivatives lower presence of foreign banks and domestically driven economy. But as we cannot isolate ourselves from world economy, global turbulence has resulted in large capital outflows, depletion of reserve, setoff in domestic market, lower exports, and declined industrial performance.

To overcome the same, many stimulus packages have been announced by the Government since late last year. Along with this aggressive policy easing by the Central Bank looks to be making an impact and Indian economy seems to be on the path of recovery.

### 2. Industry And Business Outlook

The global financial sector is passing through tough phase. Stock Market movements are reflections of global and domestic financial conditions, economic fundamentals, investor's confidence and market sentiments. Recent changes in the world scenario have shattered the markets. Battered by the severe global financial crisis, the economy as a whole has started showing positive traits. The Indian financial sector is poised for better future growth as it is expected that Indian would benefit much more from global market turning given its visibility and relatively better fundamentals. The main stock index has rebound more than half from its toughs. Despite the adverse scenario, the company is firm for growth and improvement on various parameters.

### 3. Company Overview

The company is a premier stock broking house with total net worth of Rs. 885/- Lacs. As the company is providing services in the area of Stock and Commodity Trading, Depository, Portfolio Management and Investment Advisory, IPO financing, Technical and Research based Advice and Internet based Trading. The company is listed on Bombay Stock Exchange Ltd.(BSE). Consistently customer centric and in tune with emerging trends, the company has evolved into a significant broking and advisory institution, committed to redefine excellence everyday.

### 4. Opportunities

India stands on a much better platform as compared with many other countries to whether the financial storm, particularly because of strong push from some key drivers of growth like savings and investments given this scenario, the capital inflows in the country are likely to gain pace with passage of time. Stock markets are on their way of recovery and significant opportunities lie for trading and investment advisory has only been moderate; upcoming resources argue well for long term and sustainable growth of the company.

## **5. Concerns and Threats**

The global slowdown has taken a heavy toll. Further collapse in consumer and business confidence, depressing domestic demands, liquidity crunch, and economic contraction can further adversely affect our business.

## **6. Risk Management Policies**

The identification, measurement, monitoring and management of risks remain the key focus area for the company. The major risks for company are market risk, competition risks, regulatory risks, loss of key personnel and operational risk.

The company has set out a detailed risk management policy to identify risks and putting in place process and controls to mitigate these risks. The audit committee periodically reviews and approves the risk management plans and policies.

## **7. Internal Control System**

The company has proper and adequate system of internal controls to ensure that all activities are monitored against any unauthorized use or disposition of assets. The company also ensure adherence to all internal control policies and procedure as well as compliance with all regulatory guidelines.

## **8. Financial And Operational Performance**

Financial And Operational Performance forms part of the Annual Report and is presented elsewhere in the Report.

## **9. Human Resources**

The company's portfolio consists of talented and devoted employees with various professional backgrounds, and HR Policy is also based on parameters like attracting and retaining quality professional's continuous training and development programmes. We are committed to follow the tradition of continuous enrichment of our commitments to follow the appraisal and reward system. The total number of employees of the group as on March 31<sup>st</sup>, 2009 were 196.

## **10. Cautionary Statement**

This report may contain "forward looking statements", by company, which are not historical in nature. These statements are not guarantees of future performance, and are subject to known and unknown risks, uncertainties, many of which are beyond our control and difficult to predict. This could cause actual results, performance or achievements to differ materially from those in these statements

## **COMPLIANCE CERTIFICATE**

(See Rule 3)

CIN No. L65910MH1992PLC067052

Nominal Capital. Rs. 500.00 Lacs

We have examined the registers, records, books and papers of **M/S SWASTIKA INVESTMART LIMITED** as required to be maintained under the Companies Act, 1956, (herein after called Act) and rules made there under and also the provisions contained in the Memorandum and Article of Association of the Company for the financial year ended on 31<sup>st</sup> March, 2009. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company, its officers and agents, we certify that in respect of the aforesaid financial year

1. The Company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions of the Act and the rules made there under and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies, Maharastra within the time prescribed under the Act and the rules made there under.
3. The Company, being a Public Limited Company, Comments are not required.
4. The Board of Directors duly met ten times on 30.04.2008, 30.06.2008, 14.07.2008, 31.07.2008, 20.08.2008, 25.10.2008, 01.12.2008, 29.12.2008, 27.01.2009 and 28.02.2009 respectively in respect of which, meeting proper notices were given and the proceedings were properly recorded and signed.
5. The Company closed its Register of Members from 19<sup>th</sup> September 2008 to 25<sup>th</sup> September 2008 for the purpose of Annual General Meeting and Dividend and necessary compliance of section 154 of the Act has been made.
6. The Annual General Meeting for the financial year ended on 31<sup>st</sup> March 2008 was held on 25<sup>th</sup> September, 2008 giving due notice to the members of the Company and resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No Extra Ordinary General Meeting was held during the financial year.
8. The Company has not advanced any loans to its Directors or persons or firms or Companies referred to under section 295 of the Companies Act, 1956 except ordinary course of business.
9. As informed by Management, except in normal course business transactions as share & stock Broker, the Company has not entered into any contracts falling within the purview of section 297 of the Act.
10. The Company has made necessary entries in the register maintained under section 301(3) of the Act.
11. As there were no instances falling within the purview of section 314 of the Act, the Company has not obtained any approval from the Board of Directors, members or central government.
12. The Company has issued duplicate share certificate during the financial year in accordance with the provision of the Act.
13. The Company has:
  - i) not allotted any securities during the financial year. However company have delivered all the certificate on lodgment thereof for transfer/transmission or any other purpose in accordance with the provision of the Act.
  - ii) deposited the amount of dividend declared during the year in separate bank account.
  - iii) posted/paid warrants for dividends to all the members entitled for dividend within a period of 30 days from the date of declaration and that all unclaimed/unpaid dividends has been transferred to Unpaid Dividend account of the Company in prescribed time.
  - iv) not required to transfer the amounts of application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years to Investor Education and Protection Fund.
  - v) generally complied with the requirements of section 217 of the Act.

14. The Board of Directors of the Company is duly constituted and appointments of Additional Directors were made in accordance with the provisions of the Act and there was no appointment of alternate Director and Directors to fill casual vacancy during the financial year.
15. The appointment of Whole time Director/Executive Director has been made in compliance with the provision of section 269 read with Schedule XIII to the Act.
16. The Company has not appointed any sole selling agent during the financial year of the Company.
17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar and/or such authorities prescribed under the various provisions of the Act during the financial year.
18. The Directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. The Company has not issued any shares, debentures or other securities during the financial year.
20. The Company has not bought back any shares during the financial year.
21. The company does not have any preference share capital nor it has issued any debentures and therefore, the question of redemption of the same does not arise.
22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited/accepted any deposits including any unsecured loan falling within the purview of section 58A of the Act, read with the Companies (Acceptance of Deposits) Rules, 1975.
24. The Company has not made any borrowing during the financial year ended 31<sup>st</sup> March 2009 exceeding the limit prescribed under section 293 (1) d of the Act.
25. The Company has made loans and investments, or given guarantees or provides securities to other bodies corporate in compliance with the provision of the Act.
26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered office from one state to another state during the year under scrutiny. However during the year registered office was shifted in same city from 28, Madhukunj No.1, Juhu Cross Lan, Andheri West-58 Mumbai (M.H.) to 1<sup>st</sup> Floor, Bandukwala Building, British Hotel Lane Fort Mumbai (M.H.)
27. The Company has not altered the provisions of the Memorandum with respect to objects of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum with respect to name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum with respect to share capital of the Company during the year under scrutiny.
30. The Company has not altered its Articles of Association during the financial year.
31. There was no prosecution initiated against or show cause notices received by the Company and no fines or penalties or any other punishment was imposed on the Company during the financial year, for offences under the Act.
32. The Company has not received any money as security from its employees during the financial year.
33. The Company has deposited both employee's and employer's contribution to provident fund with prescribed authorities pursuant to section 418 of the Act.

Place: Indore  
Date: 30<sup>th</sup> June, 2009

For **L.N.Joshi & Co.**  
(Company Secretaries)  
C.P. No.:4216

**Annexure A**

CIN No. L65910MH1992PLC067052

Nominal Capital. Rs. 500.00 Lacs

Registers as maintained M/s **Swastika Investmart Limited.****Statutory Register.**

1. Register of Members U/s 150 and Register of Index of Members U/s.151 under the Companies Act, 1956.
2. Registers and Returns under section 163 of Companies Act, 1956.
3. Minutes Book of Meeting under Sec 193 of the Act.
4. Books of Accounts U/s 209 of Companies Act, 1956.
5. Register maintained u/s 301(3) of the Act.
6. Register of Directors under section 303 of the Act.
7. Register of Directors' Shareholding under section 307 of the Act.
8. Register of Duplicate Share Certificate under Rule 7 of Companies (Issue of Share Certificates Rules, 1960).

**Other Registers.**

1. Register of Share Transfer.
2. Register of Shareholder's attendance.
3. Register of Proxies.

**Annexure B**Forms and Returns as filed by the Company with Registrar of Companies, Maharashtra during the financial year ending 31<sup>st</sup> March 2009.

S. No	Form No/ Return	Filed u/s	For	Date of Filing & ROC receipt No.	Whether filed Within Prescribed Time Yes/No	If delay in filing Whether requisite Additional fee Paid Yes/No.
1	Form No. 32	303	Change in Directorship	17.09.2008 A45076718	Yes	No
2	Balance Sheet (Form No. 23AC)	220	F.Y.2007-2008	27.09.2008 P22269005	Yes	No
3	Form No.23	192	Ordinary Resolution for appointment of E.D. and W.T.D.	15.10.2008 A47094156	Yes	No
4	Form No. 32	303	Confirmation of appointment of directors in AGM	15.10.2008 A47094248	Yes	No
5	Re-appointment of Whole Time Director (Form 25C)	269	Re appointment of Mr. Anil Nyati as Whole Time Director	15.10.2008 A47094594	Yes	No
6	Appointment of Executive Director (Form 25C)	269	Appointment of Mrs. Anita Nyati as Executive Director	15.10.2008 A47094651	Yes	No
7	Form No.18	146	Change of Registered office	05.11.2008 A49293764	Yes	No
8	Annual Return (Form No. 20B)	159	F.Y.2007-2008 AGM: 25.09.08	15.11.2008 P26032441	Yes	No

Place: Indore  
Date: 30<sup>th</sup> June, 2009

For **L.N.Joshi & Co.**  
(Company Secretaries)  
C.P. No.:4216



## AUDITOR'S REPORT

We have audited the attached balance Sheet of the **SWASTIKA INVESTMART LIMITED** as at 31<sup>st</sup> March, 2009 and also the Profit & Loss Account 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 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.

We report as follows :

- (1) As required by the Companies (Auditor's Report) Order, 2003, issued by 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 paragraphs 4 & 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 and 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 it appears from our examination of the books.
  - (c) The Balance Sheet and Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account.
  - (d) In our opinion, the Balance Sheet and Profit and Loss Account and Cash Flow Statements comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 to the extent they are applicable to the company.
  - (e) On the basis of the written representation received from the Directors as on 31<sup>st</sup> March, 2009 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31<sup>st</sup> March, 2009 from being appointed as Director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.
  - (f) In our opinion, and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956 in the manner so required, and give a true and fair view in conformity with the accounting principles generally accepted in India :
    - (i) in the case of Balance Sheet of the state of affairs as on 31<sup>st</sup> March, 2009.
    - (ii) In the case of Profit and Loss Account of the profit for the year ended on that date, and
    - (iii) in the case of Cash Flow Statement, of the Cash Flows for the year ended on that date.

**FOR M.B.LADHA & COMPANY**

Chartered Accountants

Place : MUMBAI

Date : 30.06.2009

**(MUKESH LADHA)**

PROPRIETOR  
M.No: 35544

## ANNEXURE TO THE AUDITORS' REPORT

(Referred to in Para '1' of our report of even date)

- 1)
  - (a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - (b) The Fixed assets of the Company have been physically verified by the management at reasonable intervals during the year, and no material discrepancies were noticed on such verification.
  - (c) During the year the company has not disposed off a substantial part of its fixed assets so it does not affect the going concern assumption.
- 2)
  - (a) The inventory of the company comprises of shares and securities, which have been physically verified during the year by the management at regular intervals.
  - (b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
  - (c) The company is maintaining proper records of inventory. No material discrepancies have been noticed on physical verification of stock as compared to book records.
- 3)
  - (a) As informed to us, the Company has granted and taken loans, unsecured to company, covered in the register maintained under section 301 of the Act.
  - (b) As informed to us, the terms and conditions of loans given and taken by the company are not prejudicial to the interest of the company.
  - (c) The company is receiving and paying the amount at regular point of time.
  - (d) The provisions of clause 4(iii)(d) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- 4) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets. During the course of audit, no major weakness has been noticed in these internal controls.
- 5)
  - (a) 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 need to be entered into the register maintained under Section 301 of the Companies Act, 1956 have been so entered.
  - (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts and arrangements referred to in (a) above and exceeding the value of Rupees Five Lakhs with any party have been made at reasonable prices.
- 6) The Company has not accepted any public deposit, hence the provisions of sections 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 framed thereunder, are not applicable to the company.
- 7) In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.
- 8) Maintenance of Cost Records under section 209(1)(d) of the Companies Act, 1956 has not been prescribed by the central government for the company.

- 9) (a) The Company is generally regular in depositing with the appropriate authorities statutory dues including Investor Education and Protection Fund, Employees State Insurance, Provident fund Act, Income tax, Sales tax, Wealth Tax, Custom Duty, Excise Duty, Service Tax, Cess and other material Statutory Dues applicable to it.
- (b) There were no arrears as at 31<sup>st</sup> March 2009 for a period of more than six months from the date they became payable.
- (c) According to the information & explanations given to us, there is no amount pending deposit on account of any dispute, in respect of sales tax, income tax, customs duty, excise duty, service tax, cess .
- 10) The Company has no accumulated losses at the end of the financial year and it has not incurred any cash losses in the current or in the immediately preceding financial year.
- 11) According to the information and explanations given to us, the Company has not defaulted in repayment of dues to financial institutions or banks. The company has no outstanding Debentures.
- 12) 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.
- 13) 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.
- 14) According to the information and explanations given to us, the Company is dealing or trading in shares, securities, debentures and other investments. In our opinion, proper records have been maintained of the transactions and contracts and timely entries have been made therein. Shares, securities, debentures and other securities have been held by the company, in its own name as per the provisions of section 49 of the Companies Act, 1956.
- 15) According to the information and explanations given to us, the company has not given guarantees for loans taken by others from banks or financial institutions.
- 16) In our opinion and according to the information and explanations given to us, the company has not taken any term loan during the period covered by our report. Accordingly , the provisions of clause 4 (xvi) of the companies (Auditors Report) Order, 2003 are not applicable to the company.
- 17) In our opinion and 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 and vice-versa.
- 18) According to the information and explanations given to us, the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956.
- 19) In our opinion and according to the information and explanations given to us, the Company has not issued any secured debentures during the period covered by our report. Accordingly, the provisions of clause 4 (xix) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- 20) During the period covered by our audit report the Company has not raised any money by public issues.
- 21) 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 has been noticed or reported during the course of our audit.

**For M B LADHA & CO.**  
Chartered Accountants

**(MUKESH LADHA)**  
Proprietor  
Membership No: 35544

Place: MUMBAI  
Date: 30.06.2009

**BALANCE SHEET AS AT 31.03.2009**

<b>PARTICULARS</b>	<b>Schedule</b>	<b>As at 31.03.09 (Rs.)</b>	<b>As at 31.03.08 (Rs.)</b>
<b>SOURCES OF FUNDS</b>			
<b>1. Shareholders' Funds</b>			
a. Share Capital	1	29,679,500	29,679,500
b. Reserve & Surplus	2	58,867,150	57,679,260
<b>2. Loans</b>			
a. Secured	3	0	5,093,587
<b>3. Deferred Tax Liability(Net)</b>		4,363,768	4,348,139
<b>TOTAL</b>		<b>92,910,418</b>	<b>96,800,486</b>
<b>APPLICATION OF FUNDS</b>			
<b>1. Fixed Assets</b>	4		
a. Gross Block		52,159,019	47,764,078
b. Less : Depreciation		22,284,827	16,820,382
c. Net Block		<b>29,874,192</b>	<b>30,943,696</b>
<b>2. Investment</b>	5	<b>11,857,917</b>	<b>16,597,705</b>
<b>3. Current Assets , Loans and Advances</b>	6		
a. Stock in Trade		3,397,013	4,086,820
b. Sundry Debtors		158,195,919	175,652,492
c. Cash & Bank Balances		40,962,942	24,334,462
d. Loan & Advances		44,168,055	69,647,141
e. Other current assets		34,806,417	349,587
<b>TOTAL</b>		<b>281,530,346</b>	<b>274,070,502</b>
<b>Less : Current Liabilities and Provisions</b>	7		
a. Current Liabilities		223,020,360	206,898,836
b. Provisions		7,373,678	17,975,582
<b>TOTAL</b>		<b>230,394,038</b>	<b>224,874,418</b>
<b>Net Current Assets</b>		<b>51,136,308</b>	<b>49,196,085</b>
<b>4. Misc. Expenditure</b> (To the extent not written off or adjusted)		42,000	63,000
<b>TOTAL</b>		<b>92,910,418</b>	<b>96,800,486</b>
<b>5. Significant Accounting Policies &amp; Notes to Accounts</b>	11		

Schedules 1 to 7 and 11 referred to above form an integral part of the Balance Sheet.

As per our report of even date  
FOR **M.B. LADHA & COMPANY**  
Chartered Accountants

(Mukesh Ladha)  
Proprietor  
Membership No: 35544  
Place: Mumbai  
Date: 30.06.2009

For and on behalf of the Board of Directors

**Sunil Nyati**  
(Managing Director)

**Anita Nyati**  
(Director)

**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2009**

<b>PARTICULARS</b>	<b>Schedule</b>	<b>For the Year Ended 31.03.09 (Rs.)</b>	<b>For the Year Ended 31.03.08 (Rs.)</b>
<b><u>INCOME</u></b>			
Income from Operations	8	88,650,472	109,807,591
Other Income	9	12,586,372	32,549,468
<b>TOTAL</b>		<b>101,236,844</b>	<b>142,357,059</b>
<b><u>EXPENDITURE</u></b>			
Establishment, Administrative & Other Expenses	10	86,530,953	82,588,094
Interest		1,263,679	371,165
Depreciation		5,888,177	5,843,391
Miscellaneous expenditure written off		21,000	21,000
<b>TOTAL</b>		<b>93,703,809</b>	<b>88,823,650</b>
<b>PROFIT BEFORE TAX</b>		<b>7,533,035</b>	<b>53,533,409</b>
Less : Current Tax		2,641,818	13,500,000
: Fringe Benefit Tax		214,097	302,300
: Wealth Tax		4,684	2,593
: Deferred Tax		15,629	847,885
: STT not utilised		0	579,144
<b>PROFIT AFTER TAX</b>		<b>4,656,807</b>	<b>38,301,487</b>
Add/(Less): Income Tax for Earlier Years		40,586	0
Add : Balance brought forward		5,737,841	864,892
<b>Amount Available for Appropriation</b>		<b>10,354,062</b>	<b>39,166,379</b>
<b><u>Appropriation</u></b>			
Proposed Dividend		2,930,500	2,930,500
Corporate Dividend Tax		498,038	498,038
Transfer to General Reserve		2,500,000	30,000,000
Balance carried to Balance sheet		4,425,731	5,737,841
<b>TOTAL</b>		<b>10,354,269</b>	<b>39,166,379</b>
<b>Earning Per Share ( In Rs.)</b>		<b>1.56</b>	<b>12.90</b>
<b>Significant Accounting Policies &amp; Notes to the Accounts</b>	11		

*Schedules 8 to 10 and 11 referred to above form an integral part of the Profit & Loss Account.*

As per our report of even date  
**FOR M.B. LADHA & COMPANY**  
Chartered Accountants

For and on behalf of the Board of Directors

**(Mukesh Ladha)**  
Proprietor  
Membership No: 35544  
Place: Mumbai  
Date: 30.06.2009

**Sunil Nyati**  
(Managing Director)

**Anita Nyati**  
(Director)

**SCHEDULES FORMING PART OF THE ACCOUNTS****SCHEDULE '1' : SHARE CAPITAL****Authorised:**

5,000,000 Equity Share of Rs. 10 each

**Issued :**

3005400 Equity Share of Rs. 10 each Fully paid-up

**Subscribed & Paid-Up:**

3005400 Equity Share of Rs. 10 each Fully paid-up

Less : Allotment Money Unpaid

(Other than Directors)

	As at 31.03.09 (Rs.)	As at 31.03.08 (Rs.)
	50,000,000	50,000,000
	30,054,000	30,054,000
	30,054,000	30,054,000
	374,500	374,500
<b>TOTAL</b>	<b>29,679,500</b>	<b>29,679,500</b>

**SCHEDULE '2' : RESERVES & SURPLUS****General Reserve**

As per last Balance Sheet

Add: Transfer during the year

**Balance in Profit & Loss Account**

	51,941,419	21,941,419
	2,500,000	30,000,000
	54,441,419	51,941,419
	4,425,731	5,737,841
<b>TOTAL</b>	<b>58,867,150</b>	<b>57,679,260</b>

**SCHEDULE '3' : SECURED LOANS**

Bank Overdraft Against Fixed Deposit

0	5,093,587
0	<b>5,093,587</b>

**SCHEDULE '4' : FIXED ASSETS**

DEPRECIATION CHART AS PER SCHEDULE XIV OF COMPANIES ACT 1956 FOR THE YEAR 2008-2009

(Amount in Rupees)

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	AS AT 01.04.2008	ADDITION	EDUCTION	AS AT 31.03.2009	UP TO 1.04.2008	FOR THE YEAR	WRITTEN BACK	UP TO 31.03.2009	AS AT 31.03.2009	AS AT 31.03.2008
CAR	2,879,820	602,834	544,937	2,937,717	814,682	320,923	306,300	829,305	2,108,412	2,065,138
COMPUTER	13,181,592	1,347,325	188,700	14,340,217	5,568,244	2,253,359	87,959	7,733,644	6,606,573	7,613,348
FURNITURE	5,308,823	744,481	0	6,053,304	1,333,756	357,355	0	1,691,111	4,362,193	3,975,067
SCOOTER	301,116	0	0	301,116	125,763	28,606	0	154,369	146,747	175,353
AIR CONDITIONER	923,362	46,111	0	969,473	229,553	45,848	0	275,401	694,072	693,809
OFFICE EQUIPMENT	4,198,953	1,054,314	137,783	5,115,484	481,290	226,740	29,473	678,557	4,436,927	3,717,663
V-SAT	1,587,603	0	0	1,587,603	214,023	158,760	0	372,783	1,214,820	1,373,580
INTANGIBLE ASSET	12,882,809	1,471,296	0	14,354,105	7,078,071	2,171,586	0	9,249,657	5,104,448	5,804,738
BSE CARD	6,500,001	0	0	6,500,001	975,000	325,000	0	1,300,000	5,200,001	5,525,001
<b>TOTAL</b>	<b>47,764,078</b>	<b>5,266,361</b>	<b>871,420</b>	<b>52,159,019</b>	<b>16,820,382</b>	<b>5,888,177</b>	<b>423,732</b>	<b>22,284,827</b>	<b>29,874,192</b>	<b>30,943,696</b>
<b>Previous Year</b>	<b>37,824,583</b>	<b>9,986,295</b>	<b>46,800</b>	<b>47,764,078</b>	<b>10,992,274</b>	<b>5,843,391</b>	<b>15,283</b>	<b>16,820,382</b>	<b>30,943,696</b>	<b>26,832,309</b>

**SCHEDULE '5' : INVESTMENTS**

	<b>As at 31.03.09 (Rs.)</b>	<b>As at 31.03.08 (Rs.)</b>
<b>(a) Investment in Shares (Quoted/Non Traded Shares)</b>		
Rajratan Gustav Wolf Ltd. (128778 Equity Shares of Rs. 10/- each)	0	11,112,407
Shricon Industries Ltd. (50000 Equity Shares of Rs.10/- each)	2,742,469	500,000
Biocon Ltd. (3000 Equity Shares of Rs.5/-each)	627,519	0
Decolight Ceramics Ltd. (10000 Equity Shares of Rs.10/-each)	233,504	0
Gujrat NRE Coke Ltd. (2800 Equity Shares of Rs.10/-each)	250,000	0
Kriti Industries India Ltd. (48750 Equity Shares of Re.1/-each)	540,638	0
Lakshmi Machine Works Ltd. (104 Equity Shares of Rs.10/-each)	173,550	0
Polyplex Corporation Ltd. (2994 Equity Shares of Rs.10/-each)	511,510	0
Reliance Communications Ltd. (2950 Equity Shares of Rs.5/-each)	1,232,889	0
State Trading Corporation of India Ltd. (400 Equity Shares of Rs.10/-each)	65,842	0
Vakrangee Softwares Ltd. (500 Equity Shares of Rs.10/-each)	99,450	0
Wire and Wireless India Ltd. (20000 Equity Shares of Re.1/-each)	395,249	0
<b>(b) Investment in Shares (Unquoted/Traded Shares)</b>		
Bombay Stock Exchange Ltd. (4298 Equity Shares of Rs.1/- each)	4,298	4,298
Swastika Commodities Pvt.Ltd. (99400 Equity Shares of Rs.10/-each)	4,981,000	4,981,000
<b>TOTAL</b>	<b>11,857,917</b>	<b>16,597,705</b>
 Market Value of Quoted Investments	 4,733,747	 8,976,568



**SCHEDULE '6' : CURRENT ASSETS, LOANS & ADVANCES**

	<b>As at 31.03.09 (Rs.)</b>	<b>As at 31.03.08 (Rs.)</b>
<b>(a) Stock in Trade :</b> (At cost or market value whichever is lower)	3,397,013	4,086,820
<b>(b) Cash &amp; Bank Balance</b>	493,920	62,439
Cash in Hand		
Balance with Scheduled Banks :		
In Current Account	18,179,474	3,256,406
In Fixed Deposit Account	21,629,861	20,693,101
Bank of Rajasthan (Unclaimed Dividend-04-05)	26,000	26,000
IDBI Bank (Unclaimed Dividend - 04-05)	127,714	134,114
ICICI Bank (Unclaimed Dividend - 05-06)	162,195	162,195
HDFC Bank (Unclaimed Dividend - 06-07)	184,458	207
Unclaimed Dividend (07-08)	159,319	0
	<b>40,962,942</b>	<b>24,334,462</b>
<b>(c) Sundry Debtors</b> (Unsecured - Considered Good)	19,119,938	11,841,090
Debts outstanding over Six months	139,075,981	163,811,402
Others		
	<b>158,195,919</b>	<b>175,652,492</b>
<b>(d) Loans, Advances &amp; Deposits (Unsecured, Considered Good)</b>		
NSCCL (NSE Clearing House Deposit)	1,500,000	0
National Stock Exchange of India Ltd. (Deposits)	11,000,000	12,600,000
Advances recoverable in cash or in kind for value to be received	20,744,756	16,721,360
Other Deposits	10,923,299	40,325,781
	<b>44,168,055</b>	<b>69,647,141</b>
<b>TOTAL</b>	<b>246,723,929</b>	<b>273,720,915</b>

**SCHEDULE '7' : CURRENT LIABILITIES & PROVISIONS**

<b>(a) Current Liabilities</b>		
Sundry Creditors & Other Liabilities	197,732,445	178,894,074
Deposit Received	15,173,429	8,486,428
Expenses Payable	3,369,344	8,370,741
Bank credit balance due to cheque overdrawn	6,085,662	10,825,077
Unclaimed Dividend -2004-05	153,714	160,114
Unclaimed Dividend -2005-06	162,195	162,195
Unclaimed Dividend -2006-07	184,251	207
Unclaimed Dividend -2007-08	159,319	0
	<b>223,020,360</b>	<b>206,898,836</b>
<b>(b) Provisions</b>		
Income Tax	2,641,818	13,500,000
Fringe Benefit Tax	214,097	302,300
Wealth Tax	4,684	2,593
Liability for Leave Encashment	44,919	59,593
Liability for Gratuity Expenses	1,039,622	682,558
Dividend Payable	2,930,500	2,930,500
Dividend Tax Payable	498,038	498,038
	<b>7,373,678</b>	<b>17,975,582</b>
<b>TOTAL</b>	<b>230,394,038</b>	<b>224,874,418</b>

**SCHEDULE '8' : INCOME FROM OPERATIONS**
**PROFIT FROM SECURITIES TRADING**

	For the Year Ended 31.03.09 (Rs.)	For the Year Ended 31.03.08 (Rs.)
Sales	40,172,905	20,037,159
Add: Closing Stock	3,397,013	4,086,820
	43,569,918	24,123,979
Less: Opening Stock	4,086,820	1,984,382
Purchases	41,156,546	23,103,067
Direct Expenses	475,736	0
	-2,149,183	-963,470
Profit from Jobbing Transactions	1,811,255	2,748,928
	<b>-337,928</b>	<b>1,785,458</b>

**INCOME FROM SHARE BROKING BUSINESS**

Brokerage Receipts	81,019,383	94,301,803
Turnover Charges	3,983,325	9,253,835
Customised Advisory Charges	224,046	1,345,034

**OTHERS**

Demat and Depository Charges	3,690,241	3,117,287
Internet subscription Charges	71,405	4,174
	<b>88,650,472</b>	<b>109,807,591</b>

**SCHEDULE '9' : OTHER INCOME**

Consultancy fees	300,000	0
Dividend Income	390,936	153,958
Interest	6,164,755	3,057,129
Other Operational Income	4,800,000	0
Long Term Capital Gain	80,130	29,094,102
Miscellaneous income	467,833	120,794
Prior Period Income	382,717	0
Profit on sale of Fixed Assets	0	10,523
Short Term Capital Gain	0	112,962
	<b>12,586,372</b>	<b>32,549,468</b>

**SCHEDULE '10' : ESTABLISHMENT, ADMINISTRATIVE AND  
OTHER EXPENSES**

	For the Year Ended 31.03.09 (Rs.)	For the Year Ended 31.03.08 (Rs.)
Advertisement Expenses	580,909	507,177
Auditor's Remuneration	229,522	175,956
Bank Charges	444,500	157,800
Bad Debts written off	64,024	1,664,819
Brokerage, Commission & Incentives	9,272,648	5,309,659
Business and Sales Promotion Expenses	4,778	718,717
Client Servicing & Branch Management Exp.	25,569,182	25,181,566
Demat Charges	1,185,089	2,970,918
Depository Expenses	886,556	1,011,202
Directors Remuneration	3,900,000	2,500,000
Donation	2,001	18,000
Gratuity Expenses	357,064	682,558
Insurance Charges	429,856	319,316
Legal & Professional Charges	2,625,286	2,388,296
Leave Encashment	0	59,593
Loss on wrongly Executed Trades	96,385	105,739
Loss on Sale of Fixed Assets	158,637	0
Membership Fees & Subscription	30,965	5,500
Other General Expenses	746,006	716,305
Postage Telegram & Telephone Expenses	3,453,447	3,035,001
Printing & Stationary	851,997	947,741
Penalty Charges	120,549	985,235
Rates and Taxes	112,255	0
Rent	4,202,416	3,713,214
Repairs, Maintenance and Software Maintenance	1,366,933	1,535,907
Registration fee	100,000	0
Salaries & Bonus	23,664,513	23,006,028
SEBI Fees	364,089	582,705
Short Term Capital Loss	1,699,165	0
Staff Welfare Expenses	643,441	1,066,599
Security Transaction Tax Written Off	137,857	0
Travelling Expenses	864,138	674,554
V-SAT Expenses	495,907	940,586
Vehicle Running Expenses	153,609	188,438
Water and Electricity Expenses	1,717,230	1,418,965
	<b>86,530,953</b>	<b>82,588,094</b>

## FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2009

### SCHEDULE 11 SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

#### A. SIGNIFICANT ACCOUNTING POLICIES

##### 1. a) BASIS OF PREPARATION OF FINANCIAL STATEMENTS :

The Company maintains its accounts on accrual basis following the historical cost convention in accordance with Generally Accepted Accounting Principles (GAAP) and in compliance with the Accounting Standard referred to in section 211(3C) and other requirements of the companies Act, 1956.

##### b) USE OF ESTIMATES:

The Preparation of Financial Statements in conformity with Generally Accepted Accounting Principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognized in the period in which the results are known.

##### 2. EMPLOYEE BENEFITS:

- a) Short term employee benefits are recognized as an expense at the undiscounted amount in the profit and Loss account of the year in which the related service is rendered;
- b) The present value of the obligation under defined benefit plans is determined based on an actuarial valuation using the Projected Unit Credit Method. Actuarial gains and losses arising on such valuation are recognized immediately in the Profit and Loss Account.
- c) Long term compensated absences are provided on the basis of an actuarial valuation;
- d) Termination benefits are recognized as an expense in the Profit and Loss Account of the year in which they are incurred.

##### 3. PROVISION FOR CONTINGENT LIABILITIES AND CONTINGENT ASSETS:

Provision involving a substantial degree of estimation in measurement is recognized when there is a present obligation as a result of past events and is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in the Financial Statements. Contingent Assets are neither recognized nor disclosed in the financial statements.

##### 4. REVENUE RECOGNITION

- (a) Brokerage of secondary market is recognized at the end of each settlement period when bills are raised on clients.
- (b) Income from Depository operations is accounted on accrual basis net of discount.
- (c) Equity Index / Stock Future
  - (1) Equity Index / Stock Futures are marked to market on a daily basis. Debit or Credit balance disclosed under Loans and Advances or Current Liabilities, respectively, in the Mark to Market Margin Equity Index / Stock Futures Account, represents the net amount paid or received on the basis of movement in the process of Index / Stock futures till the balance sheet date.
  - (2) As on the Balance Sheet Profit/ Loss on open position in Equity Index / Stock Futures is accounted as follows:
    - (i) Credit balance in the Mark-to-Market Margin Equity Index/ Stock Futures Account being the anticipated Profit, is ignored and no Credit for the same is taken in the Profit and Loss Account.
    - (ii) Debit balance in the Mark-to-Market Margin Equity Index/ Stock Futures Account, being the anticipated loss, is provided in the Profit and Loss Account.

(3.) On final settlement or squaring up of contracts for Equity Index/ Stock Futures, the Profit or Loss is calculated as the difference between the settlement / squaring up price and the contract price. Accordingly, debit or credit balance pertaining to the settled / squared - up contract in Mark to Market Margin - Equity Index/ Stock Futures Account after adjustment of the provision for anticipated losses is recognized in the Profit and Loss Account. When more than one contract in respect of the relevant series of Equity Index/ Stock Futures contract to which the squared up contract pertains is outstanding at the time of the squaring up of the contract, the contract price of the contract so squared up is determined using the weighted average cost method for calculating the Profit / Loss on Squaring up.

(d) Option Contracts

(i) At the time of final settlement, Premium paid/ received is recognized as an expense/ income on exercise of Option. Further, difference between the final settlement price as on the exercise/ expiry date and the strike price is recognized as Income / Loss.

(ii) At the time of squaring off difference between the premium paid and received on squared off transaction is treated as Profit or Loss.

(e) Interest income is recognized on a time proportion basis.

(f) Dividend income is recognized only when the right to receive is established.

(g) Brokerage income is recognized on trade date basis and is exclusive of service tax and Securities Transaction Tax (STT) wherever applicable.

(h) Advisory fees and other income are accounted on accrual basis, net of service tax.

## 5. FIXED ASSETS

Fixed assets are stated at cost including all expenses attributable to such acquisition and installation less accumulated depreciation.

### DEPRECIATION

(a) Depreciation is provided under the straight-line method at the rates specified in Schedule XIV of the Companies Act 1956. In cases where the useful lives are estimated to be lower than those considered in determining the rates specified in that Schedule, depreciation is provided under the straight-line method over the useful lives of the assets.

(b) BSE Membership card is amortized on straight line basis over a period of 20 years starting from 2005-06.

(c) Other Intangible Assets are amortized on straight line basis over a period of 4 years from the date of purchase.

## 6. INVESTMENTS

Investments are stated at cost of acquisition since they are long term in nature. Provision for diminution, if any, in the value of each Long term investment is made to recognize a decline, other than of a temporary nature.

## 7. STOCK-IN-TRADE

Stock in- trade of shares & securities are valued at lower of the cost or market value.

## 8. MISCELLANEOUS EXPENDITURE

Miscellaneous expenditure comprising of expenses related to increase in Authorised Share Capital are amortized over a period of five years.

## 9. TAXES ON INCOME

(a) Tax on income for the current period is determined on the basis of estimated taxable income and tax credits computed in accordance with the provisions of the Income tax Act, 1961, and based on expected outcome of assessment/appeals.

(b) Deferred Tax is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable income & accounting income that originate in one period and are capable of reversal in one or more subsequent period.

(c) Deferred Tax assets are recognized and carried forward only to the extent that there is a reasonable certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized.

#### 11. IMPAIRMENT OF ASSETS

At each balance sheet date, the management reviews the carrying amount of all the assets to determine whether there is any indication that those assets were impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss and the impairment loss, if any, is debited to the Profit and Loss Account.

#### B. NOTES ON ACCOUNTS

1. a) Contingent liabilities for Bank Guarantee issued in favour of NSE / BSE is Rs.215 Lacs. (Previous year was Rs.Nil)  
b) Demand in respect of Income Tax Matter for which appeal is pending Rs. 4,82,000/-
2. a) In the opinion of management there is no decline in the value of each long term investment, other than of a temporary nature.  
b) No Provision has been made in Short Fall of Rs. 21,38,872/- in market value of Quoted investment because in the opinion of management, the same is of temporary in nature and its market value as on 30.06.2009 is Rs. 70,05,955/- which is more than cost.
3. In the opinion of Management the current assets, loans and advances have a value on realization in the ordinary course of the business at least equal to the amount at which they are stated and provisions for all known liabilities have been made. Balance of Sundry Debtors and Sundry Creditors are subject to confirmations.

#### 4. Statutory auditor's remuneration :

	31.3.2009	31.3.2008
Statutory audit	Rs.85,000/-	Rs.85,000/-
Tax audit	Rs.25,000/-	Rs.25,000/-
Certification Fees	Rs 10,000/-	Rs.10,000/-
Other Services	Rs 55,000/-	Rs 30,000/-
<b>Total</b>	<b>Rs.1,75,000/-</b>	<b>Rs.1,50,000/-</b>

5. Market value of shares shown as stock in trade is Rs 33,97,013/- (Previous year Rs.40,86,820/-).
6. Particulars in respect of share traded:

Description	Units	31.03.2009		31.03.2008	
		Quantity	Value	Quantity	Value
Opening Stock	Nos.	94,094	40,86,820/-	34,794	19,84,382/-
Purchases	Nos.	4,74,275	4,11,56,546/-	1,70,249	2,31,03,067/-
Sales	Nos.	5,00,553	4,01,72,905/-	1,10,949	20,07,159/-
Closing Stock	Nos.	67,816	33,97,013/-	94,094	40,86,820/-

## 7. Disclosure of Related Parties/ Related Party transaction:

## (a) List of related party:

S.No.	Name of related party	Nature of relationship
1.	Key Management Personnel/individuals having control or significant influence  a) Mr. Sunil Nyati b) Mr. Anil Nyati c) Mrs. Anita Nyati d) Mr. S.N. Maheshwari e) Mr. Vinod Gupta	Managing Director Executive Director Whole Time Director Director Director
2.	Relatives of Key Management Personnel /individuals having control or significant influence.  a) Mr. Parth Nyati b) Mr. Vandit Nyati c) Mrs. Krishna Prabha Maheshwari d) Mr. Manish Maheshwari	Relative of Managing Director Relative of Executive Director Relative of Director Relative of Director
3.	Enterprises owned/controlled by key managerial personnel or individuals having control or significant influence  a) Sunil Nyati H.U.F. b) Anil Nyati H.U.F. c) Vinod Kumar Gupta & Sons HUF	H.U.F. of Managing Director H.U.F. of Executive Director HUF of Director
4.	Subsidiary Swastika Commodities Pvt. Ltd.	Wholly Owned Subsidiary

(b) Transaction during the year and balance outstanding as on 31-03-2009

S.No	Particulars	Key Management Personnel/individuals having control or significant influence	Enterprises owned/controlled by key managerial personnel or individuals having control or significant influence.	Subsidiary	Enterprises owned/controlled by key managerial personnel or individuals having control or significant influence.	Total
1.	Expenditure					
	Salaries and Other benefits	39,27,300/- (25,18,720/-)	- (-)	- (-)	- (-)	39,27,300/- (25,18,720/-)
	Office Rent	- (-)	- (-)	- (-)	1,80,000/- (1,80,000/-)	1,80,000/- (1,80,000/-)
2.	Income					
	Brokerage Received	12,410/- (92,297/-)	440/- (2,859/-)	- (-)	22,562/- (-)	35,412/- (95,156/-)
3.	Expenses Recovered	- (-)	- (-)	48,00,000/- (-)	- (-)	48,00,000/- (-)
4.	Loans Taken	- (-)	- (-)	1,83,80,849/- (24,78,354/-)	- (-)	1,83,80,849/- (24,78,354/-)
5.	Loans Given	- (-)	- (-)	1,46,31,635/- (47,70,595/-)	- (-)	1,46,31,635/- (47,70,595/-)
6.	Outstandings:					
	Loans & Advances	- (-)	- (-)	18,81,871/- (18,67,342/-)	- (-)	18,81,871/- (18,67,342/-)
	Creditors	30,679/- (3,791/-)	1,03,627/- (36,162/-)	- (-)	49,480/- (-)	1,83,786/- (39,953/-)
	Investments	- (-)	- (-)	49,81,000/- (49,81,000/-)	- (-)	49,81,000/- (49,81,000/-)

**Note : Figures in brackets represent previous year balances.**

- A. Related Parties are identified by the management and relied upon by the Auditors.  
B. No Balances in respect of Related Parties have been written off.

**8. Remuneration Paid to the Directors of the Company:**

The remuneration of the promoter directors and other directors are decided on the recommendation of the Remuneration Committee and approved by the Board of Directors and Shareholders. Any change in remuneration is also effected in the same manner and / or in line with the applicable statutory approvals.



The remuneration package of the Directors comprises of salary, perquisites and allowances, contribution to provident fund and superannuation fund.

The details are summarized below:

Particulars	Year ended 31 <sup>st</sup> March 2009 (Rupees)	Year ended 31 <sup>st</sup> March 2008 (Rupees)
Salary	39,00,000/-	25,00,000/-
Contribution to PF	27,300/-	18,720/-
<b>TOTAL</b>	<b>39, 27, 300/-</b>	<b>25,18,720/-</b>

9. a) Fixed Deposits lodged with Exchanges towards Security Deposit/Base Minimum Capital/Additional Base Capital.

Particulars	As at 31.03.2009 Rs.	As at 31.03.2008 Rs.
<b><u>Bombay Stock Exchange Ltd</u></b>		
Cash Segment	1,25,000/-	93,75,000/-
<b>TOTAL</b>	<b>1,25,000/-</b>	<b>93,75,000/-</b>

b) Securities received from clients as collateral for margins are held by the Company in its own name in a fiduciary capacity and / or lodged with the exchanges towards Additional Base Capital / Exposure and / or pledged with bank against overdraft facility.

10. During the year, the company has adopted Accounting Standards (AS) 15- "Employee Benefits" pursuant to which it has, for the Second time, provided for long term compensated absences. No separate treatment has been given for the transitional provisions, in the absence of any significant impact.

An amount of Rs 3.42 lacs as contribution towards defined contribution plans is recognized as expenses in the profit & loss account.

<b>Assumptions</b>	Total
Discount Rate Previous Year	8.00%
Salary Escalation Previous year	5.50%
Discount Rate Current Year	7.00%
Salary Escalation Current year	4.50%
<b>Change in Benefit Obligation</b>	
Liability at the beginning of the year	7,42,151
Interest Cost	51,951
Current Service Cost	2,96,655
Benefit Paid	0
Less : Actuarial(gain)/loss on obligations	(6,216)
Liability at the end of the year	10,84,541

<b>Amount Recognised in the Balance Sheet</b>	
Liability at the end of the year	10,84,541
Fair Value of Plan Assets at the end of the year	0
Difference	10,84,541
Amount Recognised in the Balance Sheet	10,84,541
<b>Expenses Recognised in the Income Statement</b>	
Current Service Cost	2,96,655
Interest Cost	51,951
Less : Actuarial gain	(6,216)
Expenses Recognised in P&L	3,42,390
<b>Balance Sheet Reconciliation</b>	
Opening Net Liability	7,42,151
Expenses as above	3,42,390
Employers Contribution	0
Amount Recognised in Balance Sheet	10,84,541

11. There are no amounts payable to any micro, small and medium (SMEs) scale industrial undertaking as identified by the management from the information available with the company and relied upon by the Auditors.
12. Fixed Deposits with Banks of Rs. 2,07,50,000/- (P.Y. Rs. 1,00,00,000/-) have been pledged with Banks against Overdraft (Rs 1,00,00,000/-) and Bank Guarantee (1,07,50,000/-) facilities.
13. Earnings per Share as per (Accounting Standard - 20)
- |   |               |             |
|---|---------------|-------------|
|   | 2008-09       | 2007-08     |
| Earnings per share have been computed as under  |               |             |
| Profit attributable to equity shareholders (A)  | Rs. 46,16,221 | 3,83,01,444 |
| Average number of equity shares outstanding (B) | 29,66,450     | 29,66,450   |
| Basic / Diluted earnings per share (A/B)        | Rs. 1.56      | 12.90       |

14. Deferred Tax Liability / (Assets) As Per Accounting Standard-22.

Description	Deferred Tax Liability/(Assets) As at 1.4.2008	Current year Charge Liability/ (Assets)	Deferred Tax Liability / (Assets) As at 31.3.2009
Depreciation Differences (Liability)	43,48,139	15,629	43,63,768
Exp. Disallowed u/s 40 (a) (Assets)	-	-	-
<b>TOTAL</b>	<b>43,48,139</b>	<b>15,629</b>	<b>43,63,768</b>

15. In the opinion of the management, any of the fixed assets is not found to be impaired and therefore, no provision for impairment loss is made for the year.
16. Previous year figures have been reclassified wherever necessary to confirm to the classification for the year.

As per our report of even date  
**FOR M.B. LADHA & COMPANY**  
Chartered Accountants

For and on behalf of the Board of Directors

**(Mukesh Ladha)**  
Proprietor  
Membership No: 35544  
Place: Mumbai  
Date: 30.06.2009

**Sunil Nyati**  
(Managing Director)

**Anita Nyati**  
(Director)

# **BALANCE SHEET ABSTRACT & COMPANY'S GENERAL BUSINESS PROFILE AS PER THE PART (V) OF SCHEDULE VI TO THE COMPANIES ACT, 1956**

## **I Registration Details**

Registration No. 

					6	7	0	5	2
--	--	--	--	--	---	---	---	---	---

  
Balance Sheet Date 

3	1		0	3		2	0	0	9
---	---	--	---	---	--	---	---	---	---

State Code:

			1	1
--	--	--	---	---

## **II Capital raised during the year (Amount in '000)**

Public Issue 

						N	I	L
--	--	--	--	--	--	---	---	---

  
Bonus Issue 

						N	I	L
--	--	--	--	--	--	---	---	---

Right Issue

		N	I	L
--	--	---	---	---

Private Placement

		N	I	L
--	--	---	---	---

## **III Position of Mobilisation and Deployment of Funds (Amount in '000)**

**TOTAL LIABILITIES**

					9	2	9	1	0
--	--	--	--	--	---	---	---	---	---

**TOTAL ASSETS**

9	2	9	1	0
---	---	---	---	---

### **Sources of Funds**

Paid up Capital 

					2	9	6	8	0
--	--	--	--	--	---	---	---	---	---

Share Application 

						N	I	L
--	--	--	--	--	--	---	---	---

Secured Loans 

						N	I	L
--	--	--	--	--	--	---	---	---

Reserves and surplus 

					5	8	8	6	7
--	--	--	--	--	---	---	---	---	---

Unsecured loans 

						N	I	L
--	--	--	--	--	--	---	---	---

### **Application of funds**

Net fixed assets

2	9	8	7	4
---	---	---	---	---

Net current assets

5	1	1	3	6
---	---	---	---	---

Accumulated losses

		N	I	L
--	--	---	---	---

Investments

1	1	8	5	8
---	---	---	---	---

Misc. Expenditure

			4	2
--	--	--	---	---

## **IV Performance of company (Amount in '000)**

Turnover 

				1	0	1	2	3	6
--	--	--	--	---	---	---	---	---	---

Profit/(Loss) before tax 

					7	5	3	3
--	--	--	--	--	---	---	---	---

EPS (Annulised) 

					1	.	5	6
--	--	--	--	--	---	---	---	---

Total Expenditure

9	3	7	0	4
---	---	---	---	---

Profit/(Loss) after tax

	4	6	1	6
--	---	---	---	---

Dividend rate %

			1	0
--	--	--	---	---

## **V Generic names of three principal products/ services of company (as per monetary terms)**

Item code no. 

N	O	T		A	P	P	L	I	C	A	B	L	E
---	---	---	--	---	---	---	---	---	---	---	---	---	---

Product description: Stock Broking and Advisory Services etc.

As per our report of even date  
FOR **M.B. LADHA & COMPANY**  
Chartered Accountants

For and on behalf of the Board of Directors

(Mukesh Ladha)

Proprietor

Membership No: 35544

Place: Mumbai

Date: 30.06.2009

**Sunil Nyati**  
(Managing Director)

**Anita Nyati**  
(Director)

**CASH FLOW STATEMENT**
**A CASH FLOW FROM OPERATING ACTIVITIES**
**Net Profit before Tax and Extra Ordinary items**

Adjustments for :

Depreciation

( Profit ) / Loss on sale of investments

( Profit ) / Loss on sale of Fixed Assets

Dividend income

Interest Income

Interest Expenses

Miscellaneous Expenses Written Off

**Operating profit before Working**
**Capital Changes**

Adjustments for :

Trade and other receivables

Inventories

Trade and other payables

Secured Loans

*Advances recoverable in cash or in kind*
**Cash Generated from Operations**

Direct Taxes Paid

Interest Paid

**Cash Flow before Extra -ordinary items**

Extra-ordinary items:

**Net Cash Flow from Operating Activities**
**B CASH FLOW FROM INVESTING ACTIVITIES**

Purchase of Fixed Assets

Sale of Fixed Assets

Purchase of Investments

Sale of Investments

Dividend Received

Interest Received

**Net Cash flow from Investing Activities**
**C CASH FLOW FROM FINANCING ACTIVITIES**

Repayments of Finance Lease Liabilities

Unpaid allotment Money received

Dividend &amp; Div. Tax Paid

**Net Cash Flow from Financing Activities**
**Net Increase in Cash & Cash Equivalents**

Cash &amp; Cash Equivalents (Opening)

Cash &amp; Cash Equivalents (Closing)

*For the Year Ended*
**31.3.2009**

Rs

*For the Year Ended*
**31.03.2008**

Rs.

**7,533,035**
**53,533,409**

5,888,177

5,843,391

1,619,035

(29,302,268)

158,637

(10,523)

(390,936)

(153,958)

(6,164,755)

(3,057,129)

1,263,680

371,165

21,000

21,000

**9,927,872**
**27,245,087**

(6,423,030)

(95,639,308)

689,807

(2,102,438)

16,066,449

103,241,444

(5,093,587)

2,721,160

14,088,233

(27,876,259)

**29,255,744**
**7,589,686**

(13,835,585)

(10,956,554)

(1,263,680)

(371,165)

**14,156,479**
**(3,738,033)**

0

0

**14,156,479**
**(3,738,033)**

(5,266,361)

(9,977,595)

871,420

1,800

(66,052,891)

(53,398,901)

69,792,679

80,516,181

390,936

153,958

6,164,755

2,955,293

**5,900,538**
**20,250,736**

0

0

0

15,000

(3,428,538)

(3,428,538)

**(3,428,538)**
**(3,413,538)**
**16,628,479**
**13,099,165**

24,334,462

11,235,297

**40,962,942**
**24,334,462**
**NOTE :** Previous year figures have been regrouped / rearranged wherever necessary

 As per our report of even date  
**FOR M.B. LADHA & COMPANY**  
 Chartered Accountants

For and on behalf of the Board of Directors

**(Mukesh Ladha)**  
 Proprietor  
 Membership No: 35544  
 Place: Mumbai  
 Date: 30.06.2009

**Sunil Nyati**  
 (Managing Director)

**Anita Nyati**  
 (Director)

## Statement Pursuant to section 212 of the Companies Act, 1956 relating to Subsidiary Company for the Financial Year 2008-2009

- |  |                                      |
|--|--------------------------------------|
| 1. Name of the Subsidiary company  | Swastika Commodities Pvt. Ltd.       |
| 2. Financial year of the subsidiary company ended on   | 31 <sup>st</sup> March, 2009         |
| 3. Date from which it became Subsidiary Company  | 9 <sup>th</sup> Oct, 2006            |
| 4. No. of Shares held by Swastika Investmart Ltd. in the capital of subsidiary   | 1,00,000 Equity shares of Rs.10 each |
| 5. Net Aggregate amount of Profit/ (Losses) of the Subsidiary so far as it concerns the members of Swastika Investmart Ltd and is not dealt with accounts of Swastika Investmart Ltd |                                      |
| (a) for the Financial Year ended 31 <sup>st</sup> March, 2009,   | Rs. 7,43,429/-                       |
| (b) for the previous Financial Years ended 31 <sup>st</sup> March 2008, since it became Subsidiary of Swastika Investmart Ltd.   | Rs. 1,49,645/-                       |
| 6. Net Aggregate amount of Profit/ (Losses) of the subsidiary so far as dealt with in the accounts of Swastika Investmart Ltd.   |                                      |
| (a) for the Financial Year ended 31 <sup>st</sup> march, 2009,   | Nil                                  |
| (b) for the previous Financial years ended 31 <sup>st</sup> march 2008, since it became Subsidiary of Swastika Investmart Ltd.   | Nil                                  |

**FOR M.B.LADHA & COMPANY**  
*Chartered Accountants*

**(MUKESH LADHA)**  
PROPRIETOR  
M.No: 35544

Place : MUMBAI  
Date : 30.06.2009

## SWASTIKA COMMODITIES PRIVATE LIMITED

Registered Office: 48, Jaora Compound, MYH Road, Indore (M.P.) 452001

### ***DIRECTORS' REPORT***

Dear Members,  
Your Directors hereby present the Annual Report of the Company together with the Audited Accounts for the financial year ended 31<sup>st</sup> March, 2009.

#### **FINANCIAL HIGHLIGHTS**

(Amount in Rs. Lacs)

<b>PARTICULARS</b>	<b>31.03.2009</b>	<b>31.03.2008</b>
Total Income	112.21	38.90
Profit before Depreciation, Interest & Tax	12.13	4.95
Less: Depreciation	3.72	3.24
Less: Interest	0.00	0.01
Profit before Taxation	8.42	1.70
Less: Provision for Taxation	0.98	0.20
Net Profit	7.43	1.50
Add: Balance brought forward from Last Year	1.46	-0.04
Amount available for appropriation	8.89	1.46
<b>Appropriations:</b>		
Transfer to General Reserve	5.00	0.00
Surplus carried to Balance Sheet	3.89	1.46

#### **DIVIDEND**

Due to inadequate profit and plough back of profit, your directors have not recommended any dividend for the year under review.

#### **DIRECTORS**

In accordance with the provision of the Companies Act, 1956 and Articles of Association of the Company Shri Anil Kumar Nyati retires from the Board of Directors by rotation being eligible, offers himself for reappointment in ensuing Annual General Meeting.

#### **DIRECTORS' RESPONSIBILITIES STATEMENT**

Pursuant to the requirement under Section 217 (2AA) of the Companies Act, 1956, with respect to the Director's Responsibility Statement, it is hereby confirmed:

- 1) That in the preparation of the annual accounts for the financial year ended 31st March 2009; the applicable accounting standards have been followed along with proper explanation relating to material departure

- II) That the directors have selected such accounting policies and applied them consistently and made judgments, and estimate 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 financial year and of the profit of the Company for the year under review ;
- III) That they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of this Act for safeguarding the assets of the Company and for preventing and detecting Fraud and other irregularities;
- IV) That the directors have prepared the annual accounts on a going concern basis.

**PUBLIC DEPOSITS**

Your Company has not accepted any public deposit within the meaning of section 58A of the Companies Act 1956, read with the Companies (Acceptance of Deposit) Rules, 1975.

**PARTICULARS OF EMPLOYEES**

There was no employee during the period drawing remuneration attracting the provision of section 217 (2A) of the Companies Act, 1956 read with the Companies (particulars of employees) Rules 1975.

**AUDITORS**

The auditor, M/s N.P. Airan & Company, Chartered Accountants Indore retires and being eligible, offers themselves for re-appointment.

The Report of Auditors of the Company for the year under reference is self-explanatory and do not call for any comments from the directors.

**SECRETARIAL COMPLIANCE CERTIFICATE**

As per requirements of provision of section 383A of the Companies Act, 1956, the company has appointed M/s L.N. Joshi & Co., Company Secretaries and obtained a Secretarial Compliance Certificate which is annexed herewith.

**DISCLOSURE OF SPECIAL PARTICULARS**

The company does not have any manufacturing facility, hence particulars relating to conservation of energy and technology absorption stipulated in the Companies (Disclosure of particulars in the report of the Board of Directors) Rules, 1988 are not applicable. Further there was neither inflow nor outflow of foreign exchange during the period.

**ACKNOWLEDGEMENT**

Your Directors have pleasure to place on record their sincere appreciation to its parent organization 'Swastika Investmart Limited' for support and guidance during the year.

Your Company & Directors also wish to extend sincere thanks to the Banks along with all the Shareholders of the Company for extending their sincere support and services.

Place : **Indore**  
Dated : **27.06.2009**

For and on behalf of the Board of Directors

**(Sunil Nyati)**  
Director

**(Anil Nyati)**  
Director

## **COMPLIANCE CERTIFICATE**

**(See Rule 3)**

To,  
The Members  
**M/S SWASTIKA COMMODITIES PRIVATE LIMITED**  
48, Jaora Compound, MYH Road, Indore (M.P.)

CIN No. **U01112MP1996PTC010404**  
Nominal Capital. : Rs. 25.00 Lacs  
Paid Up share Capital : Rs. 10.00 Lacs

We have examined the registers, records, books and papers of **M/S SWASTIKA COMMODITIES PRIVATE LIMITED** as required to be maintained under the Companies Act, 1956, (herein after called Act) and rules made there under and also the provisions contained in the Memorandum and Article of Association of the Company for the financial year ended on 31st March, 2009. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company, its officers and agents, we certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions of the Act and the rules made there under and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies, with fee prescribed under the Act and the rules made there under.
3. The Company being a Private Limited Company has the minimum prescribed paid- up Capital and its maximum number of Members during the said financial year was four including its present and past employees and the Company during the year under scrutiny:
  - i) has not invited public to subscribe for its share or debentures; and
  - ii) has not invited or accepted any deposits from person other than its members, directors and relatives.
4. The Board of Directors duly met 9 (nine) times on 21.04.2008, 27.06.2008, 20.08.2008, 29.09.2008, 04.10.2008, 01.12.2008, 31.12.2008, 15.01.2009 and 25.03.2009 respectively in respect of which, meeting proper notices were given and the proceedings were properly recorded.
5. The Company was not required to close its Register of Members during the Financial Year.
6. The Annual General Meeting for the financial year ended on 31st March 2008 was held on 30<sup>th</sup> September, 2008 giving due notice to the members of the Company and resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No Extra Ordinary General Meeting was held during the financial year.
8. The Company has not advanced any loans to its Directors or persons or firms or Companies referred to under section 295 of the Companies Act, 1956.
9. As informed by the management the Company has not entered into any contracts except from its holding company falling within the purview of section 297 of the Act.
10. The Company has made necessary entries in the register maintained under section 301(3) of the Act.
11. As there were no instances falling within the purview of section 314 of the Act, as the Company has not obtained any approvals from the Board of Directors, Members or Central Government.
12. The Company has not issued any duplicate share certificate during the financial year.
13. The Company has:
  - i) not allotted/transferred any securities during the financial year.
  - ii) not declared any dividend during the financial year.
  - iii) no unpaid Dividend Account in past years.



- iv) not required to transfer the amounts in unpaid dividend account, application money due for refund unpaid for period of seven years to Investor Education and Protection Fund.
- v) generally complied with the requirements of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted and there was no appointment of additional Directors, alternate Directors and Directors to fill casual vacancy during the year.
15. The Company has not appointed any Managing Director/ Whole-time Director/ Manager during the financial year as paid up share capital of the Company does not exceed more than Rs. 5.00 Crores.
16. The Company has not appointed any sole selling agent during the financial year of the Company.
17. The Company has not obtained any approval of Central Government, Company Law Board, Regional Director, Registrar and such authorities prescribed under the various provisions of the Act during the financial year.
18. The Directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. The Company has not issued any shares, debentures or other securities during the financial year.
20. The Company has not bought back any shares during the financial year.
21. There was no redemption of preference shares or debentures during the financial year.
22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited/accepted any deposits including any unsecured loan falling within the purview of section 58A during the financial year.
24. The Company has not made any borrowing during the financial year ended 31<sup>st</sup> March, 2009.
25. The Company has not made loans and investment or given guarantees or provided any securities to other bodies corporate and consequently no entries have been made during the financial year in the register kept for the purpose.
26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered office from one state to another state during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum with respect to objects of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum with respect to name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum with respect to share capital of the Company during the year under scrutiny.
30. The Company has not altered its Articles of Association during the financial year.
31. There was no prosecution initiated against or show cause notices received by the Company and no fines or penalties or any other punishment was imposed on the Company during the financial year, for offences under the Act.
32. The Company has not received any money as security from its employees during the financial year.
33. The Provisions of the Provident Fund Act do not apply to the Company and hence the provisions of section 418 of the Act are not applicable.

Place : INDORE  
Date : 27<sup>th</sup> June 2009

For L.N.Joshi & Co.  
(Company Secretaries)  
C.P. No.: 4216

## Annexure A

CIN No. **U01112MP1996PTC010404**  
 Nominal Capital. : Rs. 25.00 Lacs  
 Paid Up share Capital : Rs. 10.00 Lacs

Registers as maintained by M/s **Swastika Commodities Private Limited.**

### Statutory Register

1. Register of Members under section 150 of the Companies Act, 1956.
2. Registers and Returns under section 163 of Companies Act, 1956
3. Minutes Book of Meeting under Sec 193 of the Act.
4. Register maintained u/s 301(3) of the Act.
5. Register of Directors under section 303 of the Act.
6. Register of Directors' Shareholding under section 307 of the Act.

### Other Registers.

Register of Share Transfer.

## Annexure B

Forms and Returns as filed by the Company with Registrar of Companies, M.P. during the financial year ending 31<sup>st</sup> March, 2009.

Form No/ Return	Filed u/s	For the Year	Date of Filing & ROC Challan receipt No.	Whether filed Within prescribed time Yes/No	If delay in filing Whether requisite additional fee paid Yes/No.
Secretarial Compliance Certificate (Form No.66)	383A	F.Y.2007-2008	16.10.2008 P22624209	Yes	No
Balance Sheet (Form No. 23AC)	220	F.Y.2007-2008	22.10.2008 P23130321	Yes	No
Annual Return (Form No. 20B)	159	F.Y.2007-2008 AGM: 30.09.2008	14.11.2008 P25895657	Yes	No

Place : **INDORE**  
 Date : 27<sup>th</sup> June 2009

For **L.N.Joshi & Co.**  
 (Company Secretaries)  
 C.P. No.: 4216

## AUDITOR'S REPORT

We have audited the attached Balance Sheet of **SWASTIKA COMMODITIES PVT.LTD.** as at **31<sup>st</sup> March 2009** and also the Profit and Loss Account for the period ended on that date annexed thereto. These financial statements are 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 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.

We report as follows :

- (1) As required by the Companies (Auditor's Report) Order, 2003, issued by 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 paragraphs 4 & 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 and 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 it appears from our examination of the books.
  - (c) The Balance Sheet and Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account.
  - (d) In our opinion, the Balance Sheet and Profit and Loss Account and Cash Flow Statements comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 to the extent they are applicable to the company.
  - (e) On the basis of the written representation received from the Directors as on 31<sup>st</sup> March, 2009 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31<sup>st</sup> March, 2009 from being appointed as Director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.
  - (f) In our opinion, and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956 in the manner so required, and give a true and fair view in conformity with the accounting principles generally accepted in India :
    - (i) in the case of Balance Sheet of the state of affairs as on 31<sup>st</sup> March, 2009.
    - (ii) In the case of Profit and Loss Account of the profit for the year ended on that date, and
    - (iii) in the case of Cash Flow Statement, of the Cash Flows for the year ended on that date.

For **N.P. AIRAN & COMPANY**  
Chartered Accountants

**(N.P. AIRAN)**  
Proprietor  
Membership No: 76150

Place : Indore  
Date : 27.06.2009

## **ANNEXURE TO THE AUDITORS' REPORT**

**(Referred to in Para '1' of our report of even date)**

- 1) (a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.  
 (b) The Fixed assets of the Company have been physically verified by the management at reasonable intervals during the year, and no material discrepancies were noticed on such verification.  
 (c) During the year the company has not disposed off a substantial part of its fixed assets so it does not affect the going concern assumption.
- 2 (a) The inventory of the company comprises of shares and securities, which have been physically verified during the year by the management at regular intervals.  
 (b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.  
 (c) The company is maintaining proper records of inventory. No material discrepancies have been noticed on physical verification of stock as compared to book records.
- 3) (a) As informed to us, the Company has granted and taken loans, unsecured to company, covered in the register maintained under section 301 of the Act.  
 (b) As informed to us, the terms and conditions of loans given and taken by the company are not prejudicial to the interest of the company.  
 (c) The company is receiving and paying the amount at regular point of time.  
 (d) The provisions of clause 4(iii)(d) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- 4) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets. During the course of audit, no major weakness has been noticed in these internal controls.
- 5) (a) 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 need to be entered into the register maintained under Section 301 of the Companies Act, 1956 have been so entered.  
 (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts and arrangements referred to in (a) above and exceeding the value of Rupees Five Lakhs with any party have been made at reasonable prices.
- 6) The Company has not accepted any public deposit, hence the provisions of sections 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 framed thereunder, are not applicable to the company.
- 7) In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.
- 8) Maintenance of Cost Records under section 209(1)(d) of the Companies Act, 1956 has not been prescribed by the Central Government for the company.
- 9) (a) The Company is generally regular in depositing with the appropriate authorities statutory dues including Investor Education and Protection Fund, Employees' State Insurance, Provident Fund Act, Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty, Service Tax, Cess and other material Statutory Dues applicable to it.  
 (b) There were no arrears as at 31<sup>st</sup> March 2009 for a period of more than six months from the date they became payable.

- (c) According to the information & explanations given to us, there is no amount pending deposit on account of any dispute, in respect of Sales Tax, Income Tax, Customs Duty, Excise Duty, Service Tax, Cess .
- 10) The Company has no accumulated losses at the end of the financial year and it has not incurred any cash losses in the current or in the immediately preceding financial year.
- 11) According to the information and explanations given to us, the Company has not defaulted in repayment of dues to financial institutions or banks. The company has no outstanding Debentures.
- 12) 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.
- 13) 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.
- 14) According to the information and explanations given to us, the Company is dealing or trading in shares, securities, debentures and other investments. In our opinion, proper records have been maintained of the transactions and contracts and timely entries have been made therein. Shares, securities, debentures and other securities have been held by the company, in its own name as per the provisions of section 49 of the Companies Act, 1956.
- 15) According to the information and explanations given to us, the company has not given guarantees for loans taken by others from banks or financial institutions.
- 16) In our opinion and according to the information and explanations given to us, the company has not taken any term loan during the period covered by our report. Accordingly , the provisions of clause 4 (xvi) of the companies (Auditors Report) Order, 2003 are not applicable to the company.
- 17) In our opinion and 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 and vice-versa.
- 18) According to the information and explanations given to us, the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956.
- 19) In our opinion and according to the information and explanations given to us, the Company has not issued any secured debentures during the period covered by our report. Accordingly, the provisions of clause 4 (xix) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- 20) During the period covered by our audit report the Company has not raised any money by public issues.
- 21) 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 has been noticed or reported during the course of our audit.

For **N.P. AIRAN & COMPANY**  
Chartered Accountants

Place : Indore  
Date : 27.06.2009

**(N.P. AIRAN)**  
Proprietor  
Membership No: 76150

**BALANCE SHEET**  
 AS ON 31st MARCH 2009

<b>PARTICULARS</b>	<b>Schedule</b>	<b>As at 31.03.2009 (Rs.)</b>	<b>As at 31.03.2008 (Rs.)</b>
<b>I SOURCES OF FUNDS</b>			
<b>Shareholders' Fund</b>			
a) Share Capital	1	1,000,000	1,000,000
b) Reserves and surplus	2	7,486,069	6,742,640
	<b>TOTAL</b>	<b>8,486,069</b>	<b>7,742,640</b>
<b>II APPLICATION OF FUNDS</b>			
<b>1 Fixed Assets</b>	3		
Gross Block		4,255,110	3,638,996
Less- Dep.		738,212	367,030
Net Block		<b>3,516,898</b>	<b>3,271,966</b>
<b>2 Investments</b>		0	0
<b>3 Current Assets, Loans &amp; Advances</b>			
a) Sundry Debtors		6,202,032	2,995,812
b) Cash and Bank Balance	4	2,210,163	479,322
c) Loans & Advances & Other Deposits		11,278,820	7,818,156
d) Other Current Assets		55,925	0
		<b>19,746,940</b>	<b>11,293,290</b>
<b>Less: Current Liabilities and Provisions</b>	5	14,777,769	6,822,616
<b>Net Current Assets</b>		<b>4,969,171</b>	<b>4,470,674</b>
	<b>TOTAL</b>	<b>8,486,069</b>	<b>7,742,640</b>

**Significant Accounting Policies & Notes to Accounts** 8

*Schedules 1 to 5 & 8 referred to above form an integral part of the balance sheet.*

 As per our report of even date  
**For N.P. AIRAN & COMPANY**  
 CHARTERED ACCOUNTANTS

For and on behalf of Board of Directors

**N. P. AIRAN**  
 (PROPRIETOR)  
 M.NO 76150

**SUNIL NYATI**  
 (DIRECTOR)

**ANIL NYATI**  
 (DIRECTOR)

 Place: INDORE  
 Date: 27.06.2009

**PROFIT AND LOSS ACCOUNT**

For the year ended on 31st March 2009

PARTICULARS	Schedule	For the Year Ended 31.03.2009 (Rs.)	For the Year Ended 31.03.2008 (Rs.)
<b>A. INCOME</b>			
Income From Operations	6	11,221,154	3,889,991
<b>Total</b>		<b>11,221,154</b>	<b>3,889,991</b>
<b>B. EXPENDITURE</b>			
Administrative Expenses	7	10,008,314	3,395,275
Depreciation		371,182	323,919
Interest		0	1,152
<b>Total</b>		<b>10,379,496</b>	<b>3,720,346</b>
<b>Profit /(Loss) Before Tax</b>		841,657	169,645
Less: Provision for Taxation		94,078	20,000
Fringe Benefit Tax		4,150	0
<b>Profit /(Loss) After Tax</b>		<b>743,429</b>	<b>149,645</b>
Add- Balance Brought Forward		145,640	(4,005)
<b>Amount Available for Appropriation</b>		<b>889,069</b>	<b>145,640</b>
<b>Appropriation</b>			
Transfer to General Reserve		500,000	0
Balance Carried to Balance Sheet		389,069	145,640
		<b>889,069</b>	<b>145,640</b>
<b>Significant Accounting Policies &amp; Notes to Accounts</b>	8		

Schedules 6, 7 &amp; 8 referred to above form an integral part of the Profit &amp; Loss Account

As per our report of even date  
**For N.P. AIRAN & COMPANY**  
 CHARTERED ACCOUNTANTS

For and on behalf of Board of Directors

**N. P. AIRAN**  
 (PROPRIETOR)  
 M.NO 76150

**SUNIL NYATI**  
 (DIRECTOR)

**ANIL NYATI**  
 (DIRECTOR)

Place: INDORE  
 Date: 27.06.2009

## Schedules Forming Part of Balance Sheet As on 31 March 2009

### PARTICULARS

as at  
31.03.2009  
(Rs.)

as at  
31.03.2008  
(Rs.)

### SCHEDULE 1 SHARE CAPITAL

#### Authorised

2,50,000 Equity Share of Rs. 10 Each

2,500,000

2,500,000

#### Issued & Subscribed and Paid up Capital

1 Lac Equity Share @ Rs. 10 Each Fully Paid up

1,000,000

1,000,000

#### TOTAL

1,000,000

1,000,000

### SCHEDULE 2 RESERVES & SURPLUS

#### A. Share Premium

6,597,000

6,597,000

#### B. General Reserve

As per Last Balance Sheet

0

0

Add :Transfer During the year

500,000

0

500,000

0

Balance in Profit & Loss A/C

389,069

145,640

#### TOTAL

7,486,069

6,742,640

### SCHEDULE 3 FIXED ASSETS

(Amount in Rupees)

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	AS ON 01.04.2008	ADDITION DURING THE YEAR	DEDUCTION DURING THE YEAR	AS AT 31.03.2009	UP TO 1.04.2008	FOR THE YEAR	WRITTEN BACK	UP TO 31.03.2009	AS AT 31.03.2009	AS AT 31.03.2008
MEMBERSHIP MCX	1,000,000	0	0	1,000,000	70,833	50,000	0	120,833	879,167	929,167
MEMBERSHIP NCDEX	500,000	0	0	500,000	39,583	25,000	0	64,583	435,417	460,417
V - SAT	1,109,709	0	0	1,109,709	70,280	62,588	0	132,868	976,841	1,039,429
INTANGIBLE ASSTS	1,029,287	616,114	0	1,645,401	186,334	233,594	0	419,928	1,225,473	842,953
TOTAL	3,638,996	616,114	0	4,255,110	367,030	371,182	0	738,212	3,516,898	3,271,966
Previous Year	1,653,903	1,985,093	0	3,638,996	43,111	323,919	0	367,030	3,271,966	1,610,792



**SCHEDULE 4 CURRENT ASSETS, LOANS & ADVANCES**

	as at 31.03.2009 (Rs.)	as at 31.03.2008 (Rs.)
<b>a) Sundry Debtors</b>		
(Unsecured - Considered Good)		
Sundry Debtors Customers- Outstanding over Six months	1,705,660	-
Sundry Debtors Customers- Others	2,614,500	2,995,812
Swastika Investmart Limited	1,881,871	-
<b>TOTAL</b>	<b>6,202,032</b>	<b>2,995,812</b>
<b>b) Cash &amp; Bank Balance</b>		
Cash in hand	518,082	35,240
Axis Bank Ltd.	100,000	0
The Bank of Rajasthan Ltd.	7,837	7,837
HDFC Bank	153,190	10,000
ICICI Bank 58814	500,007	10
ICICI Bank 58814	30,364	2,294
ICICI Bank 8729	102,222	0
ICICI Bank 8737	183,591	0
ICICI Bank 8813	93,728	502
ICICI Bank 5763	15,731	16,121
ICICI Bank 8728	199,407	0
Indus Ind Bank (T 72251-50)	56,019	0
PNB 11214	177,777	283,674
SBI 774	72,208	123,644
<b>TOTAL</b>	<b>2,210,163</b>	<b>479,322</b>
<b>c) Loans, Advances &amp; Deposits(Unsecured Considered Good)</b>		
<b>A. Advances Recoverable in Cash or Kind</b>		
Income Tax Advance	81,648	100,000
Prepaid Expenses Software	4,272	0
Service Tax Credit	510,684	68,164
Clearing House MCX	122,846	129,975
Clearing House NCDX	54,370	0
Margin A/c MCX	6,000,000	3,000,000
Service Tax Paid	0	14,056
Stamp Duty (NCDX & MCX)	0	961
	<b>6,773,820</b>	<b>3,313,156</b>
<b>B. Other Deposits</b>		
MCX Security Deposit	1,500,000	1,500,000
National Commodity & Derivative Exc. Ltd.	3,000,000	3,000,000
Telephone Deposit	5,000	5,000
	<b>4,505,000</b>	<b>4,505,000</b>
<b>TOTAL</b>	<b>11,278,820</b>	<b>7,818,156</b>
<b>d) Other Current Assets</b>	55,925	0
<b>TOTAL</b>	<b>19,746,940</b>	<b>11,293,290</b>

**SCHEDULE 5 CURRENT LIABILITIES & PROVISION**
**A Current Liabilities**

	as at 31.03.2009	as at 31.03.2008 (Rs.)
Sundry Creditors		3,416,735
Swastika Investmart Limited		1,867,342
Service Tax ID Charges		4,918
Bank credit balance due to cheque overdrawn		585,662
Clearing House (NCDX)		112,920
Expenses Payable		265,039
Deposits Received from Sub Broker		550,000
TDS		0
Other Deposits		0
		<b>6,802,616</b>

**B Provisions**

Provision for Income Tax		20,000
Provision for Fringe Benefit Tax		0
		<b>20,000</b>
<b>TOTAL</b>		<b>6,822,616</b>

**SCHEDULE 6. INCOME FROM OPERATION**

Brokerage Realised		3,223,496
Client Registration Charges		17,700
Turnover Charges		558,361
Profit on Jobbing		0
Software Maintenance Expenses Received From Client		41,874
<b>TOTAL</b>		<b>3,841,431</b>

**SCHEDULE 7. ADMINISTRATIVE EXP.**

Branch Operation Expenses		0
Annual Subscription Charges NCDEX		75,000
Auditor's Remuneration		10,000
Bank Charges		6,629
Business Promotion		27,432
Client Servicing & Branch Management Expenses		1,081,539
Insurance Expenses		17,443
Legal & Professional Expenses		2,833
Other General Expenses		39,799
Printing & Stationery		32,935
Professional Tax		0
Salary & Bonus		348,354
Software Maintenance Charges		30,000
Telephone Expenses		68,078
V-SAT Charges		10,000
Written Off		18,792
Wrong Trade Loss by Operator		1,574,381
NCFM Exam Fees		3,500
<b>TOTAL</b>		<b>3,346,715</b>

**SCHEDULE 8. SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS****(I) Significant Accounting Policies:****a) Basis of Accounting**

The financial statements have been prepared in accordance with accounting principles generally accepted in India and is following accrual basis of accounting.

**b) Revenue Recognition**

Income from brokerage activity is recognized as income on the trade date of transaction. In order to manage the risk of client's, client introduction and risk management expenses has been incurred and debited to profit and loss account.

**c) Use of Estimates**

The preparation of financial statement is in conformity with generally accepted accounting principles requires estimates and assumption to be made that affect the reported amount of revenues and expenses during the reporting period. Difference between actual result and estimates are recognized in which the results are known /materialized.

**d) Fixed Assets and Depreciation**

- i) Fixed assets are stated at actual cost less accumulated depreciation. The actual cost capitalized includes acquisition cost, freight, installation cost, duties and taxes and other incidental expenses incurred during the construction/installation stage.
- ii) Depreciation on Fixed Assets is computed on the Straight Line Method over their estimated useful life at the rate prescribed under schedule XIV of the Companies Act, 1956.
- iii) Rs.5 lacs paid to NCDEX and Rs.10 lacs paid to MCX for obtaining membership right of training in commodities, being not refundable, the management has decided to write off the same in 20 years from the year 2006-07.

**e) Provision for Taxation**

Tax on income for the current period is determined on the basis of estimated taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961, and based on expected outcome of assessment/appeals.

**f) Sundry Debtors & Creditors**

Amounts receivable from and payable to clients for brokering transactions are recognized on trade date basis and disclosed wherever applicable.

**(II) Notes on Accounts**

1. In the opinion of the board, the current assets, loans & advances are approximately of the same value if realized in ordinary courses of business. The provision of all liabilities is adequate.
2. Segment Reporting  
The Company's business activities fall within a single segment, viz. Commodities and Derivative Market. Accordingly, disclosure requirements under Accounting Standard (AS) 17 Segment Reporting, is not applicable.

3. Disclosure of Related Parties/Relates Party Transaction

Name of Related Party	Nature of Relationship	Nature of Transaction	Amount Rs.	Balance Outstanding
Swastika Investmart Ltd.	Holding Company	Advance Taken Advance Given	14631635/- 18380849/-	1881871/- (Dr.)
Sunil Nyati	Director	Amount Paid	Rs.227/-	Nil

4. The previous year figures have been reworked, regrouped, rearranged and reclassified wherever necessary.

As per our report of even date  
**FOR N.P.AIRAN & COMPANY**  
Chartered Accountants

For and on behalf of the Board of Directors

**(N.P.AIRAN)**  
PROPRIETOR  
M.NO.76150

**SUNIL NYATI**  
(Director)

**ANIL NYATI**  
(Director)

Place : INDORE  
Date : 27.06.2009

# STATEMENT PURSUANT TO PART (IV) OF SCHEDULE VI TO THE COMPANIES ACT, 1956 BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

## I Registration Details

Registration No.

1 0 4 0 4

Balance Sheet Date

3 1 0 3 2 0 0 9

State Code:

1 0

## II Capital raised during the year (Amount in '000)

Public Issues

N I L

Bonus Issue

N I L

Right Issue

N I L

Private Placement

N I L

## III Position of mobilisation and deployment of funds (Amount in '000)

**TOTAL LIABILITIES**

8 4 8 6

**Sources of Funds**

Paid up Capital

1 0 0 0

Share Application

N I L

Secured Loans

N I L

**Reserves and surplus**

7 4 8 6

**Unsecured loans**

N I L

**TOTAL ASSETS**

8 4 8 6

**Application of funds**

Net fixed assets

3 5 1 7

Net current assets

4 9 6 9

Accumulated losses

N I L

**Investments**

N I L

**Misc. Expenditure**

N I L

## IV Performance of company (Amount in '000)

Turnover

1 1 2 2 1

Profit/(Loss) before tax

8 4 2

EPS (Annualised)

N I L

Total Expenditure

1 0 3 7 9

Profit/(Loss) after tax

7 4 3

Divident rate

N I L

## V Generic names of three principal products/ services of company (as per monetary terms)

Item code no.

NOT APPLICABLE

Product description: Commodity brokerage.

As per our report of even date  
For **N. P. AIRAN & COMPANY**  
CHARTERED ACCOUNTANTS

**N. P. AIRAN**  
(PROPRIETOR)  
M.NO 76150

Place: INDORE  
Date: 27.06.2009

For and on behalf of the Board of Directors

**SUNIL NYATI**  
(DIRECTOR)

**ANIL NYATI**  
(DIRECTOR)

## CASH FLOW STATEMENT

<b>PARTICULARS</b>	<b>For the Year ended on 31.03.09 (Rs.)</b>	<b>For the Year ended on 31.03.08 (Rs.)</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit Before Tax, Extra Ordinary Items	841,657	169,645
<b>Adjustments for:</b>		
Depreciation	371,182	323,919
Interest Expenses	0	1,152
<b>Operating Profit before Working Capital Changes</b>	<b>1,212,839</b>	<b>494,716</b>
<b>Adjustments for:</b>		
Trade and Other Receivables	(1,324,348)	(2,541,416)
Trade and Other Payables	7,856,925	664,384
Advance Receivable in Cash or in kind	(5,398,461)	(284,626)
<b>Cash Generated from Operations</b>	<b>2,346,955</b>	<b>1,750,882</b>
Direct Taxes Paid (net of refunds)	0	(100,000)
Interest Paid	0	(1,152)
<b>Cash Flow before Extra Ordinary items</b>	<b>2,346,955</b>	<b>1,649,730</b>
Extra-Ordinary items:	0	0
<b>Net Cash Flow from Operating Activities</b>	<b>2,346,955</b>	<b>1,649,730</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	(616,114)	(1,985,093)
<b>Net Cash Flow from Investing Activities</b>	<b>(616,114)</b>	<b>(1,985,093)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Share Issue Proceeds	0	0
<b>Net Cash Flow from Financing Activities</b>	<b>0</b>	<b>0</b>
<b>Net Increase in Cash &amp; Cash Equivalents</b>	<b>1,730,841</b>	<b>(335,363)</b>
Cash & Cash Equivalents (Opening)	479,322	814,685
Cash & Cash Equivalents (Closing)	<b>2,210,163</b>	<b>479,322</b>

**Notes: Previous Year figures have been regrouped/rearranged wherever necessary**

As per our report of even date  
**For N.P. AIRAN & COMPANY**  
 CHARTERED ACCOUNTANTS

For and on behalf of the Board of Directors

**N. P. AIRAN**  
 (PROPRIETOR)  
 M.NO 76150

**SUNIL NYATI**  
 (DIRECTOR)

**ANIL NYATI**  
 (DIRECTOR)

Place: INDORE  
 Date: 27.06.2009

## CONSOLIDATED AUDITOR'S REPORT

TO,  
THE MEMBERS,

We have audited the attached Consolidated balance Sheet of the SWASTIKA INVESTMART LIMITED and its subsidiary Swastika Commodities Pvt. Ltd. as at 31<sup>st</sup> March, 2009 and also, the consolidated Profit & Loss Account and the Consolidated 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 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.

We report that Consolidated financial statements have been prepared by the company in accordance with the requirements of accounting standard (AS ) 21, 'Consolidated Financial Statements', issued by the Institute of Chartered Accountants of India and on the basis of separate audited financial statements of Swastika Investmart Ltd. and its subsidiary Swastika Commodities Pvt. Ltd included in Consolidated Financial Statements.

In our opinion, and to the best of our information and explanations given to us and on consideration of separate audit reports of the individual audited financial statements of Swastika Investmart Ltd. and its subsidiary Swastika Commodities Pvt. Ltd read together with the Significant Accounting Policies and others Notes to Account , give a true and fair view in conformity with the accounting principles generally accepted in India :

- (a) in the case of Consolidated Balance Sheet ,of the Consolidated Statement of affairs of Swastika Investmart Ltd. and its subsidiary Swastika Commodities Pvt. Ltd as at 31<sup>st</sup> March, 2009.
- (b) in the case of Consolidated Profit and Loss Account ,of the Consolidated results of operation of Swastika Investmart Ltd. and its subsidiary Swastika Commodities Pvt. Ltd for the year ended on that date and
- (c) in the case of Consolidated Cash Flow Statement, of the Consolidated Cash Flows of Swastika Investmart Ltd. and its subsidiary Swastika Commodities Pvt. Ltd for the year ended on that date.

**FOR M.B.LADHA & COMPANY**

*Chartered Accountants*

Place : **MUMBAI**  
Date : **30.06.2009**

**(MUKESH LADHA)**  
PROPRIETOR  
M.No: 35544

## BALANCE SHEET AS AT 31.03.2009

PARTICULARS	Schedule	As at 31.03.09 (Rs.)	As at 31.03.08 (Rs.)
<b>I SOURCES OF FUNDS</b>			
<b>1. Shareholders' Funds</b>			
a. Share Capital	1	29,679,500	29,679,500
b. Reserve & Surplus	2	62,372,219	60,440,900
<b>2. Loans</b>			
a. Secured	3	0	5,093,587
<b>3. Deferred Tax Liability(Net)</b>		4,363,768	4,348,139
<b>TOTAL</b>		<b>96,415,487</b>	<b>99,562,126</b>
<b>II APPLICATION OF FUNDS</b>			
<b>1. Fixed Assets</b>	4		
a. Gross Block		56,414,129	51,403,074
b. Less : Depreciation		23,023,039	17,187,412
c. Net Block		<b>33,391,090</b>	<b>34,215,662</b>
<b>2. Investment</b>	5	6,876,917	11,616,705
<b>3. Current Assets , Loans and Advances</b>	6		
a. Stock in Trade		3,397,013	4,086,820
b. Sundry Debtors		162,516,079	176,780,962
c. Cash & Bank Balances		43,173,105	24,813,784
d. Loan & Advances		55,446,876	77,465,297
e. Other current assets		34,862,342	349,588
		<b>299,395,415</b>	<b>283,496,451</b>
<b>Less : Current Liabilities and Provisions</b>	7		
a. Current Liabilities		235,816,381	211,834,110
b. Provisions		7,473,554	17,995,582
		<b>243,289,935</b>	<b>229,829,692</b>
<b>Net Current Assets</b>		<b>56,105,479</b>	<b>53,666,759</b>
<b>4. Misc. Expenditure</b> (To the extent not written off or adjusted)		42,000	63,000
<b>TOTAL</b>		<b>96,415,487</b>	<b>99,562,126</b>

### Significant Accounting Policies & Notes to Accounts

11

Schedules 1 to 7 and 11 referred to above form an integral part of the Balance Sheet.

*As per our report of even date*
**For M.B. LADHA & COMPANY**  
Chartered Accountants

**(MUKESH LADHA)**

PROPRIETOR

M.No. : 35544

PLACE : MUMBAI

DATE : 30.06.2009

For and on behalf of the Board of Directors

**Sunil Nyati**  
Managing Director

**Anita Nyati**  
Director



## CONSOLIDATED PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.09

PARTICULARS	Schedule	For the Year Ended 31.03.09 (Rs.)	For the Year Ended 31.03.08 (Rs.)
<b>INCOME</b>			
Income from Operations	8	99,840,756	113,607,148
Other Income	9	12,617,241	32,591,342
<b>TOTAL</b>		<b>112,457,998</b>	<b>146,198,490</b>
<b>EXPENDITURE</b>			
Establishment, Administrative & Other Expenses	10	96,539,268	85,934,810
Interest		1,263,679	372,317
Depreciation		6,259,359	6,167,310
Miscellaneous expenditure written off		21,000	21,000
		<b>104,083,306</b>	<b>92,495,437</b>
<b>PROFIT BEFORE TAX</b>		8,374,692	53,703,053
Less: Current Tax		2,735,896	13,520,000
: Fringe Benefit Tax		218,247	302,300
: Wealth Tax		4,684	2,593
: Deferred Tax		15,629	847,885
: STT not utilised		0	579,144
<b>PROFIT AFTER TAX</b>		5,400,236	38,451,131
Add/(Less): Income Tax for Earlier Years		40,586	0
Add : Balance brought forward		5,824,209	801,616
<b>Amount Available for Appropriation</b>		<b>11,183,859</b>	<b>39,252,747</b>
<b>Appropriation</b>			
Proposed Dividend		2,930,500	2,930,500
Corporate Dividend Tax		498,038	498,038
Transfer to General Reserve		3,000,000	30,000,000
Balance carried to Balance sheet		4,755,228	5,824,209
<b>TOTAL</b>		<b>11,184,066</b>	<b>39,252,747</b>
<b>Earning Per Share ( In Rs.)</b>		<b>1.81</b>	<b>12.96</b>

### Significant Accounting Policies & Notes to Accounts

11

Schedules 8 to 10 &amp; 11 referred to above form an integral part of the Profit &amp; Loss Account.

As per our report of even date

For **M.B. LADHA & COMPANY**  
Chartered Accountants

(**MUKESH LADHA**)  
PROPRIETOR

M.No. : 35544  
PLACE : MUMBAI  
DATE : 30.06.2009

For and on behalf of the Board of Directors

**Sunil Nyati**  
Managing Director

**Anita Nyati**  
Director

## SCHEDULES FORMING PART OF THE CONSOLIDATED ACCOUNTS

### SCHEDULE '1' : SHARE CAPITAL

**Authorised:**

5000000 Equity Share of Rs. 10 each

**Issued :**

3005400 Equity Share of Rs. 10 each

Fully paid-up

**Subscribed & Paid-Up:**

3005400 Equity Share of Rs. 10 each

Fully paid-up

Less : Allotment Money Unpaid

(Other than Directors)

**TOTAL**

	As at 31.03.09 (Rs.)	As at 31.03.08 (Rs.)
Authorised:		
5000000 Equity Share of Rs. 10 each	50,000,000	50,000,000
Issued :		
3005400 Equity Share of Rs. 10 each	30,054,000	30,054,000
Fully paid-up		
Subscribed & Paid-Up:		
3005400 Equity Share of Rs. 10 each	30,054,000	30,054,000
Fully paid-up		
Less : Allotment Money Unpaid	374,500	374,500
(Other than Directors)		
<b>TOTAL</b>	<b>29,679,500</b>	<b>29,679,500</b>
<b>SCHEDULE '2' : RESERVES &amp; SURPLUS</b>		
<b>General Reserve</b>		
As per last Balance Sheet	51,941,419	21,941,419
Add: Transfer during the year	3,000,000	30,000,000
	54,941,419	51,941,419
<b>Capital reserve (On Consolidation)</b>	2,675,272	2,675,272
	57,616,691	54,616,691
<b>Balance in profit loss account</b>	4,755,528	5,824,209
	62,372,219	60,440,900
<b>SCHEDULE '3' : SECURED LOANS</b>		
Bank Overdraft Against FD	0	5,093,587
<b>TOTAL</b>	<b>0</b>	<b>5,093,587</b>
<b>SCHEDULE '4' : FIXED ASSETS</b>		
<b>DEPRECIATION CHART AS PER SCHEDULE XIV OF COMPANIES ACT 1956 FOR THE YEAR 2008-2009</b>		

(Amount in Rupees)

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	AS ON 01.04.2008	ADDITION DURING THE YEAR	DEDUCTION DURING THE YEAR	AS AT 31.03.2009	UP TO 1.04.2008	FOR THE YEAR	WRITTEN BACK	UP TO 31.03.2009	AS AT 31.03.2009	AS AT 31.03.2008
CAR	2,879,820	602,834	544,937	2,937,717	814,682	320,923	306,300	829,305	2,108,412	2,065,138
COMPUTER	13,181,592	1,347,325	188,700	14,340,217	5,568,244	2,253,359	87,959	7,733,644	6,606,573	7,613,348
FURNITURE	5,308,823	744,481	0	6,053,304	1,333,756	357,355	0	1,691,111	4,362,193	3,975,067
SCOOTER	301,116	0	0	301,116	125,763	28,606	0	154,369	146,747	175,353
AIR CONDITINOR	923,362	46,111	0	969,473	229,553	45,848	0	275,401	694,072	693,809
OFFICE EQUIPMENT	4,198,953	1,054,314	137,783	5,115,484	481,290	226,740	29,473	678,557	4,436,927	3,717,663
V-SAT	2,697,312	0	0	2,697,312	284,303	221,348	0	505,651	2,191,661	2,413,009
INTANGIBLE ASSET	13,912,096	2,087,410	0	15,999,506	7,264,405	2,405,180	0	9,669,585	6,329,921	6,647,691
MEMBERSHIP MCX	1,000,000	0	0	1,000,000	70,833	50,000	0	120,833	879,167	929,167
MEMBERSHIP NCDEX	500,000	0	0	500,000	39,583	25,000	0	64,583	435,417	460,417
BSE CARD	6,500,001	0	0	6,500,001	975,000	325,000	0	1,300,000	5,200,001	5,525,001
<b>TOTAL</b>	<b>51,403,074</b>	<b>5,882,475</b>	<b>871,420</b>	<b>56,414,129</b>	<b>17,187,412</b>	<b>6,259,359</b>	<b>423,732</b>	<b>23,023,039</b>	<b>33,391,090</b>	<b>34,215,662</b>
Previous Year	39,478,486	11,971,388	46,800	51,403,074	11,035,385	6,167,310	15,283	17,187,412	34,215,662	28,443,101

## SCHEDULE '5' : INVESTMENTS

	As at 31.03.09 (Rs.)	As at 31.03.08 (Rs.)
<b>(a) Investment in Shares (Quoted/Non Traded Shares)</b>		
Rajratan Gustav Wolf Ltd. (128778 Equity Shares of Rs. 10/- each)	0	11,112,407
Shricon Industries Ltd. (50000 Equity Shares of Rs.10/- each)	2,742,469	500,000
Biocon Ltd. (3000 Equity Shares of Rs.5/-each)	627,519	0
Decolight Ceramics Ltd. (10000 Equity Shares of Rs.10/-each)	233,504	0
Gujrat NRE Coke Ltd. (2800 Equity Shares of Rs.10/-each)	250,000	0
Kriti Industries India Ltd. (48750 Equity Shares of Re.1/-each)	540,638	0
Lakshmi machine Works Ltd. (104 Equity Shares of Rs.10/-each)	173,550	0
Polyplex Corporation Ltd. (2994 Equity Shares of Rs.10/-each)	511,510	0
Reliance Communications Ltd. (2950 Equity Shares of Rs.5/-each)	1,232,889	0
State Trading Corporation of India Ltd. (400 Equity Shares of Rs.10/-each)	65,842	0
Vakrangee Softwares Ltd. (500 Equity Shares of Rs.10/-each)	99,450	0
Wire and Wireless India Ltd. (20000 Equity Shares of Re.1/-each)	395,249	0
	<b>6,872,619</b>	<b>11,612,407</b>
<b>(b) Investment in Shares (Unquoted/Traded Shares)</b>		
Bombay Stock Exchange Ltd. (4298 Equity Shares of Rs.1/- each)	4,298	4,298
<b>TOTAL</b>	<b>6,876,917</b>	<b>11,616,705</b>
Market Value of Quoted Investments	4,733,747	8,976,568

**SCHEDULE '6' : CURRENT ASSETS, LOANS & ADVANCES**

	<b>As at 31.03.09 (Rs.)</b>	<b>As at 31.03.08 (Rs.)</b>
<b>(a) Stock in Trade (At cost or market value whichever is lower)</b>	3,397,013	4,086,820
<b>(b) Cash &amp; Bank Balance</b>		
Cash in Hand	1,012,002	97,679
Balance with Scheduled Banks In Current Account	19,871,555	3,700,488
In Fixed Deposit Account	21,629,861	20,693,101
Bank of Rajasthan (Unclaimed Dividend-04-05)	26,000	26,000
IDBI Bank (Unclaimed Dividend-04-05)	127,714	134,114
ICICI Bank (Unclaimed Dividend-05-06)	162,195	162,195
HDFC Bank 9697(Unclaimed Dividend (06-07)	184,458	207
Unclaimed Dividend (07-08)	159,319	0
	<b>43,173,105</b>	<b>24,813,784</b>
<b>(c) Sundry Debtors</b>		
(Unsecured - Considered Good)		
Debts outstanding over Six months	20,825,598	11,841,090
Others	141,690,481	164,939,872
	<b>162,516,079</b>	<b>176,780,962</b>
<b>(d) Loans, Advances &amp; Deposits (Unsecured, Considered - Good)</b>		
NSCCL (NSE Clearing House Deposit)	1,500,000	0
National Stock Exchange of India Ltd.	11,000,000	12,600,000
Advances recoverable in cash or in kind for value to be received	32,023,577	24,539,516
Other Deposits	10,923,299	40,325,781
	<b>55,446,876</b>	<b>77,465,297</b>
<b>Total</b>	<b>264,533,072</b>	<b>283,146,863</b>

## SCHEDULE '7' : CURRENT LIABILITIES &amp; PROVISIONS

	As at 31.03.09 (Rs.)	As at 31.03.08 (Rs.)
<b>(a) Current Liabilities</b>		
Sundry Creditors & Other Liabilities	209,074,210	182,310,809
Deposit Received	16,008,458	9,036,428
Expenses Payable	3,988,572	8,635,780
Bank Credit Balance due to Cheque Overdrawn	6,085,662	11,410,739
Unclaimed Dividend-2004-05	153,714	160,114
Unclaimed Dividend-2005-06	162,195	162,195
Unclaimed Dividend-2006-07	184,251	207
Unclaimed Dividend-2007-08	159,319	0
Clearing House (NCDX)	0	112,920
Service Tax ID Charges	0	4,918
	<b>235,816,381</b>	<b>211,834,110</b>
<b>(b) Provisions</b>		
Income Tax	2,737,544	13,520,000
Fringe Benefit Tax	218,247	302,300
Wealth Tax	4,684	2,593
Dividend Payable	2,930,500	2,930,500
Dividend Tax Payable	498,038	498,038
Liability for Leave Encashment	44,919	59,593
Liability for Gravity Expenses	1,039,622	682,558
	<b>7,473,554</b>	<b>17,995,582</b>
<b>TOTAL</b>	<b>243,289,935</b>	<b>229,829,692</b>

**SCHEDULE '8' : INCOME FROM OPERATIONS**

	For the Year Ended 31.03.09 (Rs.)	For the Year Ended 31.03.08 (Rs.)
<b>PROFIT FROM SECURITIES TRADING</b>		
Sales	40,172,905	20,037,159
Add: Closing Stock	3,397,013	4,086,820
	43,569,918	24,123,979
Less: Opening Stock	4,086,820	1,984,382
Purchases	41,156,546	23,103,067
Direct Expenses	475,736	0
	-2,149,183	-963,470
Profit from Jobbing Transactions	1,830,198	2,748,928
	<b>-318,985</b>	<b>1,785,458</b>
<b>INCOME FROM SHARE BROKING BUSINESS</b>		
Brokerage Receipts	90,831,854	97,525,299
Turnover Charges	5,342,197	9,812,196
Customised Advisory Charges	224,046	1,362,734
<b>OTHERS</b>		
Demat and Depository Charges	3,690,241	3,117,287
Internet subscription Charges	71,405	4,174
<b>TOTAL</b>	<b>99,840,756</b>	<b>113,607,148</b>

**SCHEDULE '9' : OTHER INCOME**

Consultancy fees	300,000	0
Dividend Income	390,936	153,958
Interest	6,164,755	3,057,129
Other Operational Income	4,800,000	0
Long Term Capital Gain	80,130	29,094,102
Profit on sale of Fixed Assets	0	10,523
Prior Period Income	382,717	0
Miscellaneous income	467,833	162,668
Short Term Capital Gain	0	112,962
Software Maintenance Exp. Received from client	30,869	0
<b>TOTAL</b>	<b>12,617,241</b>	<b>32,591,342</b>

**SCHEDULE '10' : ESTABLISHMENT, ADMINISTRATIVE AND  
OTHER EXPENSES**

	For the Year Ended 31.03.09 (Rs.)	For the Year Ended 31.03.08 (Rs.)
Advertisement Expenses	580,909	507,177
Auditor's Remuneration	247,522	185,956
Bad Debts written off	75,669	1,683,611
Bank Charges	477,772	164,429
Brokerage, Commission & Incentives	9,272,648	5,309,659
Branch Operation Expenses	4,800,000	0
Business & Sales Promotion	4,778	718,717
Client Servicing & Branch Management Exp.	29,241,035	26,263,105
Depository Expenses	886,556	1,011,202
Demat Charges	1,185,089	2,970,918
Directors Remuneration	3,900,000	2,500,000
Donation	2,001	18,000
Gratuity Expenses	357,064	682,558
Insurance Charges	439,747	336,759
Legal & Professional Charges	2,627,536	2,391,130
Loss on Sale of Fixed Assets	158,637	0
Loss on wrongly Executed Trades	752,847	1,680,120
Leave Encashment	0	59,593
Membership Fees & Subscription	80,965	80,500
Other General Expenses	854,172	779,137
Penalty Charges	120,549	985,235
Postage Telegram & Telephone Expenses	3,512,705	3,103,109
Printing & Stationary	881,173	980,676
Rates & Taxes	115,710	0
Rent	4,202,416	3,713,214
Repairs, Maintenance and Software Maintenance	1,449,126	1,570,276
Registration Fees	100,000	0
Salaries & Bonus	24,056,856	23,357,882
SEBI Fees	364,089	582,705
Short Term Capital Loss	1,699,165	0
Staff Welfare Expenses	643,441	1,066,599
Security Transaction Tax Written Off	137,857	0
Travelling Expenses	1,017,747	862,992
V-SAT Expenses	576,256	950,586
Water and Electricity Expenses	1,717,230	1,418,965
	<b>96,539,268</b>	<b>85,934,810</b>



## FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2009

### SCHEDULE 11 SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

#### A. SIGNIFICANT ACCOUNTING POLICIES

##### 1. a) BASIS OF PREPARATION OF FINANCIAL STATEMENTS :

The Company maintains its accounts on accrual basis following the historical cost convention in accordance with Generally Accepted Accounting Principles (GAAP) and in compliance with the Accounting Standard referred to in section 211(3C) and other requirements of the companies Act, 1956.

##### b) USE OF ESTIMATES:

The Preparation of Financial Statements in conformity with Generally Accepted Accounting Principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognized in the period in which the results are known.

##### 2. EMPLOYEE BENEFITS:

- Short term employee benefits are recognized as an expense at the undiscounted amount in the profit and Loss account of the year in which the related service is rendered;
- Defined Benefit The present value of the obligation under plans is determined based on an actuarial valuation using the Projected Unit Credit Method. Actuarial gains and losses arising on such valuation are recognized immediately in the Profit and Loss Account.
- Long term compensated absences are provided on the basis of an actuarial valuation;
- Termination benefits are recognized as an expense in the Profit and Loss Account of the year in which they are incurred.

##### 3. PROVISION FOR CONTINGENT LIABILITIES AND CONTINGENT ASSETS:

Provision involving a substantial degree of estimation in measurement is recognized when there is a present obligation as a result of past events and is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in the Financial Statements. Contingent Assets are neither recognized nor disclosed in the financial statements.

##### 4. REVENUE RECOGNITION

- Brokerage of secondary market is recognized at the end of each settlement period when bills are raised on clients.
- Income from Depository operations is accounted on accrual basis net of discount.
- Equity Index / Stock Future

(1) Equity Index / Stock Futures are marked to market on a daily basis. Debit or Credit balance disclosed under Loans and Advances or Current Liabilities, respectively, in the Mark to Market Margin Equity Index / Stock Futures Account, represents the net amount paid or received on the basis of movement in the process of Index / Stock futures till the balance sheet date.

(2) As on the Balance Sheet Profit/ Loss on open position in Equity Index / Stock Futures is accounted as follows:

- Credit balance in the Mark-to-Market Margin Equity Index/ Stock Futures Account being the anticipated Profit, is ignored and no Credit for the same is taken in the Profit and Loss Account.
- Debit balance in the Mark-to-Market Margin Equity Index/ Stock Futures Account, being the anticipated loss, is provided in the Profit and Loss Account.

(3) On final settlement or squaring up of contracts for Equity Index/ Stock Futures , the Profit or Loss is calculated as the difference between the settlement / squaring up price and the contract price . Accordingly, debit or credit balance pertaining to the settled /squared - up contract in Mark to Market Margin - Equity Index/ Stock Futures Account after adjustment of the provision for anticipated losses is recognized in the Profit and Loss Account. When more than one contract in respect of the relevant series of Equity Index/ Stock Futures contract to which the squared up contract pertains is outstanding at the time of the squaring up the of the contract, the contract price of the contract so squared up is determined using the weighted average cost method for calculating the Profit / Loss on Squaring up.



(d) Option Contracts

- (i) At the time of final settlement, Premium paid/ received is recognized as an expense/ income on exercise of Option. Further, difference between the final settlement price as on the exercise/ expiry date and the strike price is recognized as Income / Loss.
- (ii) At the time of squaring off difference between the premium paid and received on squared off transaction is treated as Profit or Loss.

(e) Interest income is recognized on a time proportion basis.

(f) Dividend income is recognized only when the right to receive is established.

(g) Brokerage income is recognized on trade date basis and is exclusive of service tax and Securities Transaction Tax (STT) wherever applicable.

(h) Advisory fees and other income are accounted on accrual basis, net of service tax.

**5. FIXED ASSETS**

Fixed assets are stated at cost including all expenses attributable to such acquisition and installation less accumulated depreciation.

**DEPRECIATION**

(a) Depreciation is provided under the straight-line method at the rates specified in Schedule XIV of the Companies Act 1956. In cases where the useful lives are estimated to be lower than those considered in determining the rates specified in that Schedule, depreciation is provided under the straight-line method over the useful lives of the assets.

(b) BSE Membership card is amortized on straight line basis over a period of 20 years starting from 2005-06.

(c) Other Intangible Assets are amortized on straight line basis over a period of 4 years from the date of purchase.

**6. INVESTMENTS**

*Investments are stated at cost of acquisition since they are long term in nature. Provision for diminution, if any, in the value of each Long term investment is made to recognize a decline, other than of a temporary nature.*

**7. STOCK-IN-TRADE**

Stock in- trade of shares & securities are valued at lower of the cost or market value.

**8. MISCELLANEOUS EXPENDITURE**

Miscellaneous expenditure comprising of expenses related to increase in Authorised Share Capital are amortized over a period of five years.

**9. TAXES ON INCOME**

(a) Tax on income for the current period is determined on the basis of estimated taxable income and tax credits computed in accordance with the provisions of the Income tax Act, 1961, and based on expected outcome of assessment/appeals.

(b) Deferred Tax is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable income & accounting income that originate in one period and are capable of reversal in one or more subsequent period.

(c) Deferred Tax assets are recognized and carried forward only to the extent that there is a reasonable certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized.

**11. IMPAIRMENT OF ASSETS**

At each balance sheet date, the management reviews the carrying amount of all the assets to determine whether there is any indication that those assets were impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss and the impairment loss, if any, is debited to the Profit and Loss Account.

**B. NOTES ON ACCOUNTS**

1. The Consolidated Financial Statements(CFS) are prepared by the company in accordance with the requirements of Accounting Standard (AS) 21, 'Consolidated Financial Statements', issued by the Institute of Chartered Accountants of India (ICAI). The CFS comprises the financial statements of Swastika Investmart Ltd. and its wholly owned subsidiary, Swastika Commodities Pvt. Ltd.
2. a) Contingent liabilities for Bank Guarantee issued in favour of NSE / BSE is Rs. 215 Lacs. (Previous year was Rs. Nil)
- b) Demand in respect of Income Tax Matter for which appeal is pending Rs. 4,82,000/-

3. a) In the opinion of management there is no decline in the value of each long term investment, other than of a temporary nature.
- b) No Provision has been made in Short Fall of Rs. 21,38,872/- in market value of Quoted investment because in the opinion of management, the same is of temporary in nature and its market value as on 30.06.2009 is Rs. 70,05,955/- which is more than cost.
4. In the opinion of Management the current assets, loans and advances have a value on realization in the ordinary course of the business at least equal to the amount at which they are stated and provisions for all known liabilities have been made. Balance of Sundry Debtors and Sundry Creditors are subject to confirmations.
5. Statutory auditor's remuneration :

	31.3.2009	31.3.2008
Statutory audit	Rs.85,000/-	Rs.85,000/-
Tax audit	Rs.25,000/-	Rs.25,000/-
Certification Fees	Rs 10,000/-	Rs.10,000/-
Other Services	Rs 55,000/-	Rs 30,000/-
<b>Total</b>	<b>Rs.1,75,000/-</b>	<b>Rs.1,50,000/-</b>

6. Market value of shares shown as stock in trade is Rs.33,97,013/- (Previous year Rs.40,86,820/-).
7. Particulars in respect of share traded:

Description	Units	31.03.2009		31.03.2008	
		Quantity	Value	Quantity	Value
Opening Stock	Nos.	94,094	40,86,820/-	34,794	19,84,382/-
Purchases	Nos.	4,74,275	4,11,56,546/-	1,70,249	2,31,03,067/-
Sales	Nos.	5,00,553	4,01,72,905/-	1,10,949	20,07,159/-
Closing Stock	Nos.	67,816	33,97,013/-	94,094	40,86,820/-

8. Disclosure of Related Parties/ Related Party transaction:

(a) List of related party:

S.No.	Name of related party	Nature of relationship
1.	Key Management Personnel/individuals having control or significant influence a) Mr. Sunil Nyati b) Mr. Anil Nyati c) Mrs. Anita Nyati d) Mr. S.N. Maheshwari e) Mr. Vinod Gupta	Managing Director Executive Director Whole Time Director Director Director
2.	Relatives of Key Management Personnel /individuals having control or significant influence. a) Mr. Parth Nyati b) Mr. Vandit Nyati c) Mrs. Krishna Prabha Maheshwari d) Mr. Manish Maheshwari	Relative of Managing Director Relative of Executive Director Relative of Director Relative of Director
3.	Enterprises owned/controlled by key managerial personnel or individuals having control or significant influence a) Sunil Nyati H.U.F. b) Anil Nyati H.U.F. c) Vinod Kumar Gupta & Sons HUF	H.U.F. of Managing Director H.U.F. of Executive Director HUF of Director
4.	Subsidiary Swastika Commodities Pvt. Ltd.	Wholly Owned Subsidiary

## (b) Transaction during the year and balance outstanding as on 31-03-2009

S.No	Particulars	Key Management Personnel/individuals having control or significant influence	Enterprises owned/controlled by key managerial personnel or individuals having control or significant influence.	Subsidiary	Enterprises owned/controlled by key managerial personnel or individuals having control or significant influence.	Total
1.	Expenditure Salaries and Other benefits	39,27,300/- (25,18,720/-)	- (-)	- (-)	- (-)	39,27,300/- (25,18,720/-)
	Office Rent	- (-)	- (-)	- (-)	1,80,000/- (1,80,000/-)	1,80,000/- (1,80,000/-)
2.	Income Brokerage Received	12,410/- (92,297/-)	440/- (2,859/-)	- (-)	22,562/- (-)	35,412/- (95,156/-)
3.	Expenses Recovered	- (-)	- (-)	48,00,000/- (-)	- (-)	48,00,000/- (-)
4.	Loans Taken	- (-)	- (-)	1,83,80,849/- (24,78,354/-)	- (-)	1,83,80,849/- (24,78,354/-)
5.	Loans Given	- (-)	- (-)	1,46,31,635/- (47,70,595/-)	- (-)	1,46,31,635/- (47,70,595/-)
6.	Outstandings: Loans & Advances	- (-)	- (-)	18,81,871/- (18,67,342/-)	- (-)	18,81,871/- (18,67,342/-)
	Creditors	30,679/- (3,791/-)	1,03,627/- (36,162/-)	- (-)	49,480/- (-)	1,83,786/- (39,953/-)
	Investments	- (-)	- (-)	49,81,000/- (49,81,000/-)	- (-)	49,81,000/- (49,81,000/-)

**Note : Figures in brackets represent previous year balances.**

- A. Related Parties are identified by the management and relied upon by the Auditors.  
B. No Balances in respect of Related Parties have been written off.

**9. Remuneration Paid to the Directors of the Company:**

The remuneration of the promoter directors and other directors are decided on the recommendation of the Remuneration Committee and approved by the Board of Directors and Shareholders. Any change in remuneration is also effected in the same manner and / or in line with the applicable statutory approvals.

The remuneration package of the Directors comprises of salary, perquisites and allowances, contribution to provident fund and superannuation fund.

The details are summarized below:

Particulars	Year ended 31 <sup>st</sup> March 2009 (Rupees)	Year ended 31 <sup>st</sup> March 2008 (Rupees)
Salary	39,00,000/-	25,00,000/-
Contribution to PF	27,300/-	18,720/-
<b>TOTAL</b>	<b>39, 27, 300/-</b>	<b>25,18,720/-</b>

10. a) Fixed Deposits lodged with Exchanges towards Security Deposit/Base Minimum Capital/Additional Base Capital.

Particulars	As at 31.03.2009 Rs.	As at 31.03.2008 Rs.
<b><u>Bombay Stock Exchange Ltd</u></b>		
Cash Segment	1,25,000/-	93,75,000/-
<b>TOTAL</b>	<b>1,25,000/-</b>	<b>93,75,000/-</b>

b) Securities received from clients as collateral for margins are held by the Company in its own name in a fiduciary capacity and / or lodged with the exchanges towards Additional Base Capital / Exposure and / or pledged with bank against overdraft facility.

11. During the year, the company has adopted Accounting Standards (AS) 15- "Employee Benefits" pursuant to which it has, for the Second time, provided for long term compensated absences. No separate treatment has been given for the transitional provisions, in the absence of any significant impact.

An amount of Rs 3.42 lacs as contribution towards defined contribution plans is recognized as expenses in the profit & loss account.

<b>Assumptions</b>	Total
Discount Rate Previous Year	8.00%
Salary Escalation Previous year	5.50%
Discount Rate Current Year	7.00%
Salary Escalation Current year	4.50%
<b>Change in Benefit Obligation</b>	
Liability at the beginning of the year	7,42,151
Interest Cost	51,951
Current Service Cost	2,96,655
Benefit Paid	0
Less : Actuarial(gain)/loss on obligations	(6,216)
Liability at the end of the year	10,84,541

<b>Amount Recognised in the Balance Sheet</b>	
Liability at the end of the year	10,84,541
Fair Value of Plan Assets at the end of the year	0
Difference	10,84,541
Amount Recognised in the Balance Sheet	10,84,541
<b>Expenses Recognised in the Income Statement</b>	
Current Service Cost	2,96,655
Interest Cost	51,951
Less : Actuarial gain	(6,216)
Expenses Recognised in P&L	3,42,390
<b>Balance Sheet Reconciliation</b>	
Opening Net Liability	7,42,151
Expenses as above	3,42,390
Employers Contribution	0
Amount Recognised in Balance Sheet	10,84,541

12. There are no amounts payable to any micro, small and medium (SMEs) scale industrial undertaking as identified by the management from the information available with the company and relied upon by the Auditors.
13. Fixed Deposits with Banks of Rs. 2,07,50,000/- (P.Y. Rs. 1,00,00,000/-) have been pledged with Banks against Overdraft (Rs 1,00,00,000/-) and Bank Guarantee (1,07,50,000/-) facilities.
14. Earnings per Share as per (Accounting Standard - 20)
- |   |               |             |
|---|---------------|-------------|
|   | 2008-09       | 2007-08     |
| Earnings per share have been computed as under  |               |             |
| Profit attributable to equity shareholders (A)  | Rs. 53,59,650 | 3,84,54,131 |
| Average number of equity shares outstanding (B) | 29,66,450     | 29,66,450   |
| Basic / Diluted earnings per share (A/B)        | Rs. 1.81      | 12.96       |

15. Deferred Tax Liability / (Assets) As Per Accounting Standard-22.

Description	Deferred Tax Liability/(Assets) As at 1.4.2008	Current year Charge Liability/ (Assets)	Deferred Tax Liability / (Assets) As at 31.3.2009
Depreciation Differences (Liability)	43,48,139	15,629	43,63,768
Exp. Disallowed u/s 40 (a) (Assets)	-	-	-
TOTAL	43,48,139	15,629	43,63,768

16. In the opinion of the management, any of the fixed assets is not found to be impaired and therefore, no provision for impairment loss is made for the year.
17. Previous year figures have been reclassified wherever necessary to confirm to the classification for the year.

As per our report of even date  
**FOR M.B. LADHA & COMPANY**  
 Chartered Accountants

For and on behalf of the Board of Directors

**(Mukesh Ladha)**  
 Proprietor  
 Membership No: 35544  
 Place: Mumbai  
 Date: 30.06.2009

**Sunil Nyati**  
 (Managing Director)

**Anita Nyati**  
 (Director)

**BALANCE SHEET ABSTRACT & COMPANY'S GENERAL BUSINESS PROFILE AS PER THE**
**PART (IV) OF SCHEDULE VI TO THE COMPANIES ACT, 1956**
**I Registration Details**

Registration No. 

				6	7	0	5	2
--	--	--	--	---	---	---	---	---

  
 Balance Sheet Date 

3	1		0	3		2	0	0	9
---	---	--	---	---	--	---	---	---	---

State Code:

				1	1
--	--	--	--	---	---

**II Capital raised during the year (Amount in '000)**

Public Issues 

									N	I	L
--	--	--	--	--	--	--	--	--	---	---	---

  
 Bonus Issue 

									N	I	L
--	--	--	--	--	--	--	--	--	---	---	---

Right Issue

									N	I	L
--	--	--	--	--	--	--	--	--	---	---	---

Private Placement

									N	I	L
--	--	--	--	--	--	--	--	--	---	---	---

**III Position of mobilisation and deployment of funds (Amount in '000)**

**TOTAL LIABILITIES**

					9	6	4	1	6
--	--	--	--	--	---	---	---	---	---

**TOTAL ASSETS**

					9	6	4	1	6
--	--	--	--	--	---	---	---	---	---

**Sources of Funds**

Paid up Capital 

					2	9	6	8	0
--	--	--	--	--	---	---	---	---	---

Share Application 

									N	I	L
--	--	--	--	--	--	--	--	--	---	---	---

Secured Loans 

									N	I	L
--	--	--	--	--	--	--	--	--	---	---	---

**Reserves and surplus**

					6	2	3	7	2
--	--	--	--	--	---	---	---	---	---

**Unsecured loans**

									N	I	L
--	--	--	--	--	--	--	--	--	---	---	---

**Application of funds**

Net fixed assets

					3	3	3	9	1
--	--	--	--	--	---	---	---	---	---

Net current assets

					5	6	1	0	5
--	--	--	--	--	---	---	---	---	---

Accumulated losses

									N	I	L
--	--	--	--	--	--	--	--	--	---	---	---

**Investments**

					6	8	7	7
--	--	--	--	--	---	---	---	---

**Misc. Expenditure**

									4	2
--	--	--	--	--	--	--	--	--	---	---

**IV Performance of company (Amount in '000)**

Turnover 

					1	1	2	4	5	8
--	--	--	--	--	---	---	---	---	---	---

Profit/(Loss) before tax 

					8	3	7	5
--	--	--	--	--	---	---	---	---

EPS (Annualised) 

					1	.	8	1
--	--	--	--	--	---	---	---	---

Total Expenditure

					1	0	4	0	8	3
--	--	--	--	--	---	---	---	---	---	---

Profit/(Loss) after tax

					5	3	6	0
--	--	--	--	--	---	---	---	---

Dividend rate

									1	0
--	--	--	--	--	--	--	--	--	---	---

**V Generic names of three principal products/ services of company (as per monetary terms)**

Item code No. 

N	O	T		A	P	P	L	I	C	A	B	L	E
---	---	---	--	---	---	---	---	---	---	---	---	---	---

Product description Stock Broking and Advisory Services etc.

As per our report of even date

**For M.B. LADHA & COMPANY**  
 Chartered Accountants

**(MUKESH LADHA)**

PROPRIETOR

M.No. : 35544

PLACE : MUMBAI

DATE : 30.06.2009

For and on behalf of the Board of Directors

**Sunil Nyati**

Managing Director

**Anita Nyati**

Director

**CASH FLOW STATEMENT****FROM OPERATING ACTIVITIES****Net Profit before Tax and Extra Ordinary items**

Adjustments for :

Depreciation

( Profit ) / Loss on sale of investments

( Profit ) / Loss on sale of Fixed Assets

Dividend income

Interest Income

Interest Expenses

Miscellaneous Expenses Written Off

**Operating profit before Working****Capital Changes**

Adjustments for :

Trade and other receivables

Inventories

Trade and other payables

Secured Loans

Advances recoverable in cash or in kind

**Cash Generated from Operations**

Direct Taxes Paid

Interest Paid

**Cash Flow before Extra -ordinary items**

Extra-ordinary items:

**Net Cash Flow from Operating Activities****CASH FLOW FROM INVESTING ACTIVITIES**

Purchase of Fixed Assets

Sale of Fixed Assets

Purchase of Investments

Sales of Investments

Dividend Received

Interest Received

**Net Cash flow from Investing Activities****CASH FLOW FROM FINANCING ACTIVITIES**

Unpaid allotment Money received

Dividend &amp; Dividend Tax Paid

**Net Cash Flow from Financing Activities****Net Increase in Cash & Cash Equivalents**

Cash &amp; Cash Equivalents (Opening)

Cash &amp; Cash Equivalents (Closing)

For the Year Ended 31.3.2009	For the Year Ended 31.03.2008
RsRs. <b>CASH FLOW</b>	
<b>8,374,692</b>	<b>53,703,054</b>
6,259,359	6,167,310
1,619,035	(29,302,268)
158,637	10,523
(390,936)	(153,958)
(6,164,755)	(3,057,129)
1,263,680	372,317
21,000	21,000
<b>11,140,712</b>	<b>27,739,803</b>
(7,747,378)	(98,180,724)
689,807	(2,102,438)
23,923,374	109,885,288
(5,093,587)	2,721,160
8,689,772	(30,722,521)
<b>31,602,699</b>	<b>9,340,568</b>
(13,835,585)	(11,056,554)
(1,263,680)	(372,317)
<b>16,503,434</b>	<b>(2,088,303)</b>
0	0
<b>16,503,434</b>	<b>(2,088,303)</b>
(5,882,475)	(11,962,688)
871,420	1,800
(66,052,891)	(53,398,901)
69,792,679	80,516,181
390,936	153,958
6,164,755	2,955,293
<b>5,284,424</b>	<b>18,265,643</b>
0	15,000
(3,428,538)	(3,428,538)
<b>(3,428,538)</b>	<b>(3,413,538)</b>
<b>18,359,320</b>	<b>12,763,802</b>
24,813,784	12,049,982
<b>43,173,104</b>	<b>24,813,784</b>

NOTES: Previous year figures have been regrouped / rearranged wherever necessary

As per our report of even date  
**FOR M.B. LADHA & COMPANY**  
 Chartered Accountants

For and on behalf of the Board of Directors

**(Mukesh Ladha)**

Proprietor

Membership No: 35544

Place: Mumbai

Date: 30.06.2009

**Sunil Nyati**  
 (Managing Director)

**Anita Nyati**  
 (Director)

## Notice to the Shareholders

**NOTICE** is hereby given that the Seventeenth Annual General Meeting of **SWASTIKA INVESTMART LIMITED** (Formerly: Swastika Fin-Lease Limited) will be held on Tuesday, the 29<sup>th</sup> day of September, 2009 at 2.00 p.m., at the Registered Office of the Company, 1<sup>st</sup> Floor, Bandukwala Building, British Hotel Lane, Fort, Mumbai 400 001, to transact the following business:

### ORDINARY BUSINESS

1. To consider and adopt the Audited Balance Sheet as at 31<sup>st</sup> March 2009 and the Profit & Loss Account of the company for the year ended on the same date and the Reports of the Board of Directors and Auditors thereon.
2. To declare a dividend on equity shares of the Company.
3. To appoint a director in place of Mr. Satya Narayan Maheshwari, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint a director in place of Mr. Raman Lal Bhutda, who retires by rotation and being eligible, offers himself for re-appointment.
5. To appoint a director in place of Mr. Anil Nyati, who retires by rotation and being eligible, offers himself for re-appointment.
6. To appoint Auditors and to fix their remuneration.

By order of the Board of Directors  
For **Swastika Investmart Limited**

Sunil Nyati  
Managing Director

Date : August, 30<sup>th</sup>, 2009  
Reg Off. 1<sup>st</sup> Floor Bandukwala  
Building Hotel Lane Fort,  
Mumbai 400001

### Notes:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and such proxy need not be a Member of the Company. The proxies in order to be valid, the proxy forms must be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.
2. The relative Explanatory Statement Pursuant to Section 173 (2) of the Companies Act, 1956 in respect of Special Business as set out above is annexed hereto.
3. The Register of Members and the Transfer Books of the Company will remain closed from Saturday 19<sup>th</sup> September, 2009 to Tuesday 29<sup>th</sup> September 2009 (both days inclusive) for the purpose of payment of dividend to those members whose name stand on the Register of Members as on 18<sup>th</sup> September 2009. The Dividend in respect of equity shares held in electronic form will be payable to the beneficial owner of the equity shares as at the end of business hours on 18<sup>th</sup> September, 2009, as per the details furnished by the depositories for this purpose.
4. Members are requested to send their queries, if any, at least 7 days in advance so that the information can be made available at the meeting and members are requested to bring their copy of the Annual Report to the meeting.



5. Pursuant to Section 109A of the Companies Act, 1956, shareholders are entitled to make nomination in respect of shares held by them in physical form. Shareholders desirous of making nominations are requested to fill and send form 2B (Copy of which will be made available on request).
6. In all correspondence with the Company, members are requested to quote their Account/Folio numbers and in case their shares are held in dematerialized form, they must quote their client ID number and their DP ID number.
7. Under the Companies Act, 1956 dividends that are unclaimed for a period of seven years are required to be transferred to the Investor Education and Protection Fund (IEPF) administered by the Central Government. Members, who have not encashed the dividend warrant, are requested to make their claim to Swastika Investmart Limited. It may be noted that once the amounts in the unpaid dividend accounts are transferred to IEPF or the Company in respect thereof and the Members would lose their right to claim such dividend.
8. The Company has designated an exclusive email ID [secretarial@swastika.co.in](mailto:secretarial@swastika.co.in) which would enable the members to post their grievances and monitor its redressed. Any member having any grievance may post the same to the said Email address for its quick redressal.
9. Members who wish to dematerialize the shares or seek any information regarding transfer of shares are requested to contact the Company Registrar and Share Transfer Agent.
10. Members attending the meeting are requested to bring with them the Attendance slip attached to the Annual Report duly filled in and signed and handover the same at the entrance of the hall.
11. Details under clause 49 of the Listing Agreement with the Stock exchange in respect of Directors seeking re-appointment at the Annual General Meeting is annexed herewith.

Particulars	Mr. Ramanlal Bhutda	Mr. S.N. Maheshwari	Mr. Anil Nyati
Date of Birth	13/12/1948	23/02/1938	05/08/1960
Date of Appointment	13/10/2007	03/06/1992	31/03/1998
Qualification	BE, MBA	B.Com.	B.Com.
Expertise in specific functional area	Techno-Commercial activities	Administration	Stock market and finance activities
Directorship held in other Companies	N.A	N.A.	Swastika Commodities Pvt. Ltd.  Swastika Insurance Services Limited
Number of shares held in the Company	N.A	44900	154400

By order of the Board of Directors  
For **Swastika Investmart Limited**

Date :August, 30<sup>th</sup>, 2009  
Reg Off. 1<sup>st</sup> Floor Bandukwala  
Building Hotel Lane, Fort,  
Mumbai 400001

Sunil Nyati  
Managing Director





Inauguration of trading in Currency Future



Visit of Ms. Chitra Ramkrishna, Deputy MD, NSE India Ltd. at our Corporate Office.

Creating  
A Wealth of Trust Through  
Consistently High Performance!

**swastika investmart**  
THE WEALTH MAKERS



Inauguration of Portfolio Management Services.



Core group meeting to review the performance of F.Y. 2008-09.

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# swastika investmart

THE WEALTH MAKERS

CORP. OFFICE : 48, Jaora Compound, M.Y.H. Road, Indore - 452 001. Ph. : 0731-3045000, 2705200, 4043100 Fax : 0731-3049216

REGD. OFFICE : 1st Floor, Bandukwala Building, British Hotel Lane, Fort, Mumbai - 400 001. Ph. : 30271671-72

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[www.swastika.co.in](http://www.swastika.co.in)