

26th ANNUAL REPORT

FINANCIAL YEAR 2008-2009

E.COM INFOTECH (INDIA) LIMITED

74, WHISPERING PALMS,
LOKHANDWALA TOWNSHIP,
KANDIVALI (EAST),
MUMBAI- 400 101.

WEBSITE# www.eciindia.com

E-MAIL# info@eciindia.com

NOTICE OF ANNUAL GENERAL MEETING AND BOOK CLOSURE

NOTICE is hereby given that the 26th Annual General Meeting of the Members of Ecom Infotech (India) Limited will be held at 74, Whispering Palms, Lokhandwala Township, Kandivali (East), Mumbai-400101, on Saturday the 19 September, 2009 at 10.00 A.M. to transact the following business:

1. To receive, consider and adopt the Audited Balance Sheet as on 31st March 2009 and report of the Directors and Auditors thereon.
2. To appoint a Director in place of Shri J. K. Subramanian who retires by rotation.
3. To appoint Auditors to hold office till the conclusion of the next Annual General Meeting and to fix their remuneration.

By Order of the Board of the Directors
For ECOM INFOTECH (INDIA) LTD.

SD

DIRECTOR

Place : Mumbai
Date : 20th June, 2009.

NOTES :

1. A Member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on a poll only instead of himself. The proxy need not be a member of the Company. The Proxies in order to be effective must be received by the Company not less than 48 hours before the meeting at its Registered Office.
2. The Register of Members and the Register of Transfers will remain closed from 11/09/2009 to 18/09/2009 (both days inclusive).
3. Members are requested to intimate any changes in their addresses to the Company at their earliest quoting their folio numbers.
4. Members are requested to quote folio numbers in all correspondence and also bring with them the attendance Card which may be submitted at the entrance duly signed.
5. Members who are registered under two or more Ledger Folios are requested to write to the Company for the consolidation, giving particulars of such folios and send the relevant share certificates.
6. Members desirous of obtaining any information concerning accounts and operations of the Company are requested to address their questions in writing to the Company atleast 7 days before the date of the meeting so that information required may be made available at the Meeting.

By Order of the Board of the Directors
For ECOM INFOTECH (INDIA) LTD.

SD

DIRECTOR

Place : Mumbai
Date : 20th June, 2009.

DIRECTOR'S REPORT

The Members of
ECOM INFOTECH (INDIA) LIMITED

The Directors have pleasure in submitting their Report and Accounts for the year ended on 31st March, 2009.

	<u>2008-2009</u>	(Rs. in Lacs) <u>2007-2008</u>
Net Sales / Income from operations	18.66	26.99
Other income	0.00	0.00
Total Expenses	17.75	25.64
Interest	0.00	0.00
Profit / Loss after Interest		
but before depreciation & Taxation	0.91	1.35
Depreciation	0.26	0.46
Provision for Taxation	0.51	0.50
Net Profit / Loss	0.14	0.39
Profit / (Loss) B/F.	(49.22)	(49.61)
Profit available for Appropriation		
Balance C/F to Balance Sheet	(49.08)	(49.22)

RESERVES:

The General Reserve at the end of the year stands at Rs.5,00,000/-

DIVIDEND:

In view of insufficient profits, the Directors do not recommend any dividend for this year.

SALES:

The net turnover for the year under review amounted to Rs.18,66,000/- as compared to Rs.26,99,407/- last year.

OPERATIONS:

The operations of the company have been reduced because of worldwide recession but Directors are hopeful of better result in the coming year barring unforeseen circumstances. The company has signed up with two companies, E1Q Networks & Modulo both of US for IT Governance & IT Security solutions for Indian & US markets. The US operations too are progressing and the Directors are hopeful of better performance in future.

BOARD OF DIRECTORS:

No changes in the Board of Directors during the year.

DIRECTOR'S RESPONSIBILITY STATEMENT:

The Annual Accounts have been prepared as per the accounting standards prescribed under section 211 (3C) of the Companies Act, 1956 and there are no material departures from the said accounting standards.

The accounting policies selected and the judgements and estimates made are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for the year ended 31st March, 2009.

Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and preventing and detecting fraud and other irregularities.

The annual accounts have been prepared on a going concern basis.

PARTICULARS OF EMPLOYEES:

The company does not have any employees whose particulars are required to be given under section 217(2A) of the Company Act, 1956 read with the companies (Particulars of employees Rule 1975).

(I) PARTICULARS UNDER SECTION 217(1) (E) OF THE COMPANIES ACT 1956:

Members for conservation of energy is an on going process and it has resulted in conservation of energy.

(II) TECHNOLOGY ABSORPTION:

Research and development (R&D):

01. Specific areas in which R&D carried out by the company	NIL
02. Benefit derived as a result of the above R&D	N.A
03. Future plan of action	NIL
04. Expenditure on R&D	NIL

(III) FOREIGN EXCHANGE EARNINGS AND OUTGO:

Earning in Foreign Exchange	Rs 18,66,000/-
Expenditure in Foreign Exchange	NIL

ACCOUNTS & AUDITOR'S REPORT:

The observation made by the Auditors in their report has been duly Clarified / explained in the relevant notes forming part of the Annual Accounts which are self-explanatory.

REPORT ON CORPORATE GOVERNANCE:

The Report on Corporate Governance is attached to this Report.

AUDITORS:

Our auditors Janak M Mehta (Chartered Accountant) have expressed their inability to continue our audit and the Directors propose to appoint M/S N. K. Jalan & Co. as auditor for the next financial year till the conclusion of the next Annual General Meeting in place of retiring auditor.

For and on Behalf of the Board of Directors.

For and on Behalf of the Board of Directors.



DIRECTOR



DIRECTOR

Place : Mumbai
Date : 20th June, 2009

REPORT ON CORPORATE GOVERNANCE

(To be included as part of the Annual Report)

I. Company's philosophy of Corporate Governance:

Our Company believes that corporate governance is about commitment to values and ethical business conduct. It is about how an organization is managed. Towards this end our company strives to instill and maintain a commitment to do right things.

II. Board of Directors:

The following are the information on the Board of Directors of the Company: -

1) Composition and Category

- a) Ashwin K. Chaudary - Executive-Chairman
- b) Priya A. Chaudary - Executive- Director
- c) J. K. Subramanian – Non-Executive Independent
- d) Dalpat Anjaria - Non-Executive Independent

2) Attendance of Directors: The Directors have attended all the Board Meeting.

3) Number of Board of Director Meetings: Four

Held on: 28/6/08, 26/7/08, 25/10/08 & 24/1/09.

4) The company appointed Mr. Paresh More as an Independent Director.

III. Audit Committee:

The Company has appointed an Audit Committee for looking into major traditions with an independent Director Mr. Dalpat Anjaria has been in the finance line. The meetings were held on 28/6/08; 26/7/08; 25/10/08; 24/1/09. Since the total numbers of non-executive directors were only two the other two members were independent personnel.

IV. Remuneration Committee:

The remuneration of the executive directors are consolidated and fixed. There were no other benefits paid to the Directors except for the consolidated pay. All the compensation was discussed in the Board Meeting and has been passed by the Board.

V. Shareholders Committee:

Name of Non Executive Director heading the Committee	Mr. Dalpat Anjaria
Name and Designation of Compliance Officer	Mr. Ashwin Chaudhary- Managing Director
Number of shareholders complaints received	NIL
Number not solved to satisfaction of shareholders	NIL
Number of Pending Complaints	NIL

VI. General Body Meeting:

Location and time where last three AGM's held	Year	Date	Time	Location
	2005-2006	29/09/2006	10:00am	74, Whispering Palms, Lokhandwala Township, Kandivali (East), Mumbai – 400101.
	2006-2007	18/09/2007	10:00am	74, Whispering Palms, Lokhandwala Township, Kandivali (East), Mumbai – 400101.

	2008-2009 22/08/2008 10:00am 74, Whispering Palms, Lokhandwala Township, Kandivali (East), Mumbai – 400101.
Whether any special resolutions passed in the previous 3 AGM's	NIL
Whether any special resolutions passed last year through postal ballot –details of voting pattern	NIL
Person who conducted the postal ballot exercise	NIL
Whether any special resolution is proposed to be conducted through postal ballot	NIL
Procedure for postal ballot	NIL

VII. Disclosures:

i) Disclosures on materially significant related party transactions that may have potential conflict with the interests of company at large	NIL
ii) Disclosure of accounting treatment, if different, from that prescribed in Accounting Standards with explanation	NIL
iii) Details of non-compliance by the company, penalties, strictures imposed on the company by Stock Exchange or SEBI or any	NA
iv) Whistle Brower policy and affirmation that no personnel has been denied access to the audit committee	NA

VIII. Means of Communication:

i) Half yearly report sent to each household of shareholders	NO
ii) Quarterly results	YES
iii) Newspapers wherein results normally published	Free Press Journal (English), Mumbai ; Navshakti (Marathi), Mumbai
iv) Any website, where displayed	NO
v) Whether it also displays official news releases; and	NO
vi) The presentations made to institutional investors or to the analysts.	NO
vi) Whether MD&A is a part of annual report or not.	NO

IX) General Shareholders information:

i) AGM: Date , Time, and venue	Date 22/08/2009	Time 10:00am	Location 74, Whispering Palms, Lokhandwala Township, Kandivali (East), Mumbai – 400101.										
ii) Financial Calendar	01/04/2008 – 31/03/2009												
iii) Date of Book closure	14/08/09 TO 21/8/09 (Both days inclusive)												
iv) Dividend payment date	Not Recommended												
v) Listing on Stock Exchange	Bombay Stock Exchange												
vi) Stock code	531533												
vii) Market Price Date : High, Low during each month in last financial year	Between Re. 1 to Rs. 9												
viii) Performance in comparison to broad-based indices such as BSE Sensex, CRISIL index, etc.	Not available												
ix) Registrar and Transfer Agents	Sharex India (P) Ltd., Dena Bank Bldg, 2 nd Floor, Honimon Circle, Fort, Mumbai - 400 023.												
X) Share Transfer System	Same as above (Computerised)												
xi) Distribution of Shareholding	Refer Sharex												
xii) Dematerialization of shares and liquidity	<table><tr><td></td><td><u>No. of Shares</u></td></tr><tr><td>NSDL Holding</td><td>3295494</td></tr><tr><td>CDSL Holding</td><td>324396</td></tr><tr><td>Physical Holding</td><td><u>1407210</u></td></tr><tr><td>Total Capital</td><td><u>5027100</u></td></tr></table>				<u>No. of Shares</u>	NSDL Holding	3295494	CDSL Holding	324396	Physical Holding	<u>1407210</u>	Total Capital	<u>5027100</u>
	<u>No. of Shares</u>												
NSDL Holding	3295494												
CDSL Holding	324396												
Physical Holding	<u>1407210</u>												
Total Capital	<u>5027100</u>												
xiii) Outstanding GDRs /ADRs/ Warranty or Convertible instruments, conversion date and likely impact on equity	NONE												
xiv) Plant Locations	74, Whispering Palms, Lokhandwala Township, Kandivali (East), Mumbai – 400 023.												
xv) Address for correspondence	Same as above												

It hereby declare that all the members of the Board affirmed to the code of conduct and approved at Board Meeting on 20th June, 2008.

For ECOM.INFOTECH (INDIA) LTD.



ASHWIN K CHAUDARY
MANAGING DIRECTOR

Place : Mumbai
Date : 20th June, 2009

JANAK MEHTA
CHARTERED ACCOUNTANT

UNIT – 8, SWASTIK PLAZA,
V.L.MEHTA RD, JUHU, MUMBAI – 400 049.

TEL: (O) 2618 4030.
Email : janakmm@gmail.com

AUDITORS CERTIFICATE

We have examined the compliance of the conditions of Corporate Governance by **E.COM INFOTECH (INDIA) LIMITED** ('the Company') for the year ended 31st March 2009 as stipulated in Clause 49 of the Listing Agreement of the company with The Stock Exchange, Mumbai.

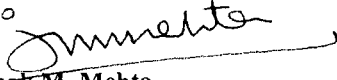
The compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited to the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of corporate governance referred to above. It is neither an audit 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 explanations given to us, we certify that the Company has complied with the conditions of corporate governance as stipulated in the above mentioned Listing Agreement.

Based on confirmation received from the Company's Share Transfer agent/ registrar and representations made by the management no investor grievance is pending for a period exceeding one month against the company as per records of the Company.

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

For Janak Mehta
Chartered Accountants


Janak M. Mehta
Proprietor
Membership No. 102447

Place : Mumbai
Date : 20th June, 2009

JANAK MEHTA
CHARTERED ACCOUNTANT

UNIT – 8, SWASTIK PLAZA,
V.L.MEHTA RD, JUHU, MUMBAI – 400 049.

TEL.: (O) 2618 4030.
Email : janakmm@gmail.com

To
The Members of
E.Com Infotech (India) Limited.

We have audited the attached Balance Sheet of **E.COM INFOTECH (INDIA) LIMITED**, ('the Company') as at 31st March, 2009, and also the Profit and Loss Account of the Company for the period ended on that date annexed thereto and the Cash Flow Statement for the year ended on that date. 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. These 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 policies 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.

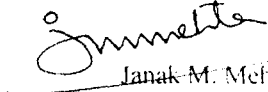
As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government in terms of Section 227(4A) of the Companies Act, 1956 we enclose in the annexure a statement on the matters specified in the paragraph 4 and 5 of the said order.

Further to our comments in the above paragraphs, annexure referred to in Paragraph (1) above we report that:-

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our Audit.
- b) In our opinion, proper books of Account as required by law have been kept by the company, so far as appears from our examination of the books of accounts.
- c) The Balance Sheet and Profit & Loss Account dealt with by the report are in agreement with the books of Account.
- d) In our opinion, the Balance Sheet and Profit & Loss account dealt with by this report have been prepared in compliance with the accounting standards referred to in sub-section 3 (C) of section 211 of the Act. to the extent applicable to the Company.
- e) Based on the written representation received from the directors of the Company and taken on record by the Board of Directors, we report that none of the directors of the Company is disqualified as on 31st March, 2009 from being appointed as director as referred in section 274(1)(g) of the Companies Act, 1956.
- f) The following are the qualifications to the audited Accounts for the year ended 31st March, 2009:-
 - i) The Company has not provided for an outstanding amount of Rs.3,65,79,872/- shown as receivable from Sundry Debtors which is doubtful of recovery.
 - ii) The Company has not provided for the accruing liability on account of the gratuity payable to its employees on the basis of actuarial valuation as required by the Accounting Standards issued by the Institute of Chartered Accountants of India.
 - iii) The Debit and Credit Balances of the parties appearing in the Balance Sheet are subject to confirmation.
 - iv) Audited Financial Statements of Subsidiary company 'Stellar Global Inc' is not available.
- g) In our opinion and to the best of our information and according to the explanations given to us, the said accounts subject to what is stated in Clause 2 (f) above and read with the qualifications appearing in the notes to accounts appearing in Schedule give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view:-
 - a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2009, and
 - b) in the case of the Profit and Loss Account, of the Profit of the Company for the year ended on that date.
 - c) in the case of Cash Flow Statement, of the cash flows for the year ended on that date.

Place : Mumbai
Date : 20th June, 2009.

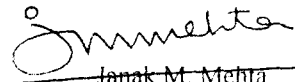
For Janak Mehta
Chartered Accountants


Janak M. Mehta
Proprietor
Membership No. 102447

ANNEXURE TO THE AUDITOR'S REPORT

1. (a) The Company has maintained proper record to show full particulars including quantitative details and situation of Fixed Assets. (b) The management has stated that the assets have been physically verified during the year in a phased periodical manner. No material discrepancies were noticed on such verification, which in our opinion is reasonable having regard to the size of the Company and nature of the assets. No discrepancies were noticed by the management on such verification as compared with the available book records. (c) None of the Fixed Assets have been disposed-off during the year.
2. The Company does not have any inventory in the year under review and therefore the valuation and verification of inventories is not applicable to the Company.
3. As explained to us the Company has not taken any loans, secured or unsecured from companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956.
4. According to the information and explanations given to us, the Company has not entered into any transaction either for purchase of goods and materials or for rendering services in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956 exceeding Rs.5,00,000/- or more in respect of each such party, except with subsidiary company.
5. 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 business for the purchase of inventory, fixed assets and for sale of goods or rendering of service. In our opinion, and accordingly to the information and explanations given to us, there is no continuing failure to correct major weakness in Internal Control.
6. We are informed by the Management that the Company has not accepted any deposits from the public.
7. In our opinion, the Company has an adequate internal audit system commensurate with its size and nature of its business.
8. The maintenance of cost records has not been prescribed by the Central Government under section 209(1)(d) of the Companies Act, 1956.
9. There were no undisputed amounts payable in respect of Income-Tax, Wealth Tax, Sales Tax, Custom Duty and Excise Duty., outstanding for a period of more than six months from the date they became payable as on 31st March, 2009. The provisions of Employees State Insurance Act, 1948 and Provident Fund Act, are not applicable to the Company.
10. The accumulated losses at the end of the financial year are less than fifty percent of its net worth and the Company has not incurred cash losses in this financial year, nor in the financial year preceding this year.
11. There are no amounts outstanding to financial institution or bank or debenture holders.
12. The Company has not granted loans and advances on the basis of security by way of pledge of shares, debenture or other securities.
13. The Company is not a Chit Fund, Nidhi or Mutual benefit society. Hence the requirements of item (xii) of paragraph 4 of the order is applicable to the Company.
14. The Company has kept adequate records of its transactions and contracts in shares, securities, debentures and other investments and timely entries have been made therein.
15. According to the information and explanations given to us the Company has not given any guarantee for loans taken by others from bank or financial institutions.
16. There were no term loans obtained by the Company therefore the question of application does not arise.
17. There has been no funds raised either for short-term basis or for long-term investments. Therefore, there is no question of wrong application of funds.
18. According to information and explanations given to us, no preferential allotment of shares has been made by the Company to Companies, firms or other parties listed in the Register maintained under section 301 of the Companies Act, 1956.
19. The Company has not issued any debentures. Hence the requirements of Clause (xix) of paragraph 4 of the order is not applicable.
20. The Company has not raised any money by public issue during the financial year under review.
21. According to the information and explanations given to us, a fraud on or by the company has not been noticed or reported during the year.

Place : Mumbai
Date :20th June, 2009.

For Janak Mehta
Chartered Accountants

Janak M. Mehta
Proprietor
Membership No. 102447

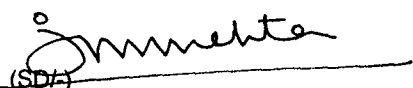
E.COM INFOTECH (INDIA) LIMITED
(Formerly Known as "Everest Marketing Limited)

BALANCE SHEET AS ON 31ST MARCH 2009

	<u>SCHEDULE</u>	<u>31.03.2009</u>	<u>31.03.2008</u>
<u>SOURCES OF FUNDS</u>			
<u>SHAREHOLDERS FUND</u>			
Share Capital	A	45,810,000.00	45,810,000.00
Reserves & Surplus	B	500,000.00	500,000.00
		<u>46,310,000.00</u>	<u>46,310,000.00</u>
<u>LOAN FUNDS</u>			
	TOTAL Rs.	<u>46,310,000.00</u>	<u>46,310,000.00</u>
<u>APPLICATION OF FUNDS</u>			
<u>FIXED ASSETS</u>			
Gross Block	C	1,873,152.96	1,873,152.96
Less : Depreciation		<u>1,699,334.96</u>	<u>1,673,584.96</u>
		173,818.00	199,568.00
<u>INVESTMENTS</u>			
	D	699,567.00	699,567.00
<u>CURRENT ASSETS, LOANS & ADVANCES</u>			
Sundry Debtors	E	36,579,872.35	36,579,872.35
Cash & Bank Balances		110,435.55	28,117.51
Loans & Advances		<u>3,912,955.37</u>	<u>3,952,092.23</u>
		40,603,263.27	40,560,082.09
Less : Current Liabilities & Provisions	F	<u>74,360.00</u>	<u>71,000.00</u>
		40,528,903.27	40,489,082.09
<u>MISCELLANEOUS EXPENDITURES</u>			
(To the extent not Written-Off)			
Profit & Loss Account		4,907,711.73	4,921,782.91
	TOTAL Rs.	<u>46,310,000.00</u>	<u>46,310,000.00</u>
Notes as per schedule annexed	H		

AS PER OUR REPORT OF EVEN DATE

For Janak Mehta
Chartered Accountants


(SD/-)

Janak M. Mehta
Proprietor
Membership No.102447

Place : Mumbai
Date:20/06/2009

FOR E.COM INFOTECH (INDIA) LTD.



(SD/-)
DIRECTOR



(SD/-)
DIRECTOR

E.COM INFOTECH (INDIA) LIMITED
(Formerly Known as "Everest Marketing Limited)

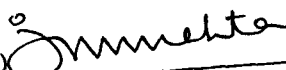
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH 2009

	<u>SCHEDULE</u>	<u>31.03.2009</u>	<u>31.03.2008</u>
INCOME			
Sales / Income from operation		1,866,000.00	2,699,407.00
Other Income		-	-
	TOTAL Rs.	<u>1,866,000.00</u>	<u>2,699,407.00</u>
EXPENDITURE			
Purchases		-	-
Administration, Selling & Dist. Expenses	G	1,775,178.82	2,563,748.15
Depreciation		25,750.00	46,492.00
Preliminary Expenses W/Off		-	-
	TOTAL Rs.	<u>1,800,928.82</u>	<u>2,610,240.15</u>
Profit / (Loss) before adjustments		65,071.18	89,166.85
Income Tax paid			
Provision for Taxation		51,000.00	50,267.00
Profit / (Loss) for the year		14,071.18	38,899.85
B/F Profit (Loss) for earlier years		(4,921,782.91)	(4,960,682.76)
Profit (Loss) B/F to Balance Sheet		<u>(4,907,711.73)</u>	<u>(4,921,782.91)</u>

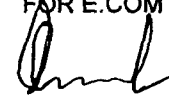
Notes as per schedule annexed


H

AS PER OUR REPORT OF EVEN DATE
For Janak Mehta
Chartered Accountants

(SD/-) 
Janak M. Mehta
Proprietor
Membership No.102447

FOR E.COM INFOTECH (INDIA) LTD.

(SD/-) 
ASHWIN CHAUDHARY
(MANAGING DIRECTOR)

(SD/-) 
PRIYA CHAUDHARY
(DIRECTOR)

Place : Mumbai
Date :20/06/2009

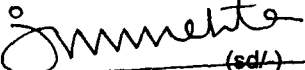
CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2009

Pursuant to Clause 32 to the Listing Agreement with the Stock Exchange and forming part of the Directors Report for the year ended on 31st March, 2009

	<u>31.03.2009</u>	<u>31.03.2008</u>
Net Profit/(Loss) before Interest, Tax and Extra Ordinary items	65,071	89,167
ADJUSTMENTS FOR:		
1 Depreciation	25,750	46,492
2 Preliminary Expenses W/off	-	-
3 Loss on sale of Fixed Assets	-	-
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGE	90,821	135,659
ADJUSTMENTS FOR:		
1 Trade & Other Receivables	-	-
2 Inventories	-	-
3 Trade Payables	-	-
4 Other Liabilities	(7,000)	(1,234,986)
5 Loans & Advances	39,137	978,518
CASH GENERATED FROM OPERATIONS	122,958	(120,809)
Less : 1. Interest		
2. Direct Taxes	35,033	35,033
CASH FLOW FROM EXTRAORDINARY ITEMS	87,925	(155,842)
Extra ordinary items		
NET CASH FROM EXTRAORDINARY ITEMS (A)	87,925	(155,842)
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	-	-
Sales/W.off of Fixed Assets	-	-
Purchase of Investments	-	-
Miscellaneous Expenditure	-	-
NET CASH FROM INVESTING ACTIVITIES (B)	-	-
Proceeds from issue of capital	-	-
Repayment of Term Liabilities	-	-
Short Term Loans/Overdraft	-	-
Bank Borrowings	-	-
NET CASH USED IN FINANCING ACTIVITIES (C)	-	-
CASH IN FLOW (NET INCREASE) (A+B+C)	87,925	(155,842)
Cash Balance as on 01.04.2008	28,118	183,960
Cash Balance as on 31.03.2009	110,436	28,118

AS PER OUR REPORT OF EVEN DATE

For Janak Mehta
Chartered Accountants


(sd/-)

Janak M. Mehta
Proprietor
Membership No. 102447

FOR E.COM INFOTECH (INDIA) LTD.



(sd/-)
DIRECTOR



(sd/-)
DIRECTOR

Place : Mumbai
Date : 20/06/2009

E.COM INFOTECH (INDIA) LIMITED
(Formerly Known as "Everest Marketing Limited)

SCHEDULES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31,2009

	31.03.2009	31.03.2008
<u>SCHEDULE A: SHARE CAPITAL</u>		
<u>AUTHORISED</u>		
5500000 Equity Share of Rs.10/- Each	55,000,000.00	55,000,000.00
<u>ISSUED & SUBSCRIBED & PAID UP</u>		
5027100 Equity Shares of Rs. 10/- each		
Fully Called-up	50,271,000.00	50,271,000.00
Less : Calls in arrear	4,461,000.00	4,461,000.00
	45,810,000.00	45,810,000.00
<u>SCHEDULE B: RESERVE & SURPLUS</u>		
General Reserve	500,000.00	500,000.00
	500,000.00	500,000.00
<u>SCHEDULE D: INVESTMENTS</u>		
In Shares (Quoted)	5,500.00	5,500.00
200 Equity Shares of Pittie Ind. Limited of Rs. 10/- each partly paid-up (Market Value of quoted Investment Rs.N.A.)		
In Subsidiary Company		
Stellar Global Inc.	694,067.00	694,067.00
10,000 Shares of US\$ 1/- each. Fully owned subsidiary		
Total Rs.	699,567.00	699,567.00
<u>SCHEDULE E: CURRENT ASSETS, LOANS & ADVANCES</u>		
<u>CURRENT ASSETS</u>		
a) <u>SUNDRY DEBTORS</u>		
Debts outstanding for a period exceeding 6 months (Considered doubtful)	36,579,872.35	36,579,872.35
Other Debts (Considered Good)	-	-
	36,579,872.35	36,579,872.35
b) <u>CASH & BANK BALANCES</u>		
Cash on Hand	36,111.55	2,230.43
Balance with Scheduled bank in current account	74,324.00	25,887.08
TOTAL Rs.	110,435.55	28,117.51
c) <u>LOANS & ADVANCES</u>		
Advances recoverable in cash or kind for value to be received (Considered Doubtful)	1,542,955.37	1,582,092.23
Deposits (Considered Good)	2,370,000.00	2,370,000.00
	3,912,955.37	3,952,092.23

SCHEDULE C: FIXED ASSETS**SCHEDULE C: FIXED ASSETS**

SR. NO.	PARTICULARS	GROSS BLOCK				DEPRECIATION			NET BLOCK	
		BALANCE AS ON 01.04.2008	ADDITION	DEDUCTION	TOTAL AS ON 31.03.2009	UPTO 31.03.2008	FOR THE YEAR	TOTAL UPTO 31.03.2009	AS ON 31.03.2008	AS ON 31.03.2008
1	Furniture & Fixtures	495,832.00		-	495,832.00	407,093.00	11,984.00	419,077.00	76,755.00	88,739.00
	Plant & Machinery									
2	Office Equipments	1,022,371.00		-	1,022,371.00	985,398.00	2,024.00	987,422.00	34,949.00	36,973.00
3	Air Conditioner	57,700.00		-	57,700.00	35,600.00	1,140.00	36,740.00	20,960.00	22,100.00
4	Computers	297,249.96		-	297,249.96	245,493.96	10,602.00	256,095.96	41,154.00	51,756.00
	TOTAL	1,873,152.96	-	-	1,873,152.96	1,673,584.96	25,750.00	1,699,334.96	173,818.00	199,568.00
	PREVIOUS YEAR	1,873,152.96	-	-	1,873,152.96	1,627,092.96	46,492.00	1,673,584.96	246,060.00	246,060.00

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E.COM INFOTECH (INDIA) LIMITED
(Formerly Known as "Everest Marketing Limited)

31.03.2009

31.03.2008

SCHEDULE F: CURRENT LIABILITIES & PROVISIONS

(A) CURRENT LIABILITIES

a) Other Liabilities	28,000.00	35,000.00
b) Deposit from Customers	-	-
c) Temporary Overdraft as Books	-	-
d) Creditors for Supplies		

(B) PROVISIONS

Provision for Taxation	46,360.00	36,000.00
TOTAL Rs.	<u>74,360.00</u>	<u>71,000.00</u>

SCHEDULE G : ADMINISTRATIVE, SELLING & DISTRIBUTION EXPENSES

Advertisement Exp	64,590.00	69,523.00
<u>Auditors Remuneration</u>		
Statutory Audit Fees	28,000.00	35,000.00
Tax Matters	1,500.00	4,220.00
Share Transfer Fees	41,763.00	41,796.00
Books & Periodicals	5,805.00	8,846.00
Bank Charges	1,983.27	3,215.31
Donation	5,101.00	-
Directors Remuneration	348,000.00	426,000.00
Electricity Expenses	54,492.00	87,835.00
Legal & Professional Charges	5,618.00	16,000.00
Listing Fees	16,625.00	15,300.00
General Expenses	40,980.00	173,112.00
Rent , Rate & Taxes	108,000.00	108,000.00
Office Expenses	6,079.00	22,411.00
Printing, Stationery & Computer Expenses	31,937.00	78,747.00
Repairs & Maintenance	37,443.00	97,489.00
Salary & Wages	370,371.00	949,534.00
Motor Car Expenses	57,842.47	43,232.00
Interest & Finance Charges	12,965.20	35,758.00
Seminar Expenses	92,907.00	-
Staff Welfare Expenses	58,391.88	47,357.84
Telephone / Telex & Postage	208,777.00	186,645.00
Travelling & Conveyance	176,008.00	113,727.00
TOTAL Rs.	<u>1,775,178.82</u>	<u>2,563,748.15</u>

E.COM INFOTECH (INDIA) LIMITED

SCHEDULE "H" : NOTES FORMING PART OF THE ACCOUNTS

A) SIGNIFICANT ACCOUNTING POLICIES:

1. **GENERAL** : The Accounts of Company are prepared under the historical cost convention generally using the accrual method of accounting.
2. **FIXED ASSETS**: Fixed assets are stated at cost has depreciation.
3. The Balance Sheet and Profit & Loss Account are in compliance with the Accounting Standards referred to in Sub-section (3C) of Section 211 of the Companies Act, 1956.
4. **REVENUE RECOGNITION**: Sales are recognized at the time of dispatch of goods.
5. **DEPRECIATION**: Depreciation has been provided on straight-line method at the rates and in the manner prescribed in Schedule XI of the Companies Act, 1956.
6. **RETIREMENT BENEFITS**: Retirement benefits like gratuity etc. are accounted in cash basis.
7. **INVESTMENTS**:
Investment in subsidiary company : Investment in Subsidiary Company are valued at cost inclusive of all expenses incidental to their acquisition or formation.

Other investments : Investments are stated at cost.
8. **FOREIGN CURRENCY TRANSACTIONS**: Transactions in foreign currency are recorded at the rates of exchange prevailing at the date of transaction.

B) NOTES:

1. Contingent liabilities not provided for (a) allotment money on equity shares of M/s. Pitti Cement & Industries Ltd. amounting Rs.16,500/- (P.Y. Rs.16,500/-)
2. No Provision has been made for Sundry debtors doubtful of recovery amounting to Rs.3,65,79,872/- (P.Y. Rs.3,65,79,872/-)
3. The Debtors and Creditors balances and loans and advances including advance given against supplies and capital equipment either debit or credit and other liabilities are subject to confirmation and reconciliation is necessary and it will have consequential effect to the loss of the company which cannot be quantified at this stage.
4. In the opinion of the board the current assets, loans and advances have a value on the realization in the ordinary Course of Business at least equal to the amount at which they are stated in Balance Sheet and are as certified by them
5. Sundry Debtors includes debtors outstanding exceeding six months amounting to Rs.3,65,79,872/- (P.Y. Rs.3,65,79,872/-) against sales. In the opinion of management all of them are fully receivable except what is mentioned in the clause 2 of this Notes to Accounts regarding the recovery for which no provision has been made in the books of accounts.
6. **Related Party Disclosures:**
(I) As per Accounting Standard 18, issued by the Institute of Chartered Accountants of India, the disclosures of Related Parties with whom the transactions have taken place and transactions during the year as deemed in the Accounting Standard are given below:

(A) Subsidiary Company: Stellar Global Inc.
 (B) Key Managerial Personnel: Ashwin Chaudhary
 Priya Chaudhary

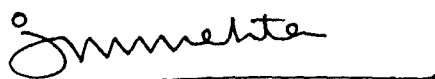
(II) Details of transactions with the related parties stated in (I) above:

Nature of transaction	Refer to (I) A above	Refer to (I) B above
Sales - Income	18,66,000 (26,99,407)	
Loans and Advances given(Net)	-	4,14,413 (4,53,568)
Deposits Received	-	-
Managerial Remuneration	-	3,48,000 (4,26,000)
Deposits Payable	-	-
Outstanding : Receivables		- -

Note:

- 1) Related parties are being recognized / identified by the management and relied upon by the auditors.
 - 2) Previous year's figures are given in bracket.
7. Previous year figures have been regrouped rearranged or rearranged or reclassified wherever necessary.
8. Information pursuant to the provisions of paragraph 3, 4C, 4D of part of schedule VI to the Companies Act, 1956 are as under.,
- | | |
|---|-----------------------------------|
| Value of Imports on CIF basis | Rs. NIL (P.Y. NIL) |
| Income in Foreign Currency | Rs. NIL (P.Y. NIL) |
| Earning in Foreign Exchange | Rs. 18,66,000/- (P.Y.26,99,407/-) |
| Expenditure in Foreign Currency: Travelling | Rs. NIL (P.Y. NIL) |
| : Investments | Rs. NIL (P.Y. NIL) |
9. The Company has changed its name from EVEREST MARKETING LIMITED to E.COM INFOTECH LIMITED w.e.f. 14th January, 2000.

For Janak Mehta
Chartered Accountants



Janak M. Mehta
Proprietor
Membership No. 102447

For Ecom Infotech (India) Ltd.



Director



Director

Place : Mumbai
Date : 20th June, 2009.

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

1. REGISTRATION DETAILS

Registration No.	30400	State Code	11
Balance Sheet Date	31/03/2009		

2. CAPITAL RAISED DURING THE YEAR

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

3. POSITION OF MOBILISATION & DEPLOYMENT OF FUNDS (Rs.'000)

Total Liabilities	46310	Total Assets	46310
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Sources of Funds

Paid up Capital	45810	Reserves & Surplus	500
Secured Loans	NIL	Unsecured Loans	NIL

Application of Funds

Net Fixed Assets	174	Investments	700
Net Current Assets	40529	Misc. Expenditure	NIL
Accumulated Losses	4908		

4. PERFORMANCE OF COMPANY (Rs.'000)

Turnover	1866	Total Expenditure	1801
Profit/(Loss) Before		Profit/(Loss) After	
Tax	65	Tax	14
Earning Per Share	NIL	Dividend Rate	NIL

5. GENERIC NAMES OF 3 PRINCIPLE PRODUCTS/SERVICES OF COMPANY

Item Code No. (ITC) Code	N.A.
Description	IT Consulting

Statement Pursuant to Section 212 of the Companies Act, 1956 Relating to Subsidiary Companies

1.Name of the Subsidiary Company	Stellar Global Inc.
2.Financial Year of the Company	31-12-2008
3.Shares of the subsidiary Company held by E.Com Infotech (India) Ltd. a. Number b. Extent of Holding	1,000 Common Stock 100%
4. The Net aggregate amount of the subsidiaries Profit/(Loss) so far as it concerns the members of the Holding Company and is not dealt within the Company accounts. a. For the Financial year/period since it became subsidiary b. For the previous financial years of subsidiaries since it became the Holding Company's subsidiary	USD 28700 (USD 29500)
5. The Net aggregate amount of the Subsidiaries Profit/(loss) so far as It concerns the members of the Holding Company and is dealt within the Company accounts. a. For the Financial year since it became subsidiary. b. For the previous financial years of Subsidiaries since it became the Holding Company's subsidiary	USD 1571 (USD 5004)

Note : Section 212(5) of the Companies Act, 1956 is not applicable as the accounting year of the Holding Company and Subsidiaries are the same.

FOR ECOM INFOTECH (INDIA) LTD.



ASHWIN K CHAUDARY
MANAGING DIRECTOR



PRIYA CHAUDARY
DIRECTOR

Place : Mumbai

Date : 20th June, 2009.