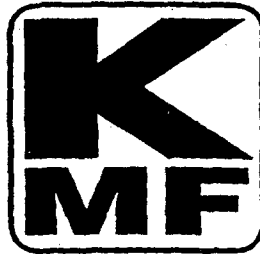


14th

FOURTEENTH ANNUAL REPORT

REG.NO: U45203KA1995PLC017422

2008-09



M/S. KMF BUILDERS AND DEVELOPERS LIMITED

**REGD.OFFICE: No.508, Golf Manor Apartments,
NAL Wind Tunnel Road, Murgeshpalya,
BANGALORE - 560 017.**

M/S. KMF BUILDERS AND DEVELOPERS LIMITED

REGD.OFFICE: No.508, Golf Manor Apartments,
NAL Wind Tunnel Road, Murgeshpalya,
BANGALORE - 560 017.

- | | | |
|------------------------------|---|---|
| 1) DIRECTORS | : | 1) SRI. S.K. CHADHA
2) SRI. MALIK PRADEEP KUMAR
3) SMT. SNEHALATA
4) SRI PRADEEP GUPTA |
| 2) AUDITORS | : | M/S. B. SREENIVASA & CO.,
CHARTERED ACCOUNTANTS,
#2/2, 4 TH MAIN, N.T.PET,
BANGALORE - 560 002. |
| 3) REGISTERED OFFICE | : | No.508, Golf Manor Apartments,
NAL Wind Tunnel Road,
Murgeshpalya,
BANGALORE - 560 017. |
| 4) CORPORATE OFFICE | : | 1003, VIKRAM TOWERS
RAJENDRA PLACE
NEW DELHI - 110 008. |
| 5) REGISTRAR TRANSFER AGENTS | : | ALANKIT ASSIGNMENTS LTD.
2E/21, JHANDEWALAN EXTN., ND-55 |
| 6) DEMAT STOCK CODE | : | INE580H1018 |

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KMF BUILDERS AND DEVELOPERS LIMITED
REGD.OFFICE: No.508, Golf Manor Apartments,
NAL Wind Tunnel Road, Murgeshpalya,
BANGALORE - 560 017.

N O T I C E

NOTICE is hereby given that the Fourteenth Annual General Meeting of the company will be held at Registered Office No.508, Golf Manor Apartments, NAL Wind Tunnel Road, Murgeshpalya, Bangalore - 560 017, on Wednesday, 30th September, 2009 at 10.00 a.m to transact the following business.

ORDINARY BUSINESS:

1. To consider and adopt the Audited Balance Sheet as at 31st March, 2009 and profit and Loss Account for the year ended on that date together with the reports of the Auditors and Directors thereon.
2. To appoint a director in the place of S.K.CHADHA, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint M/s. B. Sreenivasa & Co., Chartered Accountants as Auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

Place: Bangalore
 Date : 07.09.2008

On behalf of the Board
 For KMF Builders and Developers Ltd

DIRECTOR

NOTES:

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and that the proxy need not be a member of the company. The Instrument of Proxy must reach the registered office of the company duly completed not less than 48 hours before commencement of the meeting.
2. The Register of members and the share transfer Books will remain closed from 30th September, 2009 to 30th September, 2009 (both days inclusive). The dividend on equity shares, if declared will be paid to, the members whose name appear in the Register of members as on 30th September 2009 after considering all physical share certificates lodged for transfer.

KMF BUILDERS AND DEVELOPERS LIMITED
REGD.OFFICE: No.508, Golf Manor Apartments,
NAL Wind Tunnel Road, Murgeshpalya,
BANGALORE - 560 017.

DIRECTORS' REPORT

TO,
 Dear Shareholders,
M/s. KMF BUILDERS AND DEVELOPERS LIMITED
 Bangalore.

Your Directors are pleased to present the Thirteenth Annual Report together with the Audited results for the year ended 31st March, 2008

FINANCIAL RESULTS:

Sales/Income	Rs. 12,47,141.25
Net Profit Before Taxes	Rs. 1,92,662.96
Income Tax	Rs. 19,000.00
Deferred Taxation	Rs. 49,101.00
Fringe Benefit Tax	Rs. 61,203.00
Net Profit After Taxes	Rs. 1,61,560.96

DIVIDENDS:

Your Directors regret their inability to recommend any dividend on equity shares for the year.

ACCEPTANCE OF PUBLIC DEPOSITS:

During the year under review the company has neither accepted nor renewed deposits according to the provisions of Sec. 58(A) of the Companies Act, 1956, outstanding fixed deposits at the year end is Nil.

DEBT SERVICING:

During the year under review, your company has met all its obligations towards repayment of principal and interest on the loans availed except Inter Corporate Loans.

DIRECTORS:

S.K.CHADHA Director, who retires by rotation and being eligible offered himself for re-appointment.

AUDITORS :

Your Company's Auditors M/S. B Sreenivasa & Co., Chartered Accountants, Bangalore, retire at the ensuing Annual General Meeting, and are eligible for re-appointment.

COPORATE GOVERNANCE:

Your company has already implemented the code of Corporate Governance as required by the Listing Agreement introduced by Securities & Exchange Board of India.

The report of Directors on the practices prevalent on Corporate Governance in the Company is produced as annexure to this report.

The Company is required to employ a Company Secretary on whole-time basis. The company has been taking steps to appoint a Company Secretary.

INFORMATION UNDER THE LISTING AGREEMENT:

The statement containing details as required under Clause 49 of the Listing Agreement with Stock Exchange is appended hereto.

a) De-Listing:

No application for de-listing the company's securities has been made to any of the Stock-Exchanges.

b) Suspension in Trading:

Trading in the Company's Securities had not been suspended for any reason during the period under review.

c) Listing Fees:

The listing fees payable for the year has been paid.

STATUTORY INFORMATION :

- a) Conservation of energy and technology absorption :
Your company has taken due care and importance to the conservation and improvement of the environment
- b) Particulars of Employees:
The information required u/s 217(2A) of the Companies Act, 1956, read with companies (Particulars of employees) rules 1975 is not applicable in view that no employee was in receipt of remuneration exceeding the limits prescribed under the said section during the year under review.
- c) During the Year the company had not earned nor spent any foreign currency.

DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant to the requirements U/s 217(2AA) of the Companies Act, 1956 with respect to directors responsibility Statement, it is hereby confirmed:

- a. That in the preparation of the accounts of the financial year ended 31st March, 2009 the applicable accounting standard have been followed along with proper explanation relating to material departures, if any;
- b. Directors have selected the accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the company at the end of the year and the profit and loss account of the company for that period;
- c. Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of your Company and for preventing and detecting fraud and other irregularities;
- d. Directors have prepared the accounts for the financial year ended 31st March, 2009 on going concern basis.

ACKNOWLEDGEMENT :

Your Directors would like to place on record their deep appreciation for co-operation and whole hearted support received from Company's Bankers, Advisors, Consultants, Government Authorities and Members. Your Directors also wish to express their appreciation for the dedicated service rendered by the staff of the Company.

For and on behalf of the Board
For KMF Builders and Developers Ltd

Chairman

Place : Bangalore
Date : 07.09.2009

CORPORATE GOVERNANCE REPORT

As per the Clause 49 of the Listing Agreement of the stock Exchanges, here is the Corporate Governance Report for the year under review i.e. from 1st April, 2008 to 31st March, 2009 :

1. Corporate Governance Philosophy :

The Company's philosophy on Corporate Governance is driven by the desire towards attainment of the highest level of transparency, accountability and equity, in all its interactions with its stakeholders, including shareholders, employees, the government and the society. The Company policies are drawn keeping in mind the interest of all its stakeholders and with an ultimate objective of creation of wealth for its stakeholder. In our commitment to practice sound governance principles, we are guided by the following core principles:

Transparency - To maintain the highest standards of transparency in all aspects and dealing.

Disclosures - To ensure timely dissemination of all price sensitive information and matters of interest to our stakeholders.

Empowerment and Accountability - To ensure the good level of accountability and to ensure that employees consistently pursue excellent in everything they do.

Ethical Conducts - To conduct the affairs of the company in ethical manner.

Stakeholders' Interest - To promote the interest of all stakeholders including of customers, shareholders, employees vendors and the community.

The company emphasizes on effective and efficient accounting system, internal control mechanism and planning process. The practices adopted by the company emphasizes that all the resources are utilized optimally and effectively so that the co. grows from strength to strength and create wealth.

Board of Directors :

The current strength of the Board of Directors of the company is four. None of the Directors on the Board are member in more than ten committees and they do not act as Chairman of more than five committees across all companies in which they are director. The composition of and the category of Directors on the Board of the Company as on 31st March, 2009 was as under.

CATEGORY	PARTICULARS OF DIRECTORS
Promoter Non Executive	Mr. S.K. Chadha, Chairman
Whole Time Director	Mr. Pradeep Kumar Malik
Independent Director	Mr. Pradeep Gupta
Independent Director	Ms. Sneh Lata

The company has complied with the provisions with regard to holding of Board meetings during the period under review, i.e. from 1st April, 2008 to 31st March, 2009.

During the year ended 31st March, 2009 the company had five Board meetings. These were on 30th April 2008; 31st July 2008; 30th Sept 2008; 31st Oct 2008; 30th Jan 2009; 30th April 2009.

Directors' Interest in the Company :

For the sake of transparency Directors regularly make full disclosures to the Board of Directors regarding the nature of their interest in the companies in which they are directors and particulars of contracts, if any, entered with companies in which directors are directly or indirectly concerned or interested in the Register of contracts.

Audit Committee :

Terms of reference of Audit committee are as per Sec 292A of the companies Act, 1956 and the guidelines set out in the Listing Agreements with the stock Exchanges that inter-alia, includes overseeing financial reporting process, reviewing periodic financial results, financial statements and adequacy of internal control system with the Management and discussions with auditors about the scope of audit including the observation of auditors. The committee also review all the matters and information required to be reviewed, discussed or investigation as per the provision of Corporate Governance clause.

Composition of Audit Committee as on 31st March, 2009

During the year under review the composition of the Audit Committee of the Board comprised of following :

S.NO.	NAME OF MEMBERS	STATUS
1.	Mr. Pradeep Kumar Malik	Member
2.	Mr. Pradeep Gupta	Chairman
3.	Ms. Sneh Lata	Member

During the period under review, four meeting of the Audit Committee were held on the following dates: 30th April, 2008; 31st July 2008; 31st Oct 2008; 30th Jan 2009

2. Shareholders/ Investor' Grievance Committee :

This committee comprises of Mr. Pradeep Kumar Malik, Mr Pradeep Gupta and Ms. Sneha Lata. The committee oversees the redressal of complaints of the shareholders and investors in relation to transfer of shares, non-receipt of annual report, shares pending for dematerialization, etc. and also approves split/ consolidation of shares, issue of duplicate share certificate etc.

3. General Body Meeting :

The last three Annual General Meetings were held at per the details given below :

YEAR	DATE	VENUE	TIME	SPECIAL RESOLUTION PASSED
2008	30 th Sept, 2008	Registered Office of the company	10.00 a.m.	None
2007	29 th Sept, 2007	Registered Office of the company	10.00a.m.	None
2006	15 th Sept, 2006	Registered Office of the company	10.00a.m.	None

4. Postal Ballot :

During the year, no special Resolution were passed through Postal Ballots.

5. Disclosures :

- i) The company has got revoked its share trading which was suspended earlier due to non payment of listing fees and ensures timely compliance with all other provisions of listing agreement.
- ii) The company is in the process of appointing the whole time Company Secretary for the company. The request for appropriate candidate has been forwarded to ICSI and the candidature will be confirmed soon.
- iii) The company has complied to its best with all the mandatory requirements prescribed under Clause 49 of the Listing Agreement, Regarding non-mandatory requirements:
 - Remuneration committee has been constituted to approve remuneration of Executive Directors.
 - The Board Members are having adequate experience and expertise to deal with business matters.

6. Means of Communication :

- i) Quarterly Results are published in newspapers. The Annual Reports are posted to every shareholder of the company.
- ii) Management Discussion and Analysis forms a part of this Annual Report, Which is also being posted to all the shareholders of the company.
- iii) The company's website at www.kmfbuilders.com is regularly updated.

7. General Shareholder Information :

- i) Annual General Meeting Date & Time : Please refer to Notice of the Annual General Meeting being sent along with Annual Report. Venue : Regd. Office
- ii) The company has furnished information required by Clause 49 (iv) of the Listing Agreement, relating to appointment and re-appointment of Directors.

8. Date of Book Closure :

Please refer to Notice of the Annual General Meeting being sent along with the ANL RPT.

9. Listing of Equity shares on stock Exchanges :

The company's Shares are listed on Delhi, Mumbai, Bangalore, Ahmedabad Stock Exchanges.

10. Share Transfer Agent :

The Company has engaged the services of M/s Alankit Assignments Ltd., 2E/21, Jhandewalan Extn., New Delhi-110055., a SEBI resisted Registrar, as their Share Transfer Agents, for processing the transfers, sub-division, consolidation, splitting of securities etc. For the request for demat or remat should be sent through DP to our Share Transfer Agents at their address mentioned above.

14 Management Responsibility Statement :

The Management confirms that the financial statements are in full conformity with requirements of the Companies Act, 1956 and the generally accepted Accounting Principles in India. The Management accept the responsibilities for the integrity and the objectivity of these financial statements as well as for estimates and judgments relating to matters not concluded by the period end.

AUDITORS' REPORT

To,
The Members of
M/s. KMF BUILDERS & DEVELOPERS LTD.,
Bangalore.

- (1) We have audited the attached Balance Sheet of M/s. KMF BUILDERS & DEVELOPERS LTD., as on 31st March, 2009 and the Profit and Loss Account and the Cash Flow Statement for the year ended as on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express our opinion on these financial statements based on our audit.
- (2) 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.
- (3) As required by the Companies (Auditors Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.
- (4) Further to our comments in the Annexure referred to in Paragraph above, We report that:
 - a) We have obtained all the information and explanations to the best of our knowledge and belief that 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 it appears from our examination of the books of the company.
 - c) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account of the Company.
 - d) In our opinion, the Profit and Loss Account and Balance Sheet comply with the Accounting standard referred to in sub-section (3c) of Section 211 of the Companies Act, 1956. Except as mentioned in Note No. 8 of Schedule No. 18 & 19 in respect of deferred taxes.
 - a) On the basis of written representation received from the directors, as on 31st March, 2009 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2009 from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Act;
 - b) In our opinion and to the best of our information and according to the explanations given to us, the accounts together with the notes, thereto, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:-
 - i) In the case of Balance Sheet, of the State of Affairs of the Company as on 31st March, 2009, and
 - ii) In the case of Profit and Loss Account, of the PROFIT for the year ended on that date.
 - iii) In the case of Cash Flow Statement, of the Cash Flows for the year ended on that date.

sd/
CA B Sreenivasa Setty
Proprietor
Membership No. 205645
For and on behalf of
M/s B Sreenivasa & Co.,
Chartered Accountants

PLACE: BANGALORE
dated : 07-09-2009

ANNEXURE TO AUDITORS REPORT

(Referred to in paragraph - 3 of our report of even date on the accounts of M/S. KMF BUILDERS & DEVELOPERS LTD. For the year ended 31st March, 2009)

- 1
 - a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed records.
 - b) All the assets have been physically verified by the management during the year but there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
 - c) In our opinion and according to the information and explanation given to us, a substantial part of fixed assets has not been disposed of by the company during the year.
- 2
 - a) According to the information and explanations given to us, the stocks of building materials, spare parts and the materials have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
 - 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. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- 3 The Company has not taken/granted unsecured loans from Companies listed in the register maintained under section 301 of the Companies Act, 1956. According to the information and explanations furnishing to us, the Inter Corporate Deposit granted was interest free loan. Other than this no other loan taken/granted by the company.
- 4 In our opinion and according to the information and explanations given to us, there are adequate internal control procedure commensurate with the size of the company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control.
 - a) According to the information and explanations given to us, the particulars of contracts or arrangements referred to in Section 301 of the Act have been entered in the register required to be maintained under that section.
 - b) In our opinion and according to the information and explanations given to us, there are no transactions made in pursuance of such contracts or arrangements and exceeding the value of Rupees Five lacks in respect of any party during the year, which have been made at prices which are not reasonable having regard to the prevailing market prices at the relevant time.
- 5 In our opinion and according to the information and explanations given to us, the company has not accepted any deposits from the public during the year covered under section 58A of the Companies Act, 1956 and the rules framed there under.
- 6 In our opinion and according to the information and explanations given to us, the company has not introduced internal audit system during the year.
- 7 According to the information and explanations given to us, the Central Government has not prescribed the maintenance of costs records by the company under section 209 (1)(d) of the Companies Act, for the products of the company.

- 8 a) According to the information and explanation given to us and the records of the company examined by us, in our opinion, the company is generally regular in depositing the undisputed statutory dues including income-tax, tax deduction at source, and other material statutory dues with the appropriate authorities.
- b) According to the information and explanation given to us, no undisputed amounts payable in respect of income-tax, sales tax, customs duty, excise duty and cess were in arrears, as at 31st march 2009 for a period of more than six months *except TDS of Rs.3093/-* from the date they became payable.
- c) According to the information and explanation given to us, there are no dues of income-tax, sales tax, customs duty, excise duty and cess which have not been depositing on account of any dispute.
9. The company has no accumulated loss as on 31st March, 2009 and it has not incurred any cash loss in the financial year ended on that date or in the immediately preceding financial year.
10. In our opinion and according to the information and explanation given to us, the company has not taken any loans from financial institution and banks except car loans from ICICI Bank. Company has not defaulted in repayment of dues to a bank or a financial institution as at the balance sheet date.
11. The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities other than its employees.
12. In our opinion, the company is not a chit fund or a nidhi mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
13. In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of Claus 4(xiv) 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 has not given guarantees for loans taken by others from banks or financial institutions.
15. In our opinion, the company do not have any term loans except car loans.
16. According to the information and explanation given to us, and on an overall examination of the balance sheet of the company, we report that no funds raised on short terms basis have been used for long term investment. No long term funds have been used to finance short term assets.
17. According to the information and explanations given to us, the company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
18. According to the information and explanations given to us, during the period covered by our audit report, the company has not issued any debentures.
19. The company has not raised any money from the public issues during the year. However, private equity allotted for Rs.1,36,43,000/-.
20. During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India, and according the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management.

sd/
CA B Sreenivasa Setty
Proprietor
Membership No. 205645
For and on behalf of
M/s B Sreenivasa & Co.,
Chartered Accountants

KMF BUILDERS AND DEVELOPERS LIMITED			
No.608, Golf Manor Apartments, NAL Wind Tunnel Road, Murugeshpalya, Bangalore-17			
BALANCE SHEET AS AT 31st MARCH, 2009			
PARTICULARS	SCH NO.	AS ON 31.03.2009	AS ON 31.03.2008
SOURCES OF FUNDS :			
SHAREHOLDER'S FUNDS			
Share Capital	1	60,910,000.00	54,088,500.00
Reserve and Surplus	2	12,600,368.90	12,438,807.94
LOAN FUNDS			
Secured Loans	3	159,766.85	497,380.11
Unsecured Loans	4	2,924,625.27	4,662,556.33
Deferred Tax Liabilities (Net)		576,695.00	625,796.00
TOTAL		77,171,456.02	72,313,040.38
APPLICATIONS OF FUNDS :			
FIXED ASSETS			
Gross Block	5	8,159,746.26	8,105,746.26
Less - Depreciation Block		4,203,689.85	3,641,102.74
Net Block		3,956,056.41	4,464,643.52
INVESTMENT	6	5,701,760.26	5,701,760.26
CURRENT ASSETS LOANS & ADVANCES			
Inventories - Construction W I P	7	119,142,439.49	76,230,999.49
Sundry Debtors	8	1,500,000.00	1,500,000.00
Cash and Bank Balances	9	6,248,422.95	8,578,006.35
Loans and Advances	10	8,258,722.20	6,791,377.20
		135,149,584.64	93,100,383.04
LESS:CURRENT LIABILITIES & PROVISIONS	11	67,635,945.29	30,953,746.44
NET CURRENT ASSETS		67,513,639.35	62,146,636.60
MISCELLANEOUS EXPENDITURE		0.00	0.00
(To the extent not written off / adjusted)			
Profit and Loss Account	2	0.00	0.00
Notes on Accounts	16		
TOTAL		77,171,456.02	72,313,040.38
NOTES:			
1.The Schedules referred to above form an integral part of the Balance Sheet.			
2.Significant Accounting Policies and notes forming part of the accounts as per schedules 16 are annexed and form an integral part of the Profit and Loss Account.			
For and on behalf of the Board of Directors		As per our report of even date	
		sd/-	
		B Sreenivasa Setty	
		Proprietor	
		M.S.No.205645	
		For and on behalf of	
		B Sreenivasa & Co.,	
		Chartered Accountants	
(S.K.CHADHA)	(MALIK PRADEEP KUMAR)		
Director	Whole Time Director		
Place : Bangalore			
Date : 07.09.2009			

KMF BUILDERS AND DEVELOPERS LIMITED			
No.508, Golf Manor Apartments, NAL Wind Tunnel Road, Murugeshpalya, Bangalore-17			
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2009			
PARTICULARS	SCH NO	2008 - 09	2007 - 08
INCOME			
Interest & Miscellaneous Income	12	1,247,141.25	1,285,824.75
Increase in Stock- WIP	15	0.00	0.00
TOTAL - A		1,247,141.25	1,285,824.75
EXPENDITURE :			
Direct Expenses	13	0.00	0.00
Administrative & Other Expenses	14	970,090.18	681,755.04
Construction Expenses and			
Materials issued for construction	15	0.00	0.00
Depreciation	5	84,388.11	167,227.80
TOTAL - B		1,054,478.29	848,982.84
PROFIT / (LOSS) FOR THE YEAR (A-B)		192,662.96	436,841.91
Less : Income Tax		19,000.00	64,000.00
Fringe Benefit Tax Provision		61,203.00	83,250.00
Add : Deferred Tax		49,101.00	89,385.00
NET PROFIT/(LOSS) CARRIED OVER TO BALANCE SHEET		161,560.96	378,976.91
NOTES:			
1.The Schedules referred to above form an integral part of the Profit & Loss Account.			
2.Significant Accounting Policies and notes forming part of the accounts as per schedules 16 are annexed and form an integral part of the Profit and Loss Account.			
For and on behalf of the Board of Directors		As per our report of even date	
		sd/-	
		B Sreenivasa Setty	
		Proprietor	
		M.S.No.205645	
		For and on behalf of	
		B Sreenivasa & Co.,	
		Chartered Accountants	
(S.K.CHADHA)	(MALIK PRADEEP KUMAR)		
Director	Whole Time Director		
Place : Bangalore			
Date : 07.09.2009			

KMF BUILDERS AND DEVELOPERS LIMITED**No.508, Golf Manor Apartments, NAL Wind Tunnel Road, Murugeshpalya, Bangalore-17****SCHEDULES ANNEXED THERETO AND FORMING PART OF ACCOUNTS**

PARTICULARS	AS ON 31.03.2009	AS ON 31.03.2008
SCHEDULE - 1:		
SHARE CAPITAL - AUTHORISED		
7000000 Equity Shares of Rs.10/- each	70,000,000.00	70,000,000.00
ISSUED		
6091000 Equity Shares of Rs.10/- each	60,910,000.00	60,910,000.00
SUBSCRIBED AND PAID UP		
6091000 Equity shares of Rs.10/- each fully paid up	60,910,000.00	0.00
4726700 Equity Shares of Rs 10/- each fully paid up	0.00	47,267,000.00
(A)	60,910,000.00	47,267,000.00
1364300 Equity Shares of Rs 10/- each Partly paid up	0.00	13,643,000.00
Less: Calls in arrears	0.00	6,821,500.00
(B)	0.00	6,821,500.00
682150 Equity Shares of Rs 5/- each party paid called up not paid	0.00	6,821,500.00
Less: Forfeited	0.00	6,821,500.00
	0.00	0.00
TOTAL (A + B)	60,910,000.00	54,088,500.00
SCHEDULE - 2 :		
RESERVES AND SURPLUS		
Forfeiture on Partly Paid Up Shares:		
Opening Balance	0.00	0.00
Add: Additions during the year	0.00	6,821,500.00
TOTAL	0.00	6,821,500.00
Profit and Loss Account		
Opening Balance	12,438,807.94	5,238,331.03
ADD : Profit / (Loss) for the year	161,560.96	378,976.91
TOTAL	12,600,368.90	5,617,307.94
Grand Total	12,600,368.90	12,438,807.94
SCHEDULE - 3 :		
SECURED LOANS		
ICICI Bank Ltd - Car Loan (Hypothication of Car)	159,766.85	307,791.13
ICICI Bank Ltd - Car Innova Loan (Hypothication of Car)	0.00	189,588.98
TOTAL	159,766.85	497,380.11
SCHEDULE - 4 :		
UNSECURED LOANS		
From Banks	2,924,625.27	4,662,556.33
From Others	0.00	0.00
TOTAL	2,924,625.27	4,662,556.33

KMF BUILDERS AND DEVELOPERS LIMITED

No.508, Golf Manor Apartments, NAL Wind Tunnel Road, Murugeshpalaya, Bangalore-560 017

FIXED ASSETS SCHEDULE - 5

F.Y.2008-09

Sl. No.	Description	Rate of	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		Depn.	As on 01.04.2008	Additions Dg. The year	Deletions Dg. The year	Total	Upto 31.03.2008	For the Year	Deletions	Upto 31.03.2009	As on 31.03.2009	As on 31.03.2008
1	OFFICE BUILDING	1.63%	320000.00			320000.00	62592.00	5216.00	0.00	67808.00	252192.00	257408.00
2	BOREWELL & TUBEWELL	4.75%	669247.00			669247.00	413257.23	31789.00	0.00	445046.23	224200.77	255989.77
3	D.G. SET	4.75%	280641.00			280641.00	31865.45	13330.00	0.00	45195.45	235445.55	248775.55
4	FIRE FIGHTING EQUIPMENT	4.75%	690962.50			690962.50	391644.22	32821.00	0.00	424465.22	266497.28	299318.28
5	LIFT	4.75%	1696051.25			1696051.25	1047306.68	80562.00	0.00	1127868.68	568182.57	648744.57
6	AIR CONDITIONER	4.75%	97120.00			97120.00	13301.20	4613.00	0.00	17914.20	79205.80	83818.80
7	VIBRATOR	4.75%	61000.00			61000.00	6102.72	2898.00	0.00	9000.72	51999.28	54897.28
8	BOILER	4.75%	56250.00			56250.00	6661.88	2672.00	0.00	9333.88	46916.12	49588.12
9	ROAD ROLLER	4.75%	213750.00			213750.00	23811.13	10153.00	0.00	33964.13	179785.87	189938.87
10	DIESEL ENGINE	4.75%	99000.00			99000.00	26128.50	4703.00	0.00	30831.50	68168.50	72871.50
11	INVERTOR	4.75%	14000.00			14000.00	1911.00	665.00	0.00	2576.00	11424.00	12089.00
12	MIXTURE	4.75%	536625.00			536625.00	56845.69	25490.00	0.00	82335.69	454289.31	479779.31
13	FURNITURE & FIXTURES	6.23%	158372.00			158372.00	60073.34	9867.00	0.00	69940.34	88431.66	98298.66
14	CYCLE	7.07%	2508.00			2508.00	493.21	177.00	0.00	670.21	1837.79	2014.79
15	MOTOR VEHICLE	9.50%	2800322.00			2800322.00	1210959.61	266031.00	0.00	1476990.61	1323331.39	1589362.39
16	COMPUTERS	16.21%	387004.50	54000.00		441004.50	282988.13	67889.11	0.00	350877.24	90127.26	104016.37
17	UPS	16.21%	3120.00			3120.00	1291.75	506.00	0.00	1797.75	1322.25	1828.25
18	AUTO LEVEL	16.21%	19773.01			19773.01	3869.00	3205.00	0.00	7074.00	12699.01	15904.01
	TOTAL		8105746.26	54000.00	0.00	8159746.26	3641102.74	562587.11	0.00	4203689.85	3956056.41	4464643.52

KMF BUILDERS AND DEVELOPERS LIMITED**No.608, Golf Manor Apartments, NAL Wind Tunnel Road, Murugeshpalya, Bangalore-17****SCHEDULES ANNEXED THERETO AND FORMING PART OF ACCOUNTS**

PARTICULARS	AS ON 31.03.2009	AS ON 31.03.2008
SCHEDULE - 6 :		
INVESTMENTS		
Investment (At Cost)	2,206,424.44	2,206,424.44
Trade Investments (Quoted) KMF Ltd		
Market Value of 696100 Shares not quoted and hence market value not ascertained)		
Share Investments		
Satyam Computers (at cost)	845,095.55	845,095.55
TCS (at cost)	1,015,101.00	1,015,101.00
TTML (at cost)	969,050.00	969,050.00
ICICI Prudential Insurance (at cost)	60,000.00	60,000.00
Harig Crank Shaft (at cost)	68,211.25	68,211.25
Ispat Inds (at cost)	455,158.79	455,158.79
Vishal Exports (at cost)	82,719.23	82,719.23
TOTAL	5,701,760.26	5,701,760.26
SCHEDULE - 7 :		
CONSTRUCTION WIP AND MATERIAL ISSUED FOR CONSTRUCTION AT COST		
Project - White Field	119,142,439.49	76,230,999.49
TOTAL	119,142,439.49	76,230,999.49
SCHEDULE - 8 :		
SUNDRY DEBTORS		
(Unsecured considered good)		
Over six months	1,500,000.00	1,500,000.00
Others	0.00	0.00
TOTAL	1,500,000.00	1,500,000.00
SCHEDULE - 9 :		
CASH AND BANK BALANCES		
Cash in Hand	1,223,836.75	2,218,728.75
TOTAL - A	1,223,836.75	2,218,728.75
BALANCES WITH SCHEDULE BANKS IN CURRENT ACCOUNTS		
Bank of Baroda - 114334	8,886.58	8,886.58
Bank of Baroda - 1153002	(8,444.00)	(8,444.00)
Corporation Bank - 000861	33,998.00	33,998.00
Lakshmi Vilas Bank - Kalyan	3,766.60	3,766.60
Bank of Rajasthan	7,275.97	7,463.97
Bank of Baroda - 496	96,232.00	0.00
UTI Bank - 159		0.00
SBI - Book OD	(419,098.00)	(68,719.00)
Bank of Baroda		5,259,684.00
ICICI Bank Ltd., - Sweep A/c		5,000.00
ICICI Bank Ltd.,	416.05	102,908.45
Fixed Deposit with Banks	5,301,553.00	1,014,733.00
TOTAL - B	5,024,586.20	6,369,277.60
TOTAL - A+B	6,248,422.95	8,578,006.35

KMF BUILDERS AND DEVELOPERS LIMITED**No.608, Golf Manor Apartments, NAL Wind Tunnel Road, Murugeshpalya, Bangalore-17****SCHEDULES ANNEXED THERETO AND FORMING PART OF ACCOUNTS**

PARTICULARS	AS ON 31.03.2009	AS ON 31.03.2008
SCHEDULE - 10 :		
LOANS AND ADVANCES		
(Unsecured considered good advances recoverable in cash or in kind or for value to be received or pending adjustments)		
Advance for Land & Deposits	24,215.99	24,215.99
Advance for Material & Services	771,394.00	1,490,069.00
Inter Corporate Deposit	1,236,956.00	1,236,956.00
Advance for Income Tax & TDS Receivable	2,421,319.00	2,362,820.00
Other Advance	3,804,837.21	1,677,316.21
Total	8,258,722.20	6,791,377.20
SCHEDULE - 11 :		
CURRENT LIABILITIES & PROVISIONS		
Prov for IT - Earlier years	23,282.00	23,282.00
Share Bonus	0.00	2.00
Provision for IT AY -2006-07	1,725,000.00	1,725,000.00
Provision for IT AY -2009-10	19,000.00	0.00
Provision for IT AY -2007-08	300,000.00	300,000.00
Provision for IT AY -2008-09	64,000.00	64,000.00
Provision for FBT A.Y.2006-07 & 07-08	20,802.00	20,802.00
Provision for FBT A.Y.2008-09	5,651.00	83,250.00
Provision for FBT A.Y.2009-10	61,203.00	0.00
Creditors for materials and services	6,206,593.39	3,292,009.25
Liability for Expenses	483,110.00	654,984.25
Liability for Others	707,951.90	765,393.94
Retention Money	601,853.00	289,016.00
Advance for Flats	57,417,499.00	23,736,007.00
TOTAL	67,635,946.29	30,953,746.44

KMF BUILDERS AND DEVELOPERS LTD

No.508, Golf Manor Apartments, NAL Wind Tunnel Road, Murugeshpalaya, Bangalore
SCHEDULES ANNEXED THERETO AND FORMING PART OF ACCOUNTS

PARTICULARS	2008 - 09	2007 - 08
SCHEDULE -12		
INTEREST & MISC. INCOME		
Misc. Income	402.00	0.00
Liability No Longer Required	69,963.25	121,755.94
FD-Interest	568,188.00	675,891.00
Commission Received	589,588.00	0.00
Shares Income		
Dividend Recived	19,000.00	20,000.00
Share Income - F&O	0.00	439,127.76
Short Term Capital Gain	0.00	29,050.05
TOTAL	1,247,141.25	1,285,824.75
SCHEDULE - 13		
DIRECT EXPENSES		
Materials - Royal Manor	0.00	0.00
Materials - Kalyan Project	0.00	0.00
TOTAL	0.00	0.00
SCHEDULE -14		
ADMINISTRATIVE AND OTHER EXPENSES		
Advertisement Expenses	0.00	22,753.50
Accounting Charges	6,300.00	6,900.00
Auditor Remuneration	7,500.00	0.00
Bank Charges & Interest	7,112.95	60,211.31
Business Promotion	20,327.65	0.00
Computer Maintenance	1,024.00	750.00
Conveyance	28,375.00	1,664.40
Donation	1,500.00	0.00
Electricity Charges - Office	21,332.00	30,093.00
Insurance	6,541.00	23,647.63
Interest on Car Loan	11,642.74	0.00
Miscellaneous Expenses	8,985.23	867.90
Office & General Exps	10,382.00	5,461.80
Printing & Stationery	6,398.00	3,148.80
Legal & Professional Charges	56,566.00	4,800.00
Postage & Courier	1,046.00	12,163.00
Pooja Exps	0.00	2,736.30
Rates & Taxes	85,919.75	0.00
Repairs & Maintenance	2,996.00	679.80
Rent	191,125.00	208,800.00
Salary & Wages	221,709.00	36,330.00
Staff Welfare	18,638.82	15,049.50
Subscription	310.00	513.90
Travelling Exps	175,251.12	127,982.30
Telephone Charges	30,521.49	22,326.08
Vehicle Maintenance	7,301.47	78,576.96
Water Charges	5,688.00	0.00
Shares - F & O Exps		
Professional Charges	10,112.00	0.00
Loss on F & O	25,484.96	0.00
Stamp Duty Charges	0.00	16,298.86
TOTAL	970,090.18	681,755.04

KMF BUILDERS AND DEVELOPERS LIMITED**No.508, Golf Manor Apartments, NAL Wind Tunnel Road, Murugeshpalya, Bangalore-17****SCHEDULES ANNEXED THERETO AND FORMING PART OF ACCOUNTS****SCHEDULE - 15****CONSTRUCTION EXPENSES AND MATERIALS ISSUED FOR CONSTRUCTION**

PARTICULARS	WHITE FIELD FY 08-09	WHITE FIELD FY 07-08
Advertisement Expenses	0.00	474,888.50
Accounting Charges	35,700.00	16,100.00
Audit Expenses	0.00	0.00
Apartment Maintenance	0.00	30,195.00
Auditors Remuneration	42,500.00	50,000.00
Bonus	0.00	0.00
BDA Approvals	0.00	1,017,566.00
Building Materials	29,356,371.00	21,123,261.00
Bank Charges & Bank Interest	458,849.00	158,582.63
Business Promotion	115,190.00	0.00
Conveyance	160,793.00	137,803.60
Commission & Brokerage	0.00	0.00
Computer Maintenance	5,801.00	1,750.00
Director Remuneration	255,000.00	300,000.00
Donation	8,500.00	0.00
Depreciation	478,199.00	390,198.20
Electricity Charges - Site	257,480.00	213,594.00
Filing Fees	0.00	32,000.00
Insurance	37,069.00	55,177.78
Interest on Car Loan	65,974.00	28,903.29
Miscellaneous Expenses	50,606.00	2,825.10
Office & General Exps	58,827.00	123,373.20
Printing & Stationery	36,255.00	75,733.20
Postage & Courier	5,925.00	14,570.00
Professional Tax	0.00	2,500.00
Pooja Exps	0.00	36,384.70
Legal & Professional Expenses	320,540.00	597,227.00
Labour Charges	7,226,333.00	6,240,074.35
Rates & Taxes	49,451.00	0.00
Repairs & Maintenance	16,972.00	1,586.20
Rent	1,083,043.00	727,200.00
Staff Welfare	105,620.00	101,405.50
Stock Exchange Fees	437,431.00	0.00
Salary & Wages	1,001,353.00	1,067,747.00
Membership & Subscription	1,590.00	51,199.10
Telephone Charges	172,949.00	167,869.17
Transportation Charges	0.00	12,072.00
Travelling Exps	993,514.00	437,543.93
Water Charges	32,234.00	8,356.00
Vehicle Maint.	41,371.00	206,637.24
Expenses for the year	42,911,440.00	33,904,323.69
Add Opening Balance	76,230,999.49	42,326,675.80
Sub-Total	119,142,439.49	76,230,999.49
Less: Transferred to P&L A/c	0.00	0.00
Closing Balance	119,142,439.49	76,230,999.49

M/S. KMF BUILDERS & DEVELOPERS LTD
REGD.OFFICE: No.508, Golf Manor Apartments,
NAL Wind Tunnel Road, Murgeshpalya,
BANGALORE - 560 017.

SCHEDULE-16
2008-09

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS:

A: SIGNIFICANT ACCOUNTING POLICIES:

1. BASIS FOR PREPARATION:

The Financial statements have been prepared and presented under the historical cost convention on accrual basis in accordance with the generally accepted accounting principles in India. The accounting policies have been consistently applied.

2. USE OF ESTIMATES:

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of Assets and Liabilities, disclosure of contingent liabilities at the date of financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between the actual results and estimates are recognized in the period in which the results are know/ materialized.

3. EVENTS OCCURRING AFTER THE DATE OF BALANCE SHEET:

Material events occurring after the date of Balance Sheet are taken into cognizance and dealt accordingly.

4. REVENUE RECOGNITION : RESIDENTIAL COMPLEX:

Revenue in respect of residential project is recognized based on percentage completion method as per Accounting Standard 7 issued by the ICAI. Under this method, revenue is recognized based on the estimated total cost of the project and estimated sale value based on the transfer of ownership/ possession/ GPA/ Katha Transfer/ Agreements. However, during the year only booking amount was received from the customer. Hence, revenue was not recognized.

Revenue from commission was recognized based on the accrual basis.

Interest income recognized on time proportionate basis and other income is recognized on accrual basis

In respect of interest on IT refund/Insurance claim. Income will be recognized on cash basis

5. INFLATION:

Assets and liabilities are recorded at historical cost. These costs are not adjusted to reflect the changing value in the purchasing power of money.

6. FIXED ASSETS & DEPRECIATION:

- a. Fixed Assets were stated at historical cost less accumulated depreciation.
- b. Direct cost relating to assets such as freight, installation, Duties and taxes are included in the cost of the asset.
- c. Depreciation in the books is provided on all depreciable assets on straight line method at the rates prescribed in Schedule -XIV of the Companies Act, 1956 as amended from time to time. The depreciation is calculated on Pro-rata Basis from the date on which the assets is purchased or put to use, whichever is later including the asset, cost of which is less than Rs.5000/-.
- d. Depreciation on Fixed Assets provided on straight line method.

7. TREATMENT OF EXPENDITURE ON CONSTRUCTION WORK:

The expenditure incurred/borrowing cost on construction work was directly allocated to projects, wherever the expenses were not identifiable those expenses were apportioned to the administration and other projects which are in progress.

8. INVESTMENTS:

Investments are stated at cost

9. RETIRMENT BENEFIT:

a) One Employee is covered under gratuity scheme. The company has not determines the gratuity liability at the end of the financial year.

b) In case of leave encashment benefits offered to employees, there is no liability for provision of leave encashment benefit at the end of the year.

10. DEFERRED TAXES:

Deferred tax recognized subject to the consideration of prudence, on timing differences between taxable income and accounting income, that originates in one period and are capable of reversal in one or more subsequent periods.

11. FOREIGN CURRENCY TRANSACTION:

There is no foreign currency inflow or outflow during the year.

12. TAXATION:

(a) Income tax:

Income tax expense comprises current tax for the year determined in accordance with the income-tax Act, 1961.

(b) Deferred tax

Deferred taxation is provided using the liability method in respect of the taxation effect originating from all material timing differences between

the accounting and tax treatment of income and expenditure, which are expected with reasonable probability to reverse in subsequent periods. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only when there is a virtual certainty of realization of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down or, written up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realized.

(a) Fringe Benefit tax:

Fringe benefit tax is provided as per provisions of the Fringe Benefit Tax Act.

13. SEGMENTAL REPORTING:

The Company Operates in only one segment of business, namely, development of an Residential Housing. Hence segment reporting is not applicable.

14. IMPAIRMENT OF ASSETS:

Management periodically assesses using, external and internal sources, whether there is an indication that an asset may be impaired. An asset is impaired when the carrying amount of the asset exceeds its recoverable amount. An impairment loss is charged to Profit and Loss Account in the year in which an asset is identified as impaired.

15. PROVISIONS AND CONTINGENT LIABILITIES:

A provision is recognized when the company has present obligations as a result of past event, it is probable that an outflow of resources will be required to settle the obligations, in respect of which reliable estimate can be made. Provisions are not discounted to its present value and are determined based on the best estimates required to settle the obligations at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect a current best estimate.

All known liabilities wherever material are provided for. Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent and disclosed by way of notes to the accounts wherever necessary.

SCHEDULE-17
NOTES ON ACCOUNTS:

2008-09

1. Contingent Liabilities Not Provided For in Respect of

	Current year (Rs)	Previous year (Rs)
a) Guarantees issued by the Company's Bankers and counter guarantees issued by the Company	NIL	NIL

2. Managerial remuneration under section 198 of the Companies Act, 1956 paid (or) payable during the year to the Directors

	Current year (Rs)	Previous year (Rs)
Remuneration to Director (1 No.)	3,00,000	3,00,000

3. Auditors Remuneration

	Current year (Rs)	Previous year (Rs)
For audit fees	38,000.00	38,000.00
For tax matters	12,000.00	12,000.00
For Tax Audit	0.00	0.00
Out of Pocket Expense	0.00	0.00
Service Tax	0.00	0.00
TOTAL	50,000.00	50,000.00

4. a) Provision for Income tax and Wealth tax in the accounts for the Financial year ending 31st march, is made on the basis of taxable profits/wealth as defined under the Income Act, 1961 & the Wealth Tax Act respectively.
 b) Provision for income tax Rs.19,000/- (Previous Year Rs 64,000/- and wealth tax is Nil (Previous year Rs.Nil).
 c) Provision for Fringe Benefit Tax is Rs 61,203/- (Previous Year Rs. 83,250/-)

- 5.. Derivatives:
 The Company has not entered into any derivative contracts during the year under review.

6. Sundry Creditors disclosure -
 Dues to Micro Small Enterprises -
 The Principal amount and the interest due thereon remaining unpaid to any supplier as at March 31, 2009: Rs. NIL

The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company.

7. Balance standing to the debit and credit of loans and advances, Banks and other parties are subject to confirmation and reconciliation.
8. In the opinion of the Board the value on realization of Current Assets, Loans and Advances in the ordinary course of business shall not be less than the amount at which they are stated in the Balance Sheet and provision for known liabilities have made and contingent liabilities disclosed properly.
9. Work- in -progress includes materials issued for construction valued at cost.
10. Information required by Para 4(d) of part II of schedule VI of the Companies Act, 1956.

- a) statement of expenditure/earnings incurred in foreign currency.

	Current Year	previous Year
	Rs.	Rs.
Outgo	NIL	NIL
Earnings	NIL	NIL

- b) Particulars in respect of employees whose remuneration is in excess of Rs. 6,00,000/- p.a.(or) Rs.50,000-p.a. and is employed for the part of the year.

	Current Year	Previous Year
	Rs	Rs
For the full Year(Gross)	NIL	NIL
For part of the Year	NIL	NIL

11. Earnings per share (EPS)

Current Year Previous Year

a) Amount used as numerator Profit/Loss after taxation attributable to equity share holders	1,61,560	3,78,977
b) Weighted average number of equity shares used as the denominator	60,91,000	60,91,000
c) Nominal value of share	10	10
d) Earning per share (Basic & diluted)	0.027	0.08

12. Related parties transactions:

- a) None of related parties having transactions with the company during the year 2008-09

2007-08
i) Associate ii)
M/S. KMFLtd.
M/S. KMF Securities Ltd.
M/S. Manu Investment Ltd.

Associate
M/S KMFLtd.
M/S KMF Securities Ltd.
M/S Manu Investment Ltd.

ii) Key Management personnel
Mr. P.K. Malik,
(Whole time Director)

ii) Key Management personnel
Mr. P.K. Malik
(Whole time Director)

a) Transactions with related parties during the year ended 31st March, 2009.
Transaction Association Key Management personal

c) Remuneration to Director is Rs. 3,00,000 (P.Y Rs.300000)

d) ICD Taken NIL

e) ICD-Given 12,36,956
(PY 12,36,956)

f) Investments 22,06,424.44
(PY 22,06,424.44)

NOTE: The figures in the brackets represent previous year figures. Bracket value of shares is not available.

13. Previous year figures have been rearranged/regrouped wherever necessary.

SIGNATURES TO SCHEDULE 'I' TO '16' INCLUSIVE:

For and on behalf of Board of Directors

In terms of our report of even date

(S.K.CHADHA)
Director

Sd/-
B Sreenivasa Setty
Proprietor
M.S.No.205645
For and on behalf of
M/s B Sreenivasa & Co.,
Chartered Accountants

(MALIK PRADEEP KUMAR)
Whole time director
PLACE: BANGALORE
DATE : 07.09.2009

**INFORMATION PURSUANT TO PART IV OF SCHEDULE VI TO THE
COMPANIES ACT 1956**

a) Registration Details :			
Registration No.	: 17422	State Code:	08
Balance Sheet Date: 31.03.2009			
b) Capital raised during the year (Amt. In Rs. Nil)			
Public Issue	-	Right Issue	-
Bonus Issue	-	Private Placement (Promoters Quote)	0.00
c) Position of Mobilisation and deployment of funds (Amt. In Rupees)			
Net of current liabilities and provisions			
Total Liabilities		Total Assets	
<u>Sources of Funds</u>		<u>Application of Funds</u>	
	Rs.		Rs.
Paid-up-Capital	60910000.00	Net Fixed Assets	3956056.41
Share Application Money	0.00	Investments	5701760.26
Deferred Tax Liability	576695.00	Current Assets,	
Reserves & Surplus	12600368.90	Loans & Advances	135149584.64
Secured Loans	159766.85	Miscellaneous	
Unsecured Loans	2924625.27	Expenditure	0.00
Current Liabilities	67635945.29	Accumulated Losses	0.00
Total	144807401.31	Total	144807401.31
Performance of the Company:			
(Amt. In Rs.)			
Turnover/Income			1247141.25
Total Expenditure			1054478.29
Profit before tax			192662.96
Profit after tax			161560.96
Earning per share in Rs.			0.027
Dividend Rate			Nil
General names of three principal products/service of the Company (As per monetary terms):			
Item code No.: Builders		Product Description	
Item code No.		Product Description	
Item code No.		Product Description	
Place: Bangalore		For KMF Builders & Developers Ltd	
Date : 07.09.2009			
Chairman			

KMF BUILDERS AND DEVELOPERS LIMITED No.508, Golf Manor Apartments, NAL Wind Tunnel Road, Murugeshpalya, Bangalore-17 CASH FLOW STATEMENT FOR THE PERIOD ENDED 31ST MARCH, 2009		
PARTICULARS	AS AT 31.03.09 (In Rs.)	AS AT 31.03.08 (In Rs.)
A CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit / (Loss) before tax	192,662.96	436,841.91
Adjustment for depreciation	84,388.11	167,227.80
Interest received	(568,188.00)	(675,891.00)
Dividend received	(19,000.00)	(20,000.00)
Short Term Capital Gain	-	(29,050.05)
Deferred Tax Balance (Net)	(49,101.00)	(89,385.00)
Loss/profit on Futures & Options	25,484.96	(439,127.76)
Miscellaneous Exps	-	-
(Profit) / Loss on sale of fixed assets	-	-
Interest paid	11,642.74	-
OPERATING PROFIT BEFORE CAPITAL CHANGES	(322,110.23)	(649,384.10)
Trade and other receivables	(1,467,345.00)	889,332.00
Inventories	(42,433,241.00)	(33,514,125.49)
Trade Payables	36,682,198.85	14,987,403.61
Deferred Tax Balance (Net)	49,101.00	89,385.00
Cash generated from Operation:		
Interest paid	(11,642.74)	-
Direct Taxes Paid	(80,203.00)	(147,250.00)
Excess IT Provision written back	-	-
Adjustment for earlier year	-	-
NET CASH FROM OPERATING ACTIVITIES - A	(7,583,242.12)	(18,344,638.98)
B: CASH FLOW FROM INVESTING ACTIVITIES:		
Sale Of fixed Assets	-	-
Purchase Of fixed Assets	(54,000.00)	-
Purchase Of Investment	-	4,239,386.29
Inter - corporate deposits	-	-
Dividend / Interest Received	587,188.00	695,891.00
Short Term Capital Gain	-	29,050.05
Loss/profit on Futures & Options	(25,484.96)	439,127.76
NET CASH USED IN INVESTING ACTIVITIES - B	507,703.04	5,403,455.10
C: CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from long term borrowings	(2,075,544.32)	(3,193,803.94)
Proceeds from Issue of Shares	6,821,500.00	6,821,500.00
NET CASH USED IN FINANCING ACTIVITIES - C	4,745,955.68	3,627,696.06
Net Increases / (Decreased) in cash and cash equivalents	(2,329,583.40)	(9,313,487.82)
Opening Cash and Bank Balances	8,578,006.35	17,891,494.17
Closing Cash and Bank Balances	6,248,422.95	8,578,006.35
For and on behalf of the Board of Directors <div style="display: flex; justify-content: space-between;"> <div> (S.K.CHADHA) Director </div> <div> (MALIK PRADEEP KUMAR) Whole Time Director </div> <div style="text-align: right;"> Extracted From Audited Accounts sd/- B Sreenivasa Setty Proprietor M.S.No.205645 For and on behalf of B Sreenivasa & Co., Chartered Accountants </div> </div>		
Place : Bangalore Date : 07.09.2009		

M/S. KMF BUILDERS AND DEVELOPERS LIMITED

REGD.OFFICE: No.508, Golf Manor Apartments,
NAL Wind Tunnel Road, Murgeshpalya, BANGALORE 560 017.

PROXY FORM

I/We _____
of _____ being a Member(s)
of KMF BUILDERS AND DEVELOPERS LIMITED _____
or failing him _____ of _____ as

My (our) Proxy to attend and vote for me(us) and on my(our) behalf at the FOURTEENTH ANNUAL GENERAL MEETING of the Company to be held on Wednesday, 30th September 2009 10 am. at the Registered office of the Company, and at any adjournment thereof.

Signed this _____ day of _____ 2009

Affix a
1 Rupee
Revenue
Stamp here

Signature _____

This Proxy form must be duly completed and deposited with the company at its Registered Office, at least 48 HOURS before the Meeting.

TEAR HERE

M/S. KMF BUILDERS AND DEVELOPERS LIMITED

REGD.OFFICE: No.508, Golf Manor Apartments,
NAL Wind Tunnel Road, Murgeshpalya, BANGALORE 560 017.

ATTENDANCE SLIP

TO BE SIGNED AND HANDED OVER AT THE ENTRANCE OF THE MEETING HALL

(To be filled in BLOCK LETTERS)

Full name of member attending _____

Full name of the first joint holder _____
(To be filled in if first named joint holder does not attend the meeting)

Name of proxy _____

(To be filled in if proxy form has been duly deposited with the Company)

I hereby record my presence at the FOURTEENTH ANNUAL GENERAL MEETING of the Company to be held on Wednesday, 30th September 2009 at No. 508 Golf Manor Apartments NAL Wind Tunnel Road, Murgeshpalya, BANGALORE-560 17

Register Folio No. _____

DPID _____

Account ID _____

No. of Shares held _____

Member's /Proxy's Signature
(To be Signed at the time of
handing over this slip)

BOOK - POST
Under Certificate of Posting

If Undelivered, please return to :
KMF Builders & Developers Ltd.,
1003, Vikram Tower,
16, Rajendra Place, New Delhi -110 008