

**KARTIK
INVESTMENTS
TRUST LIMITED**

**32nd ANNUAL REPORT
2009-2010**

C O N T E N T S

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NOTICE TO SHAREHOLDERS

Notice is hereby given that the thirty second annual general meeting of the shareholders of Kartik Investments Trust Limited will be held at the Registered Office of the Company, 'Parry House', No.43, Moore Street, Chennai 600 001 at 4 p.m. on Friday, the 27th August 2010 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Profit and Loss Account for the year ended 31st March 2010 and the Balance Sheet as at that date and the Report of the Board of Directors and the Auditors thereon.
2. To appoint a director in the place of Mr. Suresh Krishnan, Director who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Auditors and to fix their remuneration. M/s. Shanker Giri and Prabhakar, the retiring auditors are eligible for re-appointment.

SPECIAL BUSINESS

4. To consider and if deemed fit, to pass, with or without modification(s), the following as an **ORDINARY RESOLUTION:**

RESOLVED THAT Mr. V. Suryanarayanan be and is hereby appointed as a director of the Company.

On behalf of the Board

Chennai
May 24, 2010

SURESH KRISHNAN
DIRECTOR

NOTES

1. A member entitled to attend and vote at the above meeting may appoint one or more proxies to attend and vote instead of him. The proxy need not be a member of the Company. Proxy to be valid shall be deposited with the Company not later than forty eight hours before the time for holding the meeting.
2. The Register of members and share transfer books will remain closed from Monday, the 23rd August 2010 to Friday, the 27th August 2010 (both days inclusive).

3. Members are requested to notify immediately any change in the address to the Registered Office of the Company.

On behalf of the Board

Chennai
May 24, 2010

SURESH KRISHNAN
DIRECTOR

Explanatory statement pursuant to section 173(2) of the Companies Act, 1956

Item No. 4

The Board vide its resolution dated 7th April 2010 had appointed Mr. V. Suryanarayanan as additional director. Mr. V. Suryanarayanan holds office up to the date of this annual general meeting. The company has received a notice along with deposit of Rs.500/- from a member of the Company under section 257 of the Companies Act, 1956 proposing his appointment as Director of the company. Hence, the resolution is placed before the shareholders for approval.

On behalf of the Board

Chennai
May 24, 2010

SURESH KRISHNAN
DIRECTOR

DIRECTORS' REPORT

Your directors have pleasure in presenting the thirty second annual report together with the audited accounts for the year ended 31st March 2010.

OPERATIONS

During the year under review, the Gross income of the Company was at Rs.29.23 lakhs as against Rs.4.04 lakhs during the previous year. The Company made a profit after tax of Rs.21.90 lakhs as against a loss of Rs.1.07 lakhs during the previous year.

DIRECTORS

At the ensuing annual general meeting, Mr. Suresh Krishnan, Director retires by rotation and being eligible offers himself for re-appointment. Mr. V. Suryanarayanan has been appointed as additional director effective 7th April 2010 and he holds office till the ensuing annual general meeting. The Company has received a notice u/s 257 of the Companies Act, 1956 for the appointment of Mr. Suryanarayanan as director of the Company.

AUDITORS

M/s. Shanker Giri and Prabhakar, Chartered Accountants, Chennai retire at the ensuing annual general meeting and are eligible for re-appointment.

DIRECTORS RESPONSIBILITY STATEMENT

The Directors Responsibility Statement under Section 217 (2AA) of the Companies Act, 1956 is attached and is forming part of this report.

CERTIFICATE UNDER SECTION 383A OF THE COMPANIES ACT, 1956

Certificate as required under section 383A of the Companies Act, 1956 being a report of secretarial audit by practicing company secretary is attached with this report.

CORPORATE GOVERNANCE

With respect to the corporate governance voluntary guidelines 2009 issued by the Ministry of Corporate Affairs in December 2009, the company has complied with the voluntary guidelines to the extent disclosed above and the Company is evaluating the feasibility of progressively implementing the other requirements.

GENERAL

During the year, there was no employee covered by the provisions of section 217(2A) of the Companies Act, 1956. There is no information to be disclosed under the Companies (Disclosure of Particulars in Report of Board of Directors) Rules, 1988 in respect of particulars relating to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo.

There were no unclaimed/overdue deposits lying with the Company as on 31st March 2010.
The shares of your company are listed in The Bombay Stock Exchange Ltd.

On behalf of the Board

Chennai
May 24, 2010

R SURENDRAN
CHAIRMAN

DIRECTORS' RESPONSIBILITY STATEMENT

(Annexure to the director's report)

The Directors accept the responsibility for the integrity and objectivity of the Profit & Loss Account for the year ended 31st March 2010 and the Balance Sheet as at that date ("financial statements") and confirm that:

- in the preparation of the financial statements the generally accepted accounting principles (GAAP) of India and applicable accounting standards issued by the Institute of Chartered Accountants of India have been followed.
- appropriate accounting policies have been selected and applied consistently and judgments and estimates that are reasonable and prudent have been made so as to give a true and fair view of the state of affairs of the company as at the end of the financial year and of the profit of the company for that period.
- 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 for preventing and detecting fraud and other irregularities. To ensure this, the company has established internal control systems, consistent with its size and nature of operations, subject to the inherent limitations that should be recognized in weighing the assurance provided by any such system of internal controls. These systems are reviewed and updated on an ongoing basis.
- the financial statements have been prepared on a going concern basis

On behalf of the Board

Chennai
May 24, 2010

R SURENDRAN
CHAIRMAN

L65993TN1978PLC012913

COMPLIANCE CERTIFICATE

Name of the Company : KARTIK INVESTMENTS TRUST LIMITED
Registration No. (CIN) : L65993TN1978PLC012913
Authorized Capital : Rs. 1,00,00,000/-
Paid-up Capital : Rs. 24,40,000/-

To,
The Members
MESSRS. KARTIK INVESTMENTS TRUST LIMITED
"Farry House", II Floor,
No.43, Moore Street,
Chennai - 600 001.

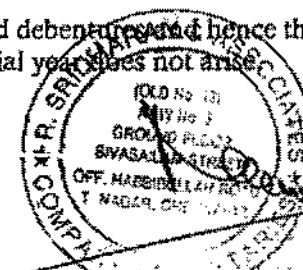
We have examined the registers, records, books and papers of **MESSRS. KARTIK INVESTMENTS TRUST LIMITED** (the Company) as required to be maintained under the Companies Act, 1956 (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended 31st March 2010 in our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company, its officers and agents, we certify that in respect of the above said financial year:

1. The Company has kept and maintained all registers as stated in ANNEXURE 'A' to this certificate, as per the provisions and the rules made there under and all entries therein have been recorded.
2. The Company has filed the forms and returns as stated in ANNEXURE 'B' to this certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities prescribed under the Act and the rules made there under.
3. The Company is a public limited company and has the minimum prescribed paid up capital. The Company is a listed company and the shares are listed with Bombay Stock Exchange Limited.
4. The Board of Directors met four times on 24th June 2009, 20th July 2009, 29th October 2009 and 29th January 2010 in respect of which meetings notices were given and proceedings were recorded including the circular resolutions dated 26th August 2009, 18th September 2009, 24th December 2009 and 5th March 2010 in the Minutes Book maintained for the purpose.
5. The Company closed its Register of Members from 24th August 2009 to 28th August 2009 (both days inclusive) and necessary compliance of Section 154 of the Act has been made.
6. The Thirty First Annual General Meeting for the financial year ended 31st March 2009 was held on 28th August 2009 after giving notice to the members of the Company and the resolutions passed thereat were recorded in the Minutes Book maintained for the purpose.
7. No Extra-ordinary general meeting was held during the financial year.
8. The Company has not advanced any loans or given any guarantees or provided any securities to its directors or persons or firms or companies referred under Section 295 of the Act.
9. The Company has not entered into any contracts falling within the purview of Section 297 of the Act.



L65993TN1976PLC012913

10. During the financial year, the Company has not entered into any contracts falling within the purview of Sections 297 and 299 of the Act.
11. As there were no instances falling within the purview of Section 314 of the Act, the Company has not obtained any approvals from the Board of directors, members or Central Government.
12. The Company has not issued any duplicate share certificates during the financial year.
13. The Company:
 - (i) has delivered all the certificates on lodgment thereof for transfer and transmission in accordance with the provisions of the Act during the financial year.
 - (ii) has not effected any allotment of securities during the financial year.
 - (iii) has not deposited any amount in a separate Bank Account as no dividend was declared during the financial year.
 - (iv) was not required to post warrants to any member of the Company as no dividend was declared during the financial year.
 - (v) has no unpaid dividend to be transferred to Investor Education and Protection Fund.
 - (vi) has not issued any shares or debentures and has not accepted any deposits and hence the question of transfer of application money due for refund, matured debentures, matured deposits and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years to Investor Education and Protection Fund does not arise.
 - (vii) has complied with the requirements of Section 217 of the Act.
14. The Board of Directors of the Company is constituted. There was no appointment of directors, additional directors, alternate directors or directors to fill casual vacancy during the financial year.
15. The Company has not appointed any Managing Director / Whole-time Director / Manager during the financial year.
16. The Company has not appointed any sole selling agents during the financial year.
17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar and / or such authorities prescribed under the various provisions of the Act during the financial year.
18. The directors have disclosed their interest in other firms/ Companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. The Company has not issued any shares, debentures or other securities during the financial year.
20. The Company has not bought back any shares during the financial year and hence the question of complying with the buy back provisions does not arise.
21. The Company has no preference share capital and has not issued debentures and hence the question of redemption of preference shares or debentures during the financial year does not arise.



[65993TN1978PLC012913]

22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited / accepted any deposits including any unsecured loans falling within the purview of Section 58A during the financial year.
24. The Company has not made any borrowings during the financial year.
25. The Company is an investment Company and hence the provisions of Section 372A of the Companies Act, 1956 is not applicable.
26. The Company has not altered the provisions of the Memorandum of Association with respect to situation of the Company's registered office from one State to another during the financial year.
27. The Company has not altered the provisions of the Memorandum of Association with respect to the objects of the Company during the financial year.
28. The Company has not altered the provisions of the Memorandum of Association with respect to name of the Company during the financial year.
29. The Company has not altered the provisions of the Memorandum of Association with respect to share capital of the Company during the financial year.
30. The Company has not altered its Articles of Association during the financial year.
31. There was no prosecution initiated against or show cause notices received by the Company and no fines or penalties or any other punishment was imposed on the Company during the financial year, for offences under the Act.
32. The Company has no employees and hence the question of receipt of money as security from its employees during the financial year does not arise.
33. As per the information and explanation provided to us, the Company has no employees and hence the question of contribution towards the provident fund during the financial year does not arise.

PLACE : CHENNAI
DATE : 23RD APRIL 2010

For R.SRIDHARAN & ASSOCIATES
COMPANY SECRETARIES



CS R.SRIDHARAN
CP No.: 3239
FCS No.: 4775

L65993TN1978PLC012913

ANNEXURE 'A'

Name of the Company : KARTIK INVESTMENTS TRUST LIMITED
Registration No. (CIN) : L65993TN1978PLC012913
Authorized Capital : Rs.1,00,00,000/-
Paid-up Capital : Rs. 24,40,000/-

REGISTERS AS MAINTAINED BY THE COMPANY

Sl. No.	Section Number	Name of the Register
1.	108	Share Transfer Register
2.	143	Register of Charges
3.	150	Register of Members
4.	151	Index of Members
5.	193	Minutes of the meetings of the Board of Directors
6.	193	Minutes of the general meetings of the Members
7.	301	Register of Contracts
8.	303	Register of Directors
9.	307	Register of Directors' Shareholding
10.	-	Board Meeting Attendance Register
11.	-	General Meeting Attendance Register

PLACE : CHENNAI
DATE : 23RD APRIL 2010

For R.SRIDHARAN & ASSOCIATES
COMPANY SECRETARIES



CS R. SRIDHARAN
CP No.: 3239
FCS No.: 4775

L65993TN1978PLC012913

ANNEXURE 'B'

Name of the Company : **KARTIK INVESTMENTS TRUST LIMITED**
Registration No. (CIN) : **L65993TN1978PLC012913**
Authorized Capital : **Rs.1,00,00,000/-**
Paid-up Capital : **Rs. 24,40,000/-**

Returns/ Documents/ Forms filed with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ended 31st March 2010

FOR THE FINANCIAL YEAR 2009-2010 [01.04.2009 TO 31.03.2010]

REGISTRAR OF COMPANIES

Sl. No.	Form No.	Relevant Section	Description	Date of filing	Whether filed within prescribed time Yes/No	If delay in filing whether requisite additional fee paid Yes/No	Remarks (SRN/ Amount Paid)
1.	66	383A	Compliance Certificate issued by CS.R.Sridharan, M/s.R.Sridharan and Associates, Company Secretaries for the financial year ended 31 st March 2009.	12.09.2009	YES	NA	P34525329 Rs.500/- (N)
2.	23AC, 23ACA & Sch VI	220	Balance Sheet for the financial year ended 31 st March 2009.	16.09.2009	YES	NA	P34621060 Rs.500/- (N)
3.	20B & Sch V	159	Annual Return made upto 28 th August 2009 (Date of 31 st AGM).	24.09.2009	YES	NA	P34919415 Rs.500/- (N)

REGIONAL DIRECTOR, CENTRAL GOVERNMENT & OTHER AUTHORITIES

NIL

PLACE : CHENNAI
DATE : 23RD APRIL 2010

For R.SRIDHARAN & ASSOCIATES
COMPANY SECRETARIES



CS R.SRIDHARAN
CP No.: 3239
FCS No.: 4775

List of Promoters of the Company belonging to the Murugappa Group pursuant to Regulation 3(1)(e)(i) of SEBI (Substantial Acquisition of Shares & Takeovers) Regulations, 1997.

Sl. No.	Names
1	EID Parry (India) Limited and subsidiaries
2	Silk Road Sugar Private Limited
3	New Ambadi Estates Private Limited & subsidiaries
4	Ambadi Enterprises Limited & subsidiaries
5	Tube Investments of India Limited & subsidiaries
6	TII Shareholding Trust
7	Presmet Private Limited
8	Carborundum Universal Limited & subsidiaries
9	Laserwords Private Limited & subsidiaries
10	Cholamandalam Investment and Finance Company Limited & subsidiaries
11	Coromandel Engineering Company Limited
12	Cholamandalam Factoring Ltd.
13	Murugappa Educational & Medical Foundation
14	AMM Arunachalam & Sons Private Limited
15	AMM Vellayan Sons Private Limited
16	M M Muthiah Sons Private Limited
17	Murugappa & Sons
18	Yelnoorkhan Group Estates
19	Kadamane Estates Company
20	MM Muthiah Research Foundation
21	A R Lakshmi Achi Trust
22	AMM Foundation
23	Murugappa Educational & Medical Foundation
24	M V Murugappan & Family
25	M V Subbiah & Family
26	S Vellayan & Family
27	A Vellayan & Family
28	A Venkatachalam & Family
29	M M Murugappan & Family
30	M M Venkatachalam & Family
31	M A Alagappan & Family
32	Arun Alagappan & Family
33	M A M Arunachalam & Family
34	Any company / entity promoted or controlled by the above

Family for this purpose includes spouse, dependent children and parents.

REPORT OF THE AUDITORS TO THE MEMBERS OF
KARTIK INVESTMENTS TRUST LIMITED

1. We have audited the attached Balance Sheet of KARTIK INVESTMENTS LIMITED as at 31st March 2010 and also the Profit and Loss Account for the year 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.
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 a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 as amended by the Companies (Auditor's Report) (Amendment) Order 2004 (together the 'Order') Issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, and on the basis of such checks of the books and records of the company, 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 above, we report that :
 - (i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (ii) 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 those books.
 - (iii) The Balance Sheet, Profit and Loss Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account.
 - (iv) In our opinion the Balance Sheet, Profit and Loss Account and the Cash Flow Statement dealt with by this Report comply with the accounting standards referred to in sub-section (3-C) of Section 211 of the Companies Act, 1956.
 - (v) On the basis of the written representations received from the directors as on 31st March 2010, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March 2010 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - (vi) In our opinion and to the best of our information and according to the explanations given to us the said accounts together with the schedules attached thereto give the information required by the Companies Act, 1956, in the manner so required and gives a true and fair view in conformity with the accounting principles generally accepted in India :
 - a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2010 and
 - b) in the case of the Profit and Loss Account, of the profit for the year ended on that date; and
 - c) in so far as it relates to the Cash Flow Statement, of the cash flows of the company for the year ended on that date.

For SHANKER GIRI & PRABHAKAR
Chartered Accountants
Firm Registration Number : 03761S

P.PRABHAKAR RAO
Partner
Membership Number: 18408

CHENNAI: 24/5/2010



Annexure referred to in Paragraph 3 of the Auditors' Report to the Members of Kartik Investments Trust Limited on the accounts for the year ended 31st March 2010.

- (i) The Company does not have any fixed assets and hence reporting on the same does not arise.
- (ii) The Company is an Investment Company and does not hold any inventory and hence reporting on physical verification of inventory and maintenance of inventory records does not arise.
- (iii) The Company has neither granted nor taken any loans, secured or unsecured to / from companies, firms or other parties covered in the register maintained under section 301 of the Act.
- (iv) In our opinion and according to the information and explanations given to us, the internal control system is commensurate with the size of the company and the nature of its business.
- (v) According to the information and explanations given to us, there are no contracts or arrangements referred to in Section 301 of the Companies Act, 1956 during the year that need to be entered in the register maintained under that Section..
- (vi) The Company has not accepted any deposits from the Public.
- (vii) The Company has no formal internal audit department as such. However its control procedures ensure reasonable internal checking of its financial and other records.
- (viii) Maintenance of cost records have not been prescribed by the Central Government in respect of the business carried on by the Company.
- (ix) a) The Company is regular in depositing with appropriate authorities undisputed statutory dues like income tax and Service tax. The Company did not have any dues in respect of Provident Fund, Employees State Insurance, investor education protection fund, sales tax, wealth tax, custom duty, excise duty and cess.
b) According to the information and explanation given to us, there are no dues of sales tax, income tax, customs duty, wealth tax, service tax, excise duty and cess which have not been deposited on account of any dispute.
- (x) The Company has no accumulated losses as at 31st March 2010. It has incurred cash loss during the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to any financial institution or bank. The company has not issued any Debentures.
- (xii) The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The provisions of any special statute applicable to chit fund / nidhi / mutual benefit fund / societies are not applicable to the Company.



- (xiv) In our opinion and according to the information and explanations given to us the company has maintained proper records of the transactions and contracts relating to dealings in shares, securities, debentures and other investments and these are held by the company in its own name.
- (xv) According to the information and explanations given to us the Company has not given guarantees for loans taken by others from bank or financial institutions.
- (xvi) The Company has not taken any Term Loans and hence reporting on the utilisation of such loans does not arise.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company as at 31st March 2010 , we report that short term funds have not been used for long term investment.
- (xviii) The Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section covered in the Register maintained under section 301 of the Companies Act, 1956.
- (xix) The Company has not issued any Debentures and hence the question of reporting on creation of security or charge in respect of Debentures issued does not arise.
- (xx) The Company has not raised any resources by way of public issues and hence the question of reporting on the disclosure relating to end use of such resources does not arise.
- (xxi) 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 to 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.

For SHANKER GIRI & PRABHAKAR
Chartered Accountants
Firm Registration Number : 03671S

P.PRABHAKAR RAO
Partner
Membership Number: 18408

CHENNAI: 24/5/2010



Kartik Investments Trust Limited

Balance Sheet as at March 31, 2010

	Schedule	As at March 31, 2010 Rs	As at March 31, 2009 Rs
Sources of Funds			
1. Shareholders' Funds			
Share Capital	A	2,440,000	2,440,000
Reserves & Surplus			
Surplus in Profit and Loss Account		7,648,411	8,488,144
2. Loan Funds			
Unsecured Loan	B		2,300,000
		10,088,411	10,198,144
Application of Funds			
1. Investments			
	C	5,905,218	8,288,812
2. Current Assets, loans & advances			
Cash & Bank balances	D	191,895	371,701
Loans & Advances	E	4,036,984	1,600,983
	(A)	4,228,649	1,972,684
Less : Current Liabilities & Provisions			
Liabilities	F	48,488	63,132
	(B)	48,488	63,132
Net Current Assets (A) - (B)		4,180,193	1,909,532
		10,088,411	10,198,144
Notes on Accounts	J		

This is the Balance Sheet referred to in our report of even date

For Shanker Giri & Prabhakar
Chartered Accountants

P Prabhakar Rao
Partner

Place : Chennai
Date : 24/5/2010



R Surendran
Chairman

Suresh Krishnan
Director

Kartik Investments Trust Limited

Profit & Loss account for the Year Ended March 31, 2010

	Schedule	Year ended March 31, 2010 Rs	Year ended March 31, 2009 Rs
Income			
Interest & Other Income	G	2,922,578	404,089
		<u>2,922,578</u>	<u>404,089</u>
Expenses			
Administrative & Other Expenses	H	108,697	132,928
Interest	I	168,413	378,715
		<u>285,110</u>	<u>611,643</u>
Profit/(Loss) before taxation		2,567,467	(107,554)
Provision for taxation - Current Tax		367,300	-
Profit/(Loss) after taxation		<u>2,190,267</u>	<u>(107,554)</u>
Balance brought forward from previous year		8,458,144	8,685,698
Balance carried to Balance Sheet		<u>7,248,411</u>	<u>8,458,144</u>
Notes on Accounts	J		

This is the Profit & Loss Account referred to in our report of even date

For Shanker Giri & Prabhakar
Chartered Accountants

P Prabhakar Rao
Partner
Place : Chennai
Date : 24/5/2010



R Suresndran
Chairman

Suresh Krishnan
Director

Kartik Investments Trust Limited

Schedules to Balance Sheet

	<u>As at March 31, 2010</u>		<u>As at March 31, 2009</u>		
	Rs		Rs		
A. Share Capital					
<u>Authorised</u>					
10,00,000 Equity shares of Rs.10 each		10,000,000		10,000,000	
		10,000,000		10,000,000	
<u>Issued, subscribed and paid-up</u>					
2,44,000 Equity shares of Rs.10 each fully paid		2,440,000		2,440,000	
		2,440,000		2,440,000	
B. Unsecured Loan					
Short Term Loans and Advances		-		2,300,000	
		-		2,300,000	
C. Investments - At Cost					
<u>Long Term - Non Trade</u>	<u>Face Value</u>	<u>No.</u>	<u>Cost</u>	<u>No.</u>	<u>Cost</u>
	Rs.				
<u>In fully paid Equity Shares</u>					
<u>Quoted</u>					
The Coromandel Engineering Co. Ltd (Sold 17,164 Shares during the year)	10	26,876	191,443	44,040	313,705
	(A)		191,443		313,705
<u>Unquoted</u>					
Cholamandalam MS Risk Services Ltd	10	10,008	100,080	10,008	100,080
Cholamandalam Factoring Ltd (Sold 1,80,595 shares during the year)	10	-	-	180,595	2,261,132
Chola Business Services Ltd	10	9,600	95,000	9,600	95,000
Murugappa Management Services Ltd	100	6,727	678,180	6,727	678,180
Murugappa Morgan Thermal Ceramic Ltd	10	1	42	1	42
Parry Engineering & Exports Ltd	10	201,800	1,754,728	201,800	1,754,728
Cholamandalam MS General Insurance Ltd	10	100	1,000	100	1,000
Amaravathi Sri Venkatesa Paper Mills Ltd	10	70,000	3,087,777	70,000	3,087,777
	(B)		5,713,775		7,974,907
Total (A + B)			5,905,218		8,288,612
Market Value of Quoted Investments			268,760		440,400



Kartik Investments Trust Limited

Schedules to Balance Sheet

	<u>As at March 31, 2010</u>	<u>As at March 31, 2009</u>
D. Cash and Bank balances		
Balances with Scheduled banks		
- On Current Account	191,085	371,701
	191,085	371,701
E. Loans and Advances (Unsecured Considered Good)		
Short Term Deposit and advances with Companies	2,900,000	-
Advance payment of tax and Tax deducted at source (Net of provision for taxation - Rs.3,78,385/-)	1,236,884	1,800,883
	4,036,754	1,600,963
F. Current Liabilities		
Provisions Payable	29,781	40,803
Other Liabilities	18,676	13,229
	45,456	63,132



Kartik Investments Trust Limited

Schedules to Profit and Loss account

	<u>Year ended</u> <u>March 31, 2010</u>	<u>Year ended</u> <u>March 31, 2009</u>
	Rs.	Rs.
G. Interest & Other Income		
Interest -ICD Placed (TDS - Rs 3,181/-)	31,913	-
Dividend	161,190	239,170
Profit on Sale of Investments	2,709,533	162,006
Miscellaneous Income	-	2,913
	<u>2,922,978</u>	<u>404,089</u>
H. Administrative Expenses		
Rates & Taxes	24,226	12,347
Advertisement	69,807	67,851
Postage	-	52
Auditor's Remuneration		
- For Audit	27,878	27,578
- For Certification	10,887	22,389
Legal and Professional charges	48,063	12,634
	<u>198,697</u>	<u>132,926</u>
I. Interest		
Interest on fixed loans	163,887	374,814
Bank charges	2,819	3,901
	<u>166,413</u>	<u>378,715</u>



Kartik Investments Trust Limited

Schedules to accounts for the year ended 31st March 2010

J Notes on Accounts

1. SIGNIFICANT ACCOUNTING POLICIES:

a) BASIS OF ACCOUNTING

The accounts of the Company have been prepared on a Going Concern Basis.

b) REVENUE RECOGNITION

Accrual basis of accounting has been adopted for both revenue and costs.

c) INVESTMENTS

Investments are valued at cost and income arising there from is accounted on accrual basis. The diminution in the market value of such investments has been provided for wherever such diminution is considered permanent.

2. In accordance with the provisions of Accounting Standard - 22 "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India, Deferred Tax Asset attributable to unabsorbed carried over business losses and losses under the head Capital Gains as at 31-03-2010 is not recognised in view of the uncertainty regarding its utilisation by way of set off in subsequent years. The aggregate deferred tax asset not recognised as at 31st March 2010 is Rs.286.43 lacs.

3. Related parties

There are no related parties.

4. Earnings per share

	2009-10	2008-09
	Rs.	Rs.
a) Profit as per Profit and Loss account	2,180,287	(107,554)
b) Weighted average number of Equity Shares of Rs. 10 each outstanding during the year	244,000	244,000
c) Earnings per share	8.98	(0.44)

5. Segment Reporting

The Company is engaged in the business of dealing in Investments and Finance and hence this is considered the only business segment.

6. Previous year's figures have been reclassified wherever necessary to confirm to the classification adopted in these accounts.

SIGNATURES TO SCHEDULES 'A' TO 'J'

For Shanker Giri & Prabhakar
Chartered Accountants

F Prabhakar Rao
Partner

Place : Chennai
Date : 24/5/2010



R Surendran
Chairman

Suresh Krishnan
Director

Kartik Investments Trust Limited

Balance Sheet Abstract and Company's General Business Profile AS PER PART IV TO SCHEDULE VI TO THE COMPANIES ACT, 1956

I Registration Details

Registration No

State Code

Balance Sheet Date

II Capital raised during the year (Amount in Rs. Thousands)

Public Issue

Rights Issue

Bonus Issue

Private Placement

III Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousands)

Total Liabilities

Total Assets

Source of Funds

Paid-up Capital

Reserves & Surplus

Secured Loans

Unsecured Loans

Application of Funds

Net fixed assets

Investments

Deferred Tax Asset

Net current assets

Miscellaneous expenditure

Accumulated losses

IV Performance of Company (Amount in Rs. Thousands)

Turnover

Total Expenditure

+ - Profit before Tax -

+ - Profit/Loss after Tax -

(Please tick appropriate box + for Profit, - for Loss)

Earning per share in Rs

Dividend rate %

V Generic Names of Three Principal Products/Services of Company (as per monetary terms)

Item Code No. (ITC Code)

Product Description
Investments

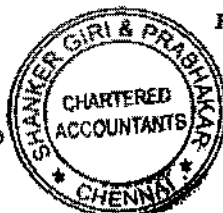
For Shanker Giri & Prabhakar
Chartered Accountants

P Prabhakar Rao
Partner

R Surendran
Chairman

Suresh Krishnan
Director

Place: Chennai
Date: 24/5/2010



Kartik Investments Trust Limited

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2010

	2009-2010		2008-2009	
A CASH FLOWS FROM OPERATING ACTIVITIES				
NET PROFIT/(LOSS) BEFORE TAX	2557487		(107684)	
ADJUSTMENTS FOR :				
Interest on ICD	(31913)		-	
Profit on sale of investments	(2709635)		(162006)	
Dividend	(181130)		(239170)	
Interest expenses	159413		378715	
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	(198698)		(130015)	
ADJUSTMENTS FOR :				
Trade and Other Receivables	(2800000)		1144748	
Trade Payables	(17676)		(310546)	
CASH GENERATED FROM OPERATIONS	(3016374)		204189	
Interest Paid	(166413)		(378715)	
Direct Taxes paid	(3191)		-	
NET CASH FROM OPERATING ACTIVITIES (A)		(3185978)		(174529)
B CASH FLOW FROM INVESTING ACTIVITIES				
Sale / (Purchase) of Investments	-		-	
Loans and Advances	-		-	
Sale of Investments	8092929		163800	
Interest Received	31913		-	
Dividend Received	181130		239170	
NET CASH USED IN INVESTING ACTIVITIES (B)		5305972		402970
C CASH FLOW FROM FINANCING ACTIVITIES				
Repayment of borrowings	(2300000)		(7700000)	
NET CASH USED IN FINANCING ACTIVITIES (C)		(2300000)		(7700000)
NET DECREASE IN CASH AND CASH EQUIVALENTS (A+B+C)		(180006)		(7471589)
CASH AND CASH EQUIVALENTS AS AT BEGINNING OF THE YEAR		321701		7543280
CASH AND CASH EQUIVALENTS AS AT THE END OF THE YEAR		191695		321701

This is the Cash Flow Statement referred to in our report of even date

For Shanker Giri & Prabhakar
Chartered Accountants

P Prabhakar Rao
Partner



R Surendran
Chairman

Suresh Krishnan
Director

Place : Chennai
Date : 24/5/2010

KARTIK INVESTMENTS TRUST LIMITED

Registered Office : "PARRY HOUSE", No.43, Moore Street, Parrys, Chennai 600 001

ADMISSION SLIP

Folio No.:

Name & Address of Member:

I certify that I am a registered Shareholder of the Company and hold Shares.

* Please indicate whether Member / Proxy.....

***Members / Proxy's Signature**

- Notes :
1. Shareholders / Proxy holders must bring the Admission Slip to the meeting and hand over the same at the entrance duly signed.
 2. Shareholders are requested to advise their change in address, if any, to the Company's Registered Office quoting folio numbers.

KARTIK INVESTMENTS TRUST LIMITED

Registered Office : "PARRY HOUSE", No.43, Moore Street, Parrys, Chennai 600 001

PROXY FORM

Folio No.:

No. of Shares:

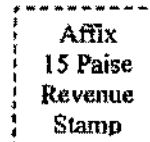
I / Weof
..... Being a Member / Members of Kartik
Investments Trusts Limited hereby appoint
of..... or failing him / her
.....of..... as my proxy to
attend and vote for me / us on my / our behalf in the manner indicated below* at the Thirty second
Annual General Meeting of the Company to held at 4 p.m. on Friday, the 27th August 2010 and at any
adjournment thereof.

* "For" item Nos.: -

* "Against" item Nos.: -

Signed this day of2010.

Signature of the Member / Proxy



Note : The Proxy form must reach the Registered Office of the Company not less than 48 hours before the time for holding the aforesaid meeting. The Proxy need not be a Member of the Company.

* This is only optional, please fill up item nos., as appearing in the notice of the AGM. If you leave the item nos. blank, your proxy will be entitled to vote in the manner as he/she thinks appropriate.

BOOK-POST

If undelivered please return to:

KARTIK INVESTMENTS TRUST LIMITED
"Parry House", No.43, Moore Street
Chennai 600 001