

BOOK - POST

**INTELLIVATE CAPITAL  
VENTURES LTD**

(Formerly known as **K. B. STEEL LIMITED**)

**27th  
Annual Report  
2009 - 2010**

If undelivered please return to :

**INTELLIVATE CAPITAL VENTURES LTD**

(Formerly known as **K. B. STEEL LIMITED**)

66/1, Hansa Villa, Opp. South Indian Gymkhana, Bhaudaji Cross Road,  
Matunga (CR), Mumbai, PIN 400 019

## ANNUAL REPORT 2009-2010

### 27<sup>th</sup> ANNUAL REPORT 2009-2010

#### BOARD OF DIRECTORS

MR. VIPUL J. MODI  
MRS. LEENA V. MODI  
MR. SIDDHARTH P. SHAH

#### REGISTERED OFFICE

66/1, HANSA VILLA, OPP. SOUTH INDIAN GYMKHANA,  
BHAUDAJI CROSS ROAD, MATUNGA (CR), MUMBAI- 400 019

#### REGISTRAR & TRANSFER AGENT

##### PURVA SHAREGISTRY (INDIA) PVT. LTD.

9, SHIV SHAKTI INDUSTRIAL ESTATE, GROUND FLOOR, J.R. BORICHA MARG,  
OPP. KASTURBA HOSPITAL, LOWER PAREL, MUMBAI- 400 011  
TEL-NO 23016761, 23018261.

#### BANKERS

INDUSIND BANK

#### AUDITORS

J. B. DUDHELA & CO.  
CHARTERED ACCOUNTANTS

#### COMPANY LAW ADVISOR

VINAY TERSE & ASSOCIATES  
COMPANY SECRETARY

### C O N T E N T S

NOTICE .....	3-6
DIRECTORS' REPORT .....	7-9
COMPLIANCE CERTIFICATE .....	10-13
AUDITORS' REPORT .....	14-18
BALANCE SHEET .....	19
PROFIT AND LOSS ACCOUNT .....	20
CASH FLOW STATEMENT .....	21
SCHEDULES AND NOTES .....	22-29
BALANCE SHEET ABSTRACT .....	30

## INTELLIVATE CAPITAL VENTURES LTD

(Formerly known as K. B. STEEL LIMITED)

### NOTICE

NOTICE is hereby given that the 27<sup>th</sup> Annual General Meeting of the Members of INTELLIVATE CAPITAL VENTURES LIMITED (Formerly known as K. B. STEEL LIMITED) will be held on Saturday, 14<sup>th</sup> day of August, 2010 at 9.30 am at Regd. Office: 66/1, Hansa Villa, Opp. South Indian Gymkhana, Bhaudaji Cross Road, Matunga (CR), Mumbai, Maharashtra, PIN 400 019, to transact following business:

#### ORDINARY BUSINESS

1. To receive, consider and adopt the audited Balance Sheet of the Company as at 31<sup>st</sup> March, 2010 and the Profit & Loss Account for the year ended on that date together with Directors' and Auditors' Report and Secretarial Compliance Report thereon.
2. To appoint a Director in place of Mrs. Leena V Modi, who retires by rotation and, being eligible, offers herself for re-appointment.
3. To consider and, if thought fit to pass, with or without modification(s), the following resolution as an **Ordinary Resolution**:

**"RESOLVED THAT** pursuant to Section 224 and other applicable provisions, if any, of the Companies Act, 1956, M/s J. B. Dudhela & Co., Chartered Accountants, the retiring Auditors of the Company, be and are hereby re-appointed as Auditors of the company to hold office from the conclusion of this Annual General Meeting to the conclusion of the next Annual General Meeting on such remuneration as may be determined

by the Board of Directors."

#### SPECIAL BUSINESS

4. To consider and, if thought fit, to pass, with or without modification(s), the following resolution as **Special Resolution**:

**"RESOLVED THAT** pursuant to the provisions of Section 94 and other applicable provisions, if any, of the Companies Act, 1956("the Act") (including any statutory modification(s) or reenactment thereof, for the time being in force) and the provisions of the Memorandum and Articles of Association of the Company and subject to the approvals, consents, permissions and sanctions as may be necessary from the concerned authorities or bodies 1,50,00,000 Equity Shares of the Company having a face value of Rs.10/- each in the Authorize Share Capital of the Company be sub-divided into 15,00,00,000 Equity Shares having a face value of Re.1/- each.

**RESOLVED FURTHER** that the Clause V of the Memorandum of Association be and is hereby altered as under:

"The Authorised Share Capital of the Company is Rs.15,00,00,000/- (Rupees Fifteen Crores only) divided into 15,00,00,000 (Fifteen Crore) Equity Shares of Re.1/- (Rupee One only) each with the rights, privileges and conditions attaching thereto as are provided by the regulations of the Company for time being, with power to increase and reduce the capital of the Company and to divide the shares

## ANNUAL REPORT 2009-2010

into several classes and to attach thereto respectively such preferential, of special rights, privileges, or conditions as may be determined by or in accordance with the regulations of the Company and the Companies Act, 1956 and to vary, modify or abrogate any such rights, privileges or conditions in such manner as may, for time being be provided by the regulations of the Company. The rights of the preference shares shall be determined at the time of issue thereof."

**RESOLVED FURTHER THAT** upon the sub-division of the Equity Shares as aforesaid, the existing Share Certificate(s) in relation to the existing Equity Shares of the face value of Rs.10 each held in physical form shall be deemed to have been automatically cancelled and be of no effect on and from the Record Date and the Company may without requiring the surrender of the existing Share Certificate(s) directly issue and dispatch the new Share Certificate(s), of the Company, in lieu of such existing Share Certificate(s), subject to the provisions of Companies (Issue of Share Certificate Rules) 1960, and in the case of the equity shares held in the dematerialized form, the number of sub-divided equity shares be credited to the respective beneficiary accounts of the Shareholders with the Depository Participants, in lieu of the existing credits representing the Equity Shares of the Company before sub-division.

**RESOLVED FURTHER THAT** the Board of the Company be and is hereby authorised to take all the

necessary steps, do all such acts, deeds, matters and things and to make, execute, apply, initiate and sign, file all such applications, writings, instruments papers, documents, deeds, forms, as may be necessary on behalf of the Company or as the Board of Directors may in its absolute discretion deem necessary or desirable and delegate the said authority to any person(s) as they may deem fit in their discretion for the purpose of giving effect to this resolution without being required to seek any further consent or approval of the members or otherwise, with the intent that the members shall be deemed to have given their approval thereto expressly by the authority of this resolution."

**BY ORDER OF THE BOARD OF DIRECTORS**  
Sd/-  
**VIPUL J MODI**  
CHAIRMAN

**Registered Office:**

66/1, Hansa Villa, Opp. South Indian Gymkhana, Bhaudaji Cross Road, Matunga (CR), Mumbai, PIN 400 019

**Mumbai, 15<sup>th</sup> July, 2010.**

## INTELLIVATE CAPITAL VENTURES LTD

(Formerly known as K. B. STEEL LIMITED)

### NOTES:-

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND THE MEETING AND ON A POLL, TO VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXI FORM, DULY COMPLETED, STAMPED AND SIGNED, MUST BE RECEIVED AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING. A BLANK PROXY FORM IS ENCLOSED.
2. Register of Members and the Share Transfer Books of the Company will remain closed from Wednesday, 11<sup>th</sup> August 2010 to Saturday, 14<sup>th</sup> August 2010 (both days inclusive).
3. Members holding shares in physical form are advised to update their address and bank account/ECS details with the Company's Registrar & Shares Transfer Agent, Purva Share registry Limited. Members holding shares in electronic form are requested to update these details with their respective Depository participants (DPs).
4. The Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956 setting out material facts is annexed hereto.
5. Members who are holding Company's shares in DEMAT form are required to bring details of their Depository Account Number for identification.

6. Members seeking any information with regards to the proposed resolution are requested to write to the Company at least one week in advance so as to enable the management to keep the information ready.
7. Members are requested to bring their copy of Annual Report and Admission slip with them at the Annual General Meeting.

### EXPLANATORY STATEMENT SETTING OUT MATERIAL FACTS AS REQUIRED BY SECTION 173(2) OF THE COMPANIES ACT, 1956.

#### Item No. 3:

The Equity Shares of the Company are listed on the Bombay Stock Exchange Limited (BSE). The shares are actively traded on BSE. The market price of the Equity Shares of the Company has witnessed significant spurt over the last few months. Such high price in equity has virtually kept the retail investors away from trading in the Company's equity shares. In order to improve the liquidity of the Company's shares in the stock market and to make it affordable to the small investors, the Board of Directors of the Company ("the Board") at their meeting held on 15<sup>th</sup> July, 2010, considered it desirable to recommend sub-division of 1,50,00,000 Equity Shares of the Company having a face value of Rs.10/- each in the Authorize Share Capital of the Company into 15,00,00,000 Equity Shares having a face value of Rs.1/- each subject to approval of the shareholders and such other authorities as may be necessary.

## ANNUAL REPORT 2009-2010

The Record Date for the aforesaid sub-division will be fixed by the Company after obtaining the shareholders approval, which will be notified through the Stock Exchange. The Sub-division as aforesaid would require consequential amendments to the existing Clause V in the Memorandum of Association of the Company.

The Resolution at Item No.3 of the Notice seeks the approval of the Shareholders for the proposed sub-division of the Equity Shares of the Company and consequential amendments to the Memorandum of Association of the Company.

The existing Memorandum and Articles of Association are available for inspection at the Registered Office of the Company between 11 am to 1 pm till 13<sup>th</sup> August, 2010 on any working day of the Company.

The Board of Directors recommends the resolution as mentioned in Item No.3 of Notice for approval of the members. The Directors of the Company are deemed to be concerned or interested in the resolution only to the extent of shares held by them in the Company.

**By Order of the Board of Directors**

Sd/  
Vipul Modi  
Chairman

**Registered Office:**

66/1, Hansa Villa, Opp. South Indian Gymkhana, Bhaudaji Cross Road, Matunga (CR), Mumbai, Maharashtra, PIN 400 019

**Mumbai, 15<sup>th</sup> July, 2010.**

## INTELLIVATE CAPITAL VENTURES LTD

(Formerly known as K. B. STEEL LIMITED)

### DIRECTORS REPORT

To  
The Members of  
**INTELLIVATE CAPITAL VENTURES LTD**  
(Formerly known as K. B. STEEL LIMITED)

Your Directors have pleasure in presenting the 27<sup>th</sup> Annual Report of the Company and the audited Annual Accounts for the year ended 31<sup>st</sup> March, 2010.

#### 1. FINANCIAL PERFORMANCE

Amount in Rs.

PARTICULARS	FOR THE YEAR ENDED	
	31.03.2010	31.03.2009
<b>Total Income</b>	<b>20,08,396</b>	<b>1,451,737</b>
<b>Total Expenditure</b>	<b>19,52,079</b>	<b>1,367,628</b>
<b>Profit / (Loss) for the year before tax &amp; Prior Period items</b>	<b>56,317</b>	<b>84,109</b>
<u>Provision For Tax</u>		
Current Tax	(9,000)	(15,000)
MAT Credit entitlement	-	48,468
<b>Profit/ (Loss) for the year before Prior Period items</b>	<b>47,317</b>	<b>117,577</b>
Prior Period Adjustments	-	18
<b>Profit / (Loss) after Tax</b>	<b>47,317</b>	<b>117,595</b>
Add : Balance brought forward from last year	(8,51,403)	(968,998)
	<b>(8,04,086)</b>	<b>(851,403)</b>
Less: Appropriations	-	-
<b>Balance Carried to Balance Sheet</b>	<b>(8,04,086)</b>	<b>(851,403)</b>
Basic & Diluted Earning per Share	0.10	0.47

#### 2. DIVIDEND

Your Board of Directors has not recommended any dividend for this year.

#### 3. REVIEW OF OPERATIONS

Total Revenues were Rs. 20.08 Lacs during the year ended 2010 as compared to Rs.14.52 Lacs in the previous year. During the fiscal 2010, the company reported a Profit before tax of Rs 0.56 Lacs compared to Rs. 0.84 Lacs during the Fiscal 2009.

## ANNUAL REPORT 2009-2010

### 4. RIGHT ISSUE

Pursuant to Letter of Offer dated 26<sup>th</sup> February 2010 the Company has made right issue of 24,25,000 equity shares (face value Rs.10/- each) at a premium of Rs.40/- per share aggregating to Rs.1212.50 Lacs. The issue has been fully subscribed and the share has been allotted on 26<sup>th</sup> March 2010 to the applicants. The Company has received Rs.303.13 Lacs as application money pursuant to right issue and the same are utilized towards right issue expenses of Rs. 9.13 lacs and balance amount towards investment in shares and securities

### 5. DEPOSITS

Your Company has not accepted or renewed any fixed deposits from the public, during the financial year ended 31<sup>st</sup> March, 2010. There were no unclaimed or unpaid deposits as on 31<sup>st</sup> March, 2010.

### 6. DIRECTORS :

Mrs. Leena Vipul Modi retires by rotation at the ensuing annual general meeting and being eligible, offers herself for re-appointment.

### 7. AUDITORS:

M/s. J. B. DUDHELA & CO., Chartered Accountants, auditors of the company retires at the conclusion of ensuing Annual General Meeting and offer themselves for re-appointment. A Certificate from the Auditors has been received to the effect that their re-appointment, if made, would be within the limits prescribed under Section 224(1B) of the Companies Act, 1956.

### 8. SECRETARIAL COMPLIANCE CERTIFICATE :

Pursuant to the provisions of Section 383A of the Companies Act, 1956 the necessary Secretarial Compliance Certificate is attached herewith.

### 9. STATEMENT UNDER SECTION 217(2A) OF THE COMPANIES ACT, 1956 :

There was no employee drawing the remuneration of or over the limit as prescribed under the Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, as amended to date. Hence, the statement of particulars of employees as prescribed under that section is not annexed herewith.

### 10. STATEMENT UNDER SECTION 217(2AA) OF THE COMPANIES ACT, 1956 :

Pursuant to the provisions contained in sub-section (2AA) of Section 217 of the Companies Act, 1956, your directors state -

## INTELLIVATE CAPITAL VENTURES LTD

(Formerly known as K. B. STEEL LIMITED)

- a) that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanations relating to material departures;
- b) that the directors have selected such 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 state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period;
- c) that the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the said Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- d) that the directors have prepared the annual accounts, on a going concern basis.

### 11. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING AND OUTGO:

The Company did not have any activity related to conservation of energy, technology absorption. There was neither Foreign Exchange Earning nor Foreign Exchange outgo during the year under review.

For & on behalf of the Board of Directors

sd/-  
VIPUL J MODI  
CHAIRMAN

Date : 15/ 07/ 2010  
Place : Mumbai

## ANNUAL REPORT 2009-2010

### COMPLIANCE CERTIFICATE

To,  
The Members

### INTELLIVATE CAPITAL VENTURES LIMITED

We have examined the registers, records, books and papers of **INTELLIVATE CAPITAL VENTURES LIMITED** (Formerly known as K B Steel Ltd) (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 on 31<sup>st</sup> March, 2010 (Financial Year). 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 Directors, Officers and agents, we certify that in respect of the aforesaid Financial Year:

1. The Company has kept and maintained 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 duly recorded.
2. The Company has duly filed the forms and returns as stated in **Annexure 'B'** to this certificate, with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the rules made there under.
3. The Company being a Public Limited Company has the minimum

prescribed paid-up capital.

4. The Board of Directors duly met 10 (Ten) times on 29<sup>th</sup> April 2009, 23<sup>rd</sup> July 2009, 21<sup>st</sup> August 2009, 26<sup>th</sup> September 2009, 31<sup>st</sup> October 2009, 29<sup>th</sup> January 2010, 12<sup>th</sup> February 2010, 18<sup>th</sup> February 2010, 26<sup>th</sup> February 2010 & 26<sup>th</sup> March 2010 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed.
5. The Company has closed its Register of Members from 18<sup>th</sup> September 2009 to 22<sup>nd</sup> September 2009, both days inclusive, and necessary compliance of Section 154 of the Act has been made.
6. The Annual General Meeting for the financial year ended 31<sup>st</sup> March, 2009 was held on 22<sup>nd</sup> September 2009 after giving due Notice to the Members of the Company and the resolutions passed there at were duly 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 to its directors and/or persons or firms or Companies referred in the section 295 of the Act.
9. The Company has duly complied with the provisions of section 297 of the Act in respect of contracts specified in that section.
10. The Company has made necessary entries in the register maintained under Section 301 of the Act.

## INTELLIVATE CAPITAL VENTURES LTD

(Formerly known as K. B. STEEL LIMITED)

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, as the case may be, as per the explanations provided by the directors/officers of the Company.
12. The Company has issued duplicate share certificate during the financial year.
13. The Company has:
  - (i) delivered all the certificates on allotment of securities and on lodgment thereof for transfer/transmission or any other purpose in accordance with the provisions of the Act;
  - (ii) not deposited any amount in separate bank account as no dividend including interim dividend was declared during the financial year;
  - (iii) not posted warrants for dividends to any members of the Company as no dividend was declared during the financial year;
  - (iv) no amounts in unpaid dividend account, application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years, so no amount has been transferred to Investor Education and Protection Fund;
  - (v) has duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted. There is no appointment of directors, additional directors, alternate directors and directors to fill casual vacancies during the year. The Company Secretary has been appointed on 12<sup>th</sup> February, 2010 during the year and complied with required provisions of Act.
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 has obtained approval Company Law Board, Mumbai Bench under provisions of Section 141 of the Act. Further, as per the explanations provided by the directors/officers of the Company, apart from the above matter, the Company was not required to obtain, during the financial year, any approval of Central Government, Company Law Board, Regional Director, Registrar of Companies and/or such other authorities as prescribed under various provisions of the Act.
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 allotted 24,25,000 partly paid equity shares of Rs.10/-

## ANNUAL REPORT 2009-2010

each, @ premium of Rs.40/- each on right basis during the Financial Year and complied with the provisions of the Act. The Form 2 in respect of the same has been filed on 03/04/2010.

20. The Company has not bought back any shares during the financial year.

21. There was no redemption of preference shares or debentures during the financial year.

22. There was no transaction necessitating the Company to keep in abeyance the rights to dividend, right shares and bonus shares pending registration of transfer of shares.

23. The Company has not invited/ accepted any deposits including any unsecured loans falling with the purview of Section 58A during the financial year.

24. The Company has not made any borrowings during the Financial Year ended 31<sup>st</sup> March, 2010.

25. The Company has not made any loans or advances or given guarantees or provided securities to other bodies corporate and consequently no entries have been made in the register kept for the purpose wrt loans or advances.

26. The Company has not altered its Articles of Association during the financial year.

27. There was no prosecution initiated against or show cause notices received by the Company, during the financial year, for offences under the

Act.

28. The Company has not received any money as security from its employees during the Financial Year.

29. As the provisions of the Provident Fund Act are not applicable to the Company, the Company is not supposed to deposit both employees' and employer's contribution towards Provident Fund during the Financial Year with prescribed authorities pursuant to Section 418 of the Act.

**For VINAY TERSE & ASSOCIATES  
COMPANY SECRETARIES**

**VINAY TERSE  
Proprietor  
C. P. No. 7903**

**PLACE:  
MUMBAI  
DATE : 15/07/2010**

## INTELLIVATE CAPITAL VENTURES LTD

(Formerly known as K. B. STEEL LIMITED)

### ANNEXURE A

#### Registers as maintained by INTELLIVATE CAPITAL VENTURES LIMITED:

1. Application for and Allotment of Shares u/s.72.
2. Register of Share Transfers u/s. 108.
3. Register of Charges u/s 143
4. Register of Members u/s. 150.
5. Register of Beneficial Owner u/s 152A
6. Board Minutes Book u/s. 193.
7. Members Minutes Book u/s. 193.
8. Books of Accounts u/s 209.
9. Register of Contracts u/s. 301.
10. Register of Companies and Firms in which Directors interest u/s. 301(3).
11. Register of Directors, Managing Directors u/s. 303.
12. Register of Directors' Share holdings u/s.307.
13. Register of investment, loan made, guarantee give and securities provided u/s. 372A.

### ANNEXURE B

#### Forms and Returns as filed by INTELLIVATE CAPITAL VENTURES LIMITED with Registrar of Companies during the financial year ended 31<sup>st</sup> March, 2010: -

Sr. NO.	TYPE OF FORM FILED WITH ROC	FILING DATE	PURPOSE OF FILING	FILED UNDER SECTION	FILING WITHIN TIME OR not	ADD. FEES PAID YES /NO
1	Form No.23	6/6/2009	Resubmission of Form 23	192	No	Yes
2	Form 21	17/06/09	CLB order u/s 141	141	YES	NO
3	Form – 23AC & 23ACA	1/10/2009	Balance Sheet, Profit & Loss A/c for F. Y. 2008-09	220	YES	NO
4	Form - 66	1/10/2009	Compliance Cert for F.Y. 2008-09	383A	YES	NO
5	Form – 20B	8/10/2009	Annual Return for F.Y. 2008-09	159	YES	NO
7	Form No.23	1/10/2009	Special Resolution	192	YES	NO
6	Form 32	15/02/10	Appointment of Company Secretary	303 (2)	YES	NO



## ANNUAL REPORT 2009-2010

### AUDITORS' REPORT

To,

The Board of Directors of  
**INTELLIVATE CAPITAL VENTURES LTD**  
(Formerly known as K. B. STEEL LTD)

We have audited the attached Balance Sheet of **INTELLIVATE CAPITAL VENTURES LTD** (Formerly known as K. B. STEEL LTD) as at **31<sup>st</sup> March, 2010**, and the Profit and Loss Account and the Cash Flow Statement of the Company for the year ended on the date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our Audit.

1. We conducted our audit in accordance with the 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 from any material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosure in the financial statements. An audit also includes, assessing the accounting principles used and significant estimates made by the Management as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.
2. As required by the Companies (Auditor's Report) Order, 2003 as amended by the Companies (Auditor's Report) (Amendment) Order, 2004 issued by the Central Govt. of India in terms of Section 227 (4A) of the Companies Act, 1956, we enclose in the annexure, a Statement on the matters specified in paragraphs 4 and 5 of the said order.
3. Further to our comments in the Annexure referred to in paragraph 2 above we report that:
  - a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - b) In our opinion, proper books of accounts as required by law have been kept by the company so far as it appears from our examination of the those books.
  - c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement referred to in this Report are in agreement with the books of account.
  - d) In our opinion, the Balance sheet, Profit & Loss Account and Cash Flow statement dealt with by this report comply with the Accounting Standards referred to in sub section (3c) of Section 211 of the Companies Act, 1956.
  - e) On the basis of information and explanation given to us, and representation

## INTELLIVATE CAPITAL VENTURES LTD

(Formerly known as K. B. STEEL LIMITED)

obtained by the Company and taken on record by the Board of Directors, as on 31<sup>st</sup> March, 2010 none of the Directors is disqualified from being appointed as a Director in terms of clause (g) of subsection (1) of Section 274 of the Companies Act, 1956.

- f) In our opinion and to the best of our information and according to the explanations given to us, the said financial statements read together with notes forming part thereof give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;
  - (i) In the case of Balance Sheet, of the state of affairs as at 31st March, 2010;
  - (ii) In the case of Profit and Loss account, of the profit of the company for the year ended on that date; and
  - (iii) In the case of Cash Flow statement, of the cash flow for the year ended on that date.

For **J. B. DUDHELA & CO.**  
Chartered Accountants

sd/-  
**J. B. DUDHELA**  
Proprietor  
Membership No. 035354

Place: Mumbai  
Date : 15.07.2010



## ANNUAL REPORT 2009-2010

### ANNEXURE TO THE AUDITOR'S REPORT

Referred to in paragraph 2 of our Auditor's Report of even date on the Financial statements for the year ended March 31, 2010 of **INTELLIVATE CAPITAL VENTURES LTD** (Formerly known as K. B. STEEL LTD) on the basis of such checks as we considered appropriate and in terms of the information and explanations given to us and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state as under:

#### 1. FIXED ASSETS

- (a) The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.
- (b) There are no Fixed Assets held by the company during the year therefore clause (b) and (c) are not applicable.

#### 2. INVENTORIES

The company does not have any inventory and consequently the clause 4(ii) (a) to (c) of the order is not applicable to the company.

#### 3. LOANS

- (a) According to the information and explanations given to us, the Company has not granted any loan, secured or unsecured, to Companies, firms or other parties listed in the register maintained U/s 301 of the Companies Act, 1956.
- (b) According to the information and explanations given to us, the Company has not taken any loan, secured or unsecured, from Companies, firms or other parties listed in the register maintained U/s 301 of the Companies Act, 1956.

4. In our opinion and according to the information and explanation given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchase of fixed assets and for sale of goods and services. During the course of Audit, we have not observed any major weaknesses in internal controls.

#### 5. RELATED PARTY

- (a) On the basis of the Audit procedures performed by us, and according to the information, explanations and representation given to us, we are of the opinion that the particulars of contracts or arrangements in which directors were interested as contemplated under section 297 and sub-section (6) of section 299 of the Companies Act, 1956 and which were required to be entered in the register maintained under section 301 of the said Act have been so entered.

## INTELLIVATE CAPITAL VENTURES LTD

(Formerly known as K. B. STEEL LIMITED)

- (b) In our opinion and according to the information, explanations and representation given to us, transactions made in pursuance of contracts or arrangements entered into the register maintained u/s 301 of the Companies Act, 1956 and exceeding the value of Rupees Five Lacs in respect of any party during the year have been made at prices which are reasonable having regard to the market prices prevailing at that time.
6. In our opinion and according to the information and explanations given to us, the Company has not accepted the deposits from the public within the meaning of Section 58A and 58AA or any other relevant provisions of the Act
7. In our opinion, the Company has an internal audit system commensurate with the size and nature of its business
8. As informed to us, the maintenance of cost records has not been prescribed by the Central Government u/s 209(1) (d) of the Companies Act, 1956.
9. (a) According to the records of the Company, the Company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Wealth Tax, Service Tax, Sales Tax, Customs duty, Excise duty, Cess and other statutory dues applicable to it. According to the information and explanations given to us, there are no undisputed amounts payable in respect of such statutory dues which have remained outstanding as at 31<sup>st</sup> March, 2010 for a period more than six months.  
  
(b) According to the information and explanations given to us, there are no undisputed amounts payable in respect of Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs duty, Excise duty and cess outstanding as at the 31<sup>st</sup> March, 2010, for a period more than six months from the date they became payable.
10. In our opinion, the accumulated losses of the Company at the end of the year is less than fifty percent of its net worth. The company has not incurred any cash losses during the year under report or in the immediately preceding financial year.
11. The Company has not defaulted in repayments of dues to financial institutions, banks or debenture holders as at the Balance Sheet date.
12. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The Company is not a chit fund, nidhi or 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.

## ANNUAL REPORT 2009-2010

14. In our opinion, the company is dealing in & trading in shares, securities, debentures and other investments. Proper records have been maintained of the transactions & contracts and timely entries have been made there in and shares are held by the company in its own name.
15. In our opinion and according to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions during the year.
16. The Company has not obtained any term loan during the period.
17. According to the information and explanations given to us and on overall examination of the balance sheet of the company, we report that no funds raised on short-term basis have been used for long term investments.
18. The company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 during the year
19. No debentures have been issued by the Company during the year.
20. The company has not raised money by public issue. But, the company has raised money by right issues during the year.
21. According to the information and explanations given to us and to the best of our knowledge and belief, no fraud on or by the company, has been noticed or reported by the company during the year.

Looking at the nature of the activity being carried on, at present, by the company and also considering the nature of the matters referred to in the various clauses of the Companies (Auditors' Report) Order, 2003 and the Companies (Auditors' Report) (Amendment) Order, 2004, clauses (iii) (b), (iii) (c), (iii) (d), (iii) (f), (iii) (g) of paragraph 4 of the aforesaid order, are, in our opinion, not applicable to the Company.

For **J. B. DUDHELA & CO.**  
Chartered Accountants

sd/-  
**J. B. DUDHELA**  
Proprietor  
Membership No. 035354

Place: Mumbai  
Date : 15.07.2010

## INTELLIVATE CAPITAL VENTURES LTD

(Formerly known as K. B. STEEL LIMITED)

### BALANCE SHEET AS AT MARCH 31, 2010 (Amount in Rs.)

PARTICULARS	SCH		AS AT 31.03.2010	AS AT 31.03.2009
<b>SOURCES OF FUNDS :</b>				
<b>SHAREHOLDERS' FUNDS</b>				
Share Capital	1	10,912,500		4,850,000
Reserve and Surplus	2	37,945,914		13,648,597
			<b>48,858,414</b>	<b>18,498,597</b>
<b>LOAN FUNDS</b>				
			-	-
<b>TOTAL</b>			<b>48,858,414</b>	<b>18,498,597</b>
<b>APPLICATION OF FUNDS :</b>				
<b>FIXED ASSETS</b>				
			-	-
<b>INVESTMENTS</b>				
	3		15,000,000	283
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>				
Sundry Debtors	4	762,175		762,175
Cash & Bank Balances	5	31,563,465		17,461,671
Loans & Advances	6	1,880,562		353,939
		<b>34,206,202</b>		<b>18,577,785</b>
<b>Less:</b>				
<b>CURRENT LIABILITIES AND PROVISIONS</b>				
Current Liabilities	7	284,788		25,472
Provisions	8	63,000		54,000
		<b>347,788</b>		<b>79,472</b>
<b>NET CURRENT ASSETS</b>			<b>33,858,414</b>	<b>18,498,313</b>
<b>TOTAL</b>			<b>48,858,414</b>	<b>18,498,597</b>
Significant Accounting Policies & Notes on Accounts	11			

Schedules referred to above form an integral part of the balance sheet.  
As per our report of even date attached

For **J. B. Dudhela & Co.**  
Chartered Accountants

For and on behalf of the Board of Directors

Sd/-  
**J. B. DUDHELA**  
PROPRIETOR  
Membership No. 035354  
Place: Mumbai  
Date: 15-07-2010

Sd/-  
**VIPUL MODI**  
Director

Sd/-  
**LEENA MODI**  
Director

Place: Mumbai  
Date: 15-07-2010

## ANNUAL REPORT 2009-2010

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2010 (Amount in Rs.)			
PARTICULARS	SCH	For the Year Ended	
		31.03.2010	31.03.2009
<b>INCOME</b>	<b>9</b>		
Income from Operations		670,500	1,135,778
Income from Investments		521,014	92,835
Other Income		816,882	223,124
<b>TOTAL</b>		<b>2,008,396</b>	<b>1,451,737</b>
<b>EXPENDITURE</b>			
Employee cost		644,422	-
Administrative and other expenses	<b>10</b>	1,307,657	1,367,628
Depreciation		-	-
		<b>1,952,079</b>	<b>1,367,628</b>
<b>Profit / (Loss) for the year before tax &amp; Prior Period items</b>		<b>56,317</b>	<b>84,109</b>
<u>Provision For Tax</u>			
Current Tax		(9,000)	(15,000)
MAT Credit entitlement ( Refer Note. 16 of Sch.11)		-	48,468
<b>Profit/ (Loss) for the year before Prior Period items</b>		<b>47,317</b>	<b>117,577</b>
Prior Period Adjustments		-	18
<b>Profit / (Loss) after Tax</b>		<b>47,317</b>	<b>117,595</b>
Add : Balance brought forward from last year		(851,403)	(968,998)
		<b>(804,086)</b>	<b>(851,403)</b>
Less: Appropriations		-	-
<b>Balance Carried to Balance Sheet</b>		<b>(804,086)</b>	<b>(851,403)</b>
Basic & Diluted Earning per Share		0.10	0.47
Significant Accounting Policies & Notes on Accounts	<b>11</b>		
Schedules referred to above form an integral part of the Profit & Loss Account. As per our report of even date attached <b>For J. B. Dudhela &amp; Co.</b> Chartered Accountants			
		<b>For and on behalf of the Board of Directors</b>	
<b>Sd/-</b> <b>J. B. DUDHELA</b> <b>PROPRIETOR</b> Membership No. 035354 Place: Mumbai Date: 15-07-2010	<b>Sd/-</b> <b>VIPUL MODI</b> <b>Director</b> Place: Mumbai Date: 15-07-2010	<b>Sd/-</b> <b>LEENA MODI</b> <b>Director</b>	

## INTELLIVATE CAPITAL VENTURES LTD

(Formerly known as K. B. STEEL LIMITED)

Cash Flow Statement Pursuant to clause 32 of the Listing Agreement for the Year ended 31st March, 2010 (Amount in Rs.)			
PARTICULARS	For the year ended on		
	March 31, 2009	March 31, 2008	
<b>1 CASH FLOW FROM OPERATING ACTIVITIES</b>			
Net Profit / (Loss) before taxes	56,317	84,109	
<b>Adjustment for:</b>			
Depreciation	-	-	
Interest & Finance charges	-	-	
(Profit) / Loss on sales of fixed assets	-	-	
(Profit) / Loss on sales of investments			
Proceeds from sale of investments (Net)			(283)
Interest Income	(816,882)	(223,124)	
<b>Operating Profit before working capital changes</b>	<b>(760,565)</b>	<b>(139,298)</b>	
<b>Changes in Working Capital:</b>			
Change in Trade & Other Receivables	(1,355,579)	(81,455)	
Change in Trade Payables	(259,316)	15,640	
<b>Cash generated from operations</b>	<b>(1,856,828)</b>	<b>(205,113)</b>	
Taxes paid	(171,044)	(129,994)	
<b>Cash provided by operating activities before prior period adjustment</b>	<b>(2,027,872)</b>	<b>(335,107)</b>	
Prior period Adjustment	-	18	
<b>Net Cash generated / (used) by operating activities</b>	<b>(2,027,872)</b>	<b>(335,089)</b>	
<b>2 CASH FLOW FROM INVESTING ACTIVITIES</b>			
Purchase / Sale of fixed assets	-	-	
Purchase of Bonds	(15,000,000)		
Sale of Investment	283		
Interest Received	816,882	223,124	
<b>Net Cash Generated / (used) in investing activities</b>	<b>(14,182,835)</b>	<b>223,124</b>	
<b>3 CASH FLOW FROM FINANCING ACTIVITIES</b>			
Proceeds from Right Issue of shares	30,312,500	12,000,000	
<b>Net Cash Generated / (used) in financing activities</b>	<b>30,312,500</b>	<b>12,000,000</b>	
<b>Net increase / (decrease) in Cash and Cash equivalents</b>	<b>14,101,793</b>	<b>11,888,035</b>	
Add: Cash and cash equivalents at the beginning of the year	17,461,671	5,573,636	
<b>Cash and cash equivalents at the end of year</b>	<b>31,563,464</b>	<b>17,461,671</b>	
<b>For and on behalf of the Board of Directors</b>			
Place: Mumbai	<b>sd/-</b>	<b>sd/-</b>	
Date: 15-07-2010	<b>VIPUL MODI-Director LEENA MODI-Director</b>		
<b>The Board of Directors, Auditors' Certificate</b>			
We have examined the attached Cash Flow Statement of Intellivate Capital Ventures Ltd (Formerly known as K. B. Steel Ltd) for the year ended 31st March, 2010. The statement has been prepared by the Company in accordance with the requirement of Clause 32 of the Companies Listing Agreement with the Mumbai Stock Exchange. The Statement is based on and is derived from the Profit and Loss Account and Balance Sheet of the Company for the year ended 31st March, 2010 covered by our Report dtd 15.07.2010.			
		<b>For and on behalf of</b>	
		<b>J. B. Dudhela &amp; Co.</b>	
		<b>Chartered Accountants</b>	
		<b>sd/-</b>	
		<b>J. B. Dudhela</b>	
		<b>Proprietor</b>	
Place: Mumbai			
Date: 15-07-2010			
Membership No. 035354			

## ANNUAL REPORT 2009-2010

SCHEDULES FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS A/C FOR THE YEAR ENDED MARCH 31, 2009 (Amount in Rs.)				
PARTICULARS		AS AT 31.03.2010		AS AT 31.03.2010
<b>SCHEDULE "1"</b>				
<b>SHARE CAPITAL AUTHORISED</b>				
15,000,000 Equity shares of Rs.10/- each		150,000,000		150,000,000
<b>ISSUED, SUBSCRIBED &amp; PAID UP</b>				
485,000 Equity Shares of Rs.10/-each, fully paid		4,850,000		4,850,000
2425000 Equity Share of Rs.10/-each Rs.2.5 partly pd (P.Y. 485,000 Equity shares of Rs.10/- each, fully paid)		6,062,500		
<b>TOTAL</b>		<b>10,912,500</b>		<b>4,850,000</b>
<b>SCHEDULE "2"</b>				
<b>RESERVES &amp; SURPLUS</b>				
General Reserve	4,900,000		4,900,000	
Less: Profit & Loss a/c debit balance	804,086		(851,403)	
		4,095,912		4,048,597
Securities Premium		33,850,000		9,600,000
<b>TOTAL</b>		<b>37,945,914</b>		<b>13,648,597</b>
<b>SCHEDULE "3"</b>				
<b>INVESTMENTS</b>				
<b>Long term Investments - other than trade Quoted:</b>				
2 Fully Paid up Equity Shares of Rs. 10/- each of Sparsh BPO Services Ltd (at cost)		-		283
<b>UNQuoted:</b>				
1500 Indusind Bank Ltd. Tier II Bond (Series-XIV)		15,000,000		
<b>TOTAL</b>		<b>15,000,000</b>		<b>283</b>
<b>SCHEDULE "4"</b>				
<b>SUNDRY DEBTORS</b>				
(Unsecured & considered good)				
Over Six months old		762,175		762,175
Other Debts		-		-
<b>TOTAL</b>		<b>762,175</b>		<b>762,175</b>
<b>SCHEDULE "5"</b>				
<b>CASH AND BANK BALANCES</b>				
Cash on Hand		198,204		42,204
Bank Balance with Scheduled Banks				
- in Current Accounts		31,365,261		419,467
- in Fixed Deposits		-		17,000,000
<b>TOTAL</b>		<b>31,563,465</b>		<b>17,461,671</b>

## INTELLIVATE CAPITAL VENTURES LTD

(Formerly known as K. B. STEEL LIMITED)

SCHEDULES FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS A/C FOR THE YEAR ENDED MARCH 31, 2009 (Amount in Rs.)				
PARTICULARS		AS AT 31.03.2010		AS AT 31.03.2010
<b>SCHEDULE "6"</b>				
<b>LOANS AND ADVANCES :</b>				
(Unsecured & considered good)				
Loans & advances recoverable in cash or in kind or - for value to be received				
MAT Credit entitlement		48,468		48,468
Advance Payment against Taxes		395,060		224,016
Others		1,437,034		81,455
<b>TOTAL</b>		<b>1,880,562</b>		<b>353,939</b>
<b>SCHEDULE "7"</b>				
<b>SUNDRY LIABILITIES</b>				
<b>SUNDRY CREDITORS</b>				
- For Expenses		262,662		25,472
- Others		-		-
Duties & Taxes		22,126		-
<b>TOTAL</b>		<b>284,788</b>		<b>25,472</b>
<b>SCHEDULE "8"</b>				
<b>PROVISIONS</b>				
Provision for Taxation				
Asst Yr. 2007-08		9,000		9,000
Asst. Yr 2008-09		30,000		30,000
Asst. Yr 2009-10		15,000		15,000
Asst Yr. 2010-11		9,000		-
<b>TOTAL</b>		<b>63,000</b>		<b>54,000</b>
<b>SCHEDULE "9"</b>				
<b>INCOME FROM OPERATIONS</b>				
Income from Consultancy Services	670,500		890,000	
Derivatives Trading Profit	-		245,778	1,135,778
		670,500		
<b>INCOME FROM INVESTMENTS</b>				
Profit on sale of short term investments		521,014		92,835
<b>OTHER INCOME</b>				
Interest on I. T. Refund		-	1,080	
Interest on Fixed Deposits	789,553		222,044	
Interest On Bond	27,329		-	
		816,882		223,124
<b>TOTAL</b>		<b>2,008,396</b>		<b>1,451,737</b>

## ANNUAL REPORT 2009-2010

## INTELLIVATE CAPITAL VENTURES LTD

(Formerly known as K. B. STEEL LIMITED)

SCHEDULES FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS A/C FOR THE YEAR ENDED MARCH 31, 2009 <span style="float: right;">(Amount in Rs.)</span>				
PARTICULARS		AS AT 31.03.2010		AS AT 31.03.2010
<b>SCHEDULE "10"</b>				
<b>ADMINISTRATIVE &amp; OTHER EXPENSES</b>				
Consultancy, Legal & Professional Fees		761,133		16,350
Advertisement & Publicity		134,182		26,682
<u>Auditor's Remuneration:</u>				
For Audit Fees	11,030		11,030	
For Other services	8,824	19,854	8,824	19,854
Stamp Duty & Filing Fees		127,290		1,095,000
Miscellaneous & other Expenses		265,198		209,742
<b>TOTAL</b>		<b>1,307,657</b>		<b>1,367,628</b>

### SCHEDULES ANNEXED TO AND FORMING PART OF ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2010

#### SCHEDULE '11'

#### SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

##### A SIGNIFICANT ACCOUNTING POLICIES

**1) Basis of preparation of Financial statements**

These financial statements have been prepared under the historical cost convention from the books of account maintained on an accrual basis which is in conformity with accounting principles generally accepted in India, relevant provisions of the Companies Act, 1956 and the mandatory Accounting Standards as specified in the Companies (Accounting Standard) Rules, 2006, prescribed by the Central Government.

**2) Use of estimates**

The preparation of financial statements in conformity with GAAP requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities as at the date of financial statements and the reported amounts of revenue and expenses during the reported period. Actual results could differ from those estimates. Any revision to accounting estimates is recognized in the current and future periods.

**3) Fixed Assets**

Fixed assets are stated at historical cost of acquisition or construction less accumulated depreciation.

**4) Depreciation**

Depreciation is provided on written down value method at the rates and in the manner prescribed under Schedule XIV of the Companies, Act 1956.

**5) Investments**

Investments are classified as current or long term in accordance with Accounting Standards 13 on "Accounting for Investments"

Long term Investments are carried at cost less provision for diminution in value considered to be other than temporary in nature, if any.

Trade investments are valued at lower cost or market value.

**6) Revenue Recognition:**

In appropriate circumstances, revenue (income) is recognized when it is earned and no significant uncertainty as to determination or realisation exists.

Income from Consultancy services and Commission is recognized on proportionate completion method based on agreed terms and contract.

Interest, as and when applicable, on refunds from statutory authorities is recognized when

## ANNUAL REPORT 2009-2010

such interest is determinable, based on completed proceedings. Other interest income is recognized using time proportion method, based on interest rate implicit in the transactions.

Profit on sale of investments is recognized on completion of transactions.

### 7) Expenses

Material known liabilities are provided for on the basis of available information / estimates.

### 8) Deferred Revenue Expenditure

Deferred revenue expenditure is written off entirely in the year in which it is incurred as per the provision of AS-26 on "Intangible Assets".

### 9) Taxes on Income

Income tax is accounted for in accordance with Accounting Standard 22 on Accounting for Taxes on income. Tax comprises current Tax and deferred Tax.

Provision for taxation is made in accordance with the provisions of Income Tax Act, 1961. Deferred tax assets (if any) are recognized only if there is reasonable certainty that they will be realized.

Minimum Alternate Tax (MAT) credit is recognized only when and to the extent there is convincing evidence that company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognized as an asset in accordance with the Guidance Note issued by the Institute of Chartered Accountants of India, the said assets is created by the way of a credit to the Profit and Loss account.

### 10) Employee Benefits

a) Short Term Employee Benefits are recognized as an expense at the undiscounted amount in the Profit & Loss Account of the year in which the related service is rendered.

b) Post employment and other long term employee benefits are recognized as an expense in the Profit and Loss Account of the year in which the employee has rendered services. The expense is recognized at the present value of the amount payable, determined as per Actuarial Valuations. Actuarial gains and losses in respect of post employment and long term employee benefits are recognized in the Profit and Loss Account.

### 11) Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

## B Notes to Balance Sheet and Profit and Loss Account

- 1) **Contingent liabilities not provided for**  
Current Period Rs. Nil (Previous Year Rs. Nil)

## INTELLIVATE CAPITAL VENTURES LTD

(Formerly known as K. B. STEEL LIMITED)

- 2) Sundry Debtors considered good in schedule 4 include Rs.7,14,060/- for which the company initiated legal action; since the award of arbitrator has been appealed by other party, no accounting effect has been given to said award in the accounts.

### 3) Managerial remuneration under section 198 of the Companies Act, 1956

Particulars	31.03.2010	31.03.2009
Salaries	Rs. Nil	Rs. Nil
House Rent Allowance	Rs. Nil	Rs. Nil
Contribution to provident fund	Rs. Nil	Rs. Nil
Other Allowance	Rs. Nil	Rs. Nil

### 4) Payment to Auditors

Particulars	31.03. 2010	31.03.2009
Audit Fees	Rs. 11,030	Rs. 11,030
For other services	Rs. 8,824	Rs. 8,824

### 5) Segment Information

The Company is primarily engaged in the business of 'financial services' and therefore, segment reporting, as required under Accounting Standard - 17, is not applicable.

### 6) Related party disclosures under Accounting Standard - 18

#### List of Related Parties where Control exists:

Samruddhi Finstock Ltd  
Samruddhi Stock Brokers Ltd  
Samruddhi Commodities Trading Ltd  
Samruddhi Equities & Securities Services Ltd  
Bombay Exim Pvt Ltd  
Jinal Finvest Pvt Ltd  
Jimeet Developers Pvt Ltd  
Ashwa Realty (India) Pvt Ltd  
Galaxy Realty Pvt Ltd  
Niralee Properties Pvt Ltd  
High Rise Realty Pvt Ltd  
Anish Properties Pvt Ltd  
Saria Builders & Developers Pvt Ltd  
Piyali Builders & developers Pvt Ltd  
Rock Builders & Developers Pvt Ltd  
Win Sure Trade Invest Private Limited  
Hansa Villa Realty Private Limited

#### Transactions with Related Parties during the year :

## ANNUAL REPORT 2009-2010

		(Amount in Rs.)	
Name of Party	Nature of Transaction	31.03.2010	31.03.2009
Samruddhi Stock Brokers Ltd	Purchase of shares	4,94,048	8,623,996
Samruddhi Stock Brokers Ltd	Sale of shares	1,83,121	6,204,948
Samruddhi Finstock Ltd	Profit from Derivatives trading	-	245,777
Samruddhi Finstock Ltd	Purchase of shares	742,860	-
Samruddhi Finstock Ltd	Sale of shares	1,703,366	-

### Outstanding Receivable / Payable as on:

		(Amount in Rs.)	
Name of Party		31.03.2010	31.03.2009
Samruddhi Stock Brokers Ltd		Nil	Nil
Samruddhi Finstock Ltd		Nil	Nil

### 7) Earnings Per Share

Particulars	31.03.2010	31.3.2009
Net profit for the year as per profit and loss account considered as numerator for calculating earnings per share [Rupees]	47,317	117,595
Weighted average number of equity share [Nos.]	4,94,966	249,602
Nominal value per share	10	10
Earnings per share – Basic and diluted [Rupees]	0.10	0.47

8) Para 3, 4C & 4D of Part II of Schedule VI to the Companies Act, 1956 are not applicable to the company.

### 9) Right Issue

The Company has made a right issue as per the resolution passed by the Board of Directors of the Company at its meeting held on September 26, 2009 on a rights basis to the existing equity shareholders in the ratio of 5 (Five) equity shares for every 1 (One) fully paid up equity share held in the Company, at a price of Rs. 50/- per equity share (Face Value Rs. 10/- & Premium: Rs. 40/- per equity share),

Accordingly the Company has made right issue of 24,25,000, equity shares of Rs. 10/- each at a premium of Rs.40/- per share in the ratio of 5:1 on 11.03.2010. The application

## INTELLIVATE CAPITAL VENTURES LTD

(Formerly known as K. B. STEEL LIMITED)

money received Rs.2.50/-per share towards face value at Rs. 10/- Premium per share. an allotment has been made on 26.03.2010.

The Paid up Capital on 31.03.2010 is Rs.1,09,12,500/-(Paid up value: 48,50,000/- Eq. share of Rs.10/-paid up and 24,25,000/- Eq shares Rs.2.5/-paid up

### 10) Retirement Benefits

Long Term Employee Benefits are not provided because no employee has completed full year of service.

### 11) Provision for Taxes

The company has made provision for current tax as per the provisions of Income Tax Act 1961.

### 12) Deferred Tax Assets / Liabilities

Since there are no timing differences between taxable income and accounting income capable of being reversal in subsequent periods, Deferred Tax Asset / liability has not been created.

13) In the opinion of Management, the Current Assets, Loans and Advances are approximately of the value as stated if realised in the ordinary course of business.

14) The figures of the previous year have been regrouped, rearranged and reclassified wherever necessary.

### Signature to Schedules '1' to '11'

As per our report attached

For J. B. DUDHELA & CO  
CHARTERED ACCOUNTANTS

FOR AND ON BEHALF OF THE BOARD

Sd/-  
**J. B. DUDHELA**  
PROPRIETOR  
Membership No. 035354  
Place: Mumbai  
Date: 15-07-2010

Sd/-  
**VIPUL MODI**  
Director  
Place: Mumbai  
Date: 15-07-2010

Sd/-  
**LEENA MODI**  
Director



## ANNUAL REPORT 2009-2010

### Additional information as required under Part IV of Schedule VI of the Companies Act, 1956 Balance Sheet Abstract and Company's General Business Profile

#### Registration Details:

Registration Number	11-28715
State Code	11
Balance Sheet Date	31.03.2010

#### Capital raised during the year:

	<b>Rupees ('000)</b>
Public Issue	NIL
Rights Issue	6062.5
Bonus Issue	NIL
Private Placement	NIL

#### Position of Mobilisation and Deployment of Funds:

	<b>Rupees ('000)</b>
Total Liabilities	48858
Total Assets	48858

#### Sources of Funds:

	<b>Rupees ('000)</b>
Paid-up Capital	10912.5
Reserves & Surplus	37945
Secured Loans	NIL
Unsecured Loans	NIL

#### Application of Funds:

	<b>Rupees ('000)</b>
Net Fixed Assets	NIL
Investments	15000
Net Current Assets	33858
Miscellaneous Expenditure	NIL
Profit & Loss Account	NIL

#### Performance of the Company :

	<b>Rupees ('000)</b>
Turnover (including other Income)	2008
Total Expenditure	1952
Profit/(Loss) before Tax	56
Profit/(Loss) after Tax	47
Earning per share ( Rs.)	0.10
Dividend Rate	NIL

#### Generic Names of the Principal Product/Services of the Company:

##### (As per monetary terms)

Item Code no.	N.A.
Product Description	N.A.

#### For J. B. Dudhela & Co. Chartered Accountants

sd/-  
**J. B. Dudhela**  
Proprietor  
Membership No. 035354  
Place : Mumbai  
Date : 15-07-2010

#### For and on behalf of the Board of Directors

sd/-  
**VIPUL MODI**  
Director

sd/-  
**LEENA MODI**  
Director

Place : Mumbai  
Date : 15-07-2010

## INTELLIVATE CAPITAL VENTURES LTD

(Formerly known as K. B. STEEL LIMITED)

### INTELLIVATE CAPITAL VENTURES LIMITED

Registered Office: 66/1, Hansa Villa, Opp. South Indian Gymkhana,  
Bhaudaji Cross Road, Matunga (CR), Mumbai - 400 019

DP ID		L.F. No.	
Client ID No.		No. of shares held	

#### ATTENDANCE SLIP

I/ We hereby record my/ our presence at the Annual General Meeting of the Company held at the Registered Office of the Company 66/1, Hansa Villa, Opp. South Indian Gymkhana, Bhaudaji Cross Road, Matunga (CR), Mumbai - 400 019 on Saturday, 14<sup>th</sup> August, 2010 at 9.30 a.m.

NAME OF THE SHAREHOLDER (IN BLOCK LETTERS)	
SIGNATURE OF THE SHAREHOLDER	
NAME OF THE PROXY (IN BLOCK LETTERS)	
SIGNATURE OF THE PROXY	

- Notes:**
1. You are requested to sign and hand over this slip at the entrance of the meeting venue.
  2. This attendance is valid only in case shares are held on date of meeting.
  3. If you intend to appoint a proxy to attend the meeting instead of yourself, the proxy must be deposited at the Registered Office of the Company at 66/1, Hansa Villa, Opp. South Indian Gymkhana, Bhaudaji Cross Road, Matunga (CR), Mumbai - 400 019, not less than 48 hours before the scheduled time of meeting.
  4. If you are attending the meeting in person or by proxy, your copy of the Notice may please be brought by you/ your proxy for reference at the meeting.

..... TEAR HERE.....

### INTELLIVATE CAPITAL VENTURES LIMITED

Registered Office: 66/1, Hansa Villa, Opp. South Indian Gymkhana, Bhaudaji Cross Road, Matunga (CR), Mumbai - 400 019

DP ID		L.F. No.	
Client ID No.		No. of shares held	

#### FORM OF PROXY

I/We \_\_\_\_\_ of \_\_\_\_\_ in the district of \_\_\_\_\_ being a Member/ Members of the above named Company, hereby appoint \_\_\_\_\_ of \_\_\_\_\_ in the district of \_\_\_\_\_ or failing him/ her \_\_\_\_\_ of \_\_\_\_\_ in the district of \_\_\_\_\_ as my/ our Proxy to attend and vote for me/ us on my/ our behalf at the 27<sup>th</sup> Annual General Meeting of the Company to be held on Saturday, 14th August, 2010 at. at 9.30 am at Regd. Office: 66/1, Hansa Villa, Opp. South Indian Gymkhana, Bhaudaji Cross Road, Matunga (CR), Mumbai - 400 019 and at any adjournment thereof.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2010.

#### Notes:

1. The Company reserves the right to ask for identification of the Proxy.
2. A Proxy cannot speak at the meeting or vote on a show of hands.

Please affix  
1 Re  
revenue  
stamp