

LODHA & COMPANY
CHARTERED ACCOUNTANTS

KIDUJA INDIA LIMITED

STATEMENT OF ACCOUNTS FOR THE YEAR
ENDED 31ST MARCH 2010

6, KARIM CHAMBERS
40, AMBALAL DOSHI MARG,
(HAMAM STREET)
MUMBAI – 400 001

e-mail: mumbai@lodhaco.com

NOTICE

NOTICE is hereby given that Twenty Fourth Annual General Meeting of the members of Kiduja India Limited will be held on 31st August, 2010 at 11.00 a.m. at The Conference Hall, 18th Floor, 'C' Wing, Mittal Tower, Nariman Point, Mumbai- 400 021 to transact the following business-

ORDINARY BUSINESS:

1. To receive, consider, approve and adopt the Audited Balance Sheet as at 31st March, 2010 and Profit & Loss Account for the period ended same date together with the Reports of the Board of Directors and Auditors Report thereon.
2. To appoint a Director in place of Mrs. Kirti D. Jaipuria, who retires by rotation and being eligible offers himself for re-appointment.
3. To reappoint Auditors and fix their remuneration.

Place: Mumbai
Date: 30th July, 2010

By order of the Board
For KIDUJA INDIA LIMITED

Registered Office:
127-B, Mittal Tower,
Nariman Point,
Mumbai- 400 021.



Ashish D. Jaipuria
Chairman

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. Instrument of Proxies in order to be effective must be received/deposited with the company at its registered office not less than 48 hours before the commencement of the meeting.
3. The Register of Members and the Share Transfer Books of the Company will remain closed from 30th August, 2010 to 31st August, 2010 (both days inclusive).
4. Members are kindly requested to immediately notify any change in their correspondence addresses immediately to the company.
5. Corporate Members intending to send their authorized representatives to attend the meeting are requested to send a certified copy of the Board Resolution authorizing to attend and vote on their behalf at the Meeting.
6. Members are requested to give their valuable suggestions for improvement of the services and are also advised to quote their E-mail Id's, telephone / facsimile no. for prompt reply of their communications.
7. All the documents referred to in the accompanying notice are available for inspection at the registered office of the Company on all the working days between 10.30 a.m to 12.30 p.m upto the date of the Annual General Meeting.
8. Members seeking the information with regards to the proposed resolutions are requested to write to the Company at least 10 days in advance so as to enable the management to keep the information ready.

KIDUJA INDIA LIMITED

DIRECTORS' REPORT

TO THE MEMBERS,

The Directors have pleasure to present their 24th annual report on the business and operations of the Company and the financial accounts for the year ended 31st March, 2010.

(Rs. in Lakhs)

FINANCIAL RESULTS	For the year ended 31 st March, 2010	For the year ended 31 st March, 2009
Total Income	4136.22	237.46
Total Expenditure	5422.26	1174.32
Profit / (Loss) before Depreciation	(1286.04)	(936.86)
Less : Depreciation	7.27	13.06
Profit/(Loss) before Tax & Exceptional Items	(1293.31)	(949.92)
Less: Exceptional Item	NIL	179.00
Profit/(Loss) before Tax	(1293.31)	(770.92)
Less: Tax liability including Deferred Tax and Wealth Tax	NIL	65.54
Less: Fringe Benefit Tax	NIL	0.46
PROFIT / (LOSS) FOR THE YEAR	(1293.31)	(704.92)
Add: Excess / (Short) provisions of Tax for the earlier years (Net)	(1.75)	17.46
Net Profit/ (Loss)	(1295.06)	(687.46)
Profit / (Loss) brought forward from previous year	(11.52)	675.94
Balance Carried to Balance sheet	(1306.58)	(11.52)

OPERATIONS:

The Company operates extensively in the shares and derivatives market. During the year under review, the Company has earned total income of Rs. 4136.22 Lacs as compared to previous year of Rs. 237.46 Lacs.

TRANSFER TO RESERVES:

In the absence of adequate profits, no amount has been transferred to reserves during the year under review. The debit balance of Profit and Loss Account has been transferred to Balance Sheet under the head "Profit & Loss Account".

DIVIDEND:

In the absence of profits, your directors do not recommend dividend for the year under review.

PUBLIC DEPOSITS:

The Company has not accepted any deposits from the public within the meaning of Section 58A of the Companies Act, 1956 during the period under review.

DIRECTORS:

Pursuant to the provisions of Articles of Association of the Company, Mrs. Kirti D. Jaipuria, director retires by rotation and being eligible offers herself for re-appointment. Mr. Ashish D. Jaipuria and Mr. Omprakash Agarwal continue to be directors on the Board.

PARTICULARS OF EMPLOYEES:

During the year under review, there were no employees drawing remuneration of Rs. 24,00,000/- p.a. or Rs. 2,00,000/- p.m. or more. Hence there is no information to be provided in accordance with the provisions of Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of employees) Rules, 1975.

DISCLOSURE UNDER SECTION 217(1)(e) OF THE COMPANIES ACT, 1956:

The particulars required under Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988, is given in Annexure-I to this Directors Report.

AUDITORS:

M/s. Lodha and Co., Chartered Accountants, who are the statutory auditors of the Company, retires at the ensuing Annual General Meeting and are being eligible to offer themselves for re-appointment. Your directors recommend their reappointment.

AUDITOR'S OBSERVATIONS:

Observations in Auditor's Report are self explanatory and do not need further comments from directors in this report.

SECRETARIAL COMPLIANCE CERTIFICATE:

Pursuant to the provisions of Section 383A of the Companies Act, 1956 read with Companies (Appointment & Qualification of Secretary) Rules, 1988, Company has obtained a Certificate from a Company Secretary in Whole Time Practice and is attached with the Board's Report.

DIRECTORS RESPONSIBILITY STATEMENT:

In accordance with the provisions of Section 217 (2AA) of the Companies Act, 1956 the directors confirm:

- i. that in preparation of the Annual Accounts for the year ended 31st March, 2010 the applicable accounting standards have been followed and that no material departure have been made from the same.
- ii. 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 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.
- iii. That the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities
- iv. That the directors had prepared the annual accounts on a going concern basis.

ACKNOWLEDGMENT:

Your directors wish to place on record their appreciation for the support and cooperation, which the Company continues to receive from its clients, employees, bankers and associates. The directors are also grateful to the shareholders for their plentiful support to the Company.

For and on behalf of Board of Directors



Chairman

Date: 30th July, 2010
Place: Mumbai

ANNEXURE I

I. CONSERVATION OF ENERGY:

- (a) Energy conservation measures taken – NIL
- (b) Additional investments and proposals if any, being implemented for reduction of consumption of energy – NIL
- (c) Impact of the measures at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods – NIL
- (d) Total energy consumption and energy consumption per unit of production – N.A.

FORM-A: FORM FOR DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY

A. Power and fuel consumption: NIL

B. Consumption per unit of production: NIL

II. TECHNOLOGY ABSORPTION

FORM-B: FORM FOR DISCLOSURE OF PARTICULARS WITH RESPECT TO TECHNOLOGY ABSORPTION ETC.,

I Research and Development: NIL

II Technology Absorption, Adaptation and Innovation: NIL

II. FOREIGN EXCHANGE EARNINGS AND OUTGO

- I. Earnings in Foreign Exchange during the year : NIL
- II. Foreign Exchange outgo during the year : NIL

For and on behalf of Board of Directors



Chairman

Date: 30th July, 2010
Place: Mumbai

AUDITORS' REPORT

**TO
THE MEMBERS OF
KIDUJA INDIA LIMITED**

1. We have audited the attached Balance Sheet of KIDUJA INDIA LIMITED as at 31st March, 2010 and also the Profit and Loss Account and the Cash Flow Statement for the year ended on that date, annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We have 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 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, issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956 (hereinafter referred to as the 'Act'), we enclose in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 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 purposes of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - (c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (d) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards prescribed by the Companies (Accounting Standards) Rules, 2006, to the extent applicable *except for recognition of actuarial liabilities in respect of Gratuity and Leave Entitlements (Refer Note no. B 6 in Schedule R)*;

Cont ...2

.... 2

- (e) On the basis of 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 Section 274 (1) (g) of the Act;
- (f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with notes appearing in Schedule 'R' of "Significant Accounting Policies and Notes on Accounts" and other notes appearing elsewhere in the financial statements, give the information required by the Act 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 the Balance Sheet, of the state of affairs of the Company as at 31st March, 2010;
 - ii) in the case of the Profit and Loss Account, of the loss of the Company for the year ended on that date; and
 - iii) in the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

For LODHA & CO.
Chartered Accountants

R.P. Baradiya

R.P. BARADIYA
Partner
Membership No. 44101
Firm Registration No. : 301051E

Place: Mumbai
Date: 30th July, 2010

ANNEXURE REFERRED TO IN PARAGRAPH 3 OF AUDITORS' REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2010 OF KIDUJA INDIA LIMITED

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of audit, we state that:

1. a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
b) All fixed assets have been physically verified by the management at reasonable intervals during the year and no discrepancies were noticed on such verification.
c) Substantial part of the fixed assets has been disposed off during the year, However the same does not affect going concern status of the Company.
2. a) The inventory of shares has been held in dematerialized form and are verified with the Demat account statements at reasonable intervals.
b) The procedures for verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
c) The Company has maintained proper records of inventory and no discrepancies were noticed on physical verification.
3. a) During the year, the Company has taken interest free loans from two Companies covered in the register maintained under Section 301 of the Act, terms and conditions whereof, are prima facie, not prejudicial to the interest of the Company. Maximum amount due during the year Rs.370,880,000 (including Opening Balance of Rs.339,550,000) and the year-end balance is Rs.358,000,000.
b) During the year, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 301 of the Act.
4. There is adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of shares, fixed assets and for sale of shares *except as stated in Note No.7 below*. During the course of our audit, no major weaknesses have been noticed in the internal control system.
5. According to the information and explanations given to us, there were no contract or agreement entered during the year that need to be entered in the register in pursuance of Section 301 of the Act.

Cont...2

.... 2


6. During the year, the Company has not accepted any deposit within the meaning of Section 58A, 58AA and other relevant provisions of the Act and rules framed thereunder and read with NBFC regulations issued by Reserve Bank of India from time to time.
7. *The Company does not have any formal internal audit system.* However, as explained, effective internal control is being exercised departmentally.
8. In respect of Companies activities, the Central Government has not prescribed maintenance of cost records under Section 209 (1) (d) of the Act.
9. a) According to the records of the Company, it is generally regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Income Tax, Wealth Tax, Sales Tax, Service Tax, Custom Duty, Cess and other material statutory dues with the appropriate authorities. There are no undisputed amounts payable in respect of such statutory dues which have remained outstanding as at 31st March, 2010 for a period of six months from the date they became payable.
b) According to the information and explanations given to us, there are no dues of income tax, wealth tax, sales tax, service tax, custom duty, excise duty and cess which have not been deposited on account of any dispute.
10. The accumulated losses of the Company as at the end of the financial year are more than 50% of its net worth. The Company has incurred cash losses during the current financial year and in the immediately preceding financial year.
11. According to the information and explanations given to us, the Company has not defaulted in repayment of dues to banks.
12. During the year, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The Company is not a chit fund or a nidhi / mutual fund benefit fund/society. Therefore, the provisions of clause 4 (xiii) of the Order are not applicable to the Company.
14. The Company has kept adequate records of its transactions and contracts in respect of dealing in shares, securities and timely entries have been made therein. All the shares and securities have been held in the name of the Company.
15. According to the information and explanations given to us, the Company has not given any guarantee for loan taken by others from banks or financial institutions.

Cont ...3

.... 3

16. According to the information and explanations given to us, the Company has not obtained any term loan during the year.
17. According to the information and explanations given to us and on overall examination of the cash flow statements and balance sheet of the Company, in our opinion, funds raised on short term basis have, prima facie, not been used for long-term investment.
18. During the year, the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Act.
19. The Company has not raised any money by way of issue of debentures.
20. The Company has not raised any money by way of public issue during the year and in the recent past.
21. 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 instances 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 LODHA & CO.
Chartered Accountants



R.P.BARADIYA
Partner
Membership No.44101
Firm Registration No. : 301051E

Place: Mumbai
Date: 30th July, 2010

Ratish Tagde & Associates

Company Secretaries

A-1, Parle C. H. S., Sahakar Road,
Vile Parle (East), Mumbai - 57.
TF : 91-22-67418811/12/13/14
E-mail : companyadvice@gmail.com

COMPLIANCE CERTIFICATE

To,
The Members,
Kiduja India Limited
Mumbai.

Co. Registration No. L72200MH1985PLC036019
Authorised Capital: Rs. 1,75,00,000/-

I have examined the registers, records, books and papers of **Kiduja India Limited** 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 31st March, 2010.

In my opinion and to the best of my information and according to the examinations carried out by me and explanations furnished to me by the Company, its Officers and Agents, I certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions 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 and in cases of delay by paying the prescribed additional fees.
3. The Company being a Public Limited Company has the minimum number of members and prescribed paid up capital during the year under review.
4. The Board of Directors duly met 4 (Four) times on 29.04.2009, 30.07.2009, 30.10.2009 and 30.01.2010 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed. No circular resolution was passed during the year under review.
5. The Company closed its Register of Members from 29th September, 2009 to 30th September, 2009 (both days inclusive).
6. The Annual General Meeting for the financial year ended on 31st March 2009 was held on 30th September, 2009 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in minutes book maintained for the purpose.



Ratish Tagde & Associates
Company Secretaries

7. No Extra Ordinary General Meeting was held during the year under review.
8. The Company has not advanced any loan or provided any guarantee or security in contravention of provisions of Section 295 of the Act.
9. The Company has not entered into any contract attracting provisions of Section 297 of the Act.
10. The Company has made necessary entries in the register maintained under Section 301 of the Act.
11. The Company was not required to obtain any approvals from the Board of Directors, Members or Central Government pursuant to Section 314 of the Act.
12. No duplicate share certificates were issued during the year under review.
13. The Company :
 - Has delivered all the certificates of securities deposited for transfer / transmission or any other purpose in accordance with the provisions of the Act;
 - Has not declared any dividend during the year under review;
 - Was not required to pay / post warrants for dividends to the members, since no dividend was declared;
 - Was not required to transfer any amounts to Investor Education and Protection Fund;
 - Has duly complied with the requirement of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted and the appointment of the directors, additional directors and alternative directors to fill casual vacancies has been duly made during the year under review.
15. There was no appointment of Managing Director/ Whole Time Directors under the provisions of Section 269 read with Schedule XIII to the Act during the year under review.
16. There was no appointment of sole-selling agents during the year under review.
17. The Company was not required to obtain any approval of the Central Government, Company Law Board, Regional Director, Registrar or other authorities under the various provisions of the Act.



Ratish Tagde & Associates
Company Secretaries

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. No securities were issued during the financial year under review.
20. The Company has not bought back any shares during the financial year under review.
21. The Company has not redeemed preference shares / debentures during the year under review.
22. There was no transaction necessitating the Company to keep in abeyance rights to dividend, right shares and bonus shares pending registration of transfer of shares.
23. During the year under review, the Company has not invited / accepted any deposits within the meaning of sections 58A and 58AA read with the Companies (Acceptance of Deposit) Rules, 1975.
24. The amount borrowed by the Company from directors, members, public, financial institutions, banks and others during the financial year ending 31st March, 2010 is within the borrowing limits of the Company.
25. As informed by the Management, the Company has made loan and investments, or given guarantees or provided securities to other bodies corporate in compliance with the provisions of the Act and has made necessary entries in the register kept for the purpose.
26. The Company has not altered the provisions of the memorandum with respect to situation of the Company's registered office, during the year under review.
27. The Company has not altered the provisions of the memorandum with respect to the objects of the Company, during the year under review.
28. The Company has not altered the provisions of the memorandum with respect to name of the Company, during the year under review.
29. The Company has not altered the provisions of the memorandum with respect to share capital of the Company, during the year under review.
30. The Company has not altered the provisions of its Articles of Association, during the year under review.
31. As informed by the Management no show cause notice has been received or no prosecution has been initiated under the Act and no other fines and penalties or any other punishment imposed on the company during the year under review.



**Ratish Tagde & Associates
Company Secretaries**

32. Since the Company has not received any amount as security from its employees during the financial year, there is no requirement to deposit any amount as per the provisions of section 417(1) of the Act.
33. The Company has not constituted a provident fund for its employees or class of employees under section 418 of the Companies Act, 1956. Therefore provisions of section 418 of the Act are not applicable.



Place: Mumbai
Date: 30th July, 2010

**RATISH TAGDE
COMPANY SECRETARY
C. P. No.: 4794**

ANNEXURE - A

Registers as maintained by the Company:

1. Register of Members under Section 150
2. Transfer Register under Section 108
3. Minutes Book for Board Meeting Minutes, General Meeting Minutes under section 193
4. Register of Contracts under Section 301
5. Register of Directors under Section 303
6. Register of Directors' Shareholdings under Section 307

ANNEXURE - B

Forms and Returns as filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ending on 31st March, 2010.

Serial No.	Form No.	Description	Section No.	Filing Details
1.	Schedule VI	Balance Sheet as at 31.03.2009	220	Being Filed
2.	Schedule V	Annual Return	159	Being Filed
3.	Compliance Certificate	Certificate	383A	Being Filed

Place: Mumbai
Date: 30th July, 2010



RATISH TAGDE
COMPANY SECRETARY
C. P. No.: 4794

KIDUJA INDIA LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2010

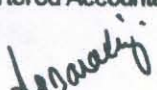
	SCHEDULE	AS AT 31-Mar-2010 Rs.	AS AT 31-Mar-2009 Rs.
FUNDS EMPLOYED :			
SHAREHOLDERS' FUNDS :			
Share Capital	A	17,150,000	17,150,000
Reserves & Surplus	B	11,131,577	11,131,577
LOAN FUNDS :			
Secured Loans	C	495,250,602	539,990,349
Unsecured Loans	D	358,000,000	389,550,000
TOTAL		<u>881,532,179</u>	<u>937,821,926</u>
APPLICATION OF FUNDS :			
FIXED ASSETS :			
Gross Block	E	2,890,545	63,823,393
Less : Depreciation		<u>801,231</u>	<u>2,866,964</u>
Net Block		2,089,314	60,956,429
INVESTMENTS	F	753,706,902	870,580,396
CURRENT ASSETS, LOANS AND ADVANCES :			
Inventories	G	929,775	796,100
Sundry Debtors	H	-	625,738
Cash and Bank Balances	I	298,210	80,058
Loans and Advances	J	<u>13,744,486</u>	<u>44,590,657</u>
		14,972,471	46,072,553
LESS : CURRENT LIABILITIES AND PROVISIONS :			
Current Liabilities	K	18,044,672	29,372,960
Provisions		<u>1,850,624</u>	<u>11,566,959</u>
		19,895,296	40,939,919
NET CURRENT ASSETS / (LIABILITIES)		(4,922,825)	5,132,634
PROFIT & LOSS ACCOUNT (LOSS) (As per annexed account)		130,658,788	1,152,467
TOTAL		<u>881,532,179</u>	<u>937,821,926</u>
PARTICULARS AS PER NBFC DIRECTIONS	Q		
SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS	R		

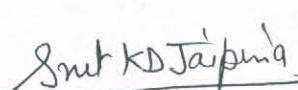
SCHEDULES REFERRED TO ABOVE FORM AN INTEGRAL PART OF THE ACCOUNTS

AS PER OUR ATTACHED REPORT OF EVEN DATE

For LODHA & CO.
Chartered Accountants

For and on behalf of the Board of Directors


R.P. BARADIYA
Partner


K. D. JAIPURIA
Director


A. D. JAIPURIA
Managing Director

Mumbai; 30th July, 2010

KIDUJA INDIA LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2010

	SCHEDULE	YEAR ENDED 31-Mar-2010 Rs.	YEAR ENDED 31-Mar-2009 Rs.
INCOME :			
Income from Operations	L	395,919,343	22,106,239
Other Income	M	17,569,267	3,638,647
Increase / (Decrease) in Stock	N	133,675	(1,998,545)
		413,622,275	23,746,341
EXPENDITURE :			
Purchase of Shares		433,419,855	-
Loss on Trading in Derivatives (net)		31,540,162	-
Loss on Sale of Investments		1,703,289	-
Selling, Administrative and Other Expenses	O	7,479,711	7,044,520
Interest	P	68,083,067	110,387,555
Depreciation		727,269	1,305,803
		542,953,343	118,737,878
Profit / (Loss) Before Tax and Exceptional Items		(129,331,068)	(94,991,537)
Exceptional Items (Refer Note No. B 10(a) in Schedule 'R')		-	17,900,000
Profit / (Loss) Before Tax		(129,331,068)	(77,091,537)
Taxation :			
Current Tax		-	-
Fringe Benefit Tax		-	46,000
Wealth Tax		-	4,600
Deferred Tax Liability/(Assets)		-	(6,650,173)
PROFIT / (LOSS) FOR THE YEAR		(129,331,068)	(70,491,984)
Income Tax adjustments relating to earlier years		(175,253)	1,745,516
NET PROFIT / (LOSS)		(129,506,321)	(68,746,448)
Loss : Transferred to Special Reserve (Refer Note No. B 3 in Schedule 'R')		-	-
Balance of Profit/(Loss) brought forward from previous years		(1,152,467)	67,593,981
Balance carried to the Balance Sheet		(130,658,788)	(1,152,467)
Basic and Diluted earnings per Equity Share before exceptional items		(75.51)	(50.52)
Basic and Diluted earnings per Equity Share after exceptional items (Refer Note No. B 11 in Schedule 'R')		(75.51)	(40.09)

SIGNIFICANT ACCOUNTING POLICIES
AND NOTES ON ACCOUNTS

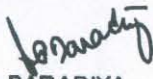
R

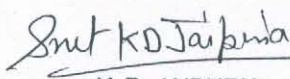
SCHEDULES REFERRED TO ABOVE FORM AN INTEGRAL PART OF THE ACCOUNTS

AS PER OUR ATTACHED REPORT OF EVEN DATE

For LODHA & CO.
Chartered Accountants

For and on behalf of the Board of Directors


R. P. BARADIYA
Partner


K. D. JAIPURIA
Director


A. D. JAIPURIA
Managing Director

Mumbai; 30th July, 2010

KIDUJA INDIA LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2010

	YEAR ENDED 31-03-10		YEAR ENDED 31-03-09	
	Rs.	Rs.	Rs.	Rs.
A. Cash Flow from Operating Activities				
Net Profit / (Loss) before Tax		(129,331,068)		(77,091,537)
Adjustments for :				
Depreciation	727,259		1,305,803	
Interest Received	(585,712)		(3,637,856)	
Interest Paid	68,083,087		110,387,555	
Dividend Income	(960)		(33,250)	
Profit on Sale of Fixed Assets	(16,980,144)		-	
Loss on Sale of Investments	1,703,289		(2,032,000)	
Income from Venture Capital Funds	(70,063)	52,896,736	(1,094,331)	104,895,921
Operating profit before working capital changes		(76,434,332)		27,864,384
Adjustments for :				
(Increase) / Decrease in Inventories	(133,675)		1,998,545	
(Increase) / Decrease in Trade and Other Receivables	31,471,909		(8,291,448)	
Increase / (Decrease) in Trade Payables	(25,961,306)	5,378,928	(47,181,912)	(53,474,813)
Cash generated / (used) in Operations		(71,067,404)		(25,670,429)
Less:				
Direct Taxes paid		(6,188,329)		(867,235)
Net Cash Generated / (Used) in Operating ActivitiesA		(77,245,733)		(26,537,664)
B. Cash Flow from Investing Activities				
Purchase of Fixed Assets				(126,149)
Sale of Fixed Assets		75,100,000		
Purchase of Investment		(10,500,000)		(5,000,000)
Sale of Investment		125,670,205		19,125,000
Income from Venture Capital Funds		70,063		1,094,331
Dividend Received		960		33,250
Net Cash from / (used) in Investing ActivitiesB		190,341,228		15,128,432
C. Cash Flow from Financing Activities				
Secured Loan Received/ (Paid)		25,333,879		(239,303,395)
Unsecured Loan Received/(Paid)		(11,560,000)		283,593,491
Interest Paid		(127,228,934)		(37,013,446)
Interest Received		585,712		3,689,739
Net Cash from / (used) in Financing ActivitiesC		(112,857,343)		10,966,389
Net Increase/(Decrease) in cash and cash equivalents		238,152		(444,843)
TOTAL (A+B+C)				
Cash and cash equivalents (Opening Balance)		60,058		504,901
Cash and cash equivalents (Closing Balance)		298,210		60,058
Cash & cash equivalents include :				
a) Cash In Hand		8,858		33,114
b) Balance with Scheduled Banks		289,354		26,944
		298,210		60,058

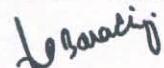
1) The cash flow statement has been prepared using the indirect method as prescribed by Accounting Standard AS-3

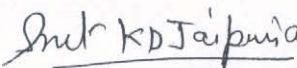
2) Previous year's figures have been regrouped/rearranged wherever necessary, to conform to the current year's presentation.

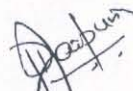
AS PER OUR ATTACHED REPORT OF EVEN DATE

For LODHA & CO.
Chartered Accountants

For and on behalf of the Board of Directors


R.P. BARADIYA
Partner


K. D. JAIPURIA
Director


A. D. JAIPURIA
Managing Director

Mumbai; 30th July, 2010

KIDUJA INDIA LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULES	Rs.	AS AT 31-Mar-2010 Rs.	AS AT 31-Mar-2009 Rs.
SCHEDULE 'A'			
SHARE CAPITAL			
AUTHORISED			
1,750,000 Equity Shares of Rs. 10 each		<u>17,500,000</u>	<u>17,500,000</u>
ISSUED, SUBSCRIBED & PAID-UP			
1,715,000 (Previous Year 1,715,000) Equity Shares of Rs.10 each fully paid-up		<u>17,150,000</u>	<u>17,150,000</u>
SCHEDULE 'B'			
RESERVES & SURPLUS			
a) Capital Reserve No. 1 (Arising upon amalgamation of a company) As per last Balance Sheet		605,577	605,577
b) Capital Reserve No. 2 (Arising on re-issue of forfeited shares) As per last Balance Sheet		650,000	650,000
c) Securities Premium Account As per last Balance Sheet		1,950,000	1,950,000
d) Special Reserve As per last Balance Sheet		7,926,000	7,926,000
		<u>11,131,577</u>	<u>11,131,577</u>
SCHEDULE 'C'			
SECURED LOANS			
From Bank			
Term Loan (Refer Note No.B 5 (a) in Schedule 'R')		-	42,326,543
From a body corporate Interest accrued and due there on (Refer Note No. B 5 (b) in Schedule 'R')		495,250,602	427,590,180
		-	70,073,629
		<u>495,250,602</u>	<u>539,990,349</u>
SCHEDULE 'D'			
UNSECURED LOANS			
Short Term - From bodies corporate		<u>358,000,000</u>	<u>369,550,000</u>

KIDUJA INDIA LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE 'E'
FIXED ASSETS

ITEMS	GROSS BLOCK			DEPRECIATION			NET BLOCK			
	As on 01-04-09 Rs.	Additions during the year Rs.	Deductions during the year Rs.	As on 31-03-10 Rs.	Upto 31-03-09 Rs.	For the year Rs.	Adjustments Rs.	Upto 31-03-10 Rs.	As on 31-03-10 Rs.	As on 31-03-09 Rs.
BUILDING	60,170,993	-	60,170,993	-	2,063,683	413,811	2,477,494	-	-	58,107,310
OFFICE EQUIPMENT	357,055	-	357,055	-	210,327	7,156	217,483	-	-	146,728
FURNITURE & FITTINGS	404,800	-	404,800	-	87,204	10,811	98,015	-	-	317,596
COMPUTERS	311,175	-	-	311,175	144,614	50,441	-	195,055	116,120	166,561
VEHICLES *	2,579,370	-	-	2,579,370	361,136	245,040	-	606,176	1,973,194	2,218,234
TOTAL	63,823,393	-	60,932,848	2,890,545	2,866,964	727,259	2,792,992	801,231	2,089,314	60,956,429
PREVIOUS YEAR	63,697,244	126,149	-	63,823,393	1,561,161	1,305,803	-	2,866,964	60,956,429	-

* Registered in the name of a Director on behalf of the Company.

KIDUJA INDIA LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULES	AS AT 31-Mar-2010 Rs.	AS AT 31-Mar-2009 Rs.	
SCHEDULE 'F'			
INVESTMENTS			
LONG TERM, NON TRADE AND UNQUOTED			
A. Units of Venture Capital Funds			
	Kotak Alternate Opportunities India Fund	358,900,000	370,000,000
1,232.09	(2,394.82) Kotak India Real Estate Fund 1 (Face Value Rs.100000 per unit; fully paid up)	123,208,799	239,482,293
250,000.00	(250,000.00) Kotak India Growth Fund (Face Value Rs.1000 per unit; partly paid up Rs.950 ; previous year - Rs.920)	238,512,603	231,012,603
4,000.00	(4,000.00) Kotak India Growth Fund II (Face Value Rs.100000 per unit; partly paid up Rs.3000 ; previous year - Rs.3000)	12,000,000	12,000,000
80,000.00	(60,000.00) Kotak India Venture Fund 1 (Face Value Rs.1000 per unit; partly paid up Rs.350 ; previous year - Rs.300)	<u>21,000,000</u>	<u>18,000,000</u>
		<u>753,621,402</u>	<u>870,494,896</u>
B. Time Share Licence of Sterling Resorts (India) Ltd.			
		<u>85,500</u>	<u>85,500</u>
		<u>753,706,902</u>	<u>870,580,396</u>
SCHEDULE 'G'			
INVENTORIES			
(Valued at lower of cost & net realisable value)			
	Equity Shares (Quoted)	<u>929,775</u>	<u>796,100</u>
SCHEDULE 'H'			
SUNDRY DEBTORS			
(Unsecured , Considered good)			
	Outstanding for less than six months	<u>-</u>	<u>625,738</u>
SCHEDULE 'I'			
CASH & BANK BALANCES			
	Cash in hand	8,856	33,114
	Balance with Scheduled Banks in : Current Accounts	<u>289,354</u>	<u>26,944</u>
		<u>298,210</u>	<u>60,058</u>
SCHEDULE 'J'			
LOANS AND ADVANCES			
(Unsecured, considered good)			
	Advances recoverable in cash or in kind or for value to be received	517,615	38,572,957
	Equity Index Option Premium (Net of provision of Rs.1,535,037; Previous Year - NIL)	5,937,145	-
	Initial Margin - Equity Derivative Instrument	7,259,209	5,953,463
	Mark to Market Margin - Equity Stock Futures	-	79,863
	Less : Provision for Loss on Mark to Market Margin - Equity Stock Futures	-	(79,963)
	Deposits	<u>30,517</u>	<u>64,237</u>
		<u>13,744,486</u>	<u>44,590,657</u>

KIDUJA INDIA LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULES	AS AT 31-Mar-2010 Rs.	AS AT 31-Mar-2009 Rs.
SCHEDULE 'K'		
CURRENT LIABILITIES & PROVISIONS		
A. CURRENT LIABILITIES		
Sundry Creditors		
Due to Micro, Small and Medium Enterprises (Refer Note No.B 8 In Schedule 'R')	-	-
Others	919,898	1,728,482
Equity Index Option Premium	-	584,143
Mark to Mark Margin - EIF	253,688	-
Interest Accrued but not due	13,767,393	381,713
Interest Payable	841,598	3,297,519
Other Liabilities	2,262,095	23,381,103
	<u>18,044,672</u>	<u>29,372,960</u>
B. PROVISIONS		
For Fringe Benefit Tax	46,000	46,000
For Retirement Benefits : Gratuity	1,404,864	1,307,711
For Leave Entitlement	-	518,750
For Wealth Tax	-	4,600
For Taxation	399,760	6,408,236
(Net of Advance Tax and TDS of Rs.9,800,240 ; Previous year Rs.3,791,764)		
For Loss on Equity Index Option Account	-	3,281,662
	<u>1,850,624</u>	<u>11,566,959</u>

KIDUJA INDIA LIMITED

SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT

SCHEDULES	YEAR ENDED 31-Mar-2010 Rs.	YEAR ENDED 31-Mar-2009 Rs.
SCHEDULE 'L'		
INCOME FROM OPERATIONS		
Profit on Trading in Derivatives	-	18,946,658
Profit on Sale of Long Term Investments	-	264,500
Profit on Sale of Short Term Investments	-	1,767,500
Sale of Shares	395,848,320	-
Income From Venture Capital Fund	70,063	1,094,331
Dividend	960	33,250
	<u>395,919,343</u>	<u>22,106,239</u>
SCHEDULE 'M'		
OTHER INCOME		
Profit on Sale of Fixed Assets	16,960,144	-
Interest on Income Tax Refund	451,306	-
Interest Received (TDS Rs.41,861 ; Previous Year Rs.403,043)	134,406	3,637,856
Sundry Credit balance w/back	23,401	791
	<u>17,569,257</u>	<u>3,638,647</u>
SCHEDULE 'N'		
INCREASE / (DECREASE) IN STOCK		
Opening Stock	796,100	-
Less : Closing Stock	<u>929,775</u>	<u>-</u>
	<u>133,675</u>	<u>-</u>
SCHEDULE 'O'		
SELLING, ADMINISTRATIVE AND OTHER EXPENSES		
Salaries, Bonus & other allowances	985,798	3,634,190
Staff Welfare Expenses	20,240	29,814
Brokerage & Transaction Charges	652,756	300,767
Securities Transaction Tax	1,416,944	198,362
Rates & Taxes	1,008,100	-
Insurance	31,852	48,794
Donation	15,000	-
Legal & Professional Charges	1,915,386	1,726,113
Court Fees	300,000	-
Registration Charges	30,000	-
Sundry Debit balance written off	100	-
Auditors' Remuneration :		
Audit Fees	175,000	175,000
Tax Audit Fees	25,000	25,000
Advisory Fees	58,180	-
Out of Pocket Expenses / Service Tax	30,454	28,325
Repairs & Maintenance - Building	55,173	121,065
- Others	35,474	18,514
Miscellaneous Expenses	726,254	738,776
	<u>7,479,711</u>	<u>7,044,520</u>
SCHEDULE 'P'		
INTEREST		
On Term Loan	2,745,436	7,024,578
On Others	65,337,631	103,362,977
	<u>68,083,067</u>	<u>110,387,555</u>

KIDUJA INDIA LIMITED

SCHEDULE 'Q' :

SCHEDULE TO THE BALANCE SHEET OF NON-DEPOSIT TAKING NON-BANKING FINANCIAL BANKING COMPANY (AS REQUIRED IN TERMS OF PARAGRAPH 13 OF NON-BANKING FINANCIAL (NON-DEPOSIT ACCEPTING OR HOLDING) COMPANIES PRUDENTIAL NORMS (RESERVE BANK) DIRECTIONS, 2007)

(Amt. in Rs.)

	Particulars	Amount Outstanding	Amount Overdue
	Liabilities side		
(1)	Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid :		
	(a) Debentures : Secured	Nil	
	Unsecured (other than falling within the meaning of public deposits)	Nil	
	(b) Deferred Credits	Nil	
	(c) Term Loans – from a Bank	Nil	
	(d) Inter-corporate loans and borrowing	358,000,000	
	(e) Commercial Paper	Nil	
	(f) Public Deposits	Nil	
	(g) Other Loans (specify nature) – From a Company	495,250,602	
	Assets side :	Amount outstanding	
(2)	Break-up of Loans and Advances including bills receivables [other than those included in (3) below] :		
	(a) Secured	Nil	
	(b) Unsecured	13,744,486	
(3)	Break-up of Leased Assets and stock on hire and other assets counting towards AFC activities (net of provision)		
	(i) Lease assets including lease rentals under sundry debtors :		
	(a) Financial lease	Nil	
	(b) Operating lease	Nil	
	(ii) Stock on hire including hire charges under sundry debtors :		
	(a) Assets on hire	Nil	
	(b) Repossessed Assets	Nil	
	(iii) Other loans counting towards AFC activities :		
	(a) Loans where assets have been repossessed.	Nil	
	(b) Loans other than (a) above	Nil	

(4)	<u>Break-up of Investments :</u>	
	<u>Current Investments :</u>	
	1. <u>Quoted :</u>	Nil
	(i) Shares : (a) Equity (b) Preference	
	(ii) Debentures and Bonds	
	(iii) Units of mutual funds	
	(iv) Government Securities	
	(v) Others (please specify)	
	2. <u>Unquoted :</u>	Nil
	(i) Shares : (a) Equity (b) Preference	
	(ii) Debentures and Bonds	
	(iii) Units of mutual funds	
(iv) Government Securities		
(v) Others (please specify)		
<u>Long Term investments :</u>		
1. <u>Quoted :</u>	Nil	
(i) Share : (a) Equity (b) Preference		
(ii) Debentures and Bonds		
(iii) Units of mutual funds		
(iv) Government Securities		
(v) Others (please specify)		
2. <u>Unquoted :</u>		
(i) Shares : (a) Equity (b) Preference	Nil Nil	
(ii) Debentures and Bonds	Nil	
(iii) Units of mutual funds	Nil	
(iv) Government Securities	Nil	
(v) Others (please specify)	Nil	
- Units of Venture Capital Funds	753,621,402	

(5)	Borrower group-wise classification of all assets financed as in (2) and (3) above.			
	Category	Amount net of provisions		
		Secured	Unsecured	Total
	1. Related Parties			
	(a) Subsidiaries	Nil	Nil	Nil
(b) Companies in the same group	Nil	Nil	Nil	
(c) Other related parties	Nil	Nil	Nil	
2. Other than related parties	Nil	13,744,486	13,744,486	
Total	Nil	13,744,486	13,744,486	
(6)	Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) :			
	Category	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)	
	1. Related Parties			
	(a) Subsidiaries	Nil	Nil	
(b) Companies in the same group	Nil	Nil		
(c) Other related parties	Nil	Nil		
2. Other than related parties	* 753621402	753,621,402		
Total	* 753621402	753,621,402		
(7)	Other Information			
	Particulars	Amount		
	(i) Gross Non – Performing Assets	Nil		
	(a) Related parties			
(b) Other than related parties				
(ii) Net Non-Performing Assets	Nil			
(a) Related Parties				
(b) Other than related parties				
(iii) Assets acquired in satisfaction of debt	Nil			

* Since not ascertainable, hence taken at cost.

KIDUJA INDIA LIMITED

SCHEDULE 'R'

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2010.

A. SIGNIFICANT ACCOUNTING POLICIES :

1. GENERAL :

The financial statements are prepared on the basis of historical cost convention, in accordance with applicable accounting standards and on the accounting principles of a going concern. All expenses and income to the extent payable and receivable, respectively, with reasonable certainty are accounted for on accrual basis.

2. USE OF ESTIMATES :

The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) and Accounting Standard (AS) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of financial statements and reported amounts of revenue and expenses for that year. Actual result could differ from these estimates. Any revision to accounting estimates is recognised prospectively.

3. REVENUE RECOGNITION :

- i) Income from sale / redemption of securities is recognized as and when risks and rewards therein are transferred as per the terms of the contracts.
- ii) Interest income is recognized on accrual basis. Overdue interest is recognized as income on realization.
- iii) Fees and commission income are recognized when due.
- iv) Divided income is accounted on an accrual basis when the Company's right to receive the dividend is established.
- v) The Company complies with prudential norms for income recognition and provisioning for non-performing assets as prescribed by the Reserve Bank of India for Non Banking Financial Companies. In addition, the Company adopts an approach to provisioning that is based on the past experience, realization of security, erosion over time in value of security and other related factors.

4. FIXED ASSETS:

- i) Fixed Assets are stated at cost less accumulated depreciation.

ii) **IMPAIRMENT OF ASSET** : At each Balance Sheet date where there is any indication that any asset may be impaired, the carrying value of such asset is reduced to its recoverable amount and the amount of such impairment loss is charged to profit and loss account. If at the balance sheet date, there is any indication that a previously assessed impairment loss no longer exists, then such loss is reversed and the asset is restated to that effect.

5. BORROWING COSTS :

Borrowing costs attributable to the acquisition or construction of capital assets are capitalized as part of the cost of such assets upto the date when such asset is ready for its intended use. Other borrowing costs are recognised as expenses in the period in which they are incurred.

6. DEPRECIATION :

Depreciation on fixed assets is provided on Straight Line Method at the rates and in the manner prescribed under Schedule XIV to the Companies Act, 1956.

7. INVESTMENTS :

Long Term Investments are stated at cost. In case, there is a diminution in value other than temporary, provision for the same is made in the accounts.

8. VALUATION OF INVENTORY :

Inventory is valued at lower of the cost or market value.

9. EMPLOYEE BENEFITS :

i) Liability towards Leave entitlements (short term) of employees is determined as per the rules of the Company and provided for.

ii) Liability towards Gratuity entitlement is determined as per the provision of Payment of Gratuity Act, 1972 and provided for.

10. TAXATION:

i) Provision for current tax is made and retained in the accounts on the basis of estimated tax liability as per the applicable provisions of the Income-tax Act, 1961. Tax credit is recognised in respect of Minimum Alternate Tax (MAT) as per the provisions of Section 115JAA of the Income-tax Act, 1961 based on convincing evidence that the Company will pay normal Income Tax within the statutory time frame and is reviewed at each balance sheet date.

ii) Deferred tax for timing differences between tax profits and book profits is accounted for using the tax rates and laws that have been enacted or substantively enacted as of the Balance Sheet date. Deferred tax assets are recognised to the extent there is reasonable certainty that these assets can be realised in future.

11. EQUITY INDEX / STOCK FUTURES / OPTIONS:

- i) "Initial Margin – Equity Derivative Instrument", representing initial margin paid for entering into contracts for equity index/ stock futures which are released on final settlement/ squaring-up of underlying contracts, are disclosed under Loans and Advances.
- ii) Equity Index/ Stock Futures are marked-to-market on a daily basis. Debit or Credit balance disclosed under Loans and Advances or Current Liabilities, respectively, in the "Mark-to-Market Margin – Equity Index/ Stock Futures Account", represents the net amount paid or received on the basis of movement in the prices of index/ stock futures till the Balance Sheet date.
- iii) On final settlement or squaring-up of contracts for equity index / stock futures, the profit or loss is calculated as the difference between the settlement / squaring-up price and the contract price. Accordingly, debit or credit balance pertaining to the settled / squared-up contract in "Mark-to-Market Margin – Equity Index / Stock Futures Account" after adjustment of provision for anticipated losses is recognized in the Profit and Loss Account.

12. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS :

A provision is made based on a reliable estimate when it is probable that an outflow of resources embodying economic benefit will be required to settle an obligation. Contingent liabilities, if material, are disclosed by way of notes on accounts. Contingent assets are not recognised or disclosed in the financial statements.

B. NOTES ON ACCOUNTS :

1. Contingent liability not provided in respect of :

Interest / Penalties as may be levied in the matter of Income Tax and other statutes / Rules / Directions - Amount not ascertainable.

2. a. Capital Commitment in respect of uncalled liability :

	<u>Current Year</u>	<u>Previous Year</u>
i) Kotak Alternate Opp. India Fund	Rs.630,000,000	Rs.630,000,000
ii) Kotak India Growth Fund	Rs.12,500,000	Rs.20,000,000
iii) Kotak India Growth Fund II	Rs.388,000,000	Rs.388,000,000
iv) Kotak India Venture Fund	Rs.39,000,000	Rs.42,000,000

b. The above investments have been made on long term basis and diminution in value in the investee companies of these funds have been considered temporary and accordingly, no provision for the same is required.

3. As there is loss during the year, no amount has been transferred to Special Reserve as per Reserve Bank of India (RBI) directives applicable to Non-Banking Finance Companies. The utilization of said reserves is subject to the guidelines issued by RBI from time to time under the said directives.
4. The accounts of certain Creditors, Secured Loans and Loans & Advances are subject to confirmations, reconciliations, and adjustments, if any, having consequential impact on the loss for the year, assets and liabilities, the amounts whereof are presently not ascertainable. However, the management does not expect any material difference affecting the current year's financial statements.
5. a) Term Loan from a bank was secured by First & exclusive charge by way of mortgage over certain immovable properties situated at Mumbai and personal guarantee given by the Managing Director.
b) Loan from a body Corporate is secured by way of lien marked on the units of Venture Capital Funds, further secured by way of mortgage of Residential Properties of the Director and Associates Body Corporate and personal guarantee of the Managing Director.
6. The Company has made provision for leave entitlement and gratuity as per its Accounting Policies as stated in Para A9 above which is in variance with AS-15 – "Employees Benefits" prescribed by the Companies (Accounting Standards) Rules, 2006. However, the same does not have material effect on the results of the Company.
7. In the opinion of the Board, the current assets, loans and advances have a value on realisation in ordinary course of business atleast equal to the amount at which they are stated in the accounts. The provisions for depreciation and for all known liabilities are adequate and not in excess of amount reasonably necessary.
8. The Company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid/payable as required under the said Act have not been given.
9. Quantitative details in respect of trading activities :

ITEMS	Opening Stock		Purchases		Sales		Closing Stock	
	Qty. Nos.	Value Rs.	Qty. Nos.	Value Rs.	Qty. Nos.	Value Rs.	Qty. Nos.	Value Rs.
Equity Shares	8300 (8300)	796,100 (2,794,645)	9,986,000 (NIL)	433,419,855 (NIL)	9,991,000 (NIL)	395,848,320 (NIL)	* 3300 (8,300)	929,775 (796,100)

* including Equity Shares 3300 (Previous year – NIL) received on demerger of a Company.

10. a) Exceptional items consists of Rs.NIL (previous year – Rs.17,900,000) received as a result of the settlement of the disputed property matter reached as per the agreed consent terms filed in Court on 9th July, 2010 and accounted for in 2008-09.
- b) The Company has received interest of Rs.134,406 (Previous Year – Rs.3,637,856) on deposits with court for the purpose of above mentioned case which is shown as interest under the head “Other Income”.

11. CALCULATION IN RESPECT OF EARNINGS PER SHARE :

	Particulars		2009-2010	2008-2009
(a)	Numerator :			
	Net Profit / (Loss) after tax and exceptional items	Rs.	(129,506,321)	(68,746,448)
	Less : Exceptional Items	Rs.	NIL	(17,900,000)
	Net Profit / (Loss) before exceptional items	Rs.	(129,506,321)	(86,646,448)
(b)	Denominator :			
	Weighted average No. of Equity Shares outstanding		1,715,000	1,715,000
	(For both Basic and Diluted)			
(c)	Basic and Diluted earnings per Equity Share before exceptional items	Rs.	(75.51)	(50.52)
(d)	Basic and Diluted earnings per Equity Share after exceptional items	Rs.	(75.51)	(40.09)
(e)	Nominal Value per Equity Share	Rs.	10	10

12. RELATED PARTY DISCLOSURES AS PER ACCOUNTING STANDARD(AS)-18 :

- A. List of Related Parties with whom transactions have been entered into in the ordinary course of the business :

	Party Name	Relationship
1	Jaipuria Enterprises Pvt. Ltd.	Associates
2	Kiduja Securities Pvt. Ltd.	
	Key Managerial Personnel	
1	Mr. Ashish D. Jaipuria (controlling party)	Managing Director
2	Mrs. Kirti D. Jaipuria	Whole Time Director

B. Transactions during the year with related parties :

Party	Nature of Transaction	Amt. (Rs.)	Outstanding as on 31-03-2010 (Rs.)
A. Key Management Personnel			
1. Mr. Ashish Jaipuria, Managing Director	Remuneration Paid	75,450 (2,100,000)	NIL (500,000)
2. Mrs. Kirti D. Jaipuria Whole-time Director	Remuneration Paid	NIL (450,000)	NIL (NIL)
B. Director and Relative of Key Management Personnel			
1. Mr. Ashish D. Jaipuria	Interest Free Loan taken	NIL (1,200,000)	NIL (NIL)
	Repayment of loan	NIL (1,200,000)	
C. Associates			
1. Kiduja Securities Pvt. Ltd.	Loan taken	10,630,000 (NIL)	8,000,000 (NIL)
	Repayment of Loan	2,630,000 (NIL)	
2. Jaipuria Enterprises Pvt. Ltd.	Loan taken	73,184,000 (379,862,293)	350,000,000 (339,550,000)
	Repayment of Loan	62,734,000 (40,312,293)	NIL (NIL)

NOTES :

1. Related parties are as identified by the Company and relied upon by the Auditors.
2. No amount pertaining to Related Parties have been provided for as doubtful debts. Also, no amounts have been written off / written back during the year.
3. Figures in bracket represent corresponding amounts in the previous year.

13. Managerial Remuneration :

	For the year ended 31-03-2010	For the year ended 31-03-2009
To Managing Director		
(a) Salaries and perquisites	75,450	2,100,000
(b) Leave Entitlement	NIL	175,000

	For the year Ended 31-03-2010	For the year ended 31-03-2009
To Whole Time Director		
Salaries and perquisites	NIL	450,000

(The above figures exclude provision for gratuity which is determined for the Company as a whole.)

Note : In view of losses, no commission is provided.

14. Deferred Tax Liability / (Asset):

As a matter of prudence, the management has not recognized the deferred tax assets for period upto 31st March, 2009 and for the year.

	As on 31-03-10 (Rs.)	As on 31-03-09 (Rs.)
Deferred Tax Liability :		
Difference between book and tax WDV	62,589	8,318,259
Deferred Tax Assets :		
Allowances u/s 43 B: Gratuity, Leave Entitlement	434,103	620,814
Unabsorbed depreciation and business loss	39,525,464	26,135,990
Deferred Tax Liability / (Asset) (Net)	(39,896,978)	(18,438,545)

15. (A) Details of Open Interest in Equity Stock / Equity Index Futures Contracts :

2009 – 2010

2008 – 2009

Name of Equity Index Futures	No. of Contracts	No. of Units		Name of Equity Index Futures	No. of Contracts	No. of Units	
		Long	Short			Long	Short
Fut IDX-Nifty 29-04-09	863	43150	-	Fut IDX-Nifty 30-04-09	60	3000	-

(B) Details of Open Interest in Equity Stock / Equity Index Option Contracts :

Name of Equity Index Options	Total premium carried forward as at 31 st March, 2010 including provisions made (Rs.)	Name of Equity Index Options	Total premium carried forward as at 31 st March, 2009 including provisions (Rs.)
Nifty Index	7,472,183	Nifty Index	3,865,805

(C) In respect of Trading in Derivative instruments, considering the nature of contracts, it is not feasible to disclose the Quantitative details.

16. SEGMENT INFORMATION :

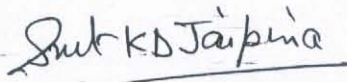
A. Primary Segment Reporting

The Company has single reportable segment viz. investment and dealing in shares and securities for the purpose of Accounting Standard 17 on Segment Reporting.

B. There are no secondary and geographical segment as all the operations are carried on in India.

17. Previous year's figures have been regrouped / reclassified, wherever necessary to conform to the current year's presentation.

**SIGNATURES TO SCHEDULES 'A' TO 'R'
For and on behalf of the Board of Directors**


K. D. JAIPURIA
Director


A. D. JAIPURIA
Managing Director

Mumbai; 30th July, 2010

KIDUJA INDIA LIMITED

Balance Sheet Abstract and Company's General Business Profile

I Registration Details

Registration No.	:	L72200MH1985PLC038019
State Code	:	11
Balance Sheet Date	:	31-Mar-2010

II Capital Raised during the year

(Rs. In 000's)
NIL

III Position of Mobilisation and Deployment of Funds

Total Liabilities	:	901,427
Total Assets	:	901,427

Sources of Funds

Paid - up Capital	:	17,150
Reserves & Surplus	:	11,132
Secured Loans	:	495,250
Unsecured Loans	:	358,000
		<hr/>
		881,532

Application of Funds

Net Fixed Assets	:	2,089
Investments	:	753,707
Net Current Assets	:	(4,923)
Profit & Loss Account	:	130,659
		<hr/>
		881,532

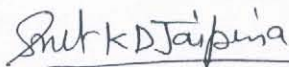
IV Performance of Company


Turnover	:	413,622
Total Expenditure	:	542,953
Profit / (Loss) Before Tax and Exceptional Items	:	(129,331)
Profit / (Loss) after Tax and Exceptional Items	:	(129,506)
Earning Per Share in Rs.	:	(75.51)
Dividend Rate %	:	-

V Generic Names of Principal Products / Services of Company

Item Code No. (ITC code)	:	N. A.
Product Description	:	Investments and dealing in Shares and Securities

For and on Behalf of the Board


K. D. JAIPURIA
Director


A. D. JAIPURIA
Managing Director

Mumbai; 30th July, 2010