

## **NOTICE TO THE MEMBERS**

Notice is hereby given that the 28<sup>th</sup> Annual General Meeting of the members of **GSB Finance Ltd.** will be held at the Corporate Office of the Company at 78/80, Alli Chambers, Tamarind Lane, Fort, Mumbai – 400 001 on Thursday, the 29<sup>th</sup> September, 2011 at 4.00 P.M. to transact the following business: -

### **ORDINARY BUSINESS**

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31<sup>st</sup> March 2011 together with the Profit and Loss Account for the year ended on that date and the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Smt. Ritika Biyani who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Mr. Sajjan Podar who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint Auditors of the Company to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting of the Company and to fix their remuneration.

**For and on behalf of the Board  
For GSB FINANCE LTD**

**G. S. BIYANI  
Chairman**

Date: 31<sup>st</sup> May, 2011  
Registered Office:  
15, Stock Exchange Tower, 8<sup>th</sup> Floor,  
Dalal Street,  
Mumbai – 400 001.

## **NOTES**

1. A member entitled to attend and vote at this meeting is entitled to appoint a proxy to attend and vote instead of himself/herself and a proxy need not be a member of the Company.
2. The instrument appointing a proxy, in order to be effective, should reach the Registered Office of the Company not less than 48 hours before the meeting.
3. The Register of the members and Share Transfer Books of the Company shall remain closed from 25/09/2011 to 29/09/2011 (both days inclusive)
4. Members desiring any information on the accounts of the Company are requested to write to the Company at least 10 days in advance, so as to enable the Company to keep the information ready.
5. Members are requested to notify changes in mailing addresses, if any.

**For and on behalf of the Board  
For GSB FINANCE LTD**

**G. S. BIYANI  
Chairman**

**Registered Office:  
815, Stock Exchange Tower, 8<sup>th</sup> Floor,  
Dalal Street,**

**Date: 31<sup>st</sup> May, 2011  
Mumbai – 400 001.**

## **DIRECTORS' REPORT**

The Members,

Your Directors' have pleasure in presenting the 28<sup>th</sup> Annual Reports together with Audited Statement of Accounts for the year ended 31<sup>st</sup> March 2011

### **FINANCIAL RESULTS:**

	(Rs. In Lacs)	
	2010-2011	2009-2010
Profit /(Loss) before Depreciation & Tax	(73.40)	341.23
Depreciation	1.79	1.69
Provision for Taxation	1.35	67.78
Deferred Tax Debit / (Credit)	(19.47)	(105.32)
MAT Credit	(51.58)	0.00
Profit / (Loss) after Tax Available for Appropriation	(5.49)	166.44
<b>Less:-</b> Transfer to Special Investment Reserve	0.00	35.00
Transfer to General Reserve	0.00	45.00
Add:- Balance brought forward from Previous Year	88.68	2.24
<b>Balance Carried Forward</b>	<b>83.19</b>	<b>88.68</b>

### **PERFORMANCE:**

During the year company has achieved a turnover of Rs.1219.10 Lacs as against the in the previous year at Rs. 1028.90 Lacs. However, as the market was very volatile, therefore, trading in equity derivatives not resulted in gain during the year and it affected profitability for the year.

### **ECONOMIC OUTLOOK:**

The Indian economy has come through with resilience and strength in the year 2010-11. Swift and broad based growth has put the economy on to its pre-crisis growth trajectory. Dynamism in the rural economy due to scaled up flow of resources to rural areas has added to overall economic growth. Due to a better than average monsoon, agricultural sector performed reasonably well compared to previous year. Services sector also clocked robust performance.

**KEY RISK FACTORS:**

Key risk to economic growth forecasts come from inflation. WPI inflation accelerated from 11.04% in March 2010 to a high of 11.23% in April 2010 and continued around similar levels till June 2010. Inflation continued around 8% to 9% thereafter till date. Despite the Reserve Bank of India's (RBI) monthly assessment of WPI inflation coming down below 7.5% by March 2011, it read at 8.98% leading to a perception that RBI will continue rate hikes during the current fiscal as well.

**MONETARY POLICY HIGHLIGHTS:**

In the RBI Monetary Policy issued on May 3, 2011, RBI strongly expressed its view that controlling inflation is imperative to sustaining growth over the medium-term. As such, RBI signaled that the conduct of monetary policy will continue to condition and contain perceptions of inflation in the range of 4.0-4.5% to be in line with the medium-term objective of 3.0% inflation consistent with India's broader integration into the global economy. Instead of its earlier calibrated approach to fighting inflation, RBI took a large step hiking key policy rates by 50 basis points. Accordingly, the Repo and Reverse Repo rates have moved up to 7.25% and 6.25% respectively.

**DIVIDEND:**

The Board, for the year ended 31<sup>st</sup> March, 2011 in view of operating loss regret to declare any dividend for the year.

**DIRECTORS:**

Smt. Ritika Biyani and Shri. Sajjan Poddar, Directors of the Company retires by rotation at the forth coming Annual General Meeting under the provisions of Articles of Association of the Company and being eligible, offers themselves for re-appointment.

**DEPOSITS**

The Company has not accepted and/or renewed any public deposit during the year.

**AUDITORS:**

M/S. S. K. Rathi & Co., Chartered Accountants who are the Auditors of the Company hold the Office till the conclusion of ensuing Annual General Meeting and express inability to continue to be appointed as Auditors for the next financial year, therefore Board of Director has recommended the appointment of M/s S.K.Rathi & Co., Chartered Accountants. The Company has received consent from the Auditors pursuant to Section 224 of the Companies Act, 1956.

**AUDIT REPORT:**

Report of the auditors read with the notes on accounts is self-explanatory and need no elaboration.

**DIRECTOR'S RESPONSIBILITY STATEMENT:**

Pursuant to the requirements of Section 217(2AA) of the Companies Act, 1956, your Directors hereby state:

- (a) That in preparation of the annual accounts for the financial year ended 31<sup>st</sup> March 2011, the applicable accounting standards had been followed with proper explanations relating to material departures;
- (b) That we have selected such accounting policies and applied them consistently and made judgments and estimates that were 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 of the Company for the year under review;
- (c) That we have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting the fraud and other irregularities;
- (d) That we have prepared the annual accounts for the financial year ended 31<sup>st</sup> March 2011 on a "going concern" basis.

**CORPORATE GOVERNANCE:**

The Company has complied with the requirements regarding Corporate Governance as required under Clause 49 of the Listing Agreement entered into with the Stock Exchanges, where the Company's shares are listed. A report on the Corporate Governance in this regard is made as a part of this Annual Report and a Certificate from the Auditors of the Company regarding compliance of the conditions of the Corporate Governance is attached to this report.

**PARTICULARS OF EMPLOYEES:**

The Company has no employee employed during the year drawing salaries in excess of the limits prescribed u/s 217(2A) of the Companies Act, 1956.

:: 4 ::

**CONSERVATION OF ENERGY:**

The Company is engaged in the business of trading and dealings in shares and securities and consequently various disclosures required u/s 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosures of Particulars in the Report of the Directors) Rules, 1988 are not applicable to this Company.

**FOREIGN EXCHANGE EARNINGS & OUTGO:**

During the year under review - Earnings- Nil (P.Y. Nil)  
- Outgo - Nil (P.Y. Nil)

**ACKNOWLEDGEMENT:**

Your Directors wish to express their gratitude to the officials of the Stock Broking Houses, Stock Exchanges, company's bankers and shareholders who have extended their valuable support to the Company. Directors are also grateful to the staff and employees of the Company for their devotion and relentless services.

For and on behalf of the Board  
For GSB FINANCE LTD

(Girdharilal Biyani)  
Chairman

Registered Office:  
815, Stock Exchange Tower, 8<sup>th</sup> Floor,  
Dalal Street, Mumbai – 400 001.

Dated: 31<sup>st</sup> May, 2011  
Place : Mumbai

## **AUDITORS' REPORT**

To,  
The Members of  
GSB Finance Ltd.,  
Mumbai.

1. We have audited the attached balance sheet of GSB Finance Ltd., as at 31<sup>st</sup> March 2011, the profit and loss account and also 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 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, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to above, we report that:
  - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (ii) In our opinion, proper books of account as required by law have been kept by the company so far as appears from our examination of those books;

- (iii) The balance sheet, profit and loss account and cash flow statement dealt with by this report are in agreement with the books of account;
- (iv) In our opinion, the balance sheet, profit and loss account and 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;
- (v) On the basis of written representations received from the directors, as on 31<sup>st</sup> March 2011 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31<sup>st</sup> March 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts 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:
  - (a) In the case of the balance sheet, of the state of affairs of the company as at 31<sup>st</sup> March 2011;
  - (b) In the case of the profit and loss account, of the Loss for the year ended on that date; and
  - (c) In the case of the cash flow statement, of the cash flows for the year ended on that date.

**For S. K. Rathi & Co.  
Chartered Accountants**

**(CA. S.K. Rathi)  
Prop.  
Membership No.31071  
FRN: 108724W**

Place : Mumbai  
Date : 31<sup>st</sup> May,2011



## Annexure

Re: GSB Finance Limited.

Referred to in paragraph 3 of our report of even date,

- (i) (a) The Company has maintained but *not updated* records showing full particulars including quantitative details and situation of fixed assets;
- (b) All the assets have not been physically verified by the management during the year but there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets, No material discrepancies were noticed on such verification;
- (c) During the year, the company hasn't disposed off any fixed assets including plant and machinery;
- (ii) (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable;
- (b) The Procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business;
- (c) The Company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and book records were not material in relation to the operations of the company and have been properly dealt with in the books of account;
- (iii) (a) The company has not taken loans from companies or other parties as listed in the register maintained under section 301 of the Companies Act, 1956. The company has not given unsecured loan to companies listed in the register maintained under Section 301 of the Companies Act, 1956 .
- (b) There is no overdue amount of loans taken from or granted to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956.;
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchases

of shares, securities, inventory, fixed assets and sale of shares, securities, goods. During the course of our audit, we have not come across any major weaknesses in internal control procedures;

- (v) (a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the Register maintained under section 301 of the Companies Act, 1956 have been so entered;
- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 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 prevailing market prices at the relevant time;
- (vi) The company has not taken or accepted any deposits from the public within the meaning of Section 58A and Section 58AA of the Companies Act, 1956, and the rules made there under. Therefore, the provisions of clause (vi) of paragraph 4 of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company;
- (vii) *Company has no internal audit system;*
- (viii) Maintenance of cost records has not been prescribed by the Central Government under clause (d) of sub-section (1) of section 209 of the Act.;
- (ix) (a) The Company has been generally regular in depositing with appropriate authorities undisputed statutory dues including Income tax. According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, and other taxes, were in arrears, as at 31<sup>st</sup> March, 2011 for a period of more than six months from the date they became payable except Income Tax Demand raised under assessment proceeding for A.Y. 2008-2009 for Rs. 10,20,390/- For which company filed an appeal before the appellate authority and company is hopeful for receiving adequate relief , No provision have been made in the account for such demand.
- (b) According to the information and explanations given to us, there are no dues of sales tax, income tax, customs duty, wealth tax, etc. which have not been deposited on account of any dispute;

- (x) Clause is not applicable as has been registered for a period exceeding five year its accumulated losses at the end of the financial year are not less than fifty per cent of its net worth ;
- (xi) In our opinion and according to the information and explanations given to us, the company not defaulted in repayment of dues to financial institutions, banks;
- (xii) Company hasn't granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities;
- (xiii) Company is dealing in or trading in shares, securities, debentures and other investments. In our opinion, proper records have been maintained of transactions and contracts and timely entries have been made therein: also the shares, securities, debentures and other securities have been held by the company, in its own name except to the extent of exemption, if any, granted under section 49 of the Act.;
- (xiv) According to the information and explanations given to us, and the representations made by the Management, the Company has not given any guarantee for loans taken by others from any bank of financial institution;
- (xv) According to the information and explanations given to us, and the representations made by the Management, the Company has not applied for term loans;
- (xvi) According to the information and explanations given to us and on an 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 investment. No long-term funds have been used to finance short-term assets except permanent working capital;
- (xvii) The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act,1956.;
- (xviii) On the basis of the records and documents examined by us, the Company has not issued any debentures nor created any securities in respect of debenture issue;
- (xix) The Company has not raised any money by public issue, during the year;

:: 4 ::

- (xx) According to the information and explanations given to us, no material fraud on or by the company has been noticed or reported during the course of our audit;

Looking to the nature of activities 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 (Auditor's Report) Order, 2003, Clause (xiii) of Paragraph 4 of the aforesaid Order, are, in our opinion, not applicable to The Company.

**For S. K. Rathi & Co.  
Chartered Accountants**

**(CA. S.K. Rathi)  
Prop.  
Membership No.31071  
FRN:108724W**

Place : Mumbai  
Date : 31<sup>st</sup> May, 2011

## **AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE**

To,  
The Members,  
GSB Finance Ltd.,  
Mumbai.

We have examined the records concerning the company's compliance of the conditions of Corporate Governance as stipulated in clause 49 of the Listing Agreement entered into by the Company with the Stock Exchange of India for the financial year ended on March 31, 2011.

The objective of our examinations is to give our opinion on whether the Company has complied with the conditions of Corporate Governance as stipulated in the provisions of Clause 49 of the Listing Agreement entered into by the Company with the Stock Exchange of India.

The compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited to procedures and implementations thereof, adopted by the Company for ensuring the compliance of the conditions of the corporate governance. It is neither an audit nor an expression of an opinion on the financial statements of the company.

We have conducted our examination on the basis of the relevant records and documents maintained by the company and furnished to us for examination and the information and explanations given to us by the Company.

On the basis of the records maintained by the 'Shareholders / Investor Grievance Committee' of the Company, we state that there were no investor grievances pending against the Company for the period exceeding one month.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the company has complied with the conditions of Corporate Governance as stipulated in clause 49 of the Listing Agreement of the Stock Exchange of India.

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

**For S.K. Rathi & Co.**  
**Chartered Accountants**

**(CA.S.K. Rathi)**  
**Prop.**  
**Membership No.31071**  
**FRN: 108724W**

Place : Mumbai  
Date : 31<sup>st</sup> May, 2011

**GSB FINANCE LIMITED**

78/80, ALLI CHAMBERS, TAMARIND LANE, FORT, MUMBAI-400023, MAHARASHTRA

**BALANCE SHEET AS AT 31st MARCH 2011**

PARTICULARS	SCHEDULE	AS AT 31.03.2011	AS AT 31.03.2010
<b>SOURCES OF FUNDS</b>			
<b>(1) Shareholder's Funds :</b>			
a) Share Capital	1	59,734,210.00	59,734,210.00
b) Reserves And Surplus	2	35,449,314.08	35,998,367.25
<b>(2) Loan Funds :</b>			
a) Secured Loans	3	21,924,830.00	35,582,134.00
b) Unsecured Loans	4	-	511,815.24
<b>(3) Deferred Tax Liabilities</b>			
	-	159,037.00	185,377.00
<b>TOTAL FUNDS EMPLOYED</b>		<b>117,267,391.08</b>	<b>132,011,903.49</b>
<b>APPLICATION OF FUNDS</b>			
<b>(1) Fixed Assets :</b>			
a) Gross : Block	5	3,682,082.96	3,682,082.96
b) Less: Depreciation		2,594,201.96	2,415,332.96
<b>Net Block</b>		<b>1,087,881.00</b>	<b>1,266,750.00</b>
<b>(2) Investments</b>			
	6	2,196,042.34	2,184,100.00
<b>(3) Deferred Tax - Assets</b>			
	-	4,078,400.00	2,157,600.00
<b>(4) Current Assets, Loans And Advances :</b>			
a) Inventories	7	40,826,492.40	53,389,024.00
b) Sundry Debtors	8	4,523,473.35	517,781.24
c) Cash And Bank Balances	9	2,410,809.86	21,138,371.60
d) Loans And Advances	10	63,793,514.00	64,084,519.70
Total [A]		111,554,289.61	139,129,696.54
<b>Less :Current Liabilities And Provisions :</b>			
a) Current Liabilities	11 (a)	1,649,221.87	6,525,581.05
b) Provisions	11 (b)	-	6,200,662.00
Total [B]		1,649,221.87	12,726,243.05
<b>Net Current Assets [A - B] :</b>		<b>109,905,067.74</b>	<b>126,403,453.49</b>
<b>TOTAL FUNDS APPLIED</b>		<b>117,267,391.08</b>	<b>132,011,903.49</b>
<b>Significant Accounting Policies and Notes on Accounts</b>	<b>16</b>		

AS PER OUR REPORT OF EVEN DATED

For S.K.RATHI & CO.  
Chartered Accountants

For GSB Finance Ltd.

(CA S.K.Rathi)  
Prop.  
M.No. 031071  
FRN: 108124W

(Girdharilal Biyani)  
Chairman

(Ramakant Biyani)  
Mg. Director

Place : Mumbai  
Date : 31st May, 2011

**GSB FINANCE LIMITED****78/80, ALLI CHAMBERS, TAMARIND LANE, FORT, MUMBAI-400023, MAHARASHTRA****PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2011**

Particulars	Schedule	Current Year (In Rs.)	Previous Year (In Rs.)
<b>[A] Income:</b>			
Sales	-	1,214,781,426.05	995,338,499.95
Other Income	12	4,483,108.84	33,565,027.33
<b>Total [A]</b>		<b>1,219,264,534.89</b>	<b>1,028,903,527.28</b>
<b>[B] Expenditure:</b>			
Increase/(Decrease) In Stock	13	12,562,531.60	(37,259,389.00)
Purchase Of Finished Goods	-	1,197,793,208.59	1,012,646,045.59
Direct Expenses	14	5,270,772.38	7,342,010.90
Administrative Expenses	15	3,960,655.03	8,519,287.86
Interest	-	7,017,577.46	3,532,755.75
Depreciation	5	178,869.00	168,830.02
<b>Total [B]</b>		<b>1,226,783,614.06</b>	<b>994,949,541.12</b>
<b>Net Profit/(Loss)</b>		<b>-7,519,079.17</b>	<b>33,953,986.16</b>
Dererred Tax Expenses/(Savings)		(26,340.00)	1,261.00
Deferred Tax Assets Created / P.Y. W/off		1,920,800.00	10,530,918.00
MAT Credit		5,158,283.00	0.00
Income Tax For Earlier Year		<b>135,397.00</b>	<b>577,847.00</b>
Income Tax For the Year		-	6,200,000.00
Profit and Loss For the Year After Tax		<b>-549,053.17</b>	<b>16,643,960.16</b>
Balance Brought Forward From Earlier Years		8,868,367.25	224,407.09
Balance Available For Appropriation		8,319,314.08	16,868,367.25
Transfer to Statutory Reserve Fund		-	3,500,000.00
Transfer to General Reserve		-	4,500,000.00
<b>Profit Carried To Balance Sheet</b>		<b>8,319,314.08</b>	<b>8,868,367.25</b>

Significant Accounting Policies and Notes on Accounts

16

AS PER OUR REPORT OF EVEN DATED  
For S.K.RATHI & CO.  
Charetered Accountants

For and On Behalf of Board  
FOR GSB FINANCE LTD.

(CA S.K.Rathi)  
Prop.  
M.No. 031071  
FRN: 108124W

(Girdharilal Biyani) ( Ramakant Biyani)  
Chairman Mg. Director

Place: Mumbai

**GSB FINANCE LIMITED**  
**78/8-, ALLI CHAMBERS, TAMARIND LANE, FORT, MUMBAI-4---23, MAHARASHTRA**

**Schedules for the Year Ending 31 March, 2-11**

**Schedule : 1**

**SHARE CAPITAL**

<b>PARTICULARS</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
<b><u>Authorised Capital</u></b>		
6,00,00,000 Equity Shares @ 10.00 Each	60,000,000.00	60,000,000.00
<b>Total</b>	<b>60,000,000.00</b>	<b>60,000,000.00</b>
<b><u>Issued Capital</u></b>		
60,00,000 Equity Shares @ 10.00 Each	60,000,000.00	60,000,000.00
<b>Total</b>	<b>60,000,000.00</b>	<b>60,000,000.00</b>
<b><u>Subscribed And Paid Up</u></b>		
60,00,000 Equity Shares @ 10.00 Each	60,000,000.00	60,000,000.00
<b>Total</b>	<b>60,000,000.00</b>	<b>60,000,000.00</b>
Less : Calls in Arrears	265,790.00	265,790.00
<b>Grand Total :</b>	<b>59,734,210.00</b>	<b>59,734,210.00</b>

**Schedule : 2**

**PROFIT AND LOSS A/C**

<b>PARTICULARS</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
Deferred Tax Assets Created/ P.Y. (W/Off)	<b>1,974,000.00</b>	-10,530,918.00
Deferred Tax Expenses / (Savings)	<b>26,340.00</b>	-1,261.00
Income Tax For Earlier Years	-135,397.00	-577,847.00
Income Tax For The Year	-	-6,200,000.00
MAT Entitlement Credit	<b>5,158,283.00</b>	-
Profit & Loss A/C - Opening Balance	8,868,367.27	224,407.09
<b>Profit / (Loss) For The Year</b>	<b>-7,519,079.17</b>	<b>33,953,986.18</b>
<b>Total</b>	<b>8,372,514.10</b>	<b>16,868,367.27</b>

**Schedule : 3**

**RESERVE AND SURPLUS for 2010-2011**

<b>PARTICULAR</b>	<b>OPENING</b>	<b>ADDITION</b>	<b>DEDUCTION</b>	<b>CLOSING</b>
<b>Statutory Reserve</b>	<b>20,130,000.00</b>	-	-	<b>20,130,000.00</b>
General Reserve	7,000,000.00	-	-	7,000,000.00
Profit & Loss A/c	8,868,367.25	-	-549,053.17	8,319,314.08
<b>Total</b>	<b>35,998,367.25</b>	<b>0.00</b>	<b>-549,053.17</b>	<b>35,449,314.08</b>

**Schedule : 3**

**RESERVE AND SURPLUS for 2009-2010**

<b>PARTICULAR</b>	<b>OPENING</b>	<b>ADDITION</b>	<b>DEDUCTION</b>	<b>CLOSING</b>
Statutory Reserve	16,630,000.00	3,500,000.00	-	20,130,000.00
General Reserve	2,500,000.00	4,500,000.00	-	7,000,000.00



Profit & Loss A/c	224,407.09	8,643,960.18	-	8,868,367.27
<b>Total</b>	<b>19,354,407.09</b>	<b>16,643,960.18</b>	<b>-</b>	<b>35,998,367.27</b>

**Schedule : 4**

**SECURED LOANS**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
<u>Other Loans</u>		
Bank Of India ( Taken Against Pledge Of Fixed Deposit)	-	19,000,000.00
LIC Of India ( Against Mortgage of Key Man Insurance Policy)	21,924,830.00	16,582,134.00
<b>Total</b>	<b>21,924,830.00</b>	<b>35,582,134.00</b>

**Schedule : 5**

**UNSECURED LOANS**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Bank Of India [Stock Exchange Branch] - Tod	-	511,815.24
<b>Total</b>	<b>-</b>	<b>511,815.24</b>

**Schedule : 6**

**DEFERRED TAX LIABILITIES**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Deferred Tax Liability	159,037.00	185,377.00
<b>Total</b>	<b>159,037.00</b>	<b>185,377.00</b>

**Schedule : 8**

**INVESTMENTS for 2010-2011**

PARTICULARS	AMOUNT
<b>Non-Trading</b>	
IDFC Mutual Fund-(UnQuoted) Unit 51605.88 having face value of Rs. 10/-	517,222.39
Laxmi Machine Works Ltd.[Equity Share(Quoted) No. 700 having face value of Rs. 10 each paid up 10.00Rs. (cost per share 2,135.00Rs. , Market value per share 1,568,875.00Rs. )]	1,494,719.95
250 Equity Shares (Unquoted) of Western Co-operative Bank Ltd.having face value of Rs. 10 each fully paid up	2,500.00
Lease Hold Rights - Prestige Holiday Resorts Time Shares [(UnQuoted) having face value of Rs.60000 each fully paid up ]	60,000.00
Lease Hold Rights - Sterling Holiday Resort Time Shares [(UnQuoted) having face value of Rs.121600 each fully paid up ]	121,600.00
<b>Total :</b>	<b>2,196,042.34</b>

**Schedule : 8**

**INVESTMENTS for 2009-2010**

PARTICULARS	AMOUNT
<b>Non-Trading</b>	
Lease Hold Rights - Prestige Holiday Resorts Time Shares [(UnQuoted) having face value of Rs.60000 each fully paid up ]	60,000.00
Lease Hold Rights - Sterling Holiday Resort Time Shares [(UnQuoted) having face value of Rs.121600 each fully paid up ]	121,600.00
20,000 Redeemable Preference Shares of Celechia Tools Pvt. Ltd. -(UnQuoted) of Rs. 100 each paid up fully paid up.	2,000,000.00
250 Equity Shares (Unquoted) of Western Co-operative Bank Ltd.having face value of Rs. 10 each fully paid up	2,500.00
<b>Total :</b>	<b>2,184,100.00</b>

**Schedule : 9**

**OPENING STOCK**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Stock In Trade :		
Equity Shares	53,389,024.00	16,129,635.00
<b>Total</b>	<b>53,389,024.00</b>	<b>16,129,635.00</b>

**INVENTORIES**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Stock In Trade :		
Equity Shares	40,826,492.40	53,389,024.00
<b>Total</b>	<b>40,826,492.40</b>	<b>53,389,024.00</b>

**Schedule : 10**

**DEFERRED TAX ASSETS**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Deferred Tax Assets	4,078,400.00	2,157,600.00
<b>Total</b>	<b>4,078,400.00</b>	<b>2,157,600.00</b>

**Schedule : 11**

**SUNDRY DEBTORS**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
<b><u>Sundry Debtors- More Than Six Months</u></b>		
Man Financial Global Services Pvt. Ltd.	1,000.00	1,000.00
<b><u>Sundry Debtors -others</u></b>		
Credit Suisse Securities India Pvt Ltd.	12,937.99	-
D J Corporation	1,526.00	-
Edelwise Securities Ltd.	-	2,746.71
Gsb Capital Markets Ltd.	-	65,271.01
Gsb Securities Pvt. Ltd.	4,280,557.25	448,763.52
India Infoline Ltd.	1,000.00	-
Kotak Mahindra Investment Ltd.	162,467.11	-
Kotak Securities Ltd. [ B S E ]	50,000.00	-

Quant Capital Finance & Investment Pvt. Ltd.	13,985.00	-
<b>Total</b>	<b>4,523,473.35</b>	<b>517,781.24</b>

**Schedule : 12**

**CASH AND BANK BALANCE**

CASH AND BANK

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Balance With Scheduled Bank		
Axis Bank Ltd.-4010201373754 (06-07)	407,454.50	407,804.50
Axis Bank Ltd.-4010202362056 (07-08)	422,986.50	424,771.00
Balance With Scheduled Bank		
Bank Of India	1,194,275.79	-
Hdfc Bank Ltd.	0.00	10,103.28
Balance With Scheduled Bank		
Hsbc Bank Ltd.	2,474.59	18,003.59
Icici Bank Ltd. (Nariman Point)	-	1,739.60
Union Bank Of India	10,000.00	-
Fixed Deposits In Bank		
With Bank Of India	-	20,000,000.00
<b>Total</b>	<b>2,037,191.38</b>	<b>20,862,421.97</b>

CASH IN HAND

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Cash In Hand	373,618.48	275,949.63
<b>Total</b>	<b>373,618.48</b>	<b>275,949.63</b>
<b>Grand Total</b>	<b>2,410,809.86</b>	<b>21,138,371.60</b>

**Schedule : 13**

**LOANS AND ADVANCES**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
<b>Other</b>		
<b>Advance Recoverable In Cash Or In Kind Or For Value To Be Recovered</b>		
Pioneer Dyeing Pvt. Ltd.	146,907.00	4,492,598.00
R S Tripathi	144,863.00	144,863.00
Trinity Realty Finance & Construction Pvt. Ltd.	56,238,847.00	54,699,047.00
Adarsh Service Station	5,000.00	5,000.00
Interest Accrued But Not Due On Fixed Deposits	-	2,336,668.70
Advance To Staff	17,740.00	20,740.00
System Support Services	-	12,767.00
F B T Refundable	10,623.00	10,623.00
Prepaid Expenses	870.00	-
Tax Refundable (Ay 2009-10)	307,975.00	334,812.00
Income Tax (A. Y. 08-09){ Against Assessment}	500,000.00	-

Tax Refundable 1997-98/2001-2002	332,013.00	332,013.00
Advance Tax :		
For A. Y. 2010-11	-	1,208,240.00
For A. Y. 2011-12	400,000.00	-
Tax Deducted At Source :		
Interest Received	513,523.00	487,148.00
Bank Interest Received	16,870.00	-
MAT CREDIT ENTITLEMENT	5,158,283.00	-
<b>Total</b>	<b>63,793,514.00</b>	<b>64,084,519.70</b>

**Schedule : 14**

**CURRENT LIABILITIES**

CURRENT LIABILITIES

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Other Liabilities		
TDS On Contractors Payment	1,526.00	-
TDS On Directors Remuneration	11,700.00	11,700.00
TDS On Interest Paid	226,058.00	-
TDS On Professional Fees	6,647.00	15,410.00
Unpaid Dividend (2006-07)	374,659.50	375,009.50
Unpaid Dividend (2007-08)	396,407.50	398,192.00
Outstanding Expenses		
Keyman Insurance Policy Premium Payable	-	5,136,420.00
System Support Services	26,982.00	-
Listing Fees Payable To Exchange	443,237.50	394,655.00
Ramakant Biyani	31,250.00	-
Other Outstanding Expenses	76,189.16	188,340.70
<b>Total</b>	<b>1,594,656.66</b>	<b>6,519,727.20</b>

SUNDRY CREDITORS

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Credit Suisse Securities Pvt. Ltd.	-	5,676.77
Edelweiss Securities Pvt. Ltd. (Bse)	1,271.39	-
Edelweiss Securities Pvt. Ltd. (Nse)	3,154.28	-
Kotak Securities Ltd.	380.54	177.08
Mukesh C Patani	48,323.00	-
Quant Securities - Derivatives	1,436.00	-
<b>Total</b>	<b>54,565.21</b>	<b>5,853.85</b>
<b>Grand Total</b>	<b>1,649,221.87</b>	<b>6,525,581.05</b>

**Schedule : 15**

**PROVISIONS**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
-------------	--------------	---------------

Provision For F B T	-	662.00
<b>Provisions For Taxation</b>		
Provision For Taxation	-	6,200,000.00
<b>Total</b>	-	<b>6,200,662.00</b>

**Schedule : 16**

**SALES/GROSS RECEIPTS**

SALES		
PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Sales	1,214,781,426.05	995,338,499.95
<b>Total</b>	<b>1,214,781,426.05</b>	<b>995,338,499.95</b>
<b>Grand Total</b>	<b>1,214,781,426.05</b>	<b>995,338,499.95</b>

**Schedule : 17**

**OTHER INCOME**

INDIRECT INCOME		
PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Commodity Derivatives Gain	5,179,478.03	36,250.00
Speculation Gain - Equity Trading	590,403.00	13,399,551.87
Dividend Income	1,183,574.00	423,730.47
Dividend Income - Mutual Fund	21,960.87	2,807.45
Equity Derivatives And Option Gain/Loss	-7,796,073.22	15,130,892.52
Short Term Loss On Sales Of Mutual Fund	-184.48	0.00
<b>Total</b>	<b>-820,841.80</b>	<b>28,993,232.31</b>
INTEREST RECEIVED		
PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Interest On F D R	168,720.64	1,883,842.00
Interest Received On Loans	5,135,230.00	2,687,953.00
<b>Total</b>	<b>5,303,950.64</b>	<b>4,571,795.00</b>
<b>Grand Total</b>	<b>4,483,108.84</b>	<b>33,565,027.31</b>

**Schedule : 18**

**PURCHASE**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Purchases	1,197,793,208.59	1,012,646,045.59
<b>Total</b>	<b>1,197,793,208.59</b>	<b>1,012,646,045.59</b>

**Schedule : 19**

**INCREASE/DECREASE IN STOCK**

<b>PARTICULARS</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
<b>Opening Stock</b>		
EQUITY SHARES	53,389,024.00	16,129,635.00
<b>Sub Total</b>	<b>53,389,024.00</b>	<b>16,129,635.00</b>
Less: Closing Stock		
EQUITY SHARES	40,826,492.40	53,389,024.00
<b>Sub Total</b>	<b>40,826,492.40</b>	<b>53,389,024.00</b>
<b>(INCREASE)/DECREASE IN STOCK</b>	<b>12,562,531.60</b>	<b>-37,259,389.00</b>

**Schedule : 20****DIRECT EXPENSES**

<b>PARTICULARS</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
Demate / Holding Delivery Charges	50,727.99	19,596.70
Other Charges	248,135.14	690,475.77
Security Transaction Tax	4,110,159.15	5,679,142.91
Service Tax	269,858.34	304,230.53
Stamp Charges	527,744.69	534,321.73
Turnover Charges	64,147.07	114,243.26
<b>Total</b>	<b>5,270,772.38</b>	<b>7,342,010.90</b>

**Schedule : 21****ADMINISTRATIVE EXPENSES**

<b>PARTICULARS</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
Advertisement & Publicity	54,983.96	37,205.91
Annual Fees Stock Exchange	65,127.50	68,927.50
Bank Commission	2,882.00	5,891.01
Conveyance & Travelling Charges	193,321.00	99,247.00
Depository Charges (N.S.D.L. & C.D.S.L.)	38,781.00	39,800.00
Director's Fees	24,000.00	24,000.00
Electricity Charges	77,000.00	70,000.00
Filing Fees (R.O.C.)	1,000.00	1,000.00
Franking Charges	5,124.00	-
General Expenses	145,573.50	17,206.50
Keyman Insurance Policy Premium	-	5,136,420.00
Legal & Professional Charges	53,250.00	118,586.17
Motor Car Expenses	183,697.15	260,979.00
News Paper & Periodicals	23,406.00	20,883.00
Payment To Auditors For Audit Fees	32,500.00	32,500.00
Payment To Auditors For Tax Audit Fees	7,500.00	7,500.00
Payment To Auditors For Taxation And Other Services	32,933.00	25,644.50
Portfolio Management Fees	7,769.23	-
Postage & Telegram	120,216.00	107,065.00
Printing & Stationery Charges	188,058.50	145,321.00
Professional Tax	2,500.00	2,500.00
Remuneration To Directors	1,260,000.00	1,260,000.00

Repairs & Maintenance (Incl. Computer Maintenance)	132,911.26	132,142.73
Salary & Bonus	776,925.00	578,845.00
Sales Promotion Expenses	237,526.00	11,441.00
Share Registrar Fees	52,944.00	52,944.00
Staff Welfare Expenses	81,021.00	66,701.00
Sundry Balances Written Off	3.62	-
Telephone Expenses	142,901.31	179,737.54
Water Charges	16,800.00	16,800.00
<b>Total</b>	<b>3,960,655.03</b>	<b>8,519,287.86</b>

**Schedule : 22**

**INTEREST AND FINANCIAL EXPENSES**

INTEREST PAID		
<b>PARTICULARS</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
Bank Interest	406,316.00	2,248,170.00
Interest On L I C Loan	1,423,198.40	1,284,408.00
Interest On L I C Premium	16,943.00	-
Interest Paid To Others	5,171,120.06	177.75
<b>Total</b>	<b>7,017,577.46</b>	<b>3,532,755.75</b>
<b>Grand Total</b>	<b>7,017,577.46</b>	<b>3,532,755.75</b>

**Schedule : 23**

**DEPRECIATION**

<b>PARTICULARS</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
Depreciation On Air Condition Machines	18,220.00	17,588.02
Depreciation On Computers	14,667.00	5,260.00
Depreciation On Electrical Equipemnts	6,495.00	6,495.00
Depreciation On Fire Fighting Equipments	260.00	260.00
Depreciation On Furniture And Fixtures	22,574.00	22,574.00
Depreciation On Motor Car	70,362.00	70,362.00
Depreciation On Office Premises	7,855.00	7,855.00
Dpereciation On Office Equipments	38,436.00	38,436.00
<b>Total</b>	<b>178,869.00</b>	<b>168,830.02</b>

**Schedule : 24**

**P&L APPROPRIATION**

<b>PARTICULARS</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
Transfer To General Reserve	-	4,500,000.00
Transfer To Special Investment Reserve	-	3,500,000.00
<b>Total</b>	<b>-</b>	<b>8,000,000.00</b>

AS PER OUR REPORT OF EVEN DATED  
**For S.K.RATHI & CO.**  
Chartered Accountants

(CA. S.K.Rathi)  
Prop.  
Membership No.:031071  
FRN: 108724W

Place : Mumbai  
Date : 31st May, 2011

For and on behalf of the Board,  
**For GSB FINANCE LTD.**

(Girdharilal Biyani) (Ramakant Biyani)  
Chairman                      Mg. Director









163230 -16323 146907

**GSB FINANCE LIMITED**  
**78/8-, ALLI CHAMBERS, TAMARIND LANE, FORT, MUMBAI-4---23, MAHARASHTRA**

**Schedules for the Year Ending 31 March, 2-11**

**Schedule : 1**

**SHARE CAPITAL**

<b>PARTICULARS</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
<b><u>Authorised Capital</u></b>		
6,00,00,000 Equity Shares @ 10.00 Each	60,000,000.00	60,000,000.00
<b>Total</b>	<b>60,000,000.00</b>	<b>60,000,000.00</b>
<b><u>Issued Capital</u></b>		
60,00,000 Equity Shares @ 10.00 Each	60,000,000.00	60,000,000.00
<b>Total</b>	<b>60,000,000.00</b>	<b>60,000,000.00</b>
<b><u>Subscribed And Paid Up</u></b>		
60,00,000 Equity Shares @ 10.00 Each	60,000,000.00	60,000,000.00
<b>Total</b>	<b>60,000,000.00</b>	<b>60,000,000.00</b>
Less : Calls in Arrears	265,790.00	265,790.00
<b>Grand Total :</b>	<b>59,734,210.00</b>	<b>59,734,210.00</b>

**Schedule : 2**

**PROFIT AND LOSS A/C**

<b>PARTICULARS</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
Deferred Tax Assets Created/ P.Y. (W/Off)	<b>1,974,000.00</b>	-10,530,918.00
Deferred Tax Expenses / (Savings)	<b>26,340.00</b>	-1,261.00
Income Tax For Earlier Years	-135,397.00	-577,847.00
Income Tax For The Year	-	-6,200,000.00
MAT Entitlement Credit	<b>5,158,283.00</b>	-
Profit & Loss A/C - Opening Balance	8,868,367.27	224,407.09
<b>Profit / (Loss) For The Year</b>	<b>-7,519,079.17</b>	<b>33,953,986.18</b>
<b>Total</b>	<b>8,372,514.10</b>	<b>16,868,367.27</b>

**Schedule : 3**

**RESERVE AND SURPLUS for 2010-2011**

<b>PARTICULAR</b>	<b>OPENING</b>	<b>ADDITION</b>	<b>DEDUCTION</b>	<b>CLOSING</b>
<b>Statutory Reserve</b>	<b>20,130,000.00</b>	-	-	<b>20,130,000.00</b>
General Reserve	7,000,000.00	-	-	7,000,000.00
Profit & Loss A/c	8,868,367.25	-	-549,053.17	8,319,314.08
<b>Total</b>	<b>35,998,367.25</b>	<b>0.00</b>	<b>-549,053.17</b>	<b>35,449,314.08</b>

**Schedule : 3**

**RESERVE AND SURPLUS for 2009-2010**

<b>PARTICULAR</b>	<b>OPENING</b>	<b>ADDITION</b>	<b>DEDUCTION</b>	<b>CLOSING</b>
Statutory Reserve	16,630,000.00	3,500,000.00	-	20,130,000.00
General Reserve	2,500,000.00	4,500,000.00	-	7,000,000.00

Profit & Loss A/c	224,407.09	8,643,960.18	-	8,868,367.27
<b>Total</b>	<b>19,354,407.09</b>	<b>16,643,960.18</b>	<b>-</b>	<b>35,998,367.27</b>

**Schedule : 4**

**SECURED LOANS**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
<u>Other Loans</u>		
Bank Of India ( Taken Against Pledge Of Fixed Deposit)	-	19,000,000.00
LIC Of India ( Against Mortgage of Key Man Insurance Policy)	21,924,830.00	16,582,134.00
<b>Total</b>	<b>21,924,830.00</b>	<b>35,582,134.00</b>

**Schedule : 5**

**UNSECURED LOANS**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Bank Of India [Stock Exchange Branch] - Tod	-	511,815.24
<b>Total</b>	<b>-</b>	<b>511,815.24</b>

**Schedule : 6**

**DEFERRED TAX LIABILITIES**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Deferred Tax Liability	159,037.00	185,377.00
<b>Total</b>	<b>159,037.00</b>	<b>185,377.00</b>

**Schedule : 8**

**INVESTMENTS for 2010-2011**

PARTICULARS	AMOUNT
<b>Non-Trading</b>	
IDFC Mutual Fund-(UnQuoted) Unit 51605.88 having face value of Rs. 10/-	517,222.39
Laxmi Machine Works Ltd.[Equity Share(Quoted) No. 700 having face value of Rs. 10 each paid up 10.00Rs. (cost per share 2,135.00Rs. , Market value per share 1,568,875.00Rs. )]	1,494,719.95
250 Equity Shares (Unquoted) of Western Co-operative Bank Ltd.having face value of Rs. 10 each fully paid up	2,500.00
Lease Hold Rights - Prestige Holiday Resorts Time Shares [(UnQuoted) having face value of Rs.60000 each fully paid up ]	60,000.00
Lease Hold Rights - Sterling Holiday Resort Time Shares [(UnQuoted) having face value of Rs.121600 each fully paid up ]	121,600.00
<b>Total :</b>	<b>2,196,042.34</b>

**Schedule : 8**

**INVESTMENTS for 2009-2010**

PARTICULARS	AMOUNT
<b>Non-Trading</b>	
Lease Hold Rights - Prestige Holiday Resorts Time Shares [(UnQuoted) having face value of Rs.60000 each fully paid up ]	60,000.00
Lease Hold Rights - Sterling Holiday Resort Time Shares [(UnQuoted) having face value of Rs.121600 each fully paid up ]	121,600.00
20,000 Redeemable Preference Shares of Celechia Tools Pvt. Ltd. -(UnQuoted) of Rs. 100 each paid up fully paid up.	2,000,000.00
250 Equity Shares (Unquoted) of Western Co-operative Bank Ltd.having face value of Rs. 10 each fully paid up	2,500.00
<b>Total :</b>	<b>2,184,100.00</b>

**Schedule : 9**

**OPENING STOCK**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Stock In Trade :		
Equity Shares	53,389,024.00	16,129,635.00
<b>Total</b>	<b>53,389,024.00</b>	<b>16,129,635.00</b>

**INVENTORIES**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Stock In Trade :		
Equity Shares	40,826,492.40	53,389,024.00
<b>Total</b>	<b>40,826,492.40</b>	<b>53,389,024.00</b>

**Schedule : 10**

**DEFERRED TAX ASSETS**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Deferred Tax Assets	4,078,400.00	2,157,600.00
<b>Total</b>	<b>4,078,400.00</b>	<b>2,157,600.00</b>

**Schedule : 11**

**SUNDRY DEBTORS**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
<b><u>Sundry Debtors- More Than Six Months</u></b>		
Man Financial Global Services Pvt. Ltd.	1,000.00	1,000.00
<b><u>Sundry Debtors -others</u></b>		
Credit Suisse Securities India Pvt Ltd.	12,937.99	-
D J Corporation	1,526.00	-
Edelwise Securities Ltd.	-	2,746.71
Gsb Capital Markets Ltd.	-	65,271.01
Gsb Securities Pvt. Ltd.	4,280,557.25	448,763.52
India Infoline Ltd.	1,000.00	-
Kotak Mahindra Investment Ltd.	162,467.11	-
Kotak Securities Ltd. [ B S E ]	50,000.00	-

Quant Capital Finance & Investment Pvt. Ltd.	13,985.00	-
<b>Total</b>	<b>4,523,473.35</b>	<b>517,781.24</b>

**Schedule : 12**

**CASH AND BANK BALANCE**

CASH AND BANK

<b>PARTICULARS</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
Balance With Scheduled Bank		
Axis Bank Ltd.-4010201373754 (06-07)	407,454.50	407,804.50
Axis Bank Ltd.-4010202362056 (07-08)	422,986.50	424,771.00
Balance With Scheduled Bank		
Bank Of India	1,194,275.79	-
Hdfc Bank Ltd.	0.00	10,103.28
Balance With Scheduled Bank		
Hsbc Bank Ltd.	2,474.59	18,003.59
Icici Bank Ltd. (Nariman Point)	-	1,739.60
Union Bank Of India	10,000.00	-
Fixed Deposits In Bank		
With Bank Of India	-	20,000,000.00
<b>Total</b>	<b>2,037,191.38</b>	<b>20,862,421.97</b>

CASH IN HAND

<b>PARTICULARS</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
Cash In Hand	373,618.48	275,949.63
<b>Total</b>	<b>373,618.48</b>	<b>275,949.63</b>
<b>Grand Total</b>	<b>2,410,809.86</b>	<b>21,138,371.60</b>

**Schedule : 13**

**LOANS AND ADVANCES**

<b>PARTICULARS</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
<b>Other</b>		
<b>Advance Recoverable In Cash Or In Kind Or For Value To Be Recovered</b>		
Pioneer Dyeing Pvt. Ltd.	146,907.00	4,492,598.00
R S Tripathi	144,863.00	144,863.00
Trinity Realty Finance & Construction Pvt. Ltd.	56,238,847.00	54,699,047.00
Adarsh Service Station	5,000.00	5,000.00
Interest Accrued But Not Due On Fixed Deposits	-	2,336,668.70
Advance To Staff	17,740.00	20,740.00
System Support Services	-	12,767.00
F B T Refundable	10,623.00	10,623.00
Prepaid Expenses	870.00	-
Tax Refundable (Ay 2009-10)	307,975.00	334,812.00
Income Tax (A. Y. 08-09){ Against Assessment}	500,000.00	-



Tax Refundable 1997-98/2001-2002	332,013.00	332,013.00
Advance Tax :		
For A. Y. 2010-11	-	1,208,240.00
For A. Y. 2011-12	400,000.00	-
Tax Deducted At Source :		
Interest Received	513,523.00	487,148.00
Bank Interest Received	16,870.00	-
MAT CREDIT ENTITLEMENT	5,158,283.00	-
<b>Total</b>	<b>63,793,514.00</b>	<b>64,084,519.70</b>

**Schedule : 14**

**CURRENT LIABILITIES**

CURRENT LIABILITIES

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Other Liabilities		
TDS On Contractors Payment	1,526.00	-
TDS On Directors Remuneration	11,700.00	11,700.00
TDS On Interest Paid	226,058.00	-
TDS On Professional Fees	6,647.00	15,410.00
Unpaid Dividend (2006-07)	374,659.50	375,009.50
Unpaid Dividend (2007-08)	396,407.50	398,192.00
Outstanding Expenses		
Keyman Insurance Policy Premium Payable	-	5,136,420.00
System Support Services	26,982.00	-
Listing Fees Payable To Exchange	443,237.50	394,655.00
Ramakant Biyani	31,250.00	-
Other Outstanding Expenses	76,189.16	188,340.70
<b>Total</b>	<b>1,594,656.66</b>	<b>6,519,727.20</b>

SUNDRY CREDITORS

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Credit Suisse Securities Pvt. Ltd.	-	5,676.77
Edelweiss Securities Pvt. Ltd. (Bse)	1,271.39	-
Edelweiss Securities Pvt. Ltd. (Nse)	3,154.28	-
Kotak Securities Ltd.	380.54	177.08
Mukesh C Patani	48,323.00	-
Quant Securities - Derivatives	1,436.00	-
<b>Total</b>	<b>54,565.21</b>	<b>5,853.85</b>
<b>Grand Total</b>	<b>1,649,221.87</b>	<b>6,525,581.05</b>

**Schedule : 15**

**PROVISIONS**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
-------------	--------------	---------------

Provision For F B T	-	662.00
<b>Provisions For Taxation</b>		
Provision For Taxation	-	6,200,000.00
<b>Total</b>	-	<b>6,200,662.00</b>

**Schedule : 16**

**SALES/GROSS RECEIPTS**

SALES		
PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Sales	1,214,781,426.05	995,338,499.95
<b>Total</b>	<b>1,214,781,426.05</b>	<b>995,338,499.95</b>
<b>Grand Total</b>	<b>1,214,781,426.05</b>	<b>995,338,499.95</b>

**Schedule : 17**

**OTHER INCOME**

INDIRECT INCOME		
PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Commodity Derivatives Gain	5,179,478.03	36,250.00
Speculation Gain - Equity Trading	590,403.00	13,399,551.87
Dividend Income	1,183,574.00	423,730.47
Dividend Income - Mutual Fund	21,960.87	2,807.45
Equity Derivatives And Option Gain/Loss	-7,796,073.22	15,130,892.52
Short Term Loss On Sales Of Mutual Fund	-184.48	0.00
<b>Total</b>	<b>-820,841.80</b>	<b>28,993,232.31</b>
INTEREST RECEIVED		
PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Interest On F D R	168,720.64	1,883,842.00
Interest Received On Loans	5,135,230.00	2,687,953.00
<b>Total</b>	<b>5,303,950.64</b>	<b>4,571,795.00</b>
<b>Grand Total</b>	<b>4,483,108.84</b>	<b>33,565,027.31</b>

**Schedule : 18**

**PURCHASE**

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Purchases	1,197,793,208.59	1,012,646,045.59
<b>Total</b>	<b>1,197,793,208.59</b>	<b>1,012,646,045.59</b>

**Schedule : 19**

**INCREASE/DECREASE IN STOCK**

<b>PARTICULARS</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
<b>Opening Stock</b>		
EQUITY SHARES	53,389,024.00	16,129,635.00
<b>Sub Total</b>	<b>53,389,024.00</b>	<b>16,129,635.00</b>
Less: Closing Stock		
EQUITY SHARES	40,826,492.40	53,389,024.00
<b>Sub Total</b>	<b>40,826,492.40</b>	<b>53,389,024.00</b>
<b>(INCREASE)/DECREASE IN STOCK</b>	<b>12,562,531.60</b>	<b>-37,259,389.00</b>

**Schedule : 20****DIRECT EXPENSES**

<b>PARTICULARS</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
Demate / Holding Delivery Charges	50,727.99	19,596.70
Other Charges	248,135.14	690,475.77
Security Transaction Tax	4,110,159.15	5,679,142.91
Service Tax	269,858.34	304,230.53
Stamp Charges	527,744.69	534,321.73
Turnover Charges	64,147.07	114,243.26
<b>Total</b>	<b>5,270,772.38</b>	<b>7,342,010.90</b>

**Schedule : 21****ADMINISTRATIVE EXPENSES**

<b>PARTICULARS</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
Advertisement & Publicity	54,983.96	37,205.91
Annual Fees Stock Exchange	65,127.50	68,927.50
Bank Commission	2,882.00	5,891.01
Conveyance & Travelling Charges	193,321.00	99,247.00
Depository Charges (N.S.D.L. & C.D.S.L.)	38,781.00	39,800.00
Director's Fees	24,000.00	24,000.00
Electricity Charges	77,000.00	70,000.00
Filing Fees (R.O.C.)	1,000.00	1,000.00
Franking Charges	5,124.00	-
General Expenses	145,573.50	17,206.50
Keyman Insurance Policy Premium	-	5,136,420.00
Legal & Professional Charges	53,250.00	118,586.17
Motor Car Expenses	183,697.15	260,979.00
News Paper & Periodicals	23,406.00	20,883.00
Payment To Auditors For Audit Fees	32,500.00	32,500.00
Payment To Auditors For Tax Audit Fees	7,500.00	7,500.00
Payment To Auditors For Taxation And Other Services	32,933.00	25,644.50
Portfolio Management Fees	7,769.23	-
Postage & Telegram	120,216.00	107,065.00
Printing & Stationery Charges	188,058.50	145,321.00
Professional Tax	2,500.00	2,500.00
Remuneration To Directors	1,260,000.00	1,260,000.00

Repairs & Maintenance (Incl. Computer Maintenance)	132,911.26	132,142.73
Salary & Bonus	776,925.00	578,845.00
Sales Promotion Expenses	237,526.00	11,441.00
Share Registrar Fees	52,944.00	52,944.00
Staff Welfare Expenses	81,021.00	66,701.00
Sundry Balances Written Off	3.62	-
Telephone Expenses	142,901.31	179,737.54
Water Charges	16,800.00	16,800.00
<b>Total</b>	<b>3,960,655.03</b>	<b>8,519,287.86</b>

**Schedule : 22**

**INTEREST AND FINANCIAL EXPENSES**

INTEREST PAID		
<b>PARTICULARS</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
Bank Interest	406,316.00	2,248,170.00
Interest On L I C Loan	1,423,198.40	1,284,408.00
Interest On L I C Premium	16,943.00	-
Interest Paid To Others	5,171,120.06	177.75
<b>Total</b>	<b>7,017,577.46</b>	<b>3,532,755.75</b>
<b>Grand Total</b>	<b>7,017,577.46</b>	<b>3,532,755.75</b>

**Schedule : 23**

**DEPRECIATION**

<b>PARTICULARS</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
Depreciation On Air Condition Machines	18,220.00	17,588.02
Depreciation On Computers	14,667.00	5,260.00
Depreciation On Electrical Equipemnts	6,495.00	6,495.00
Depreciation On Fire Fighting Equipments	260.00	260.00
Depreciation On Furniture And Fixtures	22,574.00	22,574.00
Depreciation On Motor Car	70,362.00	70,362.00
Depreciation On Office Premises	7,855.00	7,855.00
Dpereciation On Office Equipments	38,436.00	38,436.00
<b>Total</b>	<b>178,869.00</b>	<b>168,830.02</b>

**Schedule : 24**

**P&L APPROPRIATION**

<b>PARTICULARS</b>	<b>CURRENT YEAR</b>	<b>PREVIOUS YEAR</b>
Transfer To General Reserve	-	4,500,000.00
Transfer To Special Investment Reserve	-	3,500,000.00
<b>Total</b>	<b>-</b>	<b>8,000,000.00</b>

AS PER OUR REPORT OF EVEN DATED  
**For S.K.RATHI & CO.**  
Chartered Accountants

(CA. S.K.Rathi)  
Prop.  
Membership No.:031071  
FRN: 108724W

Place : Mumbai  
Date : 31st May, 2011

For and on behalf of the Board,  
**For GSB FINANCE LTD.**

(Girdharilal Biyani) (Ramakant Biyani)  
Chairman                      Mg. Director









163230 -16323 146907