

Client's
Copy

Annual Accounts

2010-2011

of

Mercury Trade Links Limited


Vinay Doshi & Co.

Chartered Accountants

112/13, Jawahar Nagar,

Road No. 8, Goregaon (W),

Mumbai : 400 062.

 2872 2454

MERCURY TRADE LINKS LIMITED

Registered Office : S-002 B, 2nd Floor, Vikas Centre, S. V. Road,
Santacruz (West), Mumbai - 400 054
Phone : 26613026/66780131-33 Fax : 26614087
Email : share@sardagroup.com

NOTICE TO THE MEMBERS

NOTICE is hereby given that the Twenty Sixth Annual General Meeting of the Members of MERCURY TRADE LINKS LIMITED will be held on Tuesday the 27th day of September, 2011 at 2.30 P. M. at the Registered Office of the Company at S-002 B, 2nd Floor, Vikas Centre, S.V. Road, Santacruz (West), Mumbai - 400 054 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2011 and the Profit and Loss Account for the year ended on that date and the Report of the Directors' and Auditors' thereon.
2. To appoint a Director in place of Shri Parag Sarda, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Auditors and to fix their remuneration.

FOR AND ON BEHALF OF THE BOARD


PRADEEP KUMAR SARDA
CHAIRMAN

Place : Mumbai
Date : 30th May, 2011

MERCURY TRADE LINKS LIMITED

Registered Office : S-002 B, 2nd Floor, Vikas Centre, S. V. Road,
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NOTES :-

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote in his place and the proxy need not be a member of the company. Proxies in order to be effective must be received at the registered office of the company not less than 48 hours before the commencement of the meeting.
2. The Register of Members and Share Transfer Books of the Company will remain closed from Tuesday the 20th day of September, 2011 to Tuesday the 27th day of September, 2011 (both days inclusive).
3. Shareholders seeking any information with regard to Accounts are requested to write to the Company at an early date so as to enable the management to keep the information ready.
4. Members are requested to:
 - (i) notify immediately any change in their address to the Company.
 - (ii) bring their copy of the Annual Report and the Attendance Slip with them at the Annual General Meeting.

FOR AND ON BEHALF OF THE BOARD

P.K. Sarma

**PRADEEP KUMAR SARDA
CHAIRMAN**

Place : Mumbai
Date : 30th May, 2011

MERCURY TRADE LINKS LIMITED

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DIRECTORS REPORT TO THE MEMBERS

Your Directors have pleasure in presenting the Twenty Sixth Annual Report together with the Audited Statement of Accounts of the Company for the year ended 31st March, 2011.

1. <u>FINANCIAL RESULTS</u>	<u>YEAR ENDED</u>	<u>YEAR ENDED</u>
	<u>31/03/2011</u>	<u>31/03/2010</u>
	<u>Rupees</u>	<u>Rupees</u>
Gross Income	46,44,285	3,64,156
Less : Expenditure	47,82,901	80,573
Profit/(Loss) before Tax	(1,38,616)	2,83,583
Less : Provision for Taxation		
Current Tax	0	40,000
Deferred Taxation	(169)	(287)
Profit/ (Loss) after Tax	(1,38,447)	2,43,870
Balance profit brought forward from previous year	34,35,636	31,91,766
Surplus carried to Balance Sheet	32,97,189	34,35,636

2. PERFORMANCE

The performance of the Company remained subdued, due to high volatility in the Capital Market and therefore Company could not earn income on its investments. During the year Company has incurred a net Loss of Rs.1.38 Lacs (Previous year Net Profit of Rs.2.44 Lacs). The outlook for coming year looks normal and your Directors are hopeful of achieving better results in future.

3. DIVIDEND

In order to conserve the financial resources, the Directors regret their inability to recommend any dividend for the year ended 31st March, 2011

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4. BOARD OF DIRECTORS

In terms of the Articles of Association of the Company and as per the provisions of the Companies Act, 1956 Shri Parag Sarda, Director of the Company retires by rotation and being eligible offers himself for re-appointment.

5. DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 217 (2AA) of the Companies Act, 1956 with respect to Directors' Responsibility statement, it is hereby confirmed:

- (i) That in the preparation of Annual Accounts for the financial year ended 31st March, 2011, the applicable accounting standards had been followed along with proper explanation relating to material departures if any;
- (ii) That the Directors had selected such Accounting Policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2011 and the Loss of the Company for the year under review.
- (iii) That the Directors had 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 fraud and irregularities..
- (vi) That the Directors had prepared the accounts for the financial year ended 31st March, 2011 on a going concern basis.

6. AUDITORS

Members are requested to appoint auditors of the company for the current financial year.

M/s. Vinay Doshi & Co., Chartered Accountants, present Auditors of the Company retire at the conclusion of the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment. The Company has received a Certificate from them certifying that their appointment, if made would be within the limits specified under Section 224 (1-B) of the Companies Act, 1956.

7. AUDITORS REPORT

Observations made in the Auditors' Report regarding non provision towards decline in value of long term investments, no provision has been made in the accounts since your Directors consider that the investment are likely to appreciate in near future and therefore do not call for any further comments under Section 217(3) of the Companies Act, 1956.

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8. FIXED DEPOSITS

Your Company has not accepted any deposits from the public within the meaning of Section 58A of the Companies Act, 1956 and rules made there under during the year.

9. LISTING FEES

The Listing Fees for the year 2011-2012, has been paid to the Bombay Stock Exchange Limited, where the Company's Shares are listed.

10. PARTICULARS OF EMPLOYEES

Information required to be given under Section 217 (2A) of the Companies Act, 1956 with The Companies (Particulars of Employees) Rules 1975 are not applicable to the Company, as the Company has not employed any employee whose salary exceeds the limits as laid down in the said section.

11. INFORMATION ON ENERGY CONSERVATION AND FOREIGN EXCHANGE EARNING AND OUTGO

Information's required to be given 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 the particulars in respect of conservation of energy, technology absorption are not applicable to the company because company has no activities relating to conservation of Energy and Technology Absorption. During the year Company has neither earned any Foreign Exchange nor there was outgo for the same.

12. SECRETARIAL COMPLIANCE REPORT

Your Directors attach herewith a copy of the Compliance Certificate issued by a Practicing Company Secretary for the year ended 31st March, 2011 pursuant to Section 383A(1) of the Companies Act, 1956.

13. ACKNOWLEDGEMENTS

Your Directors wish to thank Company's Clients, Bankers, Auditors and Investors for their continued support during the year. Your Directors place on record their appreciation of the contribution made by employees at all levels and looks forward to their continued support.

FOR AND ON BEHALF OF THE BOARD

P. K. Sarde

PRADEEP KUMAR SARDA
CHAIRMAN

Place : Mumbai
Date : 30th May, 2011

Auditors' Report

To,
The Members,
Mercury Trade Links Limited

1. We have audited the attached Balance sheet of **Mercury Trade Links Limited** as on 31st March, 2011 and also the Profit and Loss Account and the Cash Flow Statement of the Company 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 auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 as amended by the Companies (Auditor's Report) (Amendment) Order, 2004 issued by the Central Government in terms of Section 227 (4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent applicable to the Company.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report as follows:
 - i. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - ii. In our opinion, proper books of accounts as required by law have been kept by the Company so far as it appears from our examination of those books;
 - iii. The Balance Sheet, Profit and Loss Account and Cash flow Statement referred to in this report are in agreement with the books of accounts;
 - iv. In our opinion, the Balance Sheet, Profit and Loss Account and the Cash-flow Statement 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 respective directors as on 31st March 2011 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st 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 explanation given to us, the accounts read together with the Significant Accounting Policies and other Notes on Accounts appearing in Schedule - 12 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 31st March, 2011;
- b) In the case of Profit and Loss Account, of the Losses of the Company for the year ended on that date; and
- c) In the case of the Cash-flow Statement, of the Cash Flows of the Company for the year ended on that date.



For Vinay Doshi & Co.
Chartered Accountants
Firm Registration No.
115247W

Vip. Doshi

Vinay Doshi
Proprietor
Membership No. F 49169

Place : Mumbai
Date : 30th May, 2011

ANNEXURE TO AUDITORS REPORT

(Referred to paragraph 3 of Auditors Report of even date)

In terms of the information and explanations given to us and on the basis of such checks, as we considered appropriate, we further report that:

1. The Company is in the process of updating its Fixed Assets Register. Based on the records made available to us, in our opinion, the fixed assets have been physically verified at reasonable intervals by the management and no material discrepancies were noticed on such verification. The Company has not disposed off any significant part of the fixed assets during the year under review.
2. There was no inventory with the Company at any time during the year under review.
3. The Company has not taken the (interest-free) unsecured loans/deposits from director, which is covered in the register required to be maintained under Section 301 of the Companies Act, 1956 during the year under review.

The Company has not granted any loans to the parties listed in the Register maintained under Section 301 of the Companies Act, 1956 during the year under review.

4. In our opinion, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business, for the purchase and sale of shares and securities and for the provision of services. There is no continuing failure to correct major weakness in internal control.
5. There were no transactions of purchase or sale of goods and provision of services with parties listed in the register maintained under Section 301 of the Companies Act, 1956 aggregating to Rs.500 000/- or more in respect of each party during the year under review.
7. The Company has not accepted any deposits from the public within the purview of the directives issued by the Reserve Bank of India and the provisions of sections 58A and 58AA of the Companies Act, 1956 and the rules framed there under.
8. No cost records and accounts have been prescribed by the Central Government u/s 209 (1)(d) of the Companies Act, 1956.
9. As per the records verified by us, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Sales Tax, Wealth Tax, Custom Duty, Excise Duty, Cess or any other statutory dues with the appropriate authorities.

As explained to us, no dues of Sales tax, Income tax, Customs duty, Wealth tax, Excise duty and Cess have been disputed and lying pending as at the close of the year.

Provision of the Employees' Provident Fund and Miscellaneous Provisions Act, 1952 State Insurance Act, 1940, are not applicable to the Company.



10. As per the accounts verified by us, the Company's accumulated losses as at the end of the current financial year are not more than fifty percent of its net worth. Also, the Company has incurred cash losses in the current financial year amounting to Rs.1.61 lacs (Previous year Rs. Nil).
11. As per the records verified by us, no amounts were borrowed by the Company from Financial Institutions / bank or through Debentures.
12. As per the records verified by us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The provisions of special statutes applicable to Chit fund, Nidhi, Mutual Benefit Fund or Societies are not applicable to the Company.
14. The Company has maintained proper record of the transactions and contracts of dealing in shares and securities and timely entries have been made therein. The shares and securities have been held by the Company in its own name except to the extent of the exemption granted under section 49 of the companies Act, 1956.
15. The Company has not given any guarantee for loans taken by others from bank or financial institutions.
16. There were no Term Loans obtained by the Company during the year.
17. As per the records verified by us, the Company has not raised funds on short-term basis hence; the question for utilization in long-term investment does not arise.
18. The Company has not made any preferential allotment of shares during the year.
19. The Company has not issued any Debentures and hence no securities are required to be created in respect thereof.
20. No money has been raised by way of public issue by the Company during the year under review.
21. As per the books examined by us and based on the explanations given to us no fraud on or by the Company has been noticed or reported during the year.



For Vinay Doshi & Co.
Chartered Accountants

V. Doshi
Vinay Doshi
Proprietor

Membership No. F 49169
Firm Regn. NO. 115247 W

Place: Mumbai
Date : 30th May, 2011

MERCURY TRADE LINKS LTD.

Balance Sheet as at 31st March 2011

PARTICULARS	SCHEDULE	AS AT 31.03.2011 Amount (Rs.)	AS AT 31.03.2010 Amount (Rs.)
<u>SOURCE OF FUNDS</u>			
<u>SHAREHOLDERS FUNDS</u>			
Share Capital	1	2,475,000	2,475,000
<u>RESERVES & SURPLUS</u>			
Profit & Loss Account		3,297,189	3,435,636
<u>LOAN FUNDS</u>			
Unsecured Loans	2	-	-
Deferred Tax Liability		196	365
TOTAL		5,772,385	5,911,001
<u>APPLICATION OF FUNDS</u>			
<u>FIXED ASSETS</u>			
Gross Block	3	31,492	31,492
Less- Depreciation		15,829	13,301
Net Block		15,663	18,191
<u>INVESTMENTS</u>			
	4	3,461,395	5,030,618
<u>CURRENT ASSETS, LOANS & ADVANCES</u>			
Inventories	5	1,987,749	-
Sundry Debtors	6	32	659,069
Cash and Bank Balances	7	284,861	221,456
Loans, Advances & Deposits	8	390,724	331,352
		2663365	1205877
<u>Less : CURRENT LIABILITIES & PROVISIONS</u>			
	9	368,038	343,685
NET CURRENT ASSETS			
		2,295,327	862,192
TOTAL		5,772,385	5,911,001

Significant Accounting Policies and
Notes on Accounts

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As per our attached report of even date.

For Vinay Doshi & Co.
Chartered Accountants

Vp Doshi
Vinay Doshi
Proprietor



For and on behalf of the Board

P. K. Sarda
Pradeep Kumar Sarda
Chairman

Gopal Somani
Gopal Somani
Director

Place : Mumbai
Date : 30th May, 2011

MERCURY TRADE LINKS LTD.

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2011

PARTICULARS	SCHEDULE	FOR THE YEAR ENDED 31.03.2011 AMOUNT (Rs.)	FOR THE YEAR ENDED 31.03.2010 AMOUNT (Rs.)
<u>INCOME</u>			
Sales		2,567,837	-
Interest on Bank Deposit (TDS Rs.1445 P.Y. Rs. 1736)		16,377	17,004
Dividend		71,995	63,236
Profit on Sale of Shares/Units (Net)		-	283,916
Misc. Income		328	-
Increase / (Decrease) in Stock	10	1,987,749	-
Total (A)		4,644,285	364,156
<u>EXPENDITURE</u>			
Purchases		4,568,816	-
Loss on Sale of Shares/Units (Net)		57,111	-
Administrative and Other Expenses	11	148,584	73,272
Security Transaction Tax		5,862	4,362
Depreciation		2,527	2,939
Total (B)		4,782,901	80,573
Profit Before Tax (A-B)		(138,616)	283,583
Provision for Income Tax -			
Current Tax		-	40,000
Deferred Taxation		(169)	(287)
Profit for the year after Tax		(138,447)	243,870
Balance brought forward		3,435,636	3,191,766
Net Balance carried to Balance Sheet		3,297,189	3,435,636
Earnings/ (Loss) per Shares (Basic & Diluted) (Rs.) (Refer note II 6 of Schedule -2)		-0.56	0.99

Significant Accounting Policies and
Notes on Accounts

12

As per our attached report of even date.

For Vinay Doshi & Co.
Chartered Accountants

V.P. Doshi

Vinay Doshi
Proprietor



For and on behalf of the Board

P.K. Sarda
Pradeep Kumar Sarda
Chairman

Gopal Somani
Gopal Somani
Director

Place : Mumbai
Date : 30th May, 2011

MERCURY TRADE LINKS LTD.

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2011

	Amount (Rs.)	For the year ended 31.03.2011 Amount (Rs.)	Amount (Rs.)	For the year ended 31.03.2010 Amount (Rs.)
Cash Flow from Operating Activities				
Profit as per Profit & Loss Account after Provision for Taxation		(138,447)		243,870
Add : a) Provision for Taxation	-		40,000	
b) Depreciation	2,527		2,939	
c) Provision for Deferred Taxation	(169)		(287)	
d) Profit on Sale of Investments	57,111		(283,916)	
e) Dividend Received	(71,995)		(63,236)	
	(12,525)		(304,500)	
Add : a) Increase in Sundry Creditors	23,194		-	
b) Increase in Outstanding Exp.	1,159		152	
c) Decrease in Stock in Trade	(1,987,749)		-	
d) Decrease in Debtors	653,038		(653,069)	
e) Income Tax Paid	-		-	
	(1,310,358)	(1,322,883)	(652,917)	(957,417)
		(1,461,330)		(713,547)
Cash Flow from Investment Activities				
Add : (a) Decrease in Investments	1,569,223		408,561	
(b) Decrease in Advances	-		-	
(c) Dividend Received	71,995		63,236	
(d) Sale Proceeds of Investments	4,012,111		3,482,477	
Less : a) Purchase of fixed asset	-		-	
b) Increase in Investment	4,069,223		3,198,561	
c) Increase in Advances	59,372		(1,572)	
		1,524,734	-	757,285
Cash Flow from Financing Activities				
Add : a) Increase in Short Term borrowings				(25,750)
Net Increase/(Decrease) in Cash Flow		63,404		17,988
Change in Cash and Cash equivalents				
Opening Balance of Cash & Cash Equivalents	221,456		203,468	
Closing Balance of Cash & Cash Equivalents	284,861	63,404	221,456	17,988

As per our attached report of even date
For Vinay Doshi & Co.
Chartered Accountants

Vinay Doshi
Proprietor



For and on behalf of the Board

Pradeep Kumar Sarda
Chairman

Gopal Somani
Director

Place : Mumbai
Dated : 30th May 2011

MERCURY TRADE LINKS LTD.

SCHEDULES FORMING PART OF THE ACCOUNTS AS AT 31ST MARCH 2011

PARTICULARS	AS AT 31.03.2011 AMOUNT (Rs.)	AS AT 31.03.2010 AMOUNT (Rs.)
<u>SCHEDULE - 1</u>		
<u>Share Capital</u>		
<u>Authorised</u>		
2,47,500 Equity Shares of Rs.10/- each	2,475,000	2,475,000
<u>Issued, Subscribed & Paid up</u>		
2,47,500 Equity Shares of Rs.10/- fully paid up	2,475,000	2,475,000
<u>SCHEDULE - 2</u>		
<u>UNSECURED LOANS</u>		
<u>From Directors (Interest Free)</u>		



MERCURY TRDE LINKS LTD.
Schedule Forming Part of the Accounts as at 31st March, 2011

SCHEDULE - 3
 FIXED ASSETS

S.NO.	PARTICULARS	GROSS BLOCK			TOTAL AS AT 31.03.2011	UP TO 31.03.2011	LESS : DEPRECIATION			NET BLOCK	
		AS AT 01.04.2010	ADDITIONS DURING THE YEAR	DEDUCTIONS DURING THE YEAR			AMOUNT (Rs.)	AMOUNT (Rs.)	AMOUNT (Rs.)	AMOUNT (Rs.)	AS AT 31.03.2011
1	MOBILE PHONE	13000	0	0	13000	7400	864.43	0	8306	5495	6380
2	FURNITURE & FIXTURES	17692	0	0	17692	8681	1642.90	0	7524	10166	11811
	CURRENT YEAR RS.	31692	0	0	31692	13307	2527	0	15629	15663	18191
	PREVIOUS YEAR RS.	31692	0	0	31692	10342	2539	0	13301	18191	-



MERCURY TRADE LINKS LTD.

SCHEDULES FORMING PART OF THE ACCOUNTS AS AT 31ST MARCH 2011

PARTICULARS	AS AT 31.03.2011 AMOUNT (Rs.)	AS AT 31.03.2010 AMOUNT (Rs.)
SCHEDULE - 4		
Investments		
At Cost, Non - Trade, Long Term)		
a) In Equity Shares (Quoted)		
179 (P.Y.179) Equity Shares of Tata Iron and Steel Co. Ltd. of Rs.10 each fully paid up	27,780	27,780
20000 (P.Y.20000) Equity Shares of Sarda Papers Ltd. of Rs.10/- each fully paid up	200,000	200,000
0 (P.Y. 625) Equity Shares of Hindustan Petroleum Corporation Ltd. Rs.10/- each fully paid up	-	163,438
0 (P.Y. 250) Equity Shares of Kotak Mahindra Bank Ltd. Rs.10/- each fully paid up	-	263,330
0 (P.Y. 300) Equity Shares of Reliance Industries Ltd. Rs.10/- Each Full paid up	-	371,177
0 (P.Y. 2000) Equity Shares of Rain Commodities Ltd. Rs.10/- each fully paid up	-	445,620
5000 (P.Y. 1500) Equity Shares of Greaves Cottons Ltd. Rs.2/- each fully paid up	330,660	495,990
0 (P.Y.375) Equity Shares of Jaiprakash Associates Ltd. Rs.2/- Each Fully paid up	-	84,920
3060 (P.Y. 3060) Equity Shares of GTC Industries Ltd. Rs.10/- each fully paid up	168,606	168,606
50 (P.Y. 50) Equity Shares of Baroda Rayon Rs.10/- each fully paid up	19,757	19,757
Total (a)	746,803	2,240,618
Market value of quoted Investments Rs.954665/-		
b) In Units of Mutual Funds (Unquoted)		
1271.724 (P.Y.147563.896) Units of HDFC Cash Management Fund (Growth)	214,592	2,790,000
133987.191 (P.Y. Nil) Units of HDFC High Interest Fund (Growth)	2,500,000	-
NAV of the Mutual fund Rs.2823378/-		
Total (b)	2,714,592	2,790,000
Grand Total (a+b)	3,461,395	5,030,618



MERCURY TRADE LINKS LTD.

SCHEDULES FORMING PART OF THE ACCOUNTS AS AT 31ST MARCH 2011

PARTICULARS		AS AT 31.03.2011 AMOUNT (Rs.)	AS AT 31.03.2010 AMOUNT (Rs.)
SCHEDULE - 5			
CURRENT ASSETS, LOANS AND ADVANCES :			
INVENTORIES			
Equity Shares (Quoted)		QUANTITY	
Amara Raja Batteries Ltd. Rs.2/- each	350	58,713	-
Esab India Ltd. Rs.10/- each	125	61,575	-
Goodricke Group Ltd. Rs.10/- each	558	76,161	-
ONGC Ltd. Rs.5/- each Full paid up	164	47,576	-
Torrent Pharmaceuticals Ltd. Rs.5/- each	132	72,710	-
Mahindra & Mahindra Ltd. Rs.5/- each	124	76,456	-
Deepak Fertiliser & Petrochemicals Ltd.	597	67,413	-
Apollo Tyres Ltd. Rs.1/- each	929	64,612	-
Phoenix Mills Ltd. Rs.2/- each	433	78,849	-
SRF Ltd. Rs.10/- each Fully paid up	319	71,214	-
TIL Ltd. Rs.10/- each Fully paid up	32	16,061	-
Vesuvius India Ltd. Rs.10/- each	34	8,411	-
Sanghvi Movers Ltd. Rs.2/- each	610	68,747	-
IFGL Refractories Ltd. Rs.10/- each	1000	30,550	-
Ramco Industries Ltd. Rs.1/- each	1088	49,830	-
Kpit Infosystems Ltd. Rs.2/- each	500	54,265	-
Punjab National Bank Rs.10/- each	69	84,190	-
Union Bank of India Rs.10/- each	270	86,325	-
Indraprastha Gas Ltd. Rs.10/- each	707	164,468	-
NIFT Technologies Ltd. Rs.10/- each	627	115,776	-
Gujarat State Petronet Ltd. Rs.10/- each	403	39,957	-
Allied Digital Servies Ltd. Rs.5/- each	363	31,145	-
Central Bank of India Rs.10/- each	455	64,110	-
The Karur Vysya Bank Ltd. Rs.10/- each	44	-	-
The Karur Vysya Bank Ltd. Rs.10/- each Partly paid up	17	1,275	-
Total (a)		1,490,389	-
b) In Units of Mutual Funds (Unquoted)			
Units of Liquid Bees	497,360	497,360	-
Total (b)		497,360	-
Grand Total (a+b)		1,987,749	-
SCHEDULE - 6			
Sundry Debtors			
(Unsecured & considered good)			
Outstanding for a period Less than six month		32	653,069
		32	653,069



MERCURY TRADE LINKS LTD.

SCHEDULES FORMING PART OF THE ACCOUNTS AS AT 31ST MARCH 2011

PARTICULARS		AS AT 31.03.2011 AMOUNT (Rs.)	AS AT 31.03.2010 AMOUNT (Rs.)
<u>SCHEDULE - 7</u>			
<u>Cash & Bank Balances</u>			
Cash in Hand		2,218	83
Balance in Current A/c. with Scheduled Banks			
State Bank of India		14,007	12,400
HDFC Bank Ltd. (PMS)		18,232	-
In Fixed Deposit		221,314	208,576
Balance with Non Scheduled Bank			
In Current Account		29,090	398
(Maximum Balance during the year Rs. 77912.80)			
Previous year Rs 2072069)			
		284,861	221,456
<u>SCHEDULE - 8</u>			
<u>Loans & Advances</u>			
(Unsecured & considered good)			
Advances recoverable in Cash or in kind or for value to be received		376,061	325,352
Interest Receivable on Fixed Deposit		6,144	5,500
Deposit		500	500
Refund Receivable from Emkay Global (TDS)		5,229	-
Dividend Receivable (PMS)		2,790	-
		390,724	331,352
<u>SCHEDULE - 9</u>			
<u>CURRENT LIABILITIES AND PROVISIONS</u>			
a) <u>Current Liabilities</u>			
Sundry Creditors		46,242	23,048
Outstanding expenses		19,421	18,262
		65,663	41,310
b) <u>Provisions</u>			
For taxation		262,375	262,375
For AY 2010-11		40,000	40,000
		302,375	302,375
		368,038	343,685



MERCURY TRADE LINKS LTD.

SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2011

PARTICULARS		CURRENT YEAR AMOUNT (Rs.)	PREVIOUS YEAR AMOUNT (Rs.)
SCHEDULE - 10			
INCREASE / (DECREASE) IN STOCK			
CLOSING STOCK		QUANTITY	
A) Equity Shares			
Amara Raja Batteries Ltd. Rs.2/- each	350	58,712.50	0.00
Esab India Ltd. Rs.10/- each	125	61,575.00	0.00
Goodricke Group Ltd. Rs.10/- each	558	76,161.42	0.00
ONGC Ltd. Rs.5/- each Fully paid up	164	47,576.40	0.00
Torrent Pharmaceuticals Ltd. Rs.5/- each	132	72,709.56	0.00
Mahindra & Mahindra Ltd. Rs.5/- each	124	76,455.92	0.00
Deepak Fertiliser & Petrochemicals Ltd.	597	67,412.64	0.00
Apollo Tyres Ltd. Rs.1/- each	929	64,611.95	0.00
Phoenix Mills Ltd. Rs.2/- each	433	78,849.30	0.00
SRF Ltd. Rs.10/- each Fully paid up	319	71,213.56	0.00
TIL Ltd. Rs.10/- each Fully paid up	32	16,060.80	0.00
Vesuvius India Ltd. Rs.10/- each	34	8,410.58	0.00
Sanghvi Movers Ltd. Rs.2/- each	610	68,747.00	0.00
IPGL Refractories Ltd. Rs.10/- each	1,000	30,550.00	0.00
Ramco Industries Ltd. Rs.1/- each	1,088	49,830.40	0.00
Kpit Infosystems Ltd. Rs.2/- each	500	54,265.00	0.00
Punjab National Bank Rs.10/- each	69	84,190.35	0.00
Union Bank of India Rs.10/- each	270	86,324.79	0.00
Indraprastha Gas Ltd. Rs.10/- each	707	164,468.43	0.00
NIT Technologies Ltd. Rs.10/- each	627	115,775.55	0.00
Gujarat State Petronet Ltd. Rs.10/- each	403	39,957.45	0.00
Allied Digital Services Ltd. Rs.5/- each	363	31,145.40	0.00
Central Bank of India Rs.10/- each	455	64,109.50	0.00
The Karur Vysya Bank Ltd. Rs.10/- each	44	0.00	0.00
The Karur Vysya Bank Ltd. Rs.10/- each Partly paid up	17	1,275.00	0.00
Total (a)		1,490,388.50	0.00
b) In Units of Mutual Funds (Unquoted)			
Units of Liquid Bees	497.36	497,360.00	0.00
Total (b)		497,360.00	0.00
Grand Total (a+b)		1,987,748.50	0.00
Less: OPENING STOCK			
A) Equity Shares			
		0.00	0.00
b) In Units of Mutual Funds (Unquoted)			
		0.00	0.00
INCREASE / (DECREASE) IN STOCK		0.00	0.00
		1,987,748.50	0.00



MERCURY TRADE LINKS LTD.

SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2011

PARTICULARS		CURRENT YEAR AMOUNT (Rs.)	PREVIOUS YEAR AMOUNT (Rs.)
<u>SCHEDULE - 11</u>			
<u>Other Expenses</u>			
Stock Exchange Listing Fees		11,030	11,030
Demat Charges		1,169	915
Board Meeting Fees		10,600	9,000
Audit Fees		3,309	3,309
FMS Fees		72,170	-
Legal & Professional Charges		12,133	11,110
Statutory Advertisement Expenses		17,416	17,845
Filing Fees		1,306	918
Printing & Stationery		7,361	1,707
Share Transfer expenses		8,268	8,267
Telephone Expenses		385	3,473
Bank Charges		550	2,550
Service Tax & Other Expenses		1,730	-
Other expenditure		1,157	3,148
		148,584	73,272



Mercury Trade Links Limited

Schedule -12

Significant Accounting Policies and Notes on Accounts: 31.03.11

I. Significant Accounting Policies

a. Basis of Accounting

The Financial Statements have been prepared on accrual basis, except wherever otherwise stated, under the historical cost convention, in accordance with the accounting principles generally accepted in India and comply with the Accounting Standards as referred to in the Companies (Accounting Standards) Rules 2006 issued by the Central Government in exercise of power conferred under sub-section (i) (a) of Section 642 and the relevant provisions of the Companies Act, 1956. Dividend on Investments in Mutual Funds is consistently accounted for on receipt basis.

b. Use of Estimates

The preparation of financial statements in conformity with the generally accepted accounting principles 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. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in the current and future periods.

c. Depreciation

Depreciation is provided on the fixed assets as per the Written down Value method at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956.

d. Investments

Investments are valued at cost. All investments are of long term nature. Diminution other than temporary in the book value of Investment is charged to revenue.

e. Inventories

Shares held as inventories are valued at cost or market price whichever is lower.

e. Accounting for Taxes on Income

Provision for current Income tax is made on the basis of the assessable income under the Income-tax Act, 1961. Current tax is the amount of tax payable on the taxable income for the year determined in accordance with the provisions of the Income-tax Act, 1961.

Deferred tax is recognized on timing differences; being the differences between the taxable income and accounting income that originate in one period and is capable of reversal in one or more subsequent periods. Deferred tax assets subject to the consideration of prudence are recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. The tax effect is calculated on the accumulated timing difference at the year and based on the tax rates and laws enacted or substantially enacted as on the Balance Sheet date.



f. **Impairment of Assets**

The Company identifies assets to be impaired based on cash generating unit concept at the yearend in terms of paragraphs 5 to 13 of the Accounting Standard 28 issued by the Institute of Chartered Accountants of India for the purpose of arriving at Impairment loss there on, if any, being the difference between the book value and recoverable value of relevant assets. Impairment loss when crystallizes is charged against the revenue of the year.

g. **Revenue recognition:**

The Company follows the Mercantile System of Accounting and recognizes income and expenditure on accrual basis except taxes due on assessment.

h. **Contingent Liabilities and Provisions**

Disputed liabilities and claims against the Company including claims raised by the revenue authorities pending in appeal for which no reliable estimate can be made of the amount of the obligation or which are remotely poised for crystallization are not provided for in accounts but disclosed in notes on accounts.

However, present obligation as a result of past event with possibility of outflow of resources, when reliably estimated, is recognised in accounts, wherever applicable.

II. **Notes on Accounts**

1. Contingent Liability - Rs. Nil

2. In the opinion of the management, the Current Assets, Loans and Advances have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated and adequate provision for all the known liabilities has been made.

3. No adjustment is considered necessary in respect of appreciation/erosion in the book value of investments as the said investments are of long term nature.

4. During the Year Company has transferred shares lying as investment to Emkay Global Financial Services Ltd under Portfolio Management Services which are held as long term investment. The income from trading in shares of year has been shown as business profit/losses considering shares as stock in trade. Closing stock of Shares have been valued at Cost or market price whichever is low as per Accounting Standard - 2 Valuation of Inventory

4. **Segment Accounting**

Since the Company has neither more than one business segment nor more than one geographical segment, segment information as per Accounting Standard 17 is not required to be disclosed.

5. **Related party Transactions**

(i) **Key Managerial personnel and their relatives**

(a) Shri Pradeep Kumar Sarda

(b) Shri Gopal Somani

(c) Shri Parag Sarda (Son of Shri Pradeep Kumar Sarda)



Chairman
Director
Director

(ii) Relatives of Key Management Personnel

None

6. Computation of Earnings per Share (Basic and Diluted)

Particulars	Current Year	Previous Year
Amounts used as numerator in calculating EPS (Rs.)	(138,447)	243,870
No. of Equity shares used as denominator (No.)	247,500	247,500
Nominal value per Equity Share (Rs.)	10	10
Earnings/ (Loss) per share (Basic and Diluted)	(0.56)	0.99

6. Deferred Taxation

- a) No provision for Current tax for year ended 31st March 2011 has been considered in view of losses incurred during the year by the Company
- b) Deferred taxation as per Accounting Standard -22, Accounting for Taxes on Income is calculated as under:

Description	Amount (Rs)
Opening Deferred Tax Liability	365
Add: Deferred Tax liability due to timing differences in depreciation for the year 2009-2010	(169)
Balances of Deferred Tax Liability as on 31st March, 2011	196

Tax rate for the above calculations was considered @ 30.00%.

7. There were no dues to Micro, Small and Medium Enterprises in the Current as well in the Previous Financial Year. The same has been amended on the basis of information provided by the Company and relied upon by the Auditors.
8. No provision is considered necessary in the accounts towards Gratuity and Leave encashment since there are no employees with the Company.
9. Previous figures have been rearranged /regrouped wherever necessary to make them comparable with those of the current year.
10. During the year, the Company has continued its non-compliance with the provisions of Clause 41 of the Listing Agreement in respect of quarterly submission of Limited Review Reports to the concerned Stock Exchanges.
11. Details of movement in Investments in shares purchased and sold during the year are as under:

Sr. No.	Name of Scrip	No. of Equity Shares	Face Value (Rs.)	Cost (Rs.)	Sales Consideration (Rs.)
1.	Rain commodities ltd.	2000	10/-	4,45,620	4,26,289
2.	HPCL	625	10/-	1,63,438	1,93,488
5.	Reliance industries ltd.	300	10/-	3,71,177	3,16,383
6.	Kotak mahindra bank	250	10/-	2,63,330	1,97,453
11.	Jaiprakash associates ltd.	375	10/-	84,920	50,119
12.	Greaves cotton, ltd.	500	10/-	1,65,330	178,380



12. Quantitative information pursuant to Part II of Schedule VI to the Companies Act, 1956 is as follows:-

Equity Shares, Quoted, Fully paid up & Units in MF (Stock in trade):

Name Of The Scrip	Opening stock		Purchases		Sales		Closing stock	
	Qty.	Value	Qty.	Value (rs.)	Qty.	Value (rs.)	Qty.	Value (rs.)
Equity shares (quoted)	-	-	13698.00	2414738.57	3,748	912851.31	9,950	14,90,388.50
Liquid bees (Mutual Fund)	-	-	2152.36	2154077.65	1,655	16,54,985.95	497.36	4,97,360.00
Total			15850.36	45,68,816.22	5403	25,67,837.26	10447.36	*1987748.50

* Closing stock of inventory is valued at Cost or Market price whichever is Lower

13. Information pursuant to Part IV of Schedule VI to the Companies Act, 1956:

Balance Sheet Abstract and Company's General Business Profile:

I. Registration Details

Registration No. L26933MH1985PLC037213
 State Code 11 (Maharashtra)
 Balance Sheet date 31.03.2011

II. Capital Raised during the year

Public Issue Nil
 Right Issue Nil
 Bonus Issue Nil
 Private Placement Nil

III. Position of mobilization and deployment of funds Amount (Rs.000s)

Total Liabilities 5772.38
 Total Assets 5772.38

(A) Sources of Funds:

Paid-up capital 2475
 Reserve & Surplus 3297.19
 Secured Loan -
 Unsecured Loans -
 Deferred Tax Liability 0.19

(B) Application of Funds:

Net Fixed Assets 15.66
 Investments 3461.40
 Net Current Assets 2295.32
 Miscellaneous Expenditure -



IV. Performance of the Company

Turnover	4644.29
Total Expenditure	4782.90
Profit Before Tax	(138.62)
Profit After Tax	(138.45)
Earnings per Share (Rs.)	(0.56)
Dividend %	-

**V. Generic names of the three principle product/services of Company
(as per monetary terms)**

Item Code No. (ITC Code)	Not Applicable
Product Description	Finance & Investment

Place: Mumbai
Date : 30th May, 2011

For Mercury Trade Links Limited

P. Deshpande
Director

Vijay Deshpande
Director

