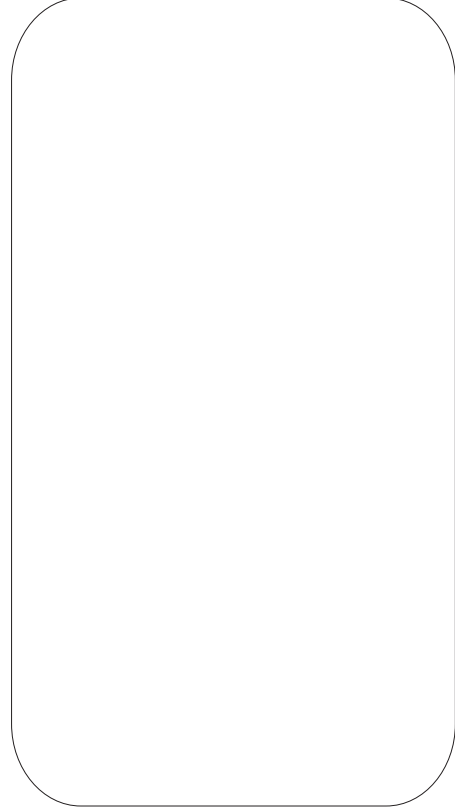


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If not delivered, please return to :

 **Maha Rashtra Apex
Corporation Limited**
Admin. Off. Syndicate House, Manipal - 576 104

2 0 0 9 - 2 0 1 0



**Maha Rashtra Apex
Corporation Limited**

Registered Office : 3rd Floor, Front wing, North Block,
Manipal Centre, # 47, Dickenson Road, Bangalore - 42

66th ANNUAL REPORT



Respectful Salutations...



Late Sri T Ramesh U Pai

BOARD OF DIRECTORS

Executive Director	:	Sri G A REGO
Director	:	Sri S R GOWDA
Director	:	Sri K B SHETTY
Company Secretary	:	Sri J M PANDEY
Bankers	:	SYNDICATE BANK CORPORATION BANK ICICI BANK LTD. KARNATAKA BANK LTD.
Auditors	:	M/s RAO & SWAMI Chartered Accountants Vidyarathna Building UDUPI - 576 101
Registered Office	:	3rd Floor, Front wing, North Block, Manipal Centre, 47, Dickenson Road, Bangalore - 560 042
Administrative Office	:	Syndicate House Upendra Nagar MANIPAL 576104
Share Transfer Agents	:	M/s Purva Sharegistry (India) Pvt.Ltd. Unit Maha Rashtra Apex Corporation Ltd. 9 Shiv Shakti Industrial Estate, 7-B J R Boricha Marg Opp. Kasturba Hospital, Lower Parel (E), MUMBAI-400 011 Phone: (022) 2301 6761 E-mail:busicomp@vsnl.com

NOTICE

NOTICE is hereby given that the 66th Annual General Meeting of the members of MAHA RASHTRA APEX CORPORATION LIMITED will be held as follows:

Date: Wednesday, September 29, 2010 Time: 11.00 a.m

Venue: Hotel Ajantha, 22-A, M G Road, Bangalore 560 001.

The Agenda for the meeting is given below:

1. To receive, consider and adopt the audited Profit & Loss Account for the year ended 31st March, 2010 and the Balance Sheet as on that date and the Report of the Board of Directors and Auditors thereon.
2. To Appoint a Director in the place of Sri K B Shetty who retires by rotation and being eligible offers himself for reappointment.
3. To appoint Auditors and to fix their remuneration.

By Order of the Board,

GA Rego
Executive Director

Bangalore
August 31, 2010

NOTES:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member.
2. Duly completed instrument of proxy must be lodged with the Company's Registered Office not less than 48 hours before the meeting time.
3. The Register of Members and share transfer books of the Company shall remain closed from 27.9.2010 to 29.9.2010 (both days inclusive).
4. Members are requested to bring their copy of the Annual Report along with them to the meeting.

INFORMATION UNDER CLAUSE 49 OF THE LISTING AGREEMENT REGARDING RE-APPOINTMENT OF DIRECTORS WHO IS PROPOSED TO BE RE-APPOINTED IS GIVEN HERE BELOW:

Sri K B Shetty, Retired General Manager of Vijaya Bank and Fellow Member of the Institute of Chartered Accountants of India was in the Board of State Govt. owned Public Limited Company, Grameena Bank and Housing Bank sponsored by a Nationalised Bank. He has got ample experience in the Banking and financial fields. He is at present practicing as Chartered Accountant.

He is Chairman of the Audit Committee and member of the Shareholder/Investor's Grievance Committee.

By Order of the Board,

GA Rego
Executive Director

Bangalore
August 31, 2010

DIRECTORS' REPORT
TO THE MEMBERS,

Your Directors have pleasure in presenting the 66th Annual Report and Audited Statements of Account for the year ended 31st March, 2010.

FINANCIAL RESULTS

(Rs. in lakhs)

	Year ended March 31, 2010	Previous Year March 31, 2009
Profit before Interest, Depreciation, Lease Equalisation and Provision for Taxation	919.01	134.61
Less: Interest	535.14	361.01
Lease Equalisation	(22.30)	(49.46)
Depreciation	70.97	88.87
	-----	-----
	583.81	400.42
	-----	-----
	335.20	(265.81)
Less: Provision for Taxation	38.00	0.00
Provision for Fringe Benefit Tax	0.00	1.25
	-----	-----
Net Profit after Tax	297.20	(267.06)
Prior Period Adjustment	1134.58	14.75
	-----	-----
	1431.78	(281.81)
Add: Previous year's surplus	(11379.33)	(11097.52)
	-----	-----
Amount available for disposal	(9947.55)	(11379.33)
	=====	=====

REVIEW OF OPERATION

The Company had to discontinue fund based business activities owing to the cancellation of its licence by RBI. Since recovery from the borrowers is insufficient to meet our obligations towards the depositors and Bond holders under the Scheme of Restructure as approved by the Hon'ble High Court of Karnataka, the Company is in the process of selling its assets including raising funds from its investment in Kurlon Ltd for the purpose of augmenting enough funds to repay the Bonds/Deposits. It is pertinent to note that the Hon'ble High Court of Karnataka has accorded permission for the sale of

investment in Kurlon Ltd with a view to arrange funds. The Company is not sparing any possible channel for arranging enough funds in order to repay the deposits and Bonds as early as possible. It is also added that the Company could not fulfill the requirements as per the order of the High Court of Karnataka within the stipulated time as expected. The Collection of dues under HP/LEASE/BILLS etc was to the tune of Rs.580.03 lakhs during the year under review.

The Company posted a net profit of Rs.297.20 Lakhs for the current year. In view of the carry forward losses in the earlier years the Board express its inability to declare dividend Equity/Preference Shareholders.

SCHEME OF ARRANGEMENT

In terms of Scheme of arrangement sanctioned by the Hon'ble High Court of Karnataka, the Company has repaid Deposits/Bonds aggregating to Rs. 9676.17 lakhs till 31.3.2010. The details are given below:

(Rs.in Lakhs)

Category	Payable	Paid till 31.03.10
Pri. amount Rs. 5000/- & less	1258.70	1166.48
I	3448.10	3448.10
II	4503.00	4503.00
III	4335.96	556.69
IV	3490.81	1.90
V	6230.11	Nil
	-----	-----
TOTAL	23266.68	9676.17
	=====	=====

PERSONNEL

The Staff strength has been reduced considerably and the minimum staff members required for functioning of the Company are retained. The above austerity measures taken by the management helped a lot to reduce the over heads of the Company.

None of the employees of the Company is in receipt of remuneration exceeding the limits as specified in Section 217(2A) of the Companies Act, 1956.

SUBSIDIARY COMPANIES

As required under Section 212 of the Companies Act, 1956 the Audited Statement of Accounts along with reports of the Board of Directors and Auditors of Subsidiary Companies namely Maharashtra Apex Asset Management Company Ltd., Crimson Estates & Properties Pvt.Ltd., El'dorado Investments Pvt.Ltd. and Riveira Steels Pvt.Ltd. are annexed.

DIRECTORS

Sri K B Shetty, Director retires in the ensuing Annual General Meeting and being eligible offers himself for reappointment.

DIRECTORS' RESPONSIBILITY STATEMENT

As required under Section 217(2AA) of the Companies Act, 1956, your Directors confirm that:

- i) In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanations relating to material departures.
- ii) Appropriate accounting policies have been selected and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as on 31st March, 2010 and of the loss of the Company for the year ended as on that date.
- iii) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv) The annual accounts have been prepared on a going concern basis.

REPLY TO AUDITORS' OBSERVATION

The Board is taking various steps to accelerate recovery. It has constituted an Asset Recovery Board with adequate powers to settle One time Settlement cases. Recovery Facilitators are also appointed at selected places. Special efforts are on to induce the loan defaulters and bring them forward for settlement. The Company has met fair success in this process.

Consequent to the closure of most of the branches and discontinuation of business activities, there has not been any Significant transactions which merit the continuance of Internal Audit system. Hence as a cost cutting measure the Internal Audit System has been discontinued with effect from the year 2003.

With regard to Auditors' observation in Paras 2(e)(f)(g)(i)(j)(k) and l) explanations given in the relevant notes B(1) to B(17), of Schedule 'M' of the Accounts are self-explanatory.

AUDITORS

M/s Rao & Swami, Chartered Accountants, Udupi, the present auditors of the Company retire at the forthcoming Annual General Meeting. A Certificate under Section 24(1B) of the Companies Act, 1956 has been received from the Auditors, confirming that the appointment if made will be within the prescribed limits.

CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION AND FOREIGN EXCHANGE

As your Company is not engaged in manufacturing activities, there is no information to submit in respect of the above.

CORPORATE GOVERNANCE

As required under Clause 49 of the Listing Agreement a detailed Report on Corporate Governance is enclosed. A Certificate from the Auditors regarding compliance of the conditions of Corporate Governance is made as part of this Report.

CASH FLOW STATEMENT

In conformity with Clause 32 of the Listing Agreement with Stock Exchanges the Cash Flow Statement for the period ended 31st March, 2010 is Annexed herewith.

ACKNOWLEDGEMENTS

Your Directors would like to express their gratitude to all the Bankers of the Company for their continued support and co-operation. The Directors also thank the customers, creditors and shareholders for their support and the staff members for their devoted services.

For and On behalf of the Board,

Bangalore
August 31, 2010

GA Rego
Executive Director

KB Shetty
Director

CORPORATE GOVERNANCE REPORT 2010
COMPANY'S PHILOSOPHY:

The primary motive of the Company is to uphold good Corporate Governance and the management did not spare any effort in implementing all possible measures by adopting adequate steps in order to achieve this objective.

BOARD OF DIRECTORS:
Composition of Board:

The Board of Directors of the Company consists of Executive Director and Non-Executive Directors as on 31st March, 2010. 66% of the Board Members consisted of Non-Executive & Independent Directors. Composition of the Board of Directors of the Company and their other Directorship(s)/Committee Membership(s)/Chairmanship(s) as on 31st March, 2010 was as under:

Eight Board Meetings were held during the period 2009-10. These meetings were held on 23rd April, 2009, 17th July, 2009, 28th August, 2009, 30th October, 2009, 2nd December, 2009, 28th January, 2010, 4th March, 2010 and 16th March, 2010.

The details are follows:

Sl.No.	Name of Director	Category of Directorship	No. of Meeting Attended	Attendance at last AGM	No. of other Directorship	No. of Membership Chairman(C)
1.	Sri G A Rego	Executive/Whole time Director	8	Yes	15	2
2.	Sri S R Gowda	Independent-Non-Executive-Director	8	No	16	2
3.	Sri K B Shetty	Independent-Non-Executive-Director	8	No	Nil	2

AUDIT COMMITTEE

Composition of the Audit Committee meets all the criteria under the law. The Committee comprises of three Directors, majority being Non-Executive and independent. It met five times during the period 2009-2010 on 23rd April, 2009, 17th July, 2009, 28th August, 2009, 30th October, 2009 and 28th January, 2010.

The Audit Committee comprised of the following members:

Sri K B Shetty	Chairman
Sri G A Rego	Member
Sri S R Gowda	Member

The Company Secretary acts as the Secretary to the Audit Committee.

Attendance of the Directors in the Audit Committee Meeting:

Date of Meeting	No. of Members Present
23rd April, 2009	3
17th July, 2009	3
28th August, 2009	3
30th October, 2009	3
28th January, 2010	3

REMUNERATION COMMITTEE

The Non-Executive Directors stopped drawing any remuneration by way of sitting fees for attending Board/Committee Meetings. Therefore remuneration committee has not been formed.

Details of remuneration paid to the Whole-Time Director during the period from 1.4.2009 to 31.3.2010 is given here below:

- i) Whole-Time Director - Rs.2.90 lakhs
- ii) Non-Executive Directors - Nil

SHAREHOLDERS/INVESTORS GRIEVANCE COMMITTEE:

The Committee comprising three members of the Board, approves transfers, transmission issue of duplicate shares and review and redress Share holders grievances/complaint on matters relating to transfer of shares and non-receipt of Balance Sheet. The Committee met 20 times during the year under report.

The composition of Shareholders/Investors' Grievance Committee and attendance of members in the meeting are given below:

Sl.No	Name of Director	Category of Directorship	No. of Meeting Attended
1.	Sri G A Rego	Executive Director	20
2.	Sri S R Gowda	Independent-Non-Executive	20
3.	Sri K B Shetty	Independent-Non-Executive	-

ANNUAL GENERAL MEETINGS

The last three Annual General Meetings were held at Manipal Junior College Auditorium, Manipal as under:

AGM No.	DATE	TIME	Special Resolution required for
63	28.9.2007	4.00 p.m	Alteration of Memorandum & Articles of Association due to Consolidation of Equity Shares.
64	29.9.2008	4.00 p.m	Nil
65	30.9.2009	4.00 p.m	1. Re-appointment of Executive Director 2. Shifting of Registered Office from 3rd Floor, Syndicate House, Manipal - 576 104 to 3rd Floor, Front Wing, North Block, Manipal Centre, #47, Dickenson Road, BANGALORE 560 042.

All the resolutions as set out in the respective notices were passed by the Shareholders. No special resolution was required to be put through Ballot.

POSTAL BALLOT:

The Notice of 66th Annual General Meeting for the year 2010 does not contain any item which requires approval by Postal Ballot.

DISCLOSURES:

Consequent upon fulfilling all the requirements and complying with certain clauses of the Listing Agreement, BSE has already revoked the suspension of the trading of the Equity Shares of the Company with effect from 12.08.2010. However revocation of suspension of Trading of Shares by NSE is still awaited and adequate steps for the purpose have already been taken by the Company.

The Company does not have any related party transactions that are material in nature either with its promoters and/or their subsidiary Companies, Directors, Management and relatives etc.

MEANS OF COMMUNICATION:

- Quarterly/Half/Yearly Financial Results of the Company are forwarded to Stock Exchanges in addition to getting the same published in the National & Regional Newspapers as per the Listing Agreement.
- Company does not have website.
- Company has not made any presentations to any institutional Investors/Analyst during the year.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

Consequent upon the cancellation of the NBFC licence the Company desisted from accepting deposit and doing Hire Purchase/Lease/Loan Business. At present Company's activities are restricted to recovery of Hire Purchase instalments/Loans. The Company is also concentrating on repayment of Deposit/Bonds as per the Scheme of arrangement/restructure sanctioned by the Hon'ble High Court of Karnataka.

BUSINESS REVIEW:

During the year the Company recovered a sum of Rs.554.19 lakhs by way of Cash apart from Rs.25.84 lakhs through Bond/Deposit adjustments.

REPAYMENT OF DEPOSIT/BOND:

In terms of Scheme of arrangement sanctioned by the Hon'ble High Court of Karnataka, the Company has repaid Deposits/Bonds aggregating to Rs. 9676.17 lakhs till 31.3.2010. The details are given below:

The details are given below:

(Rs. in Lakhs)

Category	Payable	Paid till 31.03.10
Pri. amount Rs. 5000/- & less	1258.70	1166.48
I	3448.10	3448.10
II	4503.00	4503.00
III	4335.96	556.69
IV	3490.81	1.90
V	6230.11	Nil
	-----	-----
TOTAL	23266.68	9676.17
	=====	=====

INTERNAL CONTROL SYSTEM:

All payments are made from Head Office only and existing Branches are not permitted to disburse any amount without obtaining prior approval from Head Office.

DISCUSSION ON FINANCIAL PERFORMANCE:

This subject has been covered in the Directors' Report.

HUMAN RESOURCE DEVELOPMENT:

The Number of staff has been reduced to the minimum which is essential to run the organisation. There are only 69 Staff members working in the entire organisation as on 31.3.2010.

GENERAL SHAREHOLDERS INFORMATION:

- a) Annual General Meeting : 66th Annual General Meeting
 Date : 29.09.2010
 Time : 11.00 a.m.
 Venue : Hotel Ajantha, 22-A, M. G. Road, Bangalore 560 001.
- b) Financial Year : 1st April to 31st March.
- c) Date of Book-Closure : 27.9.2010 to 29.9.2010 (both days inclusive) for the purpose of Annual General Meeting of the Company.
- d) Dividend : The Board of Directors have not recommended any dividend on Equity & Preference Shares for the period 2009-10.
- e) Registered Office : 3rd Floor, Front Wing, North Block, Manipal Centre, 47, Dickenson Road, BANGALORE 560 042
- f) Listing on Stock-Exchange : The Equity Shares are listed at the Bombay Stock Exchange Ltd. & National Stock Exchange Ltd. The Listing Fee for the year 2010-11 has been paid to both of the Stock Exchanges and custodial fees paid for the year 2010-11 to NSDL and CDSL.
- g) a) Stock Code BSE : 523384
 NSE : MAHAPEXLTD
 b) Demat ISIN Number of Equity Shares of the Company: INE843B01013As on 31st March, 2010, 54,18,050 Equity Shares forming 38.29% Share Capital of the Company stands dematerialised.
- h) Market Rate Data : Not Available

Registrar and Share Transfer Agents:

M/s Purva Sharegistry (India) Pvt.Ltd.
 Unit: Maha Rashtra Apex Corporation Ltd.
 9 Shiv Shakti Industrial Estate
 7-B J R Boricha Marg
 Opp. Kasturba Hospital, Lower Parel (E),
 MUMBAI - 400 011
 Tel: 022-23010771, 022-23016761
 Email busicomp@vsnl.com

Share Transfer Systems:

Shares received for transfer by the Company or its Registrar and Transfer Agent in physical mode are processed and all valid transfers are approved. The Share Certificates are duly transferred and dispatched within stipulated time.

i) DISTRIBUTION OF EQUITY SHAREHOLDING ON 31st MARCH, 2010:

No. of shares	No. of Shareholders	No. of Shares	Percentage
1 To 500	10370	2642537	18.68%
501 To 1000	1350	948729	6.70%
1001 To 2000	416	575942	4.07%
2001 To 3000	83	206463	1.46%
3001 To 4000	31	106459	0.75%
4001 To 5000	13	57914	0.41%
5001 To 10000	32	232855	1.65%
Above 10000	35	9379201	66.28%
Total:	12330	14150100	100.00%

SHAREHOLDING PATTERN AS ON 31st MARCH, 2010:

Category	No. of shares held	Percentage of Shareholding
A. Directors, Relatives/ Friends and associates	87,12,222	61.57
B. Institutional Investors	-	-
C. Mutual Funds and UTI	-	-
D. Banks	1,998	0.01
E. FIs	-	-
F. Private Corporate Bodies	44,498	0.31
G. Indian Public	53,90,292	38.10
H. NRIs/OCBs	1,090	0.01
I. Any other (Please specify)	-	-
GRAND TOTAL ...	1,41,50,100	100.00

j) Plant Locations : Nil

k) Address of the Registrar & Share Transfer Agent for correspondence:
 M/s Purva Sharegistry (India) Pvt.Ltd.
 Unit Maha Rashtra Apex Corporation Ltd.
 9 Shiv Shakti Industrial Estate, 7-B J R Boricha Marg
 Opp. Kasturba Hospital, Lower Parel (E),
 MUMBAI-400 011
 Phone: (022) 2301 6761
 E-mail: busicomp@vsnl.com

DECLARATION

Pursuant to Clause 49 of the Listing Agreement with Stock Exchanges, all Board Members and Senior Management Personnel affirmed compliance with the respective provisions of code of Conduct of the Company for the year ended 31st March, 2010.

G A Rego
Executive Director

ED/CFO CERTIFICATION

To
The Board of Directors
MAHARASTRA APEX CORPORATION LTD.
Manipal

We Executive Director appointed in terms of the Companies Act, 1956 and Chief Financial Officer of the Company certify to the Board that :

- (a) We have reviewed the financial statements and the cash flow statements for the year and that to the best of our knowledge and belief,
 - (i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
 - (ii) these statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) To the best of our knowledge and belief, no transactions are entered into by the company during the year which are fraudulent, illegal or violative of the company's code of conduct.
- (c) That we accept responsibility for establishing and maintaining internal controls and that we have evaluated the effectiveness of the internal control systems of the company.
- (d) We have indicated to the Auditors and the Audit Committee:
 - (i) No significant changes have taken place in internal control processes during the year.
 - (ii) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - (iii) instances of significant fraud of which we have become aware.

For Maha Rashtra Apex Corporation Ltd.

CHIEF FINANCIAL OFFICER

EXECUTIVE DIRECTOR

AUDITORS' CERTIFICATE

We have examined the compliance of corporate governance by Maha Rashtra Apex Corporation Ltd. (the Company) for the year ended 31st March, 2010, as stipulated in Clause 49 of the Listing Agreement of the Company with Stock Exchanges.

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

Based on such examination, to the best of our information and according to the explanations given to us, we certify that the Company has complied with the material conditions of Corporate Governance as stipulated in the above mentioned listing agreement.

We state that no investor grievance is pending for a period exceeding one month against the Company as per the records maintained by the Company.

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

for RAO & SWAMI,
Chartered Accountants
FRN. 003105S

Udupi
August 31, 2010

P V SHENOY
Partner
Membership No. 020205

AUDITORS' REPORT

To the members of MAHA RASHTRA APEX CORPORATION LIMITED

We have audited the attached Balance Sheet of MAHA RASHTRA APEX CORPORATION LIMITED as at 31st March, 2010 and the annexed Profit & Loss Account for the year ended on that date. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

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 the Management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

1. 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 give 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.

2. Further to our comments in the Annexure referred to in Paragraph (1) above, we report that:

- a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from examination of those books.
- c) The Balance Sheet and Profit & Loss Account referred to in this report are in agreement with the books of account.
- d) On the basis of the written representations received from the Directors as on 31st March, 2010 and taken on record by the Board of Directors, we report that none of the Directors are disqualified as on 31st March, 2010 from being appointed as Directors of this Company in terms of Clause (g) of Sub-section (1) of Section 274 of the Companies Act, 1956.
- e) In our opinion, the Balance Sheet and Profit & Loss Account, dealt with by this report, have been prepared in compliance with the Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956, except Note Nos. B(17) and B(16) of Schedule-M regarding creation of Capital Redemption Reserve for redemption of 14% Cumulative Preference Shares, and creation of Deferred Tax Asset.
- f) In terms of direction issued by RBI, we state that:
 - i) *The Company has not obtained Credit Rating*
 - ii) *The Capital Adequacy Ratio is negative.*
 - iii) *There has been some delay in submission of Statements to RBI.*
 - iv) *In view of the negative networth, all lendings and investments are in excess of Credit Concentration Limit stipulated by the Reserve Bank of India.*
 - v) *The company has encashed all the approved securities and utilized for repayment of deposits.*

- g) *Though the networth of the Company is negative, it has prepared the accounts on "going concern" basis on the presumption that deficit in operations will be effectively monitored (refer Note No. B(3) of Schedule-M).*
- h) *By its order dated 13th June, 2002, RBI has cancelled the Certificate of Registration granted to the Company to act as Non-Banking Financial Company.*
- i) *Accrued interest on deposits and bonds were provided upto 31.3.2002 only as per the Scheme of Restructure of the debts of the Company as sanctioned by the Hon'ble High Court of Karnataka (refer Note B(1)(a) of Schedule-M).*
- j) *The company has stopped repayment of deposits/bonds on maturity dates, till the sanction of Scheme of Restructure by the Hon'ble High Court of Karnataka on 8th October, 2004. Now the company has started repayment under the sanctioned Scheme and the short fall in repayment amounted to Rs.135.91 crores (refer Note Nos.B(1) and (2) of Schedule-M). The final instalments of repayment of deposits/bonds are as per scheme sanctioned by High Court of Karnataka due for payment on 15th September 2009 and 15th June 2009 (refer Note no. 1 (e) and Note (f)(v)). Treatment of change in Accounting Policy with respect to Hardship Payment of Bonds/Deposits (refer Note No. B(4) of schedule 'M').*
- k) *Though the management is of the view that it will be able to monitor effectively the deficit in operation, we are unable to comment on the the ultimate realisability of company's assets.*
- l) *Provision has not been made as required under RBI Prudential Norms since 1.4.2000. Had this been provided for, the net assets would have been less and the accumulated loss would have been more by the provision required (Refer Note No. B(6) of Schedule-M).*
- m) Subject to the comments made in Para (e), (f), (g), (h), (i), (j), (k) and (l) above, in our opinion and to the best of our information and according to the explanations given to us the said accounts read together with the notes thereon give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view:
 - (i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2010 and,
 - (ii) in the case of the Profit & Loss Account, of the "Profit" for the year ended on that date.
 - iii) in the case of Cash Flow statement, of the Cash Flow for the year ended on that date.

for RAO & SWAMI,
Chartered Accountants
FRN. 003105S

UDUPI
August 31, 2010

P V Shenoy
Partner
Membership No. 020205

ANNEXURE TO AUDITORS' REPORT

Referred to in Paragraph 1 of our report of even date:

- i). The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets. We are informed that these fixed assets have been physically verified by the Management once in a year and no serious discrepancies have been noticed on such verification. We are informed that assets on lease are not physically verified as most of the lease accounts are under legal proceedings and the value of these assets are not significant.
- ii). The Company has informed us that stock on hire could not be physically verified as most of the hire purchase accounts are irregular and legal proceeding are in progress for recovery of dues.
- iii) a) As per the explanations furnished by the Management, during the year the Company has not granted any loans, secured or unsecured to Companies, Firms or other parties listed in the Register maintained under Section 301 of the Companies Act, 1956.
 b) We are informed that certain Companies to which loans were granted earlier are now having common directors with the lending company on account of change of directors subsequently. In the opinion of the management, section 297 and 299 are not applicable to these companies as per sub-section (6) of section 299 of the Companies Act, 1956.
 c) Though the Company is persuading the borrowers to repay the loans, we are of the opinion that more efforts are required to be put for the recovery of these loans.
 d) As per the information and explanations given to us, the Company has not taken any loans, secured or unsecured, from 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 information and explanations given to us, there is adequate internal control procedure commensurate with the size of the Company and the nature of its business for the purchase and sale of assets. During the course of Audit, no major weakness has been noticed in the internal controls.
- v). We are informed by the Management that Register required to be maintained u/s 301 is properly maintained and during the year Company has not entered into any transactions which are required to be entered in the Register maintained under section 301, as Section 297 and 299 are not applicable to transactions between two companies covered under sub-section 6 of section 299 of the Companies Act, 1956.
- vi). Though the company had stopped repayment of deposits/debentures matured after 15th April, 2002, in view of the Scheme of Restructure filed before the Hon'ble High Court of Karnataka, it has started the repayment of deposits/bonds as under the Scheme sanctioned by the Hon'ble High Court of Karnataka as referred in Note No. B(1) and B(2) of Schedule-M. The final instalment of repayment of Bonds/Deposits as per scheme sanctioned by High Court of Karnataka due for payment on 15th September and 15th June 2009 (refer Note B(1) B(2) of schedules. The case filed by depositor before National Consumer Forum, New Delhi, criminal cases filed at JMFC, Yellapur and JMFC, Davangere also are pending. We are informed by the management that there are no orders by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any other Court or Tribunal.
- vii) We are informed that the Company has discontinued the Internal Audit system on account of discontinuance of its regular business from 15th April, 2002.
- viii) The Central Government has not prescribed the maintenance of cost records under Section 209(1)(d) of the Companies Act, 1956.
- ix) a) According to the information and explanations given to us, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Wealth Tax, Service Tax and other statutory dues applicable to it and there are no arrears of outstanding statutory dues for a period of more than six months from the date they became payable.

b) According to the records of the Company, disputed Income-Tax has been adjusted from the refund due and the Sales-Tax dues which has not been deposited on account of dispute are given below:

(Rs. in lakhs)

Name of the Statute	Nature of Period Arrears	Forum where dispute is pending	Amount
Andhra Pradesh Sales Tax Act	Sales Tax 95-96 & 96-97	Sales Tax Appellate Tribunal	17.54

- x). The net worth of the Company is completely eroded. The Company has not incurred cash loss during the year (previous year incurred cash loss of Rs. 226 lakhs).
- xi) As per the information given by the company, there are no defaults in repayment of dues to financial institutions or banks. In respect of matured debentures and interest accrued there on upto 31.3.2002, company is in the process of payment to debenture-holders as per the Scheme of Compromise and Arrangement sanctioned by the Hon'ble High Court of Karnataka on 8th October, 2004 (refer Note No.B(1) of Schedule-M).
- xii) In our opinion, the Company has maintained adequate records where the Company has granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii) As the Company is not a Chit Fund, Clause 4(xiii) of the Companies (Auditor's Report) Order 2003 as amended by the Companies (Auditor's Report) (Amendment) Order 2004 is not applicable to the Company.
- xiv) The Company is not dealing or trading in shares, securities and other investments. The shares, debentures and other securities held by the Company as long term investments are held in its own name except to the extent of exemption granted under section 49 of the Companies Act, 1956 in respect of Subsidiary, Riviera Steels Pvt.Ltd.
- xv) As per the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
- xvi) During the year the Company has not taken term loans from banks or financial institutions and there are no outstanding loans as on 31st March, 2010.
- xvii) During the year the Company has not raised any short term funds. The Company is in the process of repaying the overdue long term funds, (all are raised before 31.3.2002) as per the Scheme of Arrangement sanctioned by the High Court of Karnataka (Refer Note No.B(2)).
- xviii) The Company has not made any allotment of shares during the year.
- xix) As per the information and explanations given to us the Company has created charge in respect of debentures issued. As per the Scheme of Restructure sanctioned by the High Court, the unpaid deposits also are secured by charge on company's financial assets (Refer Note No.B(1)(i)).
- xx) The Company has not made any public issues.
- xxi) As per the explanations given to us and also on the basis of verification made by us, we report that no fraud on or by the Company has been noticed or reported during the course of audit.

for RAO & SWAMI,
 Chartered Accountants
 FRN. 003105S

UDUPI
 August 31, 2010

P V Shenoy
 Partner
 Membership No. 020205

BALANCE SHEET AS AT 31st MARCH, 2010

(Rs.in lakhs)

	Schedule	Current Year March 31, 2010	Previous Year March 31, 2009
SOURCES OF FUNDS :			
1. Shareholder's Funds :			
a) Share Capital	A	1442.70	1442.70
b) Reserves and Surplus	B	0.00	0.00
		-----	-----
		1442.70	1442.70
2. Loan Funds :			
a) Secured Loans	C	14024.70	15799.84
		-----	-----
		14024.70	15799.84
TOTAL ...		15467.40	17242.54
		=====	=====
APPLICATION OF FUNDS :			
1. Fixed Assets :			
Gross Block	D	1971.28	2689.09
Less: Depreciation		1353.91	1806.12
		-----	-----
		617.37	882.97
Less: Lease Terminal Adjustment		165.86	386.86
		-----	-----
		451.51	496.11
2. Investments	E	2953.50	3048.63
3. Current Assets, Loans and Advances :			
a) Current Assets	F	3563.87	4090.09
b) Loans and Advances	G	4276.09	4604.42
		-----	-----
		7839.96	8694.51
Less: Current Liabilities & Provisions	H	4172.14	3680.57
		-----	-----
Net Current Assets		3667.82	5013.94
4. Miscellaneous Expenditure to the extent not written off [Share/Debtenture Issue Expenses]			
		0.00	0.00
5. Profit & Loss Account			
Less: Reserves as per Schedule B		9947.55	11379.33
		1552.98	2695.47
		-----	-----
		8394.57	8683.86
TOTAL ...		15467.40	17242.54
		=====	=====

For Notes on Accounts - Schedule M

GAREGO
Executive DirectorKBSHETTY
DirectorSRGOWDA
DirectorJMPANDEY
Company SecretaryAs per our attached Report of even date,
for RAO & SWAMI
Chartered Accountants
FRN. 003105SPVSHENOEY
PartnerMembership No.020205
Udupi
August 31, 2010Bangalore
August 31, 2010
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2010

(Rs.in lakhs)

	Schedule	Current Year March 31, 2010	Previous Year March 31, 2009
INCOME :			
Income from Operations	I	205.30	188.33
Other Income	J	1259.74	597.59
		-----	-----
TOTAL ...		1465.04	785.92
		=====	=====
EXPENDITURE :			
Interest	K	535.14	361.01
Administration & Other Expenses	L	546.03	651.31
Depreciation		70.97	88.87
		-----	-----
TOTAL ...		1152.14	1101.19
		-----	-----
Profit after Interest & Depreciation		312.90	(315.27)
Add/less: Lease Equalisation		(22.30)	49.46
		-----	-----
Profit/Loss before tax		335.20	(265.81)
Provision for Taxation -Current Tax		38.00	0.00
Provision for Fringe benefit tax		0.00	1.25
		-----	-----
Profit after Tax		297.20	267.06
Prior Period adjustment (refer note no. 4)		1134.58	14.75
		1431.78	(281.81)
Add: Balance of Profit from previous year		(11379.33)	(11097.52)
Balance carried to Balance Sheet		(9947.55)	(11379.33)
Earning per Share [Basic / Diluted]		10.12	(1.99)

For Notes on Accounts - Schedule M

GAREGO
Executive DirectorKBSHETTY
DirectorSRGOWDA
DirectorJMPANDEY
Company SecretaryBangalore
August 31, 2010As per our attached Report of even date,
for RAO & SWAMI
Chartered Accountants
FRN. 003105SPVSHENOEY
PartnerMembership No.020205
Udupi
August 31, 2010

SCHEDULES FORMING PART OF BALANCE SHEET AS ON 31st MARCH, 2010

(Rs. in lakhs)

	Current Year March 31, 2010	Previous Year March 31, 2009
SCHEDULE - A: SHARE CAPITAL		
Authorised :		
20000000 Equity Shares of Rs.10/- each,	2000.00	2000.00
20000000 Redeemable Cumulative Preference Shares of Rs.10/- each (P.Y. 2,00,00,000 Equity Shares of of Rs.10/- each and 2,00,00,000 Redeemable Cumulative Preference Shares of Rs.10/- each)	2000.00 ----- 4000.00 =====	2000.00 ----- 4000.00 =====
Issued :		
14150100 Equity Shares of Rs.10/- each,	1415.01	1415.01
1763500 17.5% Redeemable Cumulative Preference Shares of Rs.10/- each	176.35	176.35
6236500 14% Redeemable Cumulative Preference Shares of Rs.10/- each	623.65 ----- 2215.01 =====	623.65 ----- 2215.01 =====
Subscribed and Paid-up :		
(a)14150100 Equity Shares of Rs.10/- each, fully Called-up (P.Y. 1,41,50,100 Equity Shares of Rs.10/- each fully Called-up)	1415.01	1415.01
Less: Calls Unpaid [Dues from Directors: Nil]	3.93 ----- 1411.08	3.93 ----- 1411.08
Of the above :		
(i) 11,667 Equity Shares of Rs.10/- each were allotted as fully paid pursuant to terms of amalgamation without payment being received in cash		
(ii) 4,00,000 Equity Shares of Rs.10/- each allotted as fully paid bonus shares on capitalisation of Reserves		
(iii) 4,08,240 Equity Shares of Rs.10/- each allotted as fully paid bonus shares on capitalisation of Share Premium Account		
(b)316200 14% Redeemable Cumulative Preference shares of Rs.10/- each	31.62 ----- 1442.70 =====	31.62 ----- 1442.70 =====
TOTAL ...	1442.70 =====	1442.70 =====

SCHEDULES FORMING PART OF BALANCE SHEET AS ON 31st MARCH, 2010 (Continued)

(Rs. in lakhs)

	Current Year March 31, 2010	Previous Year March 31, 2009
SCHEDULE - B: RESERVES AND SURPLUS		
(a) Capital Reserve		
i) Balance brought down	1135.60	600.01
ii) Transfer during the year (refer note no.4)	(1134.58) ----- 1.02	535.59 ----- 1135.60
(b) Capital Redemption Reserve [Redemption of 17.5% RCP Shares]	176.35	176.35
(c) Share Premium	997.48	997.48
(d) General Reserve	218.61	226.52
(e) Special Reserve [Pursuant to RBI (Amendment) Act, 1997]	159.52	159.52
TOTAL ...	1552.98 =====	2695.47 =====
SCHEDULE - C: SECURED LOANS		
From OTHERS :		
Unpaid Creditors being outstanding Bonds/Deposits maturing after 31.03.2002 and inter corporate deposit	14024.70	15799.84
(Secured by first charge on Co's financial assets book debts, receivables and pledge of Shares)		
TOTAL ...	14024.70 =====	15799.84 =====

SCHEDULES FORMING PART OF BALANCE SHEET AS ON 31st MARCH, 2010 (Continued)

(Rs. in lakhs)

	GROSS BLOCK (at cost)			DEPRECIATION			NET BLOCK			
	As on 01-APR-2009	Additions	Deductions	As on 31-Mar-2010	Upto 31-Mar-2009	For the Year	On Assets Sold	Upto 31-Mar-2010	As on 31-Mar-2010	As on 31-Mar-2009
COMPANY ASSETS :										
Land	37.34	0.00	0.00	37.34	0.00	0.00	0.00	0.00	37.34	37.34
Buildings	430.02	2.98	0.00	433.00	92.15	6.91	0.00	99.06	333.94	337.87
Office Furniture & Equipments	544.92	7.76	170.04	382.64	462.26	16.31	144.95	333.62	49.02	82.66
Motor Cars & Other Vehicles	12.93	1.35	0.81	13.47	7.56	1.06	0.81	7.81	5.66	5.37
TOTAL ...	1025.21	12.09	170.85	866.45	561.97	24.28	145.76	440.49	425.96	463.24
ASSETS ON LEASE :										
Plant & Machinery	1629.26	0.00	559.05	1070.21	1211.27	46.19	377.42	880.04	190.17	417.99
Motor Vehicles	15.67	0.00	0.00	15.67	15.66	0.00	0.00	15.66	0.01	0.01
Gas Cylinders	3.20	0.00	0.00	3.20	3.20	0.00	0.00	3.20	0.00	0.00
Furniture	15.75	0.00	0.00	15.75	14.02	0.50	0.00	14.52	1.23	1.73
TOTAL ...	1663.88	0.00	559.05	1104.83	1244.15	46.69	377.42	913.42	191.41	419.73
GRAND TOTAL ...	2689.09	12.09	729.90	1971.28	1806.12	70.97	523.18	1353.91	617.37	882.97

SCHEDULES FORMING PART OF BALANCE SHEET AS ON 31st MARCH, 2010 (Continued)

(Rs. in lakhs)

	Current Year March 31, 2010	Previous Year March 31, 2009
SCHEDULE - E: INVESTMENTS		
LONG TERM INVESTMENTS - AT COST :		
A. GOVERNMENT SECURITIES :		
6 year National Savings Certificate at cost	0.14	0.14
Investment in Government Bonds	0.00	0.00
B. TRUSTEE SECURITIES :		
1518 6.75% Tax Free US64 Bonds of Rs. 100/- each	0.00	0.00
83800 Units of UTI - Masterplus - 91 (Div), of Rs.10/- each	14.41	14.41
6500 Units of UTI - Mastershare,(Div) of Rs.10/- each	0.92	0.92
	----- 15.33	----- 15.33
C. OTHER INVESTMENTS :		
a) Quoted Equity Shares :		
20000 Voltas Limited shares of Rs.1/- each	2.92	2.92
2200 TATA Power Company Limited shares of Rs.10/- each	2.62	2.62
16000 Industrial Credit & Development Syndicate Limited shares of Rs.10/- each	6.59	6.59
1931 HDFC Bank Shares of Rs.10/- each	6.84	6.84
	----- 18.97	----- 18.97
b) Unquoted Debentures		
750 Jay Rapid Roller Limited Debentures of Rs.1000/- each	7.50	7.50
	----- 7.50	----- 7.50
c) Unquoted Equity Share :		
3000 General Investment & Commercial Corporation Ltd. Shares of Rs.10/- each	0.30	0.30
2000 Shamrao Vitthal Co-operative Bank Ltd. Shares of Rs.25/- each	0.50	0.50
36368 Rajmahal Hotels Ltd. Shares of Rs.10/- each	0.76	0.76
58436 Mangala Investments Ltd. Shares of Rs.10/- each	1.50	1.50
200000 Manipal Motors (P) Ltd. Shares of Rs.10/- each	20.00	20.00
400000 Manipal Home Finance Ltd. Shares of Rs.10/- each	40.27	60.40
33990 Manipal Springs Ltd. Shares of Rs.100/- each	34.16	34.16
4000 MPL Finance & Leasing Ltd. Shares of Rs.10/- each	1.65	1.65
116102 Manipal Control Data Electronic Commerce Ltd. shares of Rs.10/- each	11.61	11.61
5692804 Kurlon Limited shares of Rs.10/- each	1714.44	1714.44
750000 Manipal Automobiles Pvt.Ltd. shares of Rs.10/- each	0.00	75.00
	----- 1825.19	----- 1920.32
d) 13.50% Redeemable Non-Cumulative Preference Shares		
200000 E'Ildorado Investment Co.(P) Ltd. shares of Rs. 100/- each	200.00	200.00

SCHEDULES FORMING PART OF BALANCE SHEET AS ON 31st MARCH, 2010 (Continued)

(Rs. in lakhs)

	Current Year March 31, 2010	Previous Year March 31, 2009
SCHEDULE - E: INVESTMENTS [Continued]		
e) Equity Shares of Subsidiaries:		
5025100 Maharashtra Apex Asset Management Co. Ltd. shares of Rs.10/- each	502.51	502.51
100000 Reveira Steels Pvt. Ltd. shares of Rs.100/- each	119.00	119.00
760000 El'Dorado Investments (P) Ltd. shares of Rs.10/- each	76.13	76.13
1799950 Crimson Estates & Properties Pvt. Ltd. shares of Rs.10/- each	180.30	180.30
	877.94	877.94
B. MUTUAL FUNDS :		
54001.28 F T India - Balanced (Growth) @ 15.62 each	8.43	8.43
(Total Market Value of Shares, Trustee Securities & Mutual Funds Rs. 175.09 lakhs) (Previous Year Rs. 88.85 lakhs)	8.43	8.43
TOTAL ...	2953.50	3048.63

ANNEXURE TO SCHEDULE-E: EXPLANATIONS AS PER SECTION 372(10) OF THE COMPANIES ACT, 1956

Sl. No.	Name of the Company	Quantity as at 01.04.2009	Purchased during the year	Sold during the year	Quantity as at 31.03.2010
1	Manipal Automobiles (P) Ltd.	750000	849800	1599800	0
2	Manipal Home Finance Ltd.	600000	0	200000	400000

SCHEDULES FORMING PART OF BALANCE SHEET AS ON 31st MARCH, 2010 (Continued)

(Rs. in lakhs)

	Current Year March 31, 2010	Previous Year March 31, 2009
SCHEDULE - F: CURRENT ASSETS		
Interest accrued on Investments	1.60	11.94
Unsecured and Considered Good :		
Commission and Rent Receivable		
- Due for more than 6 months	398.40	574.26
- others	0.00	0.15
	398.40	574.41
Sundry Debtors		
- Due for more than 6 months	911.98	900.89
- others	158.30	6.53
	1070.28	907.42
Motor Vehicles/Machineries given on Hire Purchase contract [at agreement value less amount received, unexpired & unearned Finance Charges and Insurance & Taxes for the future period]	1691.63	1968.90
Repossessed vehicles at cost	4.59	4.89
Stamps in hand	0.16	0.19
Stock of Stationery on hand at cost	1.08	0.79
Cash in hand	5.77	3.89
With Scheduled Banks in Over Draft/Current accounts	98.56	84.56
With Scheduled Banks in Deposit accounts	291.80	533.11
	3563.87	4090.09
TOTAL ...	3563.87	4090.09

SCHEDULE - G: LOANS AND ADVANCES
CONSIDERED GOOD
A. Secured :

Demand Loan	470.55	544.95
Bills Discounted	33.15	33.15

B. Unsecured :

Bills Discounted	241.67	277.86
Advances for which the Company holds no other security than Debtors' personal Security	2919.38	3081.08
Other Deposits	21.52	21.63
Advance Recoverable in Cash or Kind	139.24	149.34
Advance Income-Tax and TDS - [Less provision]	449.74	495.73
Advance Fringe Benefit Tax	0.84	0.68

TOTAL ...	4276.09	4604.42
------------------	----------------	----------------

SCHEDULES FORMING PART OF BALANCE SHEET AS ON 31st MARCH, 2010 (Continued)

(Rs. in lakhs)

	Current Year March 31, 2010	Previous Year March 31, 2009
SCHEDULE - H: CURRENT LIABILITIES AND PROVISIONS		
A. Current Liabilities:		
Sundry Creditors	274.73	284.75
Matured Deposit/Bonds with Interest	127.63	141.88
Amount due to Subsidiaries	433.89	402.83
Unclaimed Deposits - Investors	0.00	0.99
Delayed period interest on deposit	1358.56	865.18
Collection and other Accounts	477.29	491.11
Liabilities for Expenses	15.57	16.00
B. Provisions:		
For Non-performing Assets	1262.28	1262.28
For Reduction in Value of Investments	215.55	215.55
For Gratuity	6.64	0.00
TOTAL ...	4172.14	3680.57
SCHEDULE - I: INCOME FROM OPERATIONS		
Income from Hire Purchase, Lease, Loans & Advances	169.76	138.70
Interest - Investments :		
(a) Short Term	31.45	44.83
[Tax Deducted at Source Rs. 3,66,069/-] (Previous Year Rs. 9,30,860/-)]		
Lodging Business	4.09	4.80
[Tax Deducted at Source Rs. 27,810/-] (Previous Year Rs. 1,10,931/-)]		
TOTAL ...	205.30	188.33

SCHEDULES FORMING PART OF BALANCE SHEET AS ON 31st MARCH, 2010 (Continued)

(Rs. in lakhs)

	Current Year March 31, 2010	Previous Year March 31, 2009
SCHEDULE - J: OTHER INCOME		
Miscellaneous Receipts	3.69	0.21
Service Charges	3.74	2.31
[Tax Deducted at Source Rs. 23,301/-] (Previous Year Rs. 24,661/-)		
Income from House Property	27.96	27.08
[Tax Deducted at Source Rs. 4,51,968/-] (Previous Year Rs. 6,26,347/-)		
Refund of Sales Tax	10.99	0.00
Dividend Income :		
Long Term:		
- Others	115.02	116.40
Bad Debts Recovered	67.31	73.90
Profit on Sale of Assets/Investments	71.84	201.31
Interest Remission (refer note no.4)	959.19	176.38
TOTAL ...	1259.74	597.59
SCHEDULE - K: INTEREST EXPENDITURE		
Others	535.14	361.01
TOTAL ...	535.14	361.01

SCHEDULES FORMING PART OF BALANCE SHEET AS ON 31st MARCH, 2010 (Continued)

(Rs. in lakhs)

	Current Year March 31, 2010	Previous Year March 31, 2009
SCHEDULE - L: ADMINISTRATION AND OTHER EXPENSES		
Salaries & Bonus	72.24	62.94
Contribution to Provident and Other Funds	8.02	6.88
Gratuity	0.59	3.23
Printing and Stationery	3.14	1.64
Postage and Telephone Charges	7.27	7.66
Computers and Other Service Charges	16.61	17.01
Sitting Fees and Travelling Expenses-SNC Meeting	0.15	0.54
Filing Fees	0.12	0.16
General Charges	20.73	14.71
Fire and other Insurance Premium	0.37	0.51
Newspapers, Books and Periodicals	0.31	0.24
Staff Welfare Expenses	5.79	4.74
Remuneration to Auditors :		
- Audit Fees	1.75	1.75
- Certification Charges	0.25	0.25
- Out of Pocket Expenses & Service Tax	0.39	0.37
	-----	-----
	2.39	2.37
Rental Expenditure	10.49	9.11
Taxes and Licence	3.28	3.76
Travelling Expenses	5.90	8.69
Legal Expenses	13.55	11.35
Advertisement Charges	8.57	13.52
Bank Charges	0.66	1.52
Electricity Charges	2.98	2.93
Repairs to Buildings	6.25	3.47
Other Repairs	0.30	0.68
Vehicle Maintenance	4.81	4.42
Commission	20.44	24.85
Value Added Tax Paid	11.77	0.00
Interest Tax	0.00	3.31
Bad Debts	319.30	441.07
	-----	-----
TOTAL ...	546.03	651.31
	=====	=====

SCHEDULE M: ACCOUNTING POLICY AND NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2010:

A. SIGNIFICANT ACCOUNTING POLICIES:

1. Basis of Accounting:

The Company maintains its account under historical cost convention in accordance with the accounting policies generally accepted in India, and is in compliance with the provisions of the Companies Act, 1956 and the Accounting Standards as prescribed by the Institute of Chartered Accountants of India.

Such a preparation of financial statements require that the management makes estimates and assumptions that affects the reported amounts of incomes and expenses for the period, the reported balances of assets and liabilities and disclosures regarding contingent liabilities as of the date of financial statements. Examples of such estimates include future obligations in respect of retirement benefit plans etc. Actual could differ from these estimates. Any revisions to accounting estimates are recognized prospectively in the current period and future periods. Wherever changes in presentation are made, comparative figures of previous periods are regrouped accordingly.

2. Fixed Assets:

Owned Assets:

Assets held for own use are stated at cost net of tax/duty credits availed, if any, less accumulated depreciation.

Leased Assets:

Assets under operating lease are stated at Original Cost less accumulated depreciation, less Lease Terminal Adjustment wherever applicable.

3. Impairment of Assets:

At each Balance Sheet date the carrying amount of assets is tested for impairment so as to determine any required impairment loss or reversal of earlier recognized impairment loss. Recoverable amount is determined, in case of an individual asset, at the higher of the net selling price and the value in use. In case of a cash generating unit, at the higher of the cash generating unit's net selling price and the value in use.

4. Investments:

Long Term Investments are carried at cost, after providing for any diminution in value, if such diminution is of other than temporary in nature. Current Investments are carried at lower of cost and market value.

5. Current Assets:

Stock on Hire is valued at agreement value, less amount received, unrealized & unmatured finance charges and future taxes & insurance.

6. Revenue Recognition:

Income from Suit-filed Accounts and Non-Performing Assets, Overdue Compensation, Interest on Debentures are recognized on receipt basis.

Other revenues are recognized based on the nature of activity when consideration can be reasonably measured and there exists reasonable certainty of its recovery.

The income from one time settlement of Deposits/Bonds (under Hardship route) is credited to Profit and Loss Account as and when the option is availed by the Deposit/Bond holder.

7. Employee Benefits:

Employee Benefits are recognised, measured and disclosed as per Accounting Standard -15 (Revised 2005) "Employee Benefits".

Short-Term Employee Benefits:

All benefits such as salaries, wages, short term compensated absences, etc which are payable within twelve months of rendering the service are classified as Short-Term Employee benefits.

They are recognized in the period in which the employee renders the related service.

Post Employment Benefits:

Defined Contribution Plan:

The company contributes to state governed Provident Fund Scheme. Under the said scheme, contributions are recognized during the period in which the employees render related service.

Defined Benefit Plans:

The company contributes to LIC Group Gratuity Fund. The company relies on the actuarial valuation made by LIC using Projected Unit Credit Method for measurement of obligation towards Post Employment Benefits under Defined Benefit Plans such as Gratuity. Actuarial gains or losses are recognised in the Profit & Loss Account.

Other Long Term Benefits:

Long term benefits such as earned leave are determined based on the actual leave accumulated at the end of the year.

8. Borrowing Costs:

Interest costs are charged to revenue except the interest not accounted for as per Note B (1) (a). Interest costs has been provided for the year as per Note-B (1) (g).

9. Depreciation:

In respect of Owned and Leased Assets acquired prior to 31st March 1991, depreciation is charged under Written Down Value Method at the rates specified in Notification No GSR 756(e), dated 16th December 1993, in Schedule XIV of the Companies Act, 1956.

In respect of owned assets acquired after 1st April 1991, depreciation is charged under Straight Line Method at the rates specified in Schedule XIV to the Companies Act, 1956. In respect of assets given on lease, depreciation is charged under Straight Line Method at the rates specified in Schedule XIV to the Companies Act, 1956. In case of Financial Leases, Lease Equalisation method is followed as per Guidance Note on Accounting for Leases issued by Institute of Chartered Accountants of India.

10. Taxes on Income:

Tax on income for the current period is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961 and based on expected outcome of assessment/appeals.

Deferred Tax are not recognized in the absence of reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

11. Contingent Liability:

Contingent Liabilities if any are disclosed by way of Notes on Accounts.

B. NOTES FORMING PART OF ACCOUNTS:

1. Scheme of Compromise and Arrangement:

The salient features of the scheme of Compromise and Arrangement sanctioned by the High Court of Karnataka under sections 391 to 394 of the Companies Act, 1956 vide its Order dated 8th October, 2004 and filed with the Registrar of Companies, Karnataka on 15th December 2004 with its effective date is as under:

- a) No interest shall accrue or be payable on the bonds/deposits maturing on or after 1st April, 2002 and remaining unpaid/outstanding as on 31.3.2002
- b) Bonds/deposits matured prior to 31st March, 2002 and remaining unclaimed shall be repaid with interest upto the date of maturity and Bonds/deposits accepted/renewed in between 1st April, 2002 and 15th April, 2002 shall be repaid without any interest, on receipt of the claim from the holders thereof.
- c) Any loans/advances granted to any bond/deposit holders shall be set off/adjusted against the deposits/ bonds and the outstanding debts payable by the Company shall be reduced accordingly.
- d) All deposits and bonds of the face value of Rs.5,000/- and less shall be paid within six months from the date of order in one instalment with interest accrued upto 31st March, 2002
- e) Deposits/ bondholders receiving interest at monthly/quarterly rests shall be paid the face value in 20 equal quarterly instalments.
- f) Outstanding deposits/bonds other than those stated in para d & e above shall be paid as follows:
 - i) 15% of the face value on or before the expiry of 6th month of the Effective date
 - ii) 20% of the face value on or before the expiry of the 18th month of the Effective date
 - iii) 25% of the face value on or before the expiry of the 30th month of the Effective date
 - iv) 20% of the face value on or before the expiry of the 42nd month of the Effective date
 - v) Balance 20% of the face value and interest payable upto 31st March 2002 on or before the expiry of the 54th month of the Effective date against the surrender of the bond/deposit certificates.

- g) For delay in payment of instalments interest shall be paid @ 6% p.a.
- h) The Board of Directors shall constitute a Hardship Committee to consider hardship cases on the request made by deposit/bond holders and subject to availability of funds they shall be paid a maximum of 75% of the face value of the outstanding bond/deposit as on the appointed date according to the formula as may be laid down by the Committee.
- i) Upon the Scheme becoming effective, all Trust Deeds executed between the Company and Trustees for Bond holders shall be and deemed to be cancelled.
- j) Upon the Scheme becoming effective, the General Investment and Commercial Corporation Limited shall act as trustees for unpaid creditors in respect of outstanding bonds/deposits and such outstanding bonds/deposits shall be secured by first charge on company's financial assets, book debts and receivables.
- k) The Company shall not carry on the business as a non-banking financial company without the prior permission of the RBI.
2. The Final Instalment as per the scheme in respect of Note 1 (e) and Note 1 (f) (v) falls due on 15th Sept., 2009 and 15th June, 2009 respectively. Though the Company is repaying the deposits/bonds as per the terms of the Scheme sanctioned by the High Court of Karnataka by DD/multi-city cheques, the shortfall in repayment as per the scheme upto 31st March, 2010 amounts to Rs. 13,590.51 lakhs.
3. There are no deposits matured and remaining unpaid for a period of 7 years during the year ended 31.03.2010. The transfer of unclaimed matured deposits to Investor Protection Fund does not arise in view of the entire deposit liability being covered under the scheme of arrangement.
4. The company has changed the accounting policy with respect to treatment of the difference between the face value of bonds/deposits and the amount paid in full and final settlement of the same as per Note 1(h). The same which was earlier transferred to Capital Reserve is now transferred to Profit and Loss Account. An amount of Rs. 1134.58 lakhs is transferred from Capital Reserve to Profit and Loss Account in respect of financial year 31.3.2006 to 31.3.2009.
- On account of such change in policy;
- i) An amount of Rs.645.26 lakhs is credited to Interest remission under Miscellaneous Receipts in respect of the current year.
- ii) The current year profit results in over statement to the extent of Rs. 645.26 lakhs (Rs. 535.59 lakhs net of tax).
- iii) Reduction in Capital Reserve amounts to Rs. 1134.58 lakhs in respect of prior period adjustment.
5. Though the Company is incurring losses since 2001 and its funds are blocked in non-performing assets, it has prepared the accounts on going concern basis as the management is of the view that the company will be able to recover the dues from most of the borrowers/ debtors and monitor effectively the deficit in operations.

6. The company has not made the provisions as required under the RBI Prudential Norms after 1st April, 2000. Then compared to the previous year, the reduction in total provision required at the end of the year is :
- | | |
|--|---------------------|
| Provision for Non Performing Assets | Rs.(-) 638.63 lakhs |
| Provision for Diminution in the value of Investments | Rs.(-) 90.43 lakhs |
| De-recognition of Income on Non-Performing Assets | Rs.(-) 67.08 lakhs |
| Total Short Provision | Rs.66.15 crores |
7. i) Land includes agricultural land of the book value of Rs.0.10 lakhs acquired in 1963 in satisfaction of debt. The Company has claimed compensation in respect of the said property. But as the compensation is not yet determined, the profit or loss is not adjusted in the accounts.
- ii) Buildings include Rs.109.14 lakhs (Previous Year Rs.109.14 lakhs) being the value of shares in Co-Operative Housing Societies.
8. Investments include;
- (i) NSC of Rs.0.14 lakhs given as security for Sales Tax.
- (ii) 5,00,000 equity shares of Kurlon Limited pledged as security for Inter-Corporate Deposit (the shares pledged are subject to confirmation).
- (iii) Term Deposits with Banks include Rs.2.20 lakhs given as security for Bank Guarantee in favour of RTO and Sales Tax Authorities.
- The company has sold investment aggregating 17,99,800 unquoted equity shares of two companies (except 8,49,800 shares which have been acquired and sold during the year) without the prior approval of the High Court of Karnataka as per the Scheme of Compromise and Arrangement sanctioned by the High Court of Karnataka vide its order dated 8th October, 2004. (Also refer Note 9 (b)). The Management is of the opinion that being the unquoted equity shares the price at which these shares were sold was the best price considering, its marketability and realisable value.
9. Current Assets and Loans & Advances :
- The Loans and Advances and Sundry Debtors are subject to confirmation.
- a) Loans and Advance include;
- i) Due from the Officers of the Company Rs.1.30 lakhs (P.Y. Rs.1.25 lakhs), Maximum balance at any time during the year Rs.1.70 lakhs (P.Y. Rs.2.36 lakhs)
- ii) Due from Private Limited Companies in which Director is interested (MRAC Chit Fund Pvt.Ltd.) Rs.2.08 lakhs (P.Y. Rs.2.08)
- iii) Due from Subsidiaries Rs.Nil (P.Y. Nil)
- b) Sundry Debtors include an amount of Rs. 156.78 lakhs receivable on Sale of investments.
10. Sundry Creditors include Rs.185.61 lakhs, being unencashed DD/multi-city cheques issued for repayment of deposits/bonds in terms of the scheme.

11. Disclosures of Related Party Transaction:

i) Name of the related parties with whom transactions were carried out during the year and description of relationship:

Maharashtra Apex Asset Management Co.Ltd.	:	Subsidiary
Crimson Estates & Properties Pvt.Ltd.	:	Subsidiary
El'Dorado Investments Pvt.Ltd.	:	Subsidiary
Riviera Steels Pvt.Ltd.	:	Subsidiary
El'dorado Shares & Services Pvt.Ltd.	:	Fellow Subsidiary
Dagny Investments Pvt.Ltd.	:	Fellow Subsidiary
Kurlon Ltd.	:	Associate
Millicent Rego	:	Relative of Key Mngt Personnel
Vijay Rego	:	Relative of Key Mngt Personnel

ii) Details of Transactions :

A. Rent received:

From Associates:

Kurlon Ltd. : Rs.20.73 lakhs

B. Dividend received:

From Associates:

Kurlon Ltd. : Rs.113.86 lakhs

C. Payments made:

To Key Management Personnel/their Relatives – Professional Charges:

Mrs. Millicent Rego : Rs.0.81 lakhs

Mr Vijay Rego : Rs.0.54 lakhs

D. Advances (given)/reimbursed during the year:

Maharashtra Apex Asset Management Co.Ltd. : Rs. 7.31 lakhs

Crimson Estates & Properties Pvt.Ltd. : (Rs. 0.09 lakhs)

El'Dorado Investments Pvt.Ltd. : Rs. 23.97 lakhs

Riviera Steels Pvt.Ltd. : (Rs. 0.12 lakhs)

El'dorado Shares & Services Pvt.Ltd. : Rs. 0.01 lakhs

Dagny Investments Pvt.Ltd. : Rs. 1.59 lakhs

E. Outstanding balance as at 31.03.2010
Associates:

Kurlon Ltd. : Rs. 1.31 lakhs

Subsidiaries:

Maharashtra Apex Asset Management Co.Ltd. : Rs. 225.14 lakhs Cr.

Crimson Estates & Properties Pvt.Ltd. : Rs. 1.06 lakhs Cr.

El'Dorado Investments Pvt.Ltd. : Rs. 10.49 lakhs Cr.

Riviera Steels Pvt.Ltd. : Rs. 97.21 lakhs Cr.

El'dorado Shares & Services Pvt.Ltd. : Rs. 0.05 lakhs Dr.

Dagny Investments Pvt.Ltd. : Rs. 1.59 lakhs Dr.

12. VAT paid includes penalty paid for delay

in payment of VAT from 2005 to 2009 : Rs.1,08,430 (P.Y. Nil)

 Interest on delay in payment of VAT
 from 2005 to 2009 : Rs.2,32,175 (P.Y. Nil)

13. Out of matured deposits remaining unpaid for a period of seven years as on 01.04.2002, an amount of Rs.3.19 lakhs which was paid to depositors during financial year 2002–2003 has been remitted to Investor Education and Protection Fund under the directions of ROC during the current financial year. The same has been debited to General Charges during the current year.

14. Contingent Liabilities

a) Suits against the Company for damages not acknowledged as debt Rs. 1.29 lakhs.

b) No Provision is made in the books for disputed Income Tax Liability aggregating to Rs.80.02 lakhs for the Assessment years 1992-93 to 2007-08 as the appeals filed by the company are pending disposal. The same has been adjusted by the Department from refund due.

c) No provision is made in the books for the disputed Sales tax liability amounting to Rs. 17.54 lakhs for the Assessment years 1995-96 to 1996-97 as the appeals filed by the company are pending disposal.

d) Arrears of Cumulative Fixed Dividend from 31.03.2001 to maturity date for redemption amounts to Rs. 17.14 lakhs.

15. Employee Benefits: AS 15

a) Overview of Employees Benefits:

The compensation to employees for services rendered are as follows:

(i) Salaries and Wages including compensated absences. Compensated absences such as eligibility towards earned leave are allowed to be accumulated as per company's rules. Such earned leave can be encashed.

(ii) Bonus as per the Bonus Act, 1965 and ex-gratia in lieu of bonus to those employees who are not covered under the Bonus Act.

(iii) Contributions under defined contribution plans such as Provident Fund as per Employees Provident and Miscellaneous Provisions Act, etc.

(iv) Defined Benefit Plans such as Gratuity on cessation of employment. The Company has taken a Master Policy from LIC to fund this defined benefit obligation.

(v) Other employee benefits such as leave travel allowance.

The above benefits are subject to eligibility and other criteria as per company's rules.

b) Recognition and Measurement:

i. Employee benefits are recognised on accrual basis. Liability to compensated absence such as leave encashment are determined by multiplying the actual leave accumulated at the end of the year by the applicable component of salary.

ii. Liability to defined benefit plan viz. Gratuity are valued on actuarial basis under Projected Unit Credit Method by LIC.

iii. Liability under defined contribution schemes such as contribution to Provident Fund etc are measured based on the contribution due for the year.

iv. Leave Travel Allowance is recognized based on claim. The unavailed allowance is not recognized as in the opinion of the management, the same will not be material.

c) Disclosures pursuant to AS-15 (Revised 2005):

i) Defined Benefit Schemes:

1. Principal Actuarial Assumptions at the Balance Sheet Date in respect of gratuity as per statement from LIC:

Particulars	As at 31.03.10	As at 31.03.09
Discount rate	8.00%	8.00%
Salary Escalation	3.50%	3.50%

2. Table showing changes in Present Value of Obligation as on 31/03/2010:

Present Value of Obligation at the beginning of the year	Rs. 24,16,934
Interest Cost	Rs. 1,93,355
Current Service Costs	Rs. 1,00,199
Benefits paid	Rs. (8,935)
Actuarial Gains	Rs. (80,639)
Present Value of the Obligation as at the end of the year	Rs. 26,20,924

3. Table showing changes in the fair value of plan assets as on 31/03/2010:

Fair value of the plan assets at the beginning of the year	Rs. 16,25,796
Expected Return on Plan Assets	Rs. 1,61,137
Contribution	Rs. 1,79,319
Benefits Paid	Rs. (8,935)
Actuarial gain/(loss) on Plan Assets	NIL
Fair Value of the plan assets at the end of the year	Rs. 19,57,327

4. Table showing fair value of Plan Assets:

Fair Value of Plan Assets at the beginning of the year	Rs. 16,25,796
Actual Return on Plan Assets	Rs. 1,61,137
Contributions	Rs. 1,79,319
Benefits Paid	Rs. (8,935)
Fair Value of Plan Assets at the end of the year	Rs. 19,57,327
Funded Status	Rs. (6,63,597)

Actuarial (Gain)/Loss recognized: Actuarial (gain)/Loss on Obligation	Rs. (80,639)
Actuarial (gain)/Loss for the year on plan assets	NIL
Total (Gain)/Loss for the year	Rs. (80,639)
Actuarial (gain)/Loss recognized in the year	Rs. (80,639)

6. Amounts to be recognized in Balance Sheet:

Present Value of Obligation as at end of the year	Rs. 26,20,924
Fair Value of Plan Assets as at the end of the year	Rs. 19,57,327
Funded Status	Rs. (6,63,597)
Net Assets / (Liability) recognized in balance sheet	Rs. (6,63,597)

7. Expenses recognized in statement of Profit and Loss Account:

Current Service Costs	Rs. 1,00,199
Interest Costs	Rs. 1,93,355
Expected return on plan assets	Rs. (1,61,137)
Net Actuarial (gain)/Loss recognized in the year	Rs. (80,639)
Expenses recognized in P & LA/c	Rs. 51,778

The above figures are as furnished by LIC for purpose of disclosure under AS-15.

The estimates of salary increases, considered in actuarial valuation, takes account of inflation, seniority, promotion and other relevant factors.

As it is the first year of compliance with AS-15 (Revised) the corresponding figures for the previous year are not furnished.

d) Change in Accounting Policy:

Expenditure on gratuity was hitherto being accounted as equal to the premium payable to LIC under the policy taken under the Group Gratuity Scheme. The company could not report the employee benefits as per AS-15 (Revised) applicable for accounting periods commencing on or after 01.04.2006 in the absence of required information from LIC. The Company has now received the information required for accounting (including disclosures) as per AS-15 (Revised) from LIC relevant to the financial year ended 31.03.2010 and has accordingly made the transition during the year.

Consequent thereto the differential liability on transition ascertained at Rs.7,91,138 has been adjusted against the opening balance of General Reserve. The charge to the profit and loss account for the year is lower by Rs.1,27,541.

The impact on the opening balance of General Reserve from the transition made in the current financial year vis-a-vis amount required to be adjusted against the opening balance as on 01.04.2006 had the transition been made during the financial year ended 31.03.2007 in the opinion of the management would not be material

16. Deferred Tax :

No Deferred Tax Assets as per AS 22 – 'Deferred Tax Assets' are recognized in the financial statements in the absence of virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which deferred tax assets can be realized.

17. Cumulative Preference Shares amounting to Rs.31.62 lakhs are not redeemed and no redemption reserve is created as the Company is incurring losses since 2001.

18. Remuneration paid to the Whole-Time Director: (Rs. in lakhs)		
	Current Year March 31, 2010	Previous Year March 31, 2009
i) Salary	1.83	1.66
ii) Contribution to Provident Fund	0.21	0.19
iii) Monetary value of other benefits	0.86	0.89

19. Basic and Diluted Earning Per Share (EPS) computed in accordance with Accounting Standard (AS) 20 "Earnings Per Share".

	2010	2009
Basic :		
Profit after tax as per accounts (Rs. in lakhs)	1431.78	(281.81)
Weighted Average number of shares outstanding	14150100	14150100
Basic EPS	Rs.10.12	Rs. 1.99
Diluted :		
Profit after tax as per accounts (Rs. in lakhs)	1431.78	(281.81)
Weighted Average number of shares outstanding	14150100	14150100
Diluted EPS	Rs.10.12	Rs. 1.99
Face Value per share	Rs.10.00	Rs.10.00

20. Segment Reporting :

The Company is primarily engaged in the business of financial activities and managed as one entity for its various activities. There is only one 'business segment' and 'geographical segment' and, therefore, the segment information as required by AS – 17 'Segment Reporting' is not provided by the Company.

21. The corresponding figures for the previous year have been regrouped/ rearranged wherever necessary.

22. There are no dues to Micro, Small and Medium Enterprises as of 31.03.2010.

23. The Company does not carry on manufacturing activities. Hence paragraph 4C of Part-II of Schedule VI of the Companies Act, 1956 is not applicable.

	For Notes on Accounts - Schedule M	As per our attached Report of even date, for RAO & SWAMI Chartered Accountants FRN. 003105S
GAREGO Executive Director	KB SHETTY Director	
SR GOWDA Director	JM PANDEY Company Secretary	PV SHENOY Partner Membership No.020205
Bangalore August 31, 2010		Udupi August 31, 2010

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE
INFORMATION AS REQUIRED UNDER PART IV OF SCHEDULE VI TO THE COMPANIES ACT, 1956

I. Registration Details		
Registration No.	1177	State Code
Balance Sheet Date	31 03 2010	08
II. Capital raised during the year		
Public Issue	NIL	Rights Issue
Bonus Issue	NIL	Private Placement
III. Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousands)		
Total Liabilities	1546740	Total Assets
Sources of funds	Paid-up Capital	Reserves and Surplus
Application of Funds	Secured Loans	Unsecured loans
	Net Fixed Assets	Investments
	Net Current Assets	Miscellaneous Expenditure
	Accumulated Loss	
IV. Performance of Company (Amount in Rs. Thousands)		
Turnover	Total Expenditure	
+/- Profit/Loss Before Tax	+/- Profit/Loss After Tax	
Earning per share in Rs.	Dividend Rate %	
V. Generic Name of Three Principal Products/Services of Company (as per monetary terms)		
Item Code No. (ITC Code)	NOT APPLICABLE	
Product/Service Description	The Company was in NBFC business which has been discontinued.	

STATEMENT PURSUANT TO SECTION 212 OF THE COMPANIES ACT, 1956, RELATING TO COMPANY'S INTEREST IN SUBSIDIARY COMPANY

1. Name of the Subsidiary Company	MAHARASHTRA APEX ASSET MANAGEMENT COMPANY LTD.	CRIMSON ESTATE & PROPERTIES PVT.LTD.	EL'DORADO INVESTMENTS PVT.LTD.	RIVIERA STEELS PVT.LTD.
2. The Financial period of the Subsidiary Company ended on	March 31, 2010	March 31, 2010	March 31, 2010	March 31, 2010
3. Year from which they became Subsidiary Company	2003	2001	2001	1999
4. Number of Equity Shares held by MRAC Ltd. at the end of the Financial Year of the Subsidiary Company Rs.	50,25,100	17,99,950	7,60,000	1,00,000
5. Extent of interest of Holding Company at the end of the financial year of the subsidiary	99.99%	99.99%	76.00%	100.00%
6 The net aggregate amount of the Subsidiary Company Profit/(Loss) so far as concerns the members of the Holding Company				
1. Not dealt with in the Holding Company's accounts				
a) For the financial years ended 31st March, 2010 Rs.	3,52,480	1,30,300	3,38,401	(12,500)
b) For the previous financial years of the subsidiary Company since it became the Holding Company's Subsidiary	(1,89,27,096)	(24,87,170)	(19,45,259)	(24,58,160)
2. Dealt with in the Holding Company's accounts				
a) For the financial years ended 31st March, 2010	N.A.	N.A.	N.A.	N.A.
b) For the previous financial years of the subsidiary Company since it became the Holding Company's Subsidiary	N.A.	N.A.	N.A.	N.A.
7. Changes in the interest of Holding Company; between the end of the financial year of the subsidiary and 31st March, 2010				
a) Nos. of Shares	No	No	No	No
b) Extent of holding	N.A.	N.A.	N.A.	N.A.
8. Material Changes between the end of the financial year of the Subsidiary Company and the Company's Financial Statement ended 31st March, 2010				
a) Fixed Assets	N.A.	N.A.	N.A.	N.A.
b) Investments	N.A.	N.A.	N.A.	N.A.
c) Money Lent	N.A.	N.A.	N.A.	N.A.
d) Money borrowed other than those for meeting Current Liabilities	N.A.	N.A.	N.A.	N.A.

 Bangalore
 August 31, 2010

 G A REGO
 Executive Director

 S R GOWDA
 Director

 K B SHETTY
 Director

 J M PANDEY
 Company Secretary

CASH FLOW STATEMENT FOR THE YEAR ENDING 31ST MARCH, 2010

(Rs. in lakhs)

	Current Year 31.3.2010	Previous Year 31.3.2009
A. Cash flow from Operating Activities :		
Profit/(Loss) before Tax	335.20	(265.81)
Adjustments for :		
Depreciation	70.97	88.87
Lease Equalisation	(22.30)	(49.46)
Interest on Investments	(31.45)	(44.83)
Dividend Income	(115.02)	(116.40)
Profit on Sale of Assets	(71.83)	(201.31)
Interest Remission	0.00	(176.38)
Operating Profit Before Working Capital Changes	165.57	(765.32)
(Increase)/Decrease in Loans and Advances	304.54	415.96
(Increase)/Decrease in Stock on Hire and Other Current Assets	290.48	540.62
Increase/(Decrease) in Current Liabilities and Provisions	7.60	(7.10)
Cash Generated from Operations	768.18	184.17
Direct Taxes Paid	(9.03)	(49.29)
Net cash from Operating Activities	759.15	134.88
B. Cash flow from Investing Activities		
Purchase/Sale of Fixed Assets	(12.09)	327.59
Sale Proceeds of Investments (Net)	256.14	110.75
Dividend Income	115.02	116.40
Interest Received	41.79	33.68
Net Cash from Investing Activities	400.86	588.42
C. Cash Flow from Financing Activities		
Outstanding Deposits Paid off	(1,144.13)	(700.09)
Net Cash From Financing Activities	(1,144.13)	(700.09)
Net Increase/(Decrease) in Cash and Equivalents (A+B+C)	15.89	23.21
Opening Balance of Cash and Equivalents	88.45	65.24
Closing Balance of Cash and Equivalents	104.34	88.45

 Bangalore
 August 31, 2010

 G A REGO
 Executive Director

 S R GOWDA
 Director

 K B SHETTY
 Director

 J M PANDEY
 Company Secretary

SCHEDULE TO THE BALANCE SHEET OF A NON-BANKING FINANCIAL COMPANY
 (as required in terms of Paragraph 9BB of Non-banking Financial Companies Prudential Norms
 (Reserve Bank) Directions, 1998)

Rs. in Lakhs

Liabilities side:	Particulars	Amount Outstanding	Amount Overdues
(1) Loans and advances availed by the NBFs inclusive of interest accrued thereon but not paid:			
(a) Debentures	: Secured	14024.70	127.63
	: Unsecured (other than falling within the meaning of public deposits*)	....	....
(b) Deferred Credits		....	....
(c) Term Loans		....	....
(d) Inter-corporate loans and borrowing		....	....
(e) Commercial Paper		....	....
(f) Public Deposits*		....	....
(g) Other Loans (specify nature)		....	....
*Please see Note 1 below			
(2) Break-up of (1) (f) above (outstanding public deposits inclusive of interest accrued thereon but not paid):			
(a) In the form of Unsecured debentures		....	....
(b) In the form of partly secured debentures i.e debentures where there is a shortfall in the value of security		....	....
(c) Other public deposits		....	....
*Please see Note 1 below			
Assets Side:		Amount outstanding	
(3) Break-up of Loans and Advances including bills receivables [other than those included in(4) below]:			
(a) Secured		503.70	
(b) Unsecured		3161.05	
(4) Break-up of Leased Assets and stock on hire and hypothecation loans counting towards EL/HP activities:			
(i) Lease assets including lease rentals under sundry debtors:			
(a) Financial Lease		378.16	
(b) Operating Lease		....
(ii) Stock on hire including hire charges under sundry debtors:			
(a) Assets on hire		1691.63	
(b) Repossessed Assets		4.59	
(iii) Hypothecation loans counting towards EL/HP activities:			
(a) Loans where assets have been repossessed		....
(b) Loans other than above		....

(5) Break-up Investments:

Current Investments:

1. Quoted:			
(i) Shares :	(a) Equity		....
	(b) Preference		
(ii) Debentures and Bonds			
(iii) Units of mutual funds			
(iv) Government Securities			
(v) Others (please specify)			
2. Unquoted:			
(i) Shares :	(a) Equity		....
	(b) Preference		
(ii) Debentures and Bonds			
(iii) Units of mutual funds			
(iv) Government Securities			....
(v) Others (please specify)			

Long term investments:

1. Quoted:			
(i) Shares :	(a) Equity		18.97
	(b) Preference		....
(ii) Debentures and Bonds			....
(iii) Units of mutual funds			8.43
(iv) Government Securities			15.47
(v) Others (please specify)			
2. Unquoted			
(i) Shares :	(a) Equity		1825.19
	(b) Preference		200.00
(ii) Debentures and Bonds			7.50
(iii) Units of mutual funds			-
(iv) Government Securities			-
(v) Others (please specify)			877.94

(6) Borrower group-wise classification of all leased assets, stock-on-hire and loans and advances:

Category	Amount net of provisions		
	Secured	Unsecured	Total
**			
1. Related Parties			
(a) Subsidiaries	...	....	....
(b) Companies in the same group	...	....	....
(c) Other related parties	...	....	....
2. Other than related parties	219.47	32.38	251.85
Total	219.47	32.38	251.85

(7) Investor group-wise classification of all investments(current and long term) in shares and securities(both quoted and unquoted):
 Please see note 3 below

Category	Market Vale/Break up or fair value or NAV	Book value (Net of provisions)
**		
1. Related Parties		
(a) Subsidiaries	877.94	599.54
(b) Companies in the same group	....	....
(c) Other related parties	....	....
2. Other than related parties	2075.56	1772.63
Total	2953.50	2372.17

** As per Accounting Standard of ICAI
 (Please see Note 3)

(8) Other information:

Particulars	Amount
(i) Gross Non-performing Assets	
(a) Related parties	....
(b) Other than related parties	6978.30
(ii) Net Non-performing Assets	
(a) Related parties	....
(b) Other than related parties	961.14
(iii) Assets acquired in satisfaction of debt	....

Notes:

- As defined in paragraph 2(1)(xii) of Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998.
- Provisioning norms shall be applicable as prescribed in Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998.
- All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market in respect of quoted investments and break up/fair value/NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term or current in column (5) above.

**Auditor's Report to the Board of Directors on the consolidated Financial Statements of
 Maha Rashtra Apex Corporation Ltd and its subsidiaries.**

- We have audited the attached consolidated Balance Sheet of Maha Rashtra Apex Corporation Ltd, (the company) and its subsidiaries as at 31st March 2010 and also the Consolidated Profit and Loss Account and also Consolidated Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's Management and have been prepared by the management on the basis of separate financial statements and other financial information regarding components. Our responsibility is to express an opinion on these financial statements based on our audit.
- We conducted an 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 test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles and significant estimates made by the management as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
- We did not audit the financial statements of subsidiaries whose financial statements reflect total assets (net) of Rs.150.37 lakhs as at 31st March 2010, the total revenue of Rs.43.16 lakhs and net cash flows amounting to Rs. 12.18 lakhs for the year ended on that date. These financial statements have been audited by other auditors whose reports have been furnished to us and our opinion, in so far as it relates to amounts included in respect of the subsidiaries, is based on the report of the other auditors.
- We report that the consolidated financial statements have been prepared by the company's management in accordance with the requirements of Accounting Standard AS 21 "Consolidated Financial Statements" issued by the Institute of Chartered Accountants of India.
- The company has prepared its accounts on going concern basis despite the erosion of its entire net worth, as the liabilities of the company have been restructured by the scheme of arrangement sanctioned by the Hon'ble High Court of Karnataka (refer note No.B(2) of schedule M).
- The company has not made provisions after 1st April 2000 as required under Prudential Norms of RBI as the management is of the view that it will be able to monitor effectively the deficit in operation but we are unable to comment on the ultimate realisability of company's assets.
- The company has valued the liability in respect of leave encashment as per a actual valuation as per AS-15 (Revised). The gratuity recognised as per LIC actuarial valuation and EPF Contribution are debited to Profit and Loss Account. The employees benefits are recognised and disclosed as required under AS-15 (Revised).
- Further to our comments in para 5 and 6 above, we report that on the basis of the information and explanations given to us and on the consideration of the separate audit report on the individual audited financial statements of the subsidiaries, we are of the opinion that the said consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:
 - in the case of consolidated balance sheet, of the state of affairs of the company and its subsidiaries as at 31st March 2010;
 - in the case of consolidated Profit and loss account, of the "profit" for the year ended on that date and
 - in the case of consolidated Cash Flow Statement, of the Cash flows for the year ended on that date.

for RAO & SWAMI
 Chartered Accountants
 FRN 003105S

UDUPI
 August 31, 2010

P V SHENOY
 Partner
 Membership No.020205

CONSOLIDATED BALANCE SHEET AS AT 31st MARCH, 2010

Rs. in lakhs

	Schedule	CURRENT YEAR 31.03.2010	PREVIOUS YEAR 31.03.2009
SOURCES OF FUNDS:			
Share Capital	A	1442.70	1442.70
Secured Loans	C	14024.70	15799.84
Minority interest		0.99	0.33
TOTAL		15468.39	17242.87
APPLICATION OF FUNDS:			
Fixed Assets:	D		
Gross Block		2093.69	2806.32
Less: Depreciation		1438.38	1888.78
		655.31	917.54
Less: Lease Terminal Adj.		165.86	386.86
Net Block		489.45	530.68
Investments	E	2172.37	2267.45
Current Assets and Loans and Advances			
Current Assets	F	3787.73	4335.50
Loans and Advances	G	4373.03	4700.26
		8160.76	9035.76
Less: Current Liabilities & Provisions	H	3900.12	3432.84
Net Current Assets		4260.64	5602.92
Profit & Loss a/c		9630.96	11069.33
Less: Reserves	B	(1085.03)	(2227.51)
		8545.93	8841.82
TOTAL		15468.39	17242.87

For Notes on Accounts - Schedule M

 GAREGO
 Executive Director

 KB SHETTY
 Director

 As per our attached
 Report of even date,
 for RAO & SWAMI
 Chartered Accountants
 FRN. 003105S

 SR GOWDA
 Director

 JM PANDEY
 Company Secretary

 P V SHENOY
 Partner
 Membership No.020205

 Bangalore
 August 31, 2010

 Udupi
 August 31, 2010

CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDING 31st MARCH, 2010

Rs. in lakhs

	Schedule	CURRENT YEAR 31.03.2010	PREVIOUS YEAR 31.03.2009
INCOME :			
Income from Operations	I	217.08	201.44
Other Income	J	1291.12	615.33
TOTAL		1508.20	816.77
EXPENSES:			
Interest	K	535.14	361.11
Administrative Expenses	L	561.86	681.95
Depreciation		72.76	90.70
TOTAL		1169.76	1133.76
Profit/(Loss) after Interest & Depreciation		338.44	(316.99)
Add/less: Lease Equalisation		22.30	49.46
Profit/(Loss) before Tax		360.74	(267.53)
Provision for Current Tax		(44.32)	(0.14)
Income Tax for Earlier Years		0.00	(2.52)
Provision for FBT		0.00	(1.36)
Deferred tax Liability		(0.01)	0.00
Profit/(Loss) after Tax		316.41	(271.55)
Provision for Diminution in Value of Investments		(10.17)	(46.00)
Prior Period Expenses		(1.78)	0.00
Prior Period Adjustments		1134.57	(14.75)
		1439.03	(332.30)
Less: Minority interest		(0.66)	(0.01)
Profit/(Loss) after Minority Interest		1438.37	(332.31)
Add: Balance of Loss from previous year		(11069.33)	(10737.02)
Balance carried to Balance Sheet		(9630.96)	(11069.33)

For Notes on Accounts - Schedule M

 GAREGO
 Executive Director

 KB SHETTY
 Director

 As per our attached
 Report of even date,
 for RAO & SWAMI
 Chartered Accountants
 FRN. 003105S

 SR GOWDA
 Director

 JM PANDEY
 Company Secretary

 P V SHENOY
 Partner
 Membership No.020205

 Bangalore
 August 31, 2010

 Udupi
 August 31, 2010

SCHEDULES FORMING THE PART OF CONSOLIDATED BALANCE SHEET AS ON 31st MARCH, 2010

Rs. in lakhs

	CURRENT YEAR 31.03.2010	PREVIOUS YEAR 31.03.2009
SCHEDULE A: SHARE CAPITAL		
Authorised :		
20000000 Equity shares of Re. 10/- each	2000.00	2000.00
20000000 Redeemable cumulative preference shares of Rs. 10 each	2000.00	2000.00
(P.Y 200000000 Equity Shares of Rs. 1/- each and 200000000 Redeemable cumulate preference shares of Rs. 10/- each)	4000.00	4000.00
Issued:		
14150100 Equity shares of Re. 10/- each	1415.01	1415.01
1763500 17.5% Redeemable cumulative preference shares of Rs. 10 each	176.35	176.35
6236500 14% Redeemable cumulative preference shares of Rs. 10 each	623.65	623.65
	2215.01	2215.01
Subscribed and paid up:		
a) 14150100 Equity shares of Re. 10/- each, fully called up (P.Y 14150100 Equity Shares of Rs. 10/- each fully called up)	1415.01	1415.01
less: calls unpaid (Dues from Directors -nil-)	3.93	3.93
	1411.08	1411.08
Of the above:		
1) 11667 Equity shares of Rs. 10/- each were allotted as fully paid pursuant to terms of amalgamation without payment received in cash		
2) 400000 Equity shares of Re. 10/- each allotted as fully paid bonus shares on capitalisation of reserves.		
3) 408240 Equity shares of Rs. 10/- each allotted as fully paid bonus shares on capitalisation of share premium account		
316200 14% Redeemable cumulative preference shares of Rs. 10/- each	31.62	31.62
TOTAL	1442.70	1442.70

SCHEDULES FORMING THE PART OF CONSOLIDATED BALANCE SHEET AS ON 31st MARCH, 2010 (Contd.)

Rs. in lakhs

	CURRENT YEAR 31.03.2010	PREVIOUS YEAR 31.03.2009								
SCHEDULE B: RESERVES AND SURPLUS										
a) Capital Reserve	78.12	1212.69								
b) Capital Redemption Reserve	176.35	176.35								
c) Share Premium	997.48	997.48								
d) General Reserve	218.61	226.52								
e) Special Reserve	159.52	159.52								
Less: Goodwill	(545.05)	(545.05)								
TOTAL	1085.03	2227.51								
SCHEDULE C: SECURED LOANS										
From others	14024.70	15799.84								
Unpaid Creditors being outstanding Bonds and Deposits maturing after 31.03.2002 and Inter Corporate Deposit (Secured by first charge of Co's financial assets, book debts and pledge of shares)										
SCHEDULE D: FIXED ASSETS										
Rs. in lakhs										
	Gross Block (at cost)			Depreciation				Net Block		
COMPANY ASSETS	As on 01.04.09	Addition	Deletion	As on 31.03.10	Upto 31.03.09	For the Year	On Assets Sold	Upto 31.03.10	As on 31.03.10	As on 31.03.09
Land	37.34	0.00	0.00	37.34	0.00	0.00	0.00	0.00	37.34	37.34
Buildings	547.25	7.98	0.00	555.23	172.86	8.65	0.00	181.51	373.72	374.39
Office Furniture and Equipment	544.93	7.93	170.04	382.82	464.24	16.37	144.95	335.66	47.16	80.69
Motor Car and other Vehicles	12.93	1.35	0.81	13.47	7.55	1.05	0.81	7.79	5.68	5.38
TOTAL	1142.45	17.26	170.85	988.86	644.65	26.07	145.76	524.96	463.90	497.80
ASSETS ON LEASE										
Plant and Machinery	1629.26	0.00	559.05	1070.21	1211.27	46.19	377.42	880.04	190.17	417.99
Motor Vehicles	15.67	0.00	0.00	15.67	15.66	0.00	0.00	15.66	0.01	0.01
Gas Cylinder	3.20	0.00	0.00	3.20	3.20	0.00	0.00	3.20	0.00	0.00
Furniture	15.75	0.00	0.00	15.75	14.02	0.50	0.00	14.52	1.23	1.73
TOTAL	1663.88	0.00	559.05	1104.83	1244.15	46.69	377.42	913.42	191.41	419.73
GRAND TOTAL	2806.33	17.26	729.90	2093.69	1888.80	72.76	523.18	1438.38	655.31	917.53

SCHEDULES FORMING THE PART OF CONSOLIDATED BALANCE SHEET AS ON 31st MARCH, 2010 (Contd.)

Rs. in lakhs

	CURRENT YEAR 31.03.2010	PREVIOUS YEAR 31.03.2009
SCHEDULE E: INVESTMENTS		
Long term: at cost		
a) Government securities		
6 year NSC at cost	0.14	0.14
b) Trustee securities		
83800 units of UTI- masterplus-91, of Rs. 10 each	14.41	14.41
6500 units of UTI- mastershare, of Rs. 10 each	0.92	0.92
c) Other Investments:		
1) Quoted Equity Shares		
20000 Voltas Ltd. shares of Re. 1/- each	2.92	2.92
2200 Tata Power Co. Ltd. shares of Rs. 10/- each	2.62	2.62
1931 HDFC Bank shares of Rs. 10/- each	6.83	6.83
16000 ICDS Ltd shares of Rs. 10/- each	6.59	6.59
25000 Parekh Platinum Ltd. shares of Rs. 10/- each	24.06	24.06
10000 India Cements Capital and Finance Ltd. shares of Rs. 10/- each	1.50	1.50
2) Unquoted Debentures		
750 Jay Rapid Roller Ltd. Debentures of Rs. 1000 each	7.50	7.50
3) Unquoted Equity Shares		
3000 GICC Ltd. shares of Rs. 10/- each	0.30	0.30
2000 Shamrao Vittal Co-op. Bank Ltd. - shares of Rs. 25/- each	0.50	0.50
36368 Rajmahal Hotels Ltd. shares of Rs. 10/- each	0.76	0.76
58436 Mangala Investments Ltd. shares of Rs. 10/- each	1.50	1.50
352000 Manipal Motors Pvt. Ltd. shares of Rs. 10/- each	35.28	35.28
600000 Manipal Home Finance Ltd. shares of Rs. 10/- each	40.30	60.40
65990 Manipal Springs Ltd. shares of Rs. 100/- each	66.32	66.32
4000 MPL Finance and Leasing Ltd. shares of Rs. 10 each	1.65	1.65
116102 Manipal E'Commerce Ltd. shares of Rs. 10/- each	11.61	11.61
5692804 Kurlon Ltd. shares of Re. 10/- each	1714.44	1714.44
171400 Premier Consolidated Capital Trust shares of Rs. 10/- each	25.05	25.05
Investment in immovable Property, Land & Building Partnership Firm	193.47	193.47
	4.26	4.26
4900 Brookly Hills shares of Rs. 10/- each	0.98	0.98
750000 Manipal Automobiles Pvt. Ltd. shares of Rs. 10/- each	0.00	75.00
4) Mutual Funds		
54001.28 F T India - Balanced Fund (Growth) of Rs. 10/- each @ Rs. 15.62 each (Total market value of shares, trusty securities and mutual funds - Rs. 175.09 lakhs)	8.44	8.44
TOTAL	2172.37	2267.45

SCHEDULES FORMING THE PART OF CONSOLIDATED BALANCE SHEET AS ON 31st MARCH, 2010 (Contd.)

Rs. in lakhs

	CURRENT YEAR 31.03.2010	PREVIOUS YEAR 31.03.2009
SCHEDULE F: CURRENT ASSETS		
Considered good		
Interest accrued on Investments	1.60	11.94
Unsecured and Considered good		
Commission and rent receivable		
Due for more than 6 months	398.40	574.26
Others	0.00	0.15
Sundry Debtors		
Due for more than 6 months	1005.29	994.20
Others	164.83	15.45
Motor vehicles/machineries given on Hp contract	1691.63	1968.90
Repossed Vehicle at cost	4.59	4.89
Stock of Decreed Assets	98.40	106.85
Inventories	0.08	0.08
Stock of Stationery on hand at cost	1.08	0.79
Stamps in hand	0.16	0.19
Cash in hand	7.22	6.04
With scheduled bank in OD/ C/A	113.26	118.65
With scheduled bank in deposit A/c	301.19	533.11
TOTAL	3787.73	4335.50
SCHEDULE G: LOANS AND ADVANCES		
A) Secured		
Demand loan	470.55	544.95
Bills discounted	33.15	33.15
B) Unsecured		
Bills discounted	241.67	277.85
Advances for which the Company holds no other security than Debtors Personal Security	2924.38	3086.08
Other Deposit	75.63	75.74
Advance to Riverdale Fashions (P) Ltd.	2.00	0.00
Advance recoverable in cash or kind	165.06	173.85
Advance income-tax and TDS (less provision)	459.75	507.96
Advance FBT	0.84	0.68
TOTAL	4373.03	4700.26

SCHEDULES FORMING THE PART OF CONSOLIDATED BALANCE SHEET AS ON 31st MARCH, 2010 (Contd.)

Rs. in lakhs

	CURRENT YEAR 31.03.2010	PREVIOUS YEAR 31.03.2009
SCHEDULE-H : CURRENT LIABILITIES AND PROVISIONS		
A) Current Liabilities		
Sundry Creditors	274.73	284.75
Matured Deposits with interest	127.63	141.88
Unclaimed deposits-investor	0.00	0.99
Delayed Period Interest	1358.56	865.17
Collection and other account	477.29	491.11
Liabilities for expenses	18.57	17.88
B) Provisions		
For NPA	1262.28	1262.28
For Reduction in value of Investments	327.28	317.10
other liabilities	47.14	51.68
Provisipon for Gratuity	6.64	0.00
TOTAL	3900.12	3432.84
SCHEDULE I : INCOME FROM OPERATION		
Hire Purchase Charges	169.76	138.70
Interest on Investments	31.45	44.89
Recovery from Decreed Asset	6.41	10.49
Lodging Business	4.09	4.80
Job Receipts	5.37	2.56
TOTAL	217.08	201.44
SCHEDULE J : OTHER INCOME		
Miscellaneous Receipts	4.09	0.30
Service Charges	3.74	2.31
Interest Received from Bank	0.53	0.00
Income from House Property	42.17	30.15
Dividend Income	115.02	116.40
Refund of Sales Tax	10.99	0.00
Bad Debts Recovered	67.31	73.90
Profit on sale of assets/investments	71.84	201.31
Interest Remission	959.18	176.38
Rent Receipt	0.00	9.17
Compensation Charges	4.25	5.41
Profession Receipts	12.00	0.00
TOTAL	1291.12	615.33

SCHEDULES FORMING THE PART OF CONSOLIDATED BALANCE SHEET AS ON 31st MARCH, 2010 (Contd.)

Rs. in lakhs

	CURRENT YEAR 31.03.2010	PREVIOUS YEAR 31.03.2009
SCHEDULE K : INTEREST EXPENDITURE		
Others	535.14	361.11
TOTAL	535.14	361.11
SCHEDULE L : ADMINISTRATION AND OTHER EXPENSES		
Advertisement Charges	8.57	13.52
Bad Debts	321.07	451.33
Bank Charges	0.69	1.52
Commission	20.44	24.85
Compensation Charges paid	1.41	1.20
Computer and other Service Charges	16.70	17.12
Contribution to Provident and other Funds	8.02	6.88
Donation	0.05	0.00
Electricity Charges	4.09	3.09
Filing Fees	0.34	0.31
Fire and other Insurance Premium	0.37	0.51
General Charges	20.74	14.88
Gratuity	0.59	3.23
Newspapers, Books and Periodicals	0.31	0.25
Other Repairs	1.73	5.05
Postage and Telephone Charges	7.31	7.72
Printing and Stationery	3.21	1.76
Professional and Legal Expenses	14.75	12.41
Directors Sitting Fee -SNC Meeting	0.15	0.54
Recovery expenses on Decreed Assets	0.97	1.48
Reimbursement of Recovery Expenses	1.08	0.77
Remuneration to Auditors		
Audit Fees	2.46	2.46
Certification Charges	0.25	0.25
Out of Pocket Expenses	0.54	0.39
Rental Expenditure	10.71	9.35
Repairs to Buildings	6.38	3.63
Salary and Bonus	74.23	66.28
Interest Tax	0.00	3.31
Accounting/other expenses	0.39	4.92
Staff Welfare Expenses	5.79	4.74
Taxes and License	3.51	3.79
Travelling Expenses	8.43	9.99
Value Added Tax	11.77	0.00
Vehicle Maintenance	4.81	4.42
TOTAL	561.86	681.95

**SCHEDULE - M: ACCOUNTING POLICY AND NOTES FORMING PART OF THE ACCOUNTS FOR THE
12 MONTHS PERIOD ENDED 31ST MARCH, 2010:**

A. SIGNIFICANT ACCOUNTING POLICIES

1. Basis of preparation of Consolidated Financial Statements:

a) The Subsidiary Companies considered in consolidation are:

Name of the Company	Country of Incorporation	Extent of holding and voting powers on 31.03.2010
EL'DORADO INVESTMENTS CO. PVT.LTD.	India	76.00%
MAHARASHTRA APEX ASSET MANAGEMENT CO.LTD.	India	99.99%
RIVIERA STEELS PVT.LTD.	India	100.00%
CRIMSON ESTATE & PROPERTIES PVT.LTD.	India	99.99%

b) The following Fellow Subsidiary Companies have also been considered:

Name of the Company	Extent of holding by EL DORADO INVESTMENTS CO. PVT.LTD on 31.03.2010
EL'DORADO SHARE SERVICES PVT. LTD	89.98%
DAGNY INVESTMENTS PVT. LTD	99.82%

c) The Financial Statements of Maharashtra Apex Corporation Ltd, its subsidiaries and fellow subsidiaries used in the consolidation are drawn upto the same reporting date as that of the Parent Co., i.e., year ended 31st March, 2010.

2. Principles of Consolidation:

The consolidated financial statements have been prepared on the following basis:

The financial statements of the Company and its subsidiaries have been combined on a line-by-line basis by adding together like items of assets, liabilities, income and expenses. Inter-Company balances and transactions have been fully eliminated.

3. Accounting and Income recognition:

- The financial statements are prepared under the historic cost convention in accordance with the generally accepted accounting principles and provisions of the Companies Act, 1956.
- The income from Suit Filed Accounts and Non Performing Assets, Overdue compensation interest on debenture are recognised on receipt basis.
- Other incomes are recognised on the nature of activity when consideration can be reasonably measured and exists reasonable certainty of its recovery.
- Income from one time settlement of Deposit/Bonds (under Hardship Route) is credited to P&L A/c as and when the option is availed by the Deposit/Bond Holder during the year.

4. Fixed Assets are stated at original cost less depreciation after taking into consideration the lease adjustment account wherever necessary.

5. All expenses are accounted on accrual basis except interest for the year on deposits/bonds which are calculated upto 31.3.2002 as per the Scheme of Arrangement sanctioned by the Hon'ble High Court of Karnataka.

6. Investments are long-term investments and are valued at cost. The management is of the opinion that the diminution in the value are temporary and the provision already made to recognize the decline is sufficient

7. Depreciation is charged at the rates and in the manner specified in the Schedule XIV to the Companies Act, 1956.

8. Current Assets

- Stock on hire is valued at agreement values less amount received, unrealized, unmatured finance charges and future taxes and insurance.
- Repossessed Stock is valued at cost.

9. Cost of borrowings is charged to revenue except interest not accounted as per Note A(5).

10. Retirement Benefits: Contributions are made to the recognized Provident Fund in accordance with the rules. The Company's liability in respect of gratuity is covered by the Group Gratuity Policy of LIC of India.

11. Earning Per Share: The EPS is computed by dividing the Profit(Loss) after tax for the period by the weighted average number of equity shares outstanding during the period.

12. Contingent liabilities, if any, are disclosed by way of Notes on accounts.

B. NOTES TO ACCOUNTS

1. As per the Scheme of Compromise and Arrangement of the holding company sanctioned by the High Court of Karnataka under section 391 to 394 of the Companies Act, 1956 vide its order dated 08.10.2004 and filed with the Registrar of Companies, Karnataka on 15.12.2004, which is the effective date, the holding company:
 - a) has not carried on any business of non-banking financial company during the year except recoveries of advances done in earlier years and repayment of liabilities.
 - b) has started repaying the deposits/bonds as per the terms of the Scheme and the total reduction in liability during the year amounted to Rs. 1789.39 lakhs.
 - c) The final instalment as per the scheme in respect of instalment falls due on 15th September 2009 and 15th June 2009 and aggregate short fall in repayment as per the scheme upto 31.03.2010 amounts to Rs. 135.91 crores.
 - d) The Holding Company has sold investment aggregating 17,99,800 unquoted equity shares of two companies (except 8,49,800 shares which have been acquired and sold during the year) without the prior approval of the High Court of Karnataka as per the Scheme of Compromise and Arrangement sanctioned by the High Court of Karnataka vide its order dated 8th October, 2004. (Also refer Note 9 (b).

2. Though the holding company is incurring losses since 2001 and its substantial funds are blocked in non-performing assets, the accounts have been prepared on going concern basis, as it has started implementing the scheme sanctioned by the High Court of Karnataka and the management is of the view that the company will be able to recover its dues from most of the borrowers/debtors and monitor effectively the deficit in operations.

3. The holding company has not made the provisions as required under the RBI prudential norms after 1st April, 2000 since the management is hopeful of recovery and is of the view that the provisions already made in the books are sufficient to meet the loss. When compared to the previous year, there is reduction in total provisions at the end of the year as detailed below:

(Rs. in lakhs)

a) Provision for non-performing assets	(638.63)
b) Provision for diminution in the value of investments	(90.43)
c) De-recognition of Income on Non-Performing Assets	(67.08)
Total short provision as on 31.03.2010	: Rs. 66.15 crores

4. Current assets, Loans & Advances and Sundry Debtors include:

- i. Due from officers of the holding Company Rs. 1.30 lakhs.
- ii. Dues from Private Limited Companies in which Directors are interested - Sundry Debtors of Rs. 2.08 lakhs.

5. In the books of the holding company, the difference between the face value of bonds/deposits and the amount paid in full and final settlement of the same under hardship as per the Scheme is transferred to Profit & Loss Account which was earlier transferred to Capital Reserve. On account of changes in accounting policy Rs. 1134.57 lakhs is transferred from Capital Reserve to Profit & Loss Account for the year 2006 to 2009 resulting in reduction in Capital Reserve amounting to Rs. 1134.57 lakhs in respect of prior period adjustment.

6. Contingent Liabilities:
 - i) Suits against the holding company for damages not acknowledged as debt Rs. 1.29 lakhs.
 - ii) No provision is made in the accounts for disputed income-tax liability aggregating to Rs. 80.02 lakhs for the assessment years 1992-93 to 2007-08 as the appeals filed by the Company are pending disposal. The same has been adjusted by the Department towards refund due.
 - iii) No provision is made in the accounts for the disputed sales tax liability amounting to Rs. 17.54 lakh for the Assessment Year 1994-95 to 1996-97 as the appeal filed by the Company is pending disposal.
 - iv) Arrears of Cumulative Fixed Dividend from 31.03.2001 to maturity date for redemption Rs. 17.14 lakhs.

7. Deferred Tax

The holding company has not accounted Deferred Tax Asset resulting from accumulated losses and excess depreciation claimed in Income-tax, because of uncertainty of availability of sufficient future taxable income. Deferred tax liability represent that of the Subsidiaries.

8. Related Party Disclosures

Key Management Personnel : Sri GARego

9. Earning Per Share

(Rs. in lakhs)

Description	March 31, 2010	March 31, 2009
a) Net profit/loss available for equity shareholders (in lakh) numerator used for calculation	1431.78	-281.81
b) Weighted Average no. of Equity Shares used as denominator for calculation of Earning per Share	(Nos.) 1,41,50,100	(Nos.) 1,41,50,100
Basic/Diluted- EPS	10.12	-1.99

10. Figures for the previous year have been regrouped and rearranged wherever necessary.

G A REGO
Executive Director

K B SHETTY
Director

Report of even date,
for RAO & SWAMI
Chartered Accountants
FRN 003105S

S R GOWDA
Director

J M PANDEY
Company Secretary

P V SHENOY
Partner

Bangalore
August 31, 2010

Membership No.020205
Udupi
August 31, 2010

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2010

Rs. in lakhs

	CURRENT YEAR 31.03.2010	PREVIOUS YEAR 31.03.2009
A. Cash flow from Operating Activities :		
Profit/(Loss) before Tax	360.74	(267.53)
Adjustments for :		
Depreciation	72.77	90.70
Lease Equalisation	(22.30)	(49.46)
Interest on Investments	(31.45)	(44.89)
Bank Interest	(0.09)	0.00
Dividend Income	(115.02)	(116.40)
Profit on Sale of Assets	(71.83)	(201.31)
Interest Remission	(1.27)	(176.38)
Operating Profit Before Working Capital Changes	191.55	(765.26)
Increase/(Decrease) in Loans and Advances	254.83	712.76
Increase/(Decrease) in Stock on Hire and Other Current Assets	301.44	508.18
Increase/(Decrease) in Current Liabilities and Provisions	5.85	(246.48)
Cash Generated from Operations	753.67	209.20
Direct Taxes Paid	(9.03)	(49.28)
Net cash from Operating Activities	744.64	159.92
B. Cash flow from Investing Activities		
Purchase/Sale of Fixed Assets	(17.26)	329.29
Sale Proceeds of Investments (Net)	256.14	109.23
Dividend Income	115.02	116.40
Interest Received	41.79	33.74
Net Cash from Investing Activities	395.69	588.66
C. Cash Flow from Financing Activities		
Bank Interest	0.09	
Outstanding Deposits Paid off	(1,144.13)	(696.84)
Net Cash From Financing Activities	(1,144.04)	(696.84)
Net Increase/(Decrease) in Cash and Equivalents (A+B+C)	(3.71)	51.74
Opening Balance of Cash and Equivalents	124.70	72.96
Closing Balance of Cash and Equivalents	121.00	124.70

 Bangalore
 August 31, 2010

 G A REGO
 Executive Director

 S R GOWDA
 Director

 K B SHETTY
 Director

 J M PANDEY
 Company Secretary

Maharashtra Apex Asset Management Company Limited
NOTICE

NOTICE is hereby given that the 15th Annual General Meeting of the Members of Maha Rashtra Apex Asset Management Co. Ltd. will be held on Monday, the 6th September, 2010 at 4.00 p.m at No.5, Ground Floor, 'Brigade Links Apartments', No.54/1, 1st Main Road, Seshadripuram, Bangalore 560 020 to transact the following business:

- To receive, consider and adopt the Audited Profit & Loss Account for the year ended 31st March, 2010 and the Balance Sheet as at that date and the Report of the Board of Directors and Auditors thereon.
- To appoint a Director in the place of S R Gowda who retires by rotation, and being eligible, offers himself for reappointment.
- To appoint Auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of next Annual Meeting and to fix their remuneration.

By Order of the Board,

 Place: Bangalore
 Date: 12.08.2010

 (GAREGO)
 Director

Note:

- A Member entitled to attend and vote at the Meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company.
- The proxy in order to be effective must be deposited at the Registered Office of the Company at least 48 hours before the commencement of the meeting.

DIRECTORS' REPORT

To
 The Members,
 Your Directors have pleasure in presenting herewith the Fourteenth Annual Report together with the Audited Accounts of the Company for the year ended on 31st March 2010.

WORKING

Your Directors are to report that during the year the operation of the Company results in a Net Profit of Rs.5.27 lakhs (PY: Loss of Rs.15.64 lakhs).

DIRECTORS

Sri S R Gowda, Director retires in the ensuing AGM and being eligible, offers himself for reappointment.

DIVIDEND

Your Directors do not recommend any dividend for the year in order to conserve the resources.

DIRECTORS RESPONSIBILITY STATEMENT AS REQUIRED UNDER SECTION 217(2AA) OF THE COMPANIES ACT, 1956:

In compliance of Section 217 (2AA), as incorporated by the Companies (Amendment) Act, 2008, in the Companies Act, 1956, your directors confirm that:

- That in the preparation of the accounts for the financial year ended 31st March 2010, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- That the Directors have 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 at the end of the financial year and of the loss of the Company for the year under review;
- That the Directors 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 fraud and other irregularities;
- That the Directors have prepared the accounts for the financial year ended 31st March 2010 on a 'going concern' basis.

DEPOSITS:

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

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

The Company has no activities relating to conservation of energy or technology absorption. There were no foreign exchange earnings or outgo during the year under consideration.

PARTICULARS OF EMPLOYEES:

The Company had no employees of the category mentioned in Section 217(2A) of the Companies Act, 1956 as amended by the Companies (Amendment) Act, 1988.

AUDITORS:

M/s. Vasudev Pai & Co., Chartered Accountants, Auditors of the Company hold the office till the conclusion of forth coming Annual General Meeting and are eligible for reappointment.

On Behalf of the Board of Directors

Director Director

 Place : Bangalore
 Dated : 12.08.2010

 VASUDEV PAI & CO.,
 Chartered Accountants,
 S-401, Manipal Centre, 47, Dickenson Road, Bangalore 560042

AUDITOR'S REPORT

To the Members of Maharashtra Apex Asset Management Company Limited

We have audited the attached Balance Sheet of Maharashtra Apex Asset Management Company Limited as at 31st March 2010 and also 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.

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.

We report as follows:

- As required by the Companies (Auditor's Report) Order, 2003, as amended by Companies (Auditor's Report) (Amendment) Order 2004 issued by the Central Government of India, in terms of Section 227(4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in the paragraphs 4 and 5 of the said order to the extent applicable to the Company during the year.

- Further to our comments in the Annexure referred to above, we report that:
 - 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;
 - In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of the books;
 - The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account;
 - In our opinion, the Balance Sheet and Profit and Loss Account dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956;
 - On the basis of the written representations received from the Directors as on 31st March 2010 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March 2010 from being appointed as a Director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956;
 - In our opinion, and to the best of our information and according to the explanations given to us, the said accounts, read together with the Significant Accounting Policies and the Notes on Accounts in Schedule 'I', 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:
 - in the case of the Balance Sheet, of the State of Affairs of the Company as at 31st March 2010; And
 - in the case of the Profit and Loss Account, of the Profit of the Company for the year ended on that date
 - in the case of the Cash Flow Statement, of the Cash Flows for the year ended on that date

 for VASUDEV PAI & CO.
 Chartered Accountants
 Firm Registration No. 004560S

 T. VASUDEV PAI
 Proprietor
 Membership No. 020906

 Place: Bangalore
 Date: 12.08.2010

ANNEXURE TO THE AUDITOR'S REPORT

Referred to in paragraph 1 of our Report of even date

Referred to in paragraph 1 of our Report of even date

- The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
 - All the Fixed Assets have been physically verified by the management during the year. No material discrepancy was noticed on such verification.
 - During the year, the Company has not disposed substantial portion of its fixed assets, which will affect the Company as a going concern.
- In our opinion, the Company has maintained proper records showing the details of stock of decrease debts, which have been reflected under the head Current Assets. The Company does not have any other inventory, hence clauses ii (a) to ii (c) are not applicable.
- The Company has not granted secured or unsecured loans to Firms or Other Parties covered under Section 301 of the Companies Act 1956, except interest free advance to its Holding Company and to a Company in which one of the Director is interested. The balance outstanding as receivable as at 31st March 2010 and the maximum balance outstanding during the year are Rs. 227.14 lakhs and Rs. 231.14 lakhs respectively (PY: Rs. 217.83 lakhs and Rs. 217.83 lakhs).
 - The terms and conditions of such advances are not, in our opinion, prima facie, prejudicial to the interest of the Company.
 - There is no stipulation in respect of repayment of the above-referred advance.
 - In the absence of the repayment terms and conditions, we are unable to form an opinion about its recoverability.
 - The Company has not taken secured or unsecured loan from companies, firms or other parties listed in the Register maintained under Section 301 of the Companies Act, 1956. Therefore the provisions of Clause 4(iii)(e)



3. Contingent Liability - Nil				ADDITIONAL INFORMATION AS REQUIRED UNDER PART IV OF SCHEDULE VI TO THE COMPANIES ACT, 1956	
4. Related party disclosure:				BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE:	
a) List of Related parties and Relationship:				1. REGISTRATION DETAILS:	
Relationship Holding Company Company in which Director is interested Key Management Personnel				Registration No. : 16881 State Code : 08 Balance Sheet date : 31.03.2010	
b) Related Party transactions:				2. CAPITAL RAISED DURING THE YEAR:	
Related Party Relationship Nature of Transaction 2009-10 Dr. / (Cr.) Rs. 2008-09 Dr. / (Cr.) Rs.				Public Issue : Nil Rights Issue : Nil Bonus Issue : Nil Private Placement : Nil Further Issue : Nil	
MRAC Ltd. Holding Company Reimbursement of recovery expenses (net) 159735 293867 *Unsecured Advances recoverable 22514036 21783004				3. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS: (Rs. in lakhs)	
Riverdale Fashions Pvt Ltd Company in which a Director is interested *Unsecured Advances recoverable 200000 Nil				Total Liabilities : 517.30 Total Assets : 517.30	
*Outstanding as of 31st March 2010 Related Party relationships are as identified by the Company on the basis of the information available. No amount is has been written off or written back during the year in respect of debts due from or to related party.				Sources of Funds: Paid-up Capital : 502.58 Reserves & Surplus : 14.71 Deferred Tax Liability : 0.01	
5. The Deferred tax during the year for timing difference is accounted using tax rates/laws that have been enacted, the net difference arising thereon debited to Profit & Loss Account.				Application of funds: Fixed Assets : 0.10 Investments : 47.44 Net Current Assets : 284.02 Accumulated Losses : 185.74	
Details of Deferred Tax - Assets & Liabilities:				4. PERFORMANCE OF COMPANY:	
Particulars Deferred Tax (Asset)/ Liability as at 01.04.2009 Rs. Current Year Charge/(Credit) Rs. Deferred Tax (Asset)/ Liability as at 31.03.2010 Rs.				Turnover : 10.16 Total Expenditure : 3.99 Profit/(loss) before Tax : 6.17 Profit/(loss) after Tax : 5.27 Earning per Share (Rs.) : 0.07 Dividend Rate : -	
Difference between the Book and Tax: Depreciation Nil 1093/- 1093/-				5. Generic names of three principal products/ services of Company : Not applicable	
6. There are no separate reportable segments as per Accounting Standard on Segment Reporting (AS 17) as the Company's present business activity is business support services.				For and on behalf of Board of Directors	
7. Earning per Share:				DIRECTOR DIRECTOR	
Earning per Share is calculated by dividing the profit attributable to the equity shareholders by the number of equity shares as under:				Place : Bangalore Date : 12.08.2010	
				2009-10 (Rs.) 2008-09 (Rs.)	
Net Profit/(Loss) after Tax 527834 (1564200)					
Add(+)/Less(-) Prior Year Adjustments (175354) Nil					
Net Profit/(Loss) attributable to Equity Share Holders 352480 (1564200)					
Number of equity shares used as denominator for calculating Basic EPS 5025800 5025800					
Earning Per Share of Rs.10/- each 0.07 (0.31)					
8. Figures for previous year have been regrouped/ rearranged, wherever necessary.					
For and on behalf of Board of Directors				As per our report of even date For VASUDEV PAI & CO., Chartered Accountants, Firm Registration No. 004560S	
Director Director				T. VASUDEV PAI Proprietor Membership No. 020906	
Place : Bangalore Dated : 12.08.2010					



NOTICE		NOTICE	
NOTICE is hereby given that the Twenty Third Annual General Meeting of the Members of CRIMSON ESTATE & PROPERTIES PRIVATE LIMITED will be held on Wednesday, the 7th day of July 2010 at 2.00 p.m. at the Registered Office of the Company at 315, Dalamal Towers, Nariman Point, Mumbai to transact the following business:		VASUDEV PAI & CO., CHARTERED ACCOUNTANTS S-401, Manipal Centre, Dickenson Road, Bangalore 560 042	
AGENDA		AUDITOR'S REPORT	
1. To receive, consider, approve and adopt the audited Balance Sheet as at 31st March 2010 and Profit and Loss Account for the year ended on that date together with the Report of Directors and the Auditors thereon.		To The Members of Crimson Estate and Properties Pvt. Ltd.	
2. To appoint Auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of next Annual Meeting and to fix their remuneration.		We have audited the attached Balance Sheet of CRIMSON ESTATE AND PROPERTY PRIVATE LIMITED as at 31st March 2010 and also the Profit and Loss Account 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.	
By Order of the Board of Directors,		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.	
Director		We report as follows:	
Place: Mumbai Date : 02.06.2010		1. As required by the Companies (Auditor's Report) Order, 2003 as amended by Companies (Auditor's Report) (Amendment) Order 2004 issued by the Central Government of India, in terms of Section 227(4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in the paragraphs 4 and 5 of the said Order.	
Note: 1. A Member entitled to attend and vote at the Meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company.		2. Further to our comments in the Annexure referred to 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 it appears from our examination of the books; c) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account; d) In our opinion, the Balance Sheet and Profit and Loss Account dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956; e) On the basis of the written representations received from the Directors as on 31st March 2010 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March 2010 from being appointed as a Director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956; 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 the Significant Accounting Policies and the Notes on Accounts in Schedule '10', give the information required by the Companies Act, 1956 in the manner so required 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; And (ii) In the case of the Profit and Loss Account, of the Profit of the Company for the year ended on that date.	
2. The proxy in order to be effective must be deposited at the Registered Office of the Company at least 48 hours before the commencement of the meeting.		for VASUDEV PAI & CO. Chartered Accountants Firm Registration No. 004560S	
DIRECTORS' REPORT		T. VASUDEV PAI Proprietor Membership No. 020906	
To The Members, Your Directors have pleasure in presenting herewith the Twenty Third Annual Report together with the Audited Accounts of the Company for the year ended on 31st March 2010.		Place: Bangalore Dated: 02.06.2010	
WORKING During the year under review, the operation of the Company results in a Net Profit of Rs. 1.30 lacs (PY: Net Loss Rs. 0.73 lacs) after meeting necessary expenditure and provision for taxation. Your Directors continue their efforts to improve the working of the Company.		ANNEXURE TO THE AUDITOR'S REPORT Referred to in paragraph 1 of our Report of even date	
DIRECTORS RESPONSIBILITY STATEMENT AS REQUIRED UNDER SECTION 217(2AA) OF THE COMPANIES ACT, 1956: In compliance of Section 217 (2AA), as incorporated by the Companies (Amendment) Act, 2000, in the Companies Act, 1956, your directors confirm that: a) That in the preparation of the accounts for the financial year ended 31st March 2010, the applicable accounting standards have been followed along with proper explanation relating to material departures; b) That the Directors have 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 at the end of the financial year and of the Profit of the Company for the year under review; c) That the Directors 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 fraud and other irregularities; d) That the Directors have prepared the accounts for the financial year ended 31st March 2010 on a 'going concern' basis.		1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed asset. b) Fixed asset has been physically verified by the management during the year, which in our opinion is reasonable having regard to the size of the Company and the nature of its fixed asset. c) During the year, the Company has not disposed of any part of fixed asset, which would affect the going concern of the Company. 2. (a) As explained to us, the inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable. (b) In our opinion and according to the information and explanations given to us, the procedures of physical 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) On the basis of our examination of the records of inventory, the Company has maintained proper records of inventory. No material discrepancies were noticed on physical verification of inventory as compared to book records. 3. (a) The Company has granted interest free unsecured loan to Holding Company amounting to Rs. 1.06 lakhs (PY: 1.15 lakhs). An advance of Rs. 5.00 lakhs (PY: Rs. 5.00 lakhs) is also outstanding from Ex-Director covered in the Register maintained under Section 301 of the Companies Act, 1956. The maximum balance outstanding is Rs. 6.15 lakhs (PY: Rs. 6.15 lakhs). (b) There is no stipulation in respect of repayment of principal amount of the advance due from Ex-Director amounting to Rs. 5.00 lakhs. (c) The terms and conditions of advance to Holding Company are not, in our opinion, prima facie, prejudicial to the interest of the Company. (d) In the absence of the repayment of terms and conditions of advance made to Ex-Director, we are unable to form an opinion about its recoverability.	
SECRETARIAL COMPLIANCE CERTIFICATE: In terms of Section 383(A) of the Companies Act, 1956, the Company has obtained a Secretarial Compliance Report from a Practising whole time Company Secretary and same is enclosed.			
DEPOSITS: The Company has not accepted any deposits from the public within the meaning of Section 58A of the Companies Act, 1956 and the Rules made there under.			
CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO: The Company has no activities relating to conservation of energy or technology absorption. There were no foreign exchange earnings or outgo during the year under consideration.			
PARTICULARS OF EMPLOYEES: The Company had no employees of the category mentioned in Section 217(2A) of the Companies Act, 1956 as amended by the Companies (Amendment) Act, 1988.			
AUDITORS: M/s. VASUDEV PAI & CO., Chartered Accountants, Auditors of the Company hold office till the conclusion of forth coming Annual General Meeting and are eligible for reappointment.			
On Behalf of the Board of Directors			
Director Director			
Place : Mumbai DATED : 02.06.2010			



3. Related party disclosure:

a) Key Management Personals : i) Mr. S. R. Gowda
ii) Mr. G. A. Rego

b) Holding Company : i) Maha Rashtra Apex Corporation Limited

Related Party	Relationship	Nature of transaction	Outstanding as at 31.03.2010 Rs.
MRACL	Holding Company	Advance Recoverable	105773/- (Dr.)
Pranav Sanghvi	Ex-Director	Advance Recoverable	500000/- (Dr.)

4. Basic Earning per Share:

Earning per Share is calculated by dividing the profit attributable to the equity shareholders by number of equity shares as under:

	2009-10 (Rs.)	2008-09 (Rs.)
Net Profit/(Loss) after Tax	130300	(73431)
Add(+)/Less(-) Prior Year Adjustments	Nil	(251576)
Net Profit/(Loss) attributable to Equity Share Holders	130300	(325007)
Number of equity shares used as denominator for calculating Basic EPS	1800000	1800000
Basic Earning Per Share of Rs. 10/- each	0.7	(0.18)

5. There is no Deferred Tax Liability on timing difference as at 31.03.2010. Deferred Tax Assets subject to consideration of prudence are recognized and carried forward only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax asset can be realized.

6. The requirement of Accounting Standard 17 on Segment Reporting is not applicable to the Company for the year ended 31st March 2010.

7. The figures of previous year have been suitably regrouped and/or rearranged wherever necessary.

for and on behalf of the Board

Director

Director

T. VASUDEV PAI
Proprietor
M.No.020906

Place : Mumbai
Dated : 02.06.2010

Place: Bangalore
Date : 02.06.2010

ADDITIONAL INFORMATION AS REQUIRED UNDER PART IV OF SCHEDULE VI TO THE COMPANIES ACT, 1956

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE:

1. REGISTRATION DETAILS:

Registration No.	:	42955
State Code	:	11
Balance Sheet date	:	31.03.2010

2. CAPITAL RAISED DURING THE YEAR:

Public Issue	:	Nil
Rights Issue	:	Nil
Bonus Issue	:	Nil
Private Placement	:	Nil
Further Issue	:	Nil

3. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS: (Rs. in lakhs)

Total Liabilities	:	180.00
Total Assets	:	180.00

Sources of Funds:

Paid-up Capital	:	180.00
Reserves & Surplus	:	-

Application of funds:

Net Fixed Assets	:	5.59
Investments	:	31.09
Net Current Assets	:	119.81
Profit & Loss Account	:	23.57

4. PERFORMANCE OF COMPANY:

Turnover	:	13.88
Total Expenditure	:	1.20
Profit/(loss) before Tax	:	12.68
Profit/(loss) after Tax	:	1.30
Earning per Share (Rs.)	:	0.07
Dividend Rate	:	-

5. Generic names of three principal products/services of Company : Renting Property

For and on behalf of Board of Directors

DIRECTOR

DIRECTOR

Place: Mumbai
Date : 02.06.10



NOTICE

NOTICE is hereby given that the Twenty Forth Annual General Meeting of the Members of E'l Dorado Investments Co. Pvt. Ltd. will be held on Friday, the 20th day of August 2010 at 4.00 p.m. at the Registered Office of the Company at 507, Vardhaman Chambers, 5th Floor, 17/G, Cawasji Patel Street, Mumbai 400023 to transact the following business:

AGENDA

- To receive, consider, approve and adopt the audited Balance Sheet as at 31st March 2010 and Profit and Loss Account for the year ended on that date together with the Report of Directors and the Auditors thereon.
- To appoint Auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of next Annual Meeting and to fix their remuneration.

By Order of the Board of Directors,
Director

Place: Mumbai
Date : 05.07.2010

DIRECTORS' REPORT

To
The Members,

Your Directors have pleasure in presenting herewith the Twenty Forth Annual Report together with the Audited Accounts of the Company for the year ended on 31st March 2010.

WORKING

Your Directors do not recommend any dividend for the year in order to conserve the resources.

DIRECTORS RESPONSIBILITY STATEMENT AS REQUIRED UNDER SECTION 217(2AA) OF THE COMPANIES ACT, 1956:

In compliance of Section 217 (2AA), as incorporated by the Companies (Amendment) Act, 2008, in the Companies Act, 1956, your directors confirm that:

- That in the preparation of the accounts for the financial year ended 31st March 2010, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- That the Directors have 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 at the end of the financial year and of the Profit of the Company for the year under review;
- That the Directors 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 fraud and other irregularities;
- That the Directors have prepared the accounts for the financial year ended 31st March 2010 on a 'going concern' basis.

AUDITORS REPORT:

The observations of Auditors are self-explanatory in nature, and therefore these do not call for any further comments.

SECRETARIAL COMPLIANCE CERTIFICATE:

In terms of Section 383(A) of the companies Act, 1956, the Company has obtained a Secretarial Compliance Report from a Practising whole time Company Secretary and it is enclosed.

DEPOSITS:

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

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

The Company has no activities relating to conservation of energy or technology absorption. There were no foreign exchange earnings or outgo during the year under consideration.

PARTICULARS OF EMPLOYEES:

The Company had no employees of the category mentioned in Section 217(2A) of the Companies Act, 1956 as amended by the Companies (Amendment) Act, 1988.

AUDITORS:

Ms. VASUDEV PAI & CO., Chartered Accountants, Auditors of the Company hold office till the conclusion of forth coming Annual General Meeting and are eligible for reappointment.

On Behalf of the Board of Directors

Director

Director

Place : Mumbai
DATED : 05.07.2010

VASUDEV PAI & CO.,
CHARTERED ACCOUNTANTS
S-401, ManiPal Centre, Dickenson Road, Bangalore 560 042

AUDITOR'S REPORT

To The Members of E'l Dorado Investments Co. Pvt. Ltd.

We have audited the attached Balance Sheet of E'L DORADO INVESTMENTS CO. PVT. LTD. as at 31st March 2010 and also 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.

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.

We report as follows:

- As required by the Companies (Auditor's Report) Order, 2003 as amended by Companies (Auditor's Report) (Amendment) Order 2004 issued by the Central Government of India, in terms of Section 227(4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in the paragraphs 4 and 5 of the said order.
- Further to our comments in the Annexure referred to above, we report that:
 - 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;
 - In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of the books;
 - The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account;
 - In our opinion, the Balance Sheet and Profit and Loss Account dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956;
 - On the basis of the written representations received from the Directors as on 31st March 2010 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March 2010 from being appointed as a Director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956;
 - In our opinion, and to the best of our information and according to the explanations given to us, the said accounts, read together with the Significant Accounting Policies and the Notes on Accounts as detailed in Schedule - 10, give the information required by the Companies Act, 1956 in the manner so required given a true and fair view in conformity with the accounting principles generally accepted in India;
 - in the case of the Balance Sheet, of the State of Affairs of the Company as at 31st March 2010; And
 - in the case of the Profit and Loss Account, of the Profit of the Company for the year ended on that date.
 - in the case of the Cash Flow Statement, of the Cash Flows for the year ended on that date.

for VASUDEV PAI & CO.,
Chartered Accountant
Firm Registration No. 004560S

T. VASUDEV PAI
Proprietor
Membership No. 020906

Place: Mumbai
Dated: 04.07.2009

ANNEXURE TO THE AUDITOR'S REPORT
Referred to in paragraph 1 of our Report of even date:

- The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
 - All the Fixed Assets have been physically verified by the management during the year. No material discrepancy was noticed on such verification.
 - During the year, the Company has not disposed substantial portion of its fixed assets, which will affect the Company as a going concern.
- The Company does not have any inventory at the end of the year, hence Clauses ii (a) to ii (c) are not applicable.
- The Company has not granted secured or unsecured loans to Firms or Other Parties covered under Section 301 of the Companies Act 1956, except interest free unsecured advance to its Holding Company and Subsidiary Company and the balance outstanding as receivable as at 31st March 2010 are Rs. 110.49 lakhs (PY: Rs. 86.52 lakhs) and Rs. 24.90 lakhs (PY: Rs. 23.19 lakhs) and the maximum balance outstanding during the year are Rs. 110.49 lakhs and Rs. 24.90 lakhs respectively (PY: Rs. 86.93 lakhs and Rs. 23.19 lakhs).
 - The terms and conditions of such advances are not, in our opinion, prima facie, prejudicial to the interest of the Company.
 - There is no stipulation in respect of repayment of the above-referred advances.
 - In the absence of the repayment terms and conditions, we are unable to form an opinion about its recoverability.
- The Company has not taken secured or unsecured loans from Companies, Firms or Other Parties covered under Section 301 of the Companies Act 1956. Therefore, the provisions of Clauses 4(iii)(e) to (g) of the Companies (Auditor's Report) Order, 2003, as amended, are not applicable to the Company.
- In our opinion and according to the information and explanations given to us, there is adequate internal control procedure commensurate with the size of the Company and nature of its business with regard to the purchase of fixed assets and sale of goods and services. During the course of audit, we have not observed any major weakness in the internal controls.

E'l Dorado Investments Company Pvt. Ltd.



BALANCE SHEET AS AT 31ST MARCH 2010																								
DESCRIPTION	SCH	AS AT 31.03.2010 (Amount in Rupees)	AS AT 31.03.2009 (Amount in Rupees)																					
6. In respect of transactions entered in the register maintained in pursuance of Section 301 of the Companies Act 1956, to the best of our knowledge and belief:																								
a) The transactions that needed to be entered into the register have been so entered.																								
b) In our opinion and according to the information and explanation 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 lakhs in respect of any party during the year have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.																								
7. The Company has not accepted any deposits from the public and consequently the provisions of Section 58A & 58AA of the Companies Act, 1956 and rules framed there under and directions issued by the Reserve Bank of India are not applicable.																								
8. The Internal audit functions have been carried out during the year by the staff of the Holding Company appointed by the management, which has been commensurate with the size of the Company and nature of its business.																								
9. To the best of our knowledge and according to the information and explanations given to us Central Government has not prescribed maintenance of cost records under Section 209(1)(d) of the Companies Act, 1956.																								
10. i) According to the records of the Company, the Company is regular in depositing undisputed statutory dues including Income Tax, Professional Tax, Sales Tax, Service Tax, Cess and other Statutory Dues applicable to it with the appropriate authorities.																								
ii) According to the information and explanations given to us, there are no undisputed amounts payable in respect of Income Tax, Professional Tax, Service Tax, Provident Fund, etc., which were outstanding at the year end for a period of more than six months from the date they become payable.																								
iii) According to the information and explanations given to us, except for the cases stated below and forums where such disputes are pending, there are no other disputed amounts payable in respect of Income Tax and other statutory dues which were outstanding at the close of the year.																								
<table border="1"> <thead> <tr> <th>Name of the Statute</th> <th>Asst. Year</th> <th>Forum where dispute is pending</th> <th>Amount (Rs.)</th> </tr> </thead> <tbody> <tr> <td>Income Tax Act, 1961</td> <td>1994-95</td> <td>CIT Appeals II, Mumbai</td> <td>21,51,098</td> </tr> <tr> <td>Wealth Tax Act, 1957</td> <td>1997-98</td> <td>CIT Appeals II, Mumbai</td> <td>1,84,145</td> </tr> <tr> <td>Income Tax Act, 1961</td> <td>2003-04</td> <td>CIT Appeals II, Mumbai</td> <td>54,144</td> </tr> <tr> <td>Income Tax Act, 1961</td> <td>2003-04</td> <td>CIT Appeals II, Mumbai</td> <td>11,833</td> </tr> </tbody> </table>					Name of the Statute	Asst. Year	Forum where dispute is pending	Amount (Rs.)	Income Tax Act, 1961	1994-95	CIT Appeals II, Mumbai	21,51,098	Wealth Tax Act, 1957	1997-98	CIT Appeals II, Mumbai	1,84,145	Income Tax Act, 1961	2003-04	CIT Appeals II, Mumbai	54,144	Income Tax Act, 1961	2003-04	CIT Appeals II, Mumbai	11,833
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11. The Company has accumulated losses at 31st March 2010 which does not exceed 50% of its net worth as at the end of the year and has not incurred cash losses during the current financial year and also in the immediately preceding financial year.																								
12. In our opinion and according to the explanations given to us the Company has not borrowed any amounts from banks, financial institutions or from debenture holders during the year under Audit.																								
13. According to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.																								
14. In our opinion the Company is not a Chit Fund, Nidhi or Mutual Benefit Fund/Society. Therefore Clause 4(xiii) of the Companies (Auditors Report) Order 2003 is not applicable to the Company.																								
15. During the year, the Company has not dealt or traded in shares, securities, debentures and other investments. Therefore the provisions of Clause 4(xiv) of the Companies (Auditors Report) Order 2003 as amended are not applicable to the Company.																								
16. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from any banks or financial institutions.																								
17. In our opinion and according to information and explanations given to us, the Company has not availed any term loan during the year accordingly Clause 4(xvi) of the Companies (Auditors Report) Order 2003 is not applicable.																								
18. According to the information and explanations given to us, during the year no funds have been raised on short-term basis, which have been utilized for any long-term investment purpose.																								
19. 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 Companies Act, 1956.																								
20. The Company has not issued any debentures and hence no securities required to be created in respect thereof.																								
21. The Company has not raised any money through a public issue during the year.																								
22. According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.																								
<p style="text-align: right;">for VASUDEV PAI & CO., Chartered Accountant Firm Registration No. 004560S</p> <p style="text-align: right;">T. VASUDEVA PAI Proprietor Membership No. 020906</p> <p>Place : Mumbai Dated : 05.07.2010</p>																								

E'l Dorado Investments Company Pvt. Ltd.



DESCRIPTION	SCH	AS AT 31.03.2010 (Amount in Rupees)	AS AT 31.03.2009 (Amount in Rupees)						
Dagny Investments Pvt. Ltd 170,000 170,000 10 1,700,000 1,700,000									
Immovable Property 1,915,248 1,915,248									
Partnership Firm: Think & Grow Rich Co. 426,205 426,205									
Balance brought forward from previous year (1,945,259) 1,161,771									
Profit/(Loss) Carried forward to Balance Sheet (1,606,859) (1,945,259)									
Significant Accounting Policies & Notes on Accounts 10									
<p style="text-align: center;">For and on behalf of Board of Directors for VASUDEV PAI & CO., Chartered Accountant Firm Registration No. 004560S</p> <p style="text-align: right;">T. VASUDEVA PAI Proprietor Membership No. 020906</p> <p>Director Director PLACE: Mumbai DATE : 05.07.2010</p>									
SCHEDULES FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS ACCOUNT AS ON 31.03.2010									
Rs. in Lakhs									
31.03.10 31.03.09 Rs. Rs.									
1	SHARE CAPITAL								
	Authorised								
	10,00,000 equity shares of Rs.10/- each	10,00,000	10,00,000						
	3,05,000 13.5% Redeemable Cumulative Preference Shares of Rs.100/- each	30,50,000	30,50,000						
		40,50,000	40,50,000						
	Issued, Subscribed and Paid-up:								
	10,00,000 equity shares of Rs.10/- each fully paid-up.	10,00,000	10,00,000						
	(of the above 760000 Eq.Shares are held by the holding Company)								
	2,00,200 13.5% Redeemable Non Cumulative Preference Shares 'B' of Rs.100/- each fully paid-up	20,02,000	20,02,000						
		30,02,000	30,02,000						
		9,788,258	9,788,258						
		9,788,258	9,788,258						
		910,871	1,507,576						
2	RESERVE AND SURPLUS:								
	Capital Redemption Reserve Account	9,788,258	9,788,258						
3	FIXED ASSETS:								
		GROSS BLOCK	DEPRECIATION	NET BLOCK					
	Description	As on 1-Apr-09	As on 31.03.10	As on 1-Apr-09	As on 31-Mar-10	As on 31-Mar-09			
	Office Premises	9,910,530	500,000	10,410,530	7,029,657	144,112	7,173,769	3,236,761	2,880,873
		9,910,530	500,000	10,410,530	7,029,657	144,112	7,173,769	3,236,761	2,880,873
	Previous Year	9,910,530	-	9,910,530	6,878,032	151,625	7,029,657	2,880,873	3,032,498
4	INVESTMENTS: (Non Trade)	31.03.10	31.03.09	Face Value					
	(Long term at cost)	No.	No.	Rs.					
	Shares: (Unquoted)								
	Brooklyn Hills & Properties Pvt. Ltd.	490	490	100	49,000	49,000			
	Premier Consolidated Capital Trust (I) Ltd	76,400	76,400	10	1,554,800	1,554,800			
	Subsidiary Companies:								
	E'l Dorado Shares Services Pvt. Ltd.	89,980	89,980	10	899,800	899,800			
<p>8 Dagny Investments Pvt. Ltd 170,000 170,000 10 1,700,000 1,700,000</p> <p>Immovable Property 1,915,248 1,915,248</p> <p>Partnership Firm: Think & Grow Rich Co. 426,205 426,205</p> <p>Balance brought forward from previous year (1,945,259) 1,161,771</p> <p>Profit/(Loss) Carried forward to Balance Sheet (1,606,859) (1,945,259)</p> <p>Significant Accounting Policies & Notes on Accounts 10</p> <p>For and on behalf of Board of Directors for VASUDEV PAI & CO., Chartered Accountant Firm Registration No. 004560S</p> <p style="text-align: right;">T. VASUDEVA PAI Proprietor Membership No. 020906</p> <p>Director Director PLACE: Mumbai DATE : 05.07.2010</p> <p style="text-align: center;">SCHEDULES FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010</p> <p>A) Significant Accounting Policies:</p> <p>a) Accounting Concepts: The accounts are prepared under the historical cost convention and also in accordance with the accounting standard issued by the Institute of Chartered Accountants of India and the Provisions of the Companies Act, 1956 as adopted consistently by the Company on the basis of a going concern.</p> <p>b) Recognition of Income and Expenditure: All items of income and expenditure have a material bearing on the financial statements are recognised on accrual basis. However, dividends on investments in shares are accounted as and when received.</p> <p>c) Investments: Investments are stated at cost. Provision for diminution in the value of long-term investment is made only if such decline is other than temporary in the opinion of the Management.</p> <p>d) Fixed Assets: Fixed Assets are capitalized at cost inclusive of legal and /or installation expenses.</p> <p>e) Depreciation: Depreciation is provided under the "Written Down Value Method" at rates provided by Schedule XIV to the Companies Act, 1956.</p> <p>f) Provision for FBT and Income Tax: Provision for FBT & Income tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act 1961.</p>									

E'l Dorado Investments Company Pvt. Ltd.



B. NOTES ON ACCOUNTS:		ADDITIONAL INFORMATION AS REQUIRED UNDER PART IV OF SCHEDULE VI TO THE COMPANIES ACT, 1956	
1. In the opinion of the Board, the Current Assets, Loans and Advances are realizable in the ordinary course of business. The provisions for all known liabilities have been made and are adequate.		BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE:	
2. The Income Tax Department has served the order of attachment of immovable property on the Company towards the tax demand against which the Company has preferred an appeal with the Appellate Authority.		1. REGISTRATION DETAILS:	
3. Related party disclosure:		Registration No. : 39904	
Maha Rashtira Apex Corporation Ltd. Holding Company		State Code : 11	
Dagny Investments Pvt. Ltd. Subsidiary Company		Balance Sheet date : 31.03.2010	
Eldorado Share Services Pvt. Ltd. Subsidiary Company		2. CAPITAL RAISED DURING THE YEAR:	
Sri S R Gowda Key Management Personnel		Public Issue : Nil	
Sri GARego Key Management Personnel		Rights Issue : Nil	
		Bonus Issue : Nil	
		Private Placement : Nil	
		Further Issue : Nil	
Nature of Transaction		3. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS:	
Balance as at 31.03.2010 Rs.		Total Liabilities : 398.08	
Balance as at 31.03.2009 Rs.		Total Assets : 398.08	
Advance Recoverable Holding Company* 11048926/-		Sources of Funds:	
Advance Recoverable Subsidiary Company* 2490359/-		Paid-up Capital : 300.20	
Security Deposit to Subsidiary Company* 13500000/-		Reserves & Surplus : 97.88	
*Outstanding as of 31st March 2010		Application of funds:	
*Related Party relationships are as identified by the Company on the basis of the information available.		Net Fixed Assets : 32.37	
*No amount is has been written off or written back during the year in respect of debts due from or to related party.		Investments : 65.45	
		Net Current Assets : 384.19	
		Profit & Loss Account : 16.07	
4. Earning per Share is calculated by dividing the profit attributable to the equity shareholders by the number of equity shares as under:		4. PERFORMANCE OF COMPANY:	
		Turnover : 17.49	
		Total Expenditure : 10.55	
		Profit/(loss) before Tax : 6.94	
		Profit/(loss) after Tax : 3.38	
		Earning per Share (Rs.) : 0.34	
		Dividend Rate : -	
		5. Generic names of three principal products/ services of Company : Not applicable	
		For and on behalf of Board of Directors	
		DIRECTOR DIRECTOR	
		Place: Mumbai	
		Date: 05.07.2010	
For and on behalf of the Board		As per our report of even date For VASUDEV PAI & CO., Chartered Accountants, Firm Registration No. 004560S	
Director		T. VASUDEV PAI Proprietor Membership No. 020906	
Place : Mumbai			
Dated : 05.07.2010			

Riviera Steels Pvt. Ltd.



NOTICE		AUDITORS REPORT	
NOTICE is hereby given that the Annual General Meeting of the members of the Company will be held on 30th Day of June 2010 at 11.00 AM at registered office of the Company to transact the following business:		To, The Members of M/s Riviera Steels Private Limited	
AS ORDINARY BUSINESS:		1. We have audited the attached balance sheet of M/s Riviera Steels Pvt. Ltd. as at 31st March 2010 and also the Profit & Loss accounts for the year ended on that date annexed thereto which we have signed under reference of this report. These financial statements are the responsibility of the company management our responsibility is to express an opinion on the financial statements based our audit.	
1. To receive, consider and adopt the balance sheet as at 31st March, 2010 and the Profit & Loss account for the year ended on that date and the report of the Directors and Auditors thereon.		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 misstatements. An audit includes examining, On a test basis, evidence supporting the amount and disclosure in financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion and report that:-	
2. To appoint M/s Anil Shalini & Associates, Chartered Accountants, the retiring Auditor of the Company, as auditor, who shall hold office from the conclusion of this Annual General Meeting until conclusion of the next Annual General meeting and to fix their remuneration		3. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government in the term of sub section (4-A) of Section 227 of the Companies Act, 1956, We enclosed in the annexure a statement on the matters specified in Paragraph 4 & 5 of the said order.	
Place: New Delhi Date : 31.05.2010		4. Further to the comments referred to in Paragraph (1) above, we report that:	
For and on behalf of Board of Directors Riviera Steels Pvt.Ltd Director		a) We have obtained all the information and explanations which to the best of our knowledge and believe were necessary for the purpose of the audit.	
NOTICE: Member entitles to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need note be a member proxies in order to be effective must be received by the Company not less than 48 hours before the time of the meeting.		b) In our opinion, proper books of accounts as required by Law have been kept by the Company so far as it appears from our examination of the books.	
DIRECTOR'S REPORT		c) The Balance Sheet and the Profit And Loss A/c dealt with by this report are in agreement with the books of accounts.	
The Directors have to pleasure in presenting the Annual report of the Company together with the Audited accounts for the year ended 31st March 2010		d) In our opinion, the Balance Sheet and the Profit and Loss A/c referred to in this report complied with Accounting Standards referred to in sub-section (3C) of Section 211, of the Companies Act, 1956.	
FINANCIAL RESULTS The company earned a loss of Rs. 9,500/- for the year ended on 31st March 2010. The Directors are hopeful of better performance during the next year.		e) On the basis of written representation received from the Directors, as on 31st March 2010 and taken on record by the board of Directors, we report that non of the Director is disqualified as on 31st March 2010 from being appointed as Director in terms of clause (g) of sub-section (1) OF Section 274 of the Companies Act, 1956.	
PROSPECTUS The prospectuses for the year 2010-2011 are bleak.		f) In our opinion and to the best of our information and according to the explanation given to us, the said accounts together with the notes thereon 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.	
DIVIDEND Keeping in view the current year and accumulated losses, your Directors are constrained not to recommend any Dividend for the year under report.		(i) In the case of the Balance Sheet of the State of affairs of the Company as at 31st March 2010, and	
DIRECTORS There was no change in the Directorship of the Company during the financial year.		(ii) In the case of the Profit and Loss Account of the Loss for the period ended on that date.	
AUDITORS M/s Anil Shalini & Associates Chartered Accountants, Auditors of the Company retires at the conclusion of the ensuring General Meeting has offered themselves for re-appointment as statutory Auditors of the Company. The Company has also received a certificate from them to the effect that their appointment, if made, would be in accordance with the provisions of Section 224(1-B) of the Company Act, 1956..		For Anil Shalini & Associates Chartered Accountant	
NOTES ON ACCOUNTS The observation of Auditors and notes on accounts are self explanatory and do not call for any separate explanation.		Place: New Delhi Date : 30.06.2010	
SECRETARIAL COMPLIANCE CERTIFICATE A certificate from a secretary in whole time practice regarding compliance of all the provisions of the Company Act 1956, by the Company as required under proviso to Section 383(A)(1) of the Company Act, 1956 is attached to this report.		Anil Kumar Shukla (Partner)	
PUBLIC DEPOSITS The Company has not accepted any deposit within the meaning of Section 58A of the Companies Act, 1956.		ANNEXURE TO THE AUDITOR'S REPORT TO THE MEMBERS OF M/s RIVIERA STEELS PVT. LTD. (Referred to in Paragraph 3 of our report of even Date)	
PARTICULARS OF EMPLOYEES The Company has not employed any employee referred to in Sub- Section 2A of Section 217 of the Company Act, 1956 for the year or part of the year.		1) In the absence of the Fixed Assets there is no need to maintaining records of Fixed Assets.	
CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING AND OUTGOING The Company's operations in the year under review neither required any conservation of Energy nor involved any Absorption of any Technology. Similarly, there was no earning or outgo in Foreign Exchange.		2) (a) Physical verification of inventory was not conducted during the year as there is no inventory during the year.	
DIRECTORS' RESPONSIBILITY STATEMENT Pursuant to Section 217(2AA) of the Companies Act, 1956 the Directors confirm the following in respect of the audited accounts for the year ended 31st March, 2010		(b) In the absence of the Inventory there is no procedure of physical verification of inventory.	
(a) That in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;		(c) In the absence of the Inventory there is no need to maintaining records of inventory.	
(b) That the Directors had selected such accounting policies and applied them consistently and made judgments an estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit & loss account for that period.		3) (a) The Company has not granted any loan to the parties covered in the register maintained under Section 301 of the Act.	
(c) 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 other irregularities.		(b) In our opinion, rate of interest and other terms and conditions of the loans given/granted to companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956 are not prima facie, prejudicial to the interest of the Company.	
(d) That the Directors had prepared the annual accounts on a going concern basis.		© N.A.	
		(d) There is no overdue amount of loans granted to companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956.	
		(e) The Company has not taken any loan from company covered in the Register maintained under Section 301 of the companies Act, 1956.	
		(f) The rate of interest and other terms and conditions of loan taken by the Company are not prima facie prejudicial to the interest of the Company. And	
		(g) The company is regular in repaying the principal amount as stipulated and has been regular in the payment of interest.	
BY ORDER OF THE BOARD OF DIRECTORS FOR RIVIERA STEELS PRIVATE LIMITED			
Place: New Delhi Date: 30.06.2010		DIRECTOR DIRECTOR	



Riviera Steels Pvt. Ltd.

BALANCE SHEET AS AT 31ST MARCH,2010				
DESCRIPTION	SCHEDULE	AS ON 31/03/2010 RS.	AS ON 31/03/2009 RS.	
<p>4) (a) According to the information and explanations given to us, there is no contracts or arrangements during the year that needs to be entered in to the register maintained under Section 301 of the Companies Act, 1956. And</p> <p>(b) According to the information and explanations given to us, there is no contracts or arrangements during the year.</p> <p>5) According to the information and explanations given to us, the Company has not accepted any deposits from the public.</p> <p>6) In our opinion, the Company has no Internal Audit system commensurate with the size and nature of its business since it is not in operation.</p> <p>7) In our opinion and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 209 (1) (d) of the Companies Act, 1956.</p> <p>8) (a) The company is regular in depositing with appropriate authorities undisputed amount due in respect of statutory dues including Provident Fund, Investor Education and Protection fund, Employees State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and any other statutory dues applicable to it. According to the information and explanations given to us, no undisputed amount payable in respect of Statutory dues including Provident Fund, Investor Education and Protection fund, Employees State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and any other statutory dues were in arrears, as at 31st March, 2010 for a period of more than six months from the date they become payable.</p> <p>(b) According to the information and explanations given to us, there are no dues of Income tax/Sales-tax/Wealth-tax/Service-tax/Custom Duty/Excise Duty/Cess which have not been deposited on account of any dispute.</p> <p>9) In our opinion, the accumulated losses of the Company are not fifty percent of its net worth. Yes the company has incurred losses in such financial year and in the immediately preceding financial year.</p> <p>10) According to the information and explanations given to us, there is no due to a financial institution or bank or debenture holders.</p> <p>11) According to the information and explanations given to us, Company have not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.</p> <p>12) In our opinion, the Company is not a chit fund or a nidhi mutual benefit fund/society. Therefore the provisions of clause 4(xiii) of the Companies (Auditor's Report) order, 2003 are not applicable to the Company.</p> <p>13) In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Therefore the provisions of clause 4 (xiv) of the Companies (Auditor's Report) order, 2003 are not applicable to the Company.</p> <p>14) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institution.</p> <p>15) According to the information and explanations given to us, the Company has not taken term loans.</p> <p>16) According to the information and explanations given to us, the Company has not raised funds on short term basis.</p> <p>17) According to the information and explanations given to us, the Company has not made any preferential allotment of shares.</p> <p>18) According to the information and explanations given to us, the Company has not issued debentures.</p> <p>19) According to the information and explanations given to us. The Company has not raised money by public issue.</p> <p>20) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our Audit.</p>				
<p>SOURCES OF FUNDS</p> <p>SHAREHOLDERS' FUNDS :</p> <p>(a) Share Capital 1 10,000,000.00 10,000,000.00</p> <p>(b) Reserve & Surplus 2 2,187,518.00 2,187,518.00</p> <p>LOAN FUNDS</p> <p>Deferred Tax Liabilities 3 - -</p> <p>TOTAL 12,187,518.00 12,187,518.00</p> <p>APPLICATION OF FUNDS</p> <p>FIXED ASSETS :</p> <p>Gross Block - -</p> <p>Less : Depreciation - -</p> <p>NET BLOCK - -</p> <p>CURRENT ASSETS, LOANS & ADVANCES :</p> <p>(a) Inventories - -</p> <p>(b) Sundry Debtors 9,720,891.00 9,733,391.00</p> <p>(c) Cash & Bank Balance 9,967.00 9,967.00</p> <p>(d) Loans & Advances - -</p> <p>9,730,858.00 9,743,358.00</p> <p>LESS : CURRENT LIABILITIES & PROVISIONS</p> <p>(a) Current Liabilities 5 14,000.00 14,000.00</p> <p>(b) Provisions 14,000.00 14,000.00</p> <p>NET CURRENT ASSETS 9,716,858.00 9,729,358.00</p> <p>MISCELLANEOUS EXPENDITURE (To the extent not written off or adjusted)</p> <p>PROFIT & LOSS ACCOUNT 6 2,470,660.00 2,458,160.00</p> <p>TOTAL RS. 12,187,518.00 12,187,518.00</p> <p>SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS 8</p> <p>The Schedules referred to above form an Integral part of Accounts As per our audit report of even date attached</p> <p>FOR AND ON BEHALF OF THE BOARD OF DIRECTORS For ANIL SHALINI & ASSOCIATES For Riviera Steels Private Limited Chartered Accountants</p> <p>DIRECTOR DIRECTOR Anil Kumar Shukla Partner</p> <p>PLACE : NEW DELHI. DATED : 30.06.2010</p>				
<p>FOR ANIL SHALINI & ASSOCIATES Chartered Accountant</p> <p>Anil Kumar Shukla (Partner)</p>				
<p>Place: New Delhi Date: 30.06.2010</p>				
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH,2010				
DESCRIPTION	SCHEDULE	AS ON 31/03/2010 RS.	AS ON 31/03/2009 RS.	
<p>INCOME</p> <p>Profit on Sale of Fixed Assets - -</p> <p>EXPENDITURE</p> <p>Cost of Goods Sold - -</p> <p>Employment Cost - -</p> <p>Administrative & Other Expenses 7 12,500.00 13,250.00</p> <p>Financial Cost - -</p> <p>Miscellaneous Expenses - -</p> <p>Depreciation - -</p> <p>12,500.00 13,250.00</p>				



Riviera Steels Pvt. Ltd.

DESCRIPTION	SCH	AS ON 31/03/2010 RS.	AS ON 31/03/2009 RS.																																																																																																																									
<p>Profit for the year (12,500.00) (13,250.00)</p> <p>Provision for Taxation - -</p> <p>Carried over to Balance Sheet (12,500.00) (13,250.00)</p> <p>SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS 8</p> <p>The Schedules referred to above form an Integral part of Accounts As per our audit report of even date attached</p> <p>For ANIL SHALINI & ASSOCIATES FOR AND ON BEHALF OF THE BOARD OF DIRECTORS Chartered Accountants For Riviera Steels Private Limited Anil Kumar Shukla Partner DIRECTOR DIRECTOR</p> <p>PLACE : NEW DELHI. DATED : 30.06.2010</p>																																																																																																																												
<p>SCHEDULE - 7 ADMINISTRATIVE & OTHER EXPENSES</p> <table border="1"> <tr> <td>Filing Fee</td> <td>7,000.00</td> <td>7,750.00</td> </tr> <tr> <td>Bank Charges</td> <td>0.00</td> <td>26.00</td> </tr> <tr> <td>Legal & Professional Charges</td> <td>0.00</td> <td>5,000.00</td> </tr> <tr> <td>Printing & Stationery</td> <td>0.00</td> <td>0.00</td> </tr> <tr> <td>Auditor's Remuneration</td> <td>5,500.00</td> <td>5,500.00</td> </tr> <tr> <td></td> <td>12,500.00</td> <td>13,250.00</td> </tr> </table> <p>SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS 31.03.2009</p> <p>Schedule-8 Accounting Policies</p> <ol style="list-style-type: none"> Convention The Financial Statements are prepared under the historical cost Convention in accordance with the applicable mandatory accounting standards and relevant presentational requirements of the Companies Act. Fixed Assets The company does not have fixed assets. Sundry Debtors and Advances Recovers These are stated after making adequate provision for bad and doubtful balances. Provision for Taxation The company has loss in current year hence no provisioning is required in this financial year. Method of Accounting A) Income In respect of the income, the company has follow the practice of accounting of such income is on accrual basis. Revenue in respect of insurance/other claim, interest etc. is recognized only when it is reasonably certain that ultimate collection would be made. B) Expenses All the Expenses have been provided on accrual basis. Amortization of Miscellaneous expenditure There is no Preliminary Expenses remain to be amortized. Other accounting policies These are consistent with the generally accepted accounting policies. <p>Notes on Accounts:</p> <ol style="list-style-type: none"> In the opinion of the Board of Directors of the company, Current Assets, Loans & Advances, if Realized in the ordinary course of the business shall amount to the value stated in the Balance sheet and provision for the known Liabilities have been made. The Company does not Fixed Assets so as no depreciation is available. There is no employee referred to in sub-section 2-A of the Section 217 of the Companies Act 1956 read with Companies (Particulars of Employee) Rules 1975. Break up of the Auditor Remuneration is as follows: <table border="1"> <thead> <tr> <th>S.I No</th> <th>Particulars</th> <th>2009-2010</th> <th>2008-2009</th> </tr> </thead> <tbody> <tr> <td>A)</td> <td>Audit Fees</td> <td>5,500</td> <td>7,500</td> </tr> <tr> <td>B)</td> <td>For Company Law Matters</td> <td>Nil</td> <td>Nil</td> </tr> <tr> <td>C)</td> <td>For Others Matters</td> <td>Nil</td> <td>Nil</td> </tr> <tr> <td></td> <td>Total</td> <td>5,500</td> <td>7,500</td> </tr> </tbody> </table> <ol style="list-style-type: none"> Traveling Expenses amounting to Rs Nil (Previous Year Rs. Nil) has been incurred by the Directors of the company. Previous Year figures have been regrouped/ recast wherever necessary to make them Comparable with those of current year. Contingent Liabilities not provided for Rs Nil (Previous year Rs Nil) The Company had no earning or Expenditure in Foreign Exchange during the year. Information with regard to Other Matter specified in clause 3,4(a) and 4(c) of Part II of Schedule VI of the Companies Act, 1956 are either Nil or Not applicable to the company. <p>FOR ANIL SHALINI & ASSOCIATES FOR RIVIERA STEELS PRIVATE LIMITED CHARTERED ACCOUNTANTS</p> <p>ANIL KUMAR SHUKLA (DIRECTOR) (DIRECTOR) (PARTNER)</p> <p>Place: NEW DELHI Date: 30.06.2010</p>					Filing Fee	7,000.00	7,750.00	Bank Charges	0.00	26.00	Legal & Professional Charges	0.00	5,000.00	Printing & Stationery	0.00	0.00	Auditor's Remuneration	5,500.00	5,500.00		12,500.00	13,250.00	S.I No	Particulars	2009-2010	2008-2009	A)	Audit Fees	5,500	7,500	B)	For Company Law Matters	Nil	Nil	C)	For Others Matters	Nil	Nil		Total	5,500	7,500																																																																																		
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Notes

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ATTENDANCE SLIP

PLEASE FILL IN ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL.

NAME AND ADDRESS OF THE SHAREHOLDER(S)/PROXY:

Reg. Folio No :

No. of shares held :

I hereby record my presence at the 66th Annual General Meeting of the company on Wednesday, the September 29, 2010 at 11.00 a.m. at Hotel Ajantha, 22-A, M G Road, Bangalore 560 001

Signature of the Shareholder or Proxy
(Strike out whichever is not applicable)



PROXY FORM

I/We.....of.....in the district of.....members of the above named Company, hereby appoint.....of.....in the district of.....of.....or failing him.....of.....in the district of.....of.....as my/our

Proxy to attend and vote for me /us on my/our behalf at the 66th Annual General Meeting of the company on Wednesday, the September 29, 2010 at 11.00 a.m and at any adjournment thereof

Signed this ____ day of _____ 2010

Reg. Folio No.

No. of Shares held

Affix 30 paise Revenue Stamp

Note : This form in order to be effective should be duly stamped, completed and signed and must be deposited at the Registered Office of the Company, not less than 48 hours before the time fixed holding the Meeting.