

PANJON LIMITED, INDORE

ANNUAL REPORT
2009-10

PANJON LIMITED

11/12, Sector-1, Indira Nagar, 13-14 R.N.T. Marg, Indore (M.P.)

PANJON LIMITED
Regd. Office: 13-14, Dawa Bazar, R. N. T. Marg,
Indore (M.P.)

NOTICE

Notice is hereby given to all the members of the Company that the Annual General Meeting of the Company will be held on Thursday the 30th September, 2010 at 11 A.M. at the Registered Office of the Company situated at 13-14, Dawa Bazar, R. N. T. Marg, Indore, (M.P.) to transact the following:

ORDINARY BUSINESS

1. To receive and adopt the Audited Balance Sheet as at 31st March, 2010 and Profit and Loss Account of the Company for the year ended on 31st March, 2010 and the report of the Directors & Auditors thereon
2. To appoint Auditors to hold the office till the conclusion of the next Annual General Meeting on such remuneration as may be decided by the Board of Directors in addition to reimbursement of out of pocket expenses.
3. To appoint Director in place of Smt. Sujan Bai Kothari who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint Director in place of Shri Amit Mehta who retires by rotation and being eligible offers himself for re-appointment.

SPECIAL BUSINESS

5. To consider and if thought fit, to pass, with or without modification the following as an Ordinary Resolution:

RESOLVED THAT pursuant to the provision of section 257 of the Companies Act, 1956 Smt. Anjal Shukla, in respect of whom the Company has received a notice under section 257 in writing proposing the candidature for the office of the Director, be and hereby elected and appointed as Director of the company.

For Panjon Limited,

Managing Director

By Order of the Board
PANJON LIMITED


CHAIRMAN

Place: Indore
Date: 02.08.2010

PANJON LIMITED
Regd. Office: 13-14, Dawa Bazar, R. N. T. Marg,
Indore (M.P.)

Notes :

1. MEMBERS ENTITLED TO VOTE CAN BE REPRESENTED BY PROXY. PROXIES TO BE ELIGIBLE MUST BE DEPOSITED WITH THE COMPANY AT LEAST 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING PROXY NEED NOT BE MEMBER OF THE COMPANY.
2. Members are requested to notify immediately the change, if any in their address with Pin Code giving their Registered folio No., No. of Shares held Etc.
3. Member are requested to bring their copy of the Annual Report at the Meeting
4. For the convenience of the members, attendance slip is annexed to the Proxy Form Members are requested to fill in and put their signatures at the space provided therefore and handover the Attendance slip at the entrance of the place of the meeting. Proxy/ Representative of a member should mark on the attendance slip "proxy" or Representative as the case may be.
5. The Register of Members and share Transfer Books shall remain closed from 29th September 2010 to 30th September 2010 (both days inclusive)

Explanatory statement pursuant to section 173 of the Companies Act, 1956

Item No. 5

Company has received a notice under section 257 of the Companies Act, 1956 proposing the candidature of Smt. Anjali Shukla, for being appointed as the Director of the company along with the deposit of Rs. 500/- with the Company. Board of Director places before the shareholder the candidature of Smt. Anjali Shukla, for being appointed as director of the company

By Order of the Board
PANJON LIMITED


CHAIRMAN

Place: Indore
Date: 02.08.2010


Managing Director

PANJON LIMITED
Regd. Office: 13-14, Dawa Bazar, R. N. T. Marg,
Indore (M.P.)

DIRECTORS' REPORT

To,
The Members,
PANJON LIMITED
Indore

Your Board of directors have pleasure in presenting their Annual report on the business and operations of the Company along with the Audited Balance Sheet and Profit & Loss Accounts for the year ended 31st March, 2010.

1. FINANCIAL RESULTS:

Financial Results of the company for the year under review alongwith the comparative figures for previous year are as follows:

	Year ended 31st March	
	2010	2009
Total sales/income from operations	107216755.00	185331767.00
Expenditure	106079343.00	185219270.00
Profit before Tax	337415.00	612497.00
Less: Income Tax (Last year)	18121.00	34519.00
Provision for Income Tax	51000.00	55000.00
Less - Provision For Fringe Benefit Tax	0.00	39420.00
Profit before Deferred Tax	368294.00	493958.00
Add: Deferred Tax Assets	23211.00	85395.00
Profit/(loss) After Deferred Tax	(291505.00)	(500313.00)

2. DIVIDEND:

Your Directors do not recommend any dividend and proposes to utilize the funds for its capital needs.

3. REVIEW ON OPERATIONS:

During the year under review, your Company is facing stiff Competition with the multi national companies and small companies like Panjon is facing the sever competition, resulting the profitability of the Company has been adversely affected. Your Directors are making constant more efforts to generate the more profits to the Company. Your directors look forward for better working results in the years to come.

For Panjon Limited,


Managing Director

FANJON LIMITED
Regd. Office: 13-14, Dawa Bazar, R. N. T. Marg,
Indore (M.P.)

4. ENVIRONMENTS, SAFETY AND ENERGY CONSERVATION:

The company is taking the steps for the environment safety and the energy conservation. Your company has recorded further reduction in specific energy consumption over the previous year, through productivity improvements, induction of innovative energy-efficient process technologies and recycling/reuse of energy steam where feasible.

To conserve ground water, your company has embarked on rainwater harvesting projects at the manufacturing site and greening of barren land around factory. Further a comprehensive health check of all its employees.

5. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has reasonably system of internal control comparing authority levels and the powers, supervision, checks, policies and the procedures. The company has constituted the Audit Committee under the Chairmanship of Shri Amit Mehta. The said Committee reviews the adequacy of internal controls systems and the Compliance thereof.

Further the annual financial statement of the company are reviewed and approved by the committee and placed before the Board for the consideration. The Committee also reviewed the internal controls system during the year.

6. SHARE CAPITAL & LISTING:

The Company has applied for listing of the 49,82,600 equity shares of Rs. 10/-each issued on preferential basis on 1st June 2002 and 5,00,000 shares further issued at premium of Rs. 1/- each on preferential basis on 7th Feb. 2006. Necessary approval from the Madhya Pradesh Stock Exchange & Mumbai are awaited.

The Company's Existing Equity Shares before preferential allotment are listed with the M. P. Stock Exchange (Regional) & Stock Exchange, (Mumbai).

The Equity Shares of the Company may also be kept in the electronic form as your company has connectivity from the Central Depository Services Ltd. (CDSL) and National Security Depository Services Limited (NSDL).

The trading of the Equity Shares of the Company has been suspended by the BSE w.e.f. 20th September 2006. The Company is making all the efforts to revocation of the suspension in order to regularize the trade in the shares of the company in the best interest of the investors.

7. DIRECTORS:

The Board consists of executive and non-executive directors including independent directors who have wide and varied experience in different disciplines of corporate functioning. Shri Prakash Doshi and Shri Brij Singh Thakur, directors of the Company will retire at the forthcoming Annual General Meeting and being eligible, offers themselves for re-appointment.

During the year Board has appointed Mrs. Anjali Shukla as Additional Director of the Company. Company has also received a notice under Section 257 of the Companies Act, 1956 specifying the candidature of Mrs. Anjali Shukla to be appointed as Regular Director.

FOR THE COMPANY



Managing Director

PANJON LIMITED
Regd. Office: 13-14, Dawa Bazar, R. N. T. Marg,
Indore (M.P.)

8. AUDITORS' AND THEIR REPORT:

Comments of the Auditors in their report and the notes forming part of the Accounts are self explanatory and need no comments. M/s. Triok Jain & Co., has to vacate their office at the conclusion of the ensuing Annual General Meeting and being eligible offers them selves for re-appointment. The Company has obtained a certificate from them in accordance with the provisions of section 224(1B) of the Companies Act, 1956.

9. DEPOSITS:

Your Company has not accepted within the meaning of the provisions of section 56A of the Companies Act, 1956. There was no overdue/unclaimed deposit as at the date of the Balance Sheet.

10. DIRECTORS' RESPONSIBILITY STATEMENT:

In accordance with the provisions of section of 217(2AA) of the Companies Act, 1956, your directors state that:

- (i) In the preparation of accounts, the applicable accounting standards have been followed.
- (ii) Accounting policies selected were applied consistently. Reasonable and prudent judgments and estimates were made so as to give a true and fair view of the state of affairs of the company as at the end of March 31, 2010 and the profit of the company for the year ended on that date.
- (iii) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities.
- (iv) The annual accounts of the company have been prepared on the going concern basis.

11. CORPORATE GOVERNANCE:

Corporate governance assumes a great deal of importance in the business life of the company. The driving forces of the corporate governance of company are its core values, belief in people, entrepreneurship, customers orientation and the Pursuit of Excellence. The company's goal is to find creative and productive ways of delighting its stakeholders, i.e., investors, customers and associates, while fulfilling the role of a responsible corporate representative committed to the best practices.

12. PERSONNEL:

The Company continued to have cordial relations with its employees during the year under review.

13. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION:

Information as required under section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the report of Board of Directors) Rules, 1959 is enclosed herewith.

Per:  Managing Director

Managing Director

PANJON LIMITED
Regd. Office: 12-14, Cowa Bazar, R. N. T, Marg,
Indore (M.P.)

14. ACKNOWLEDGEMENTS:

Our directors wish to place on record their sincere appreciation and acknowledge with gratitude for the assistance, cooperation and encouragement by valued customers, suppliers, bankers, shareholders and employees of the company and look forward for their continued support.

By Order of the board
PANJON LIMITED


CHAIRMAN


Managing Director

Place: Indore
Date: 02/03/2010

Annexure to the Directors Report
CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE

Information as required under section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the report of Board of Directors) Rules, 1958 are as under:

A. CONSERVATION OF ENERGY

(a) Energy conservation measures taken:

1. Efficient maintenance of traps, valves, pipe lines etc. to reduce fuel consumption in boiler.
2. Replacement of old type steam traps by bucket traps.
3. Proper control of the bumpers and safety valves.
4. Efficient control of air conditioning on and off times.
5. Use of dry process (Roll Compactor) for panjon tablets in place of weight process and drying in fluidized bed drier which has reduced a lot of power consumption.

(b) Additional investments and proposals, if any being implemented for reduction of consumption of energy. Apart from the above-mentioned measures, n.v areas are continuously explored and decided to reduce the consumption of energy.

(c) Impact of measures at (a) & (b) above for reduction of energy consumption and consequent impact on the cost of production of goods:

The above measures have resulted in energy saving and consequent decrease in cost of production.

(d) Total energy consumption and energy consumption per unit of production:

B. POWER AND FUEL CONSUMPTION:

	Current	Previous Year	
1. Electricity (Purchased) Units			
2. Total amount (Rs.)	1124508		1205815
3. Rate per unit (Rs.)			
2. Electricity (Generated) units through Diesel Generators units		No	No
Units per Lit. Of Diesel Oil		No	No
Cost per Unit (Rs.)			No
No			
3. Coal (Specify quality & where used) Coal used in			

C. TECHNOLOGY ABSORPTION AND RESEARCH & DEVELOPMENT:

(1) Research & Development:

- Successfully developed and fully in house indigenous circular oriented printing machine, which can print capsules in a circumference of 250 degrees. - Process debottlenecking at all stages of production etc.

- Development in the area of timing collection by efficient vacuum cyclone system.

- Automation in the area of physical test checking for finished product.

- Automation in the area of packing section.

RSD Expenditure: Not quantified separately.

(2) Technology Absorption, adaption and innovation.

(a) Efforts in brief made towards technology absorption, adoptions innovation.


 Managing Director

CORPORATE GOVERNANCE REPORT

REPORT OF COMPLIANCE WITH CLAUSE 49 OF THE LISTING AGREEMENT OF THE STOCK EXCHANGES

1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE:

The Company's philosophy on code of Governance as adopted by the Board is as under:

- (i) Ensure that the quantity, quality and frequency of financial and managerial information, which management shares with the Board, fully places the Board members in control of the company's affairs.
- (ii) Ensure that the Board exercises its fiduciary responsibilities towards shareholders and creditors, thereby ensuring high accountability.
- (iii) Ensure that the extent to which the information is disclosed to present and potential investors is maximised.
- (iv) Ensure that the decision-making is transparent and documentary evidence is traceable through the minutes of the meetings of the Board/Committee thereof.
- (v) Ensure that the Board, Employees and all concerned are fully committed to maximising long-term value to the shareholders and the company.
- (vi) Ensure that the core values of the company are protected.

2. BOARD OF DIRECTORS:

(i) Details of Directors:

The Company is having Seven directors in the Board and having optimum composition of the 4 independent directors in the Board of Directors of the Company. Details of the Directors of the Company as at 31st March, 2010 are as under:

Directors	Executive / Non-Executive / Independent	No. of outside directorship held		No. of outside Committee positions held	
		Public	Private	Member	Chairman
Shri Nagan Kothari	Promoter/Executive	-	-	-	-
Shri Jay Kothari	Promoter/Executive	-	-	-	-
Smt. Sajan Bai Kothari	Promoter/NED	-	-	-	-
Shri Amit Mehta	NED/IND	-	-	-	-
Shri Prakash Doshi	NED/IND	-	-	-	-
Shri Bijay Singh Thakur	NED/IND	-	-	-	-
Smt. Anjali Shukla	NED/IND	-	-	-	-

(ii) Details of Board Meetings held during the year:

During the financial year 2009-10, there was total five meeting of the Board of Directors of the Company. Details regarding the date, venue, strength of the Board and Directors present at the respective meetings are as under:

Date of Board Meetings	Place of meetings	Total Strength of the Board	No. of Directors present
30th April, 2009	Indore, M.P.	6	4
29th July, 2009	---do---	6	3
1 st August, 2009	---do---	6	4
31st Oct., 2009	---do---	6	3
19 th January, 2010	---do---	6	3

For Director



Managing Director

3. AUDIT COMMITTEE:

(A) Brief description of terms of reference:

- (i) Review with the management the annual/half-yearly financial statements.
- (ii) Hold separate discussion with Head-Internal Audit, Statutory Auditors and among members of the Audit Committee to find out whether the company's financial statements are fairly presented in conformity with the Accounting Standards issued by the ICAI.
- (iii) Review the company's financial and risk management policies and the adequacy of internal control systems.
- (iv) Review the adequacy of accounting records maintained in accordance with the provisions of the Companies Act 1956.
- (v) Review the performance of Statutory Auditors and recommend their appointment and remuneration to the Board, considering their independence & effectiveness.
- (vi) Perform other activities consistent with the Company's Memorandum and Articles, the Companies Act, 1956 and other Governing Laws.

(B) Composition of Committee and number of meetings held:

S.No	Name	Designation	Position in Committee
1.	Mr. Amit Mehta	Director NED/IND	Chairman
2.	Mr. Biju Singh Thakur	Director NED/IND	Member
3.	Mr. Prakash Doshi	Director executive	Member

The Statutory Auditors and head of the finance department was also invited by the Committee to express their views in the Meeting. The Chairman of the Audit Committee has also attended the Annual General Meeting of the members of the company. During the year under review, four meetings of the Audit Committee were held.

4. SHAREHOLDERS'INVESTORS' GRIEVANCE COMMITTEE:

(A) Brief description of terms of reference:

The Company has a 'Shareholders Grievance & Transfer Committee' at the Board level to look into the Redressing of shareholders and investors complaints like:

- (i) Transfer of Shares, transmissions and delay in confirmation in Divid of shares.
- (ii) Non-receipt of Annual Report, etc.

(B) Composition of Committee and number of meetings held:

S.No	Name	Designation	Position in Committee
1.	Mr. Prakash Joshi	Director NED/IND	Chairman
2.	Mr. Biju Singh Thakur	Director NED/IND	Member
3.	Mr. Amit Kumar Mehta	Director NED/IND	Member
4.	Mr. Jay Kothari	Compliance Officer	

The Company has given powers to implement transfer, transmission and Divid of Shares to the Share Transfer Agent and to resolve the relating problems as professional agency. The Committee meets only on specific nature of complaints not resolved within a period of 14 days from the date of its receipts.

5. REMUNERATION COMMITTEE:

(A) Brief description of terms of reference:

The terms of reference of the Committee are to review and recommend compensation payable to the executive directors. The Committee also ensures that the compensation policy of the Company provides for performance-oriented incentives to management.

For Board Control,

Managing Director

(B) Composition of Committee and number of meetings held:

S.No	Name	Designation	Position in Committee
1.	Mr. Bijay Singh Thakur	Director NED/MND	Chairman
2.	Mr. Bijay Singh Thakur	Director NED/MND	Member
3.	Mr. Anil Kumar Mishra	Director NED/MND	Member

During the year under review, there was no meeting of the remuneration committee, as there was no instances which requiring approval of the Remuneration Committee.

E. GENERAL MEETINGS:

Location and time, where last three AGMs were held:

Financial Year	2006-07	2007-08	2008-09
Date	29.09.2007	30.09.2008	30.09.2009
Time	11.00 A.M.	11.00 A.M.	11.00 A.M.
Venue	Indore (M.P.)	Indore (M.P.)	Indore (M.P.)

F. DISCLOSURES:

- (i) There are no material significant related party transactions made by the Company with its promoters, directors or the management, their subsidiaries or relative that may have potential conflict with the interests of company at large. The register of contracts containing transactions in which directors are interested is placed before the Board regularly for its approval.
- (ii) During the last three years there was no penalties, strictures imposed on the Company by Stock Exchanges or SEBI or any Statutory Authority, on any matter related to capital markets.

G. MEANS OF COMMUNICATION:

The results are sent to Stock Exchanges for general information and for putting on their website. The notice of the AGM along with the report is sent to the shareholders well in Advance of the AGM. In addition the Stock Exchange are also notified in advance of any development that may materially effect the working of the Company. Disclosures with in regard to the shareholding pattern, change in major shareholding etc. are also periodically sent to the Stock Exchanges as required under the SEBI Take-over Regulations.

H. GENERAL INFORMATION TO SHAREHOLDERS

- (i) Date, Time and Venue of Annual General Meeting: 30th September, 2010
at 11.00 A.M. at 14-15, Dawa Bazar, R. N. T. Marg, Indore (M.P.)
- (ii) Financial Calendar : April to March
First Quarter Results : On 31st July, 2009
Second Quarter Results : On or before 31st October, 2009
Third Quarter Results : On or before 31st January, 2010
Results for the year ended : On or before 30th April, 2010
31st March, 2010
- (iii) Dates of Book Closure : From 29.09.2010 to 30.09.2010
- (iv) Date of Board Meeting for Consideration of Annual Accounts : 02.08.2010
- (v) Listing on Stock Exchanges : The Stock Exchange, Madhya Pradesh
Mumbai Stock Exchange Ltd, Mumbai

For: Rajesh K. SINGH,


Managing Director

PANJON Limited Company

Annual Report

2009-10


Annual Report

- (v) Stock Code :
The Stock Exchange, Madhya Pradesh : The MPSE.
Mumbai Stock Exchange Ltd, Mumbai : 526315
- (vi) Demat ISIN No. for CDSL and NSDL : INE744D01019
- (vii) Share Transfer System:

Shareholders/Investors' Grievance Committee also approves share transfers and meets at frequent intervals. The Company's Share Transfers Agent Skyline Financial Services Pvt. Ltd. Process these transfers. Share transfers are registered and returned within a period of 15 days from the date of receipt, if the documents are clear in all respects, in cases where shares are transferred after sending notice to the transferors, in compliance of applicable provisions, the period of transfer is reckoned from the date of expiry of the notice.

Place: Indore
Date : 02.05.2010

By Order of the Board
PANJON LIMITED


CHAIRMAN

For Panjon Limited,


Managing Director

Trilok Jain & Company

Chartered Accountants
115 Bansi Trade Center, 581/5 M.G.Road, Indore
Off. Tele/Fax 2533324 / 2533578

AUDITOR'S REPORT

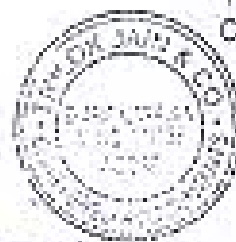
To,
Members,
Panjon Limited,
Dawa Bazar,
INDORE-452 002

We have audited the attached Balance sheet of PANJON LIMITED, INDORE as at 31st March 2010, the Profit and Loss Account and Cash Flow Statement of the Company for the year ended on that date, annexed thereto. These Financial Statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. These Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

1. As required by Companies (Auditors Report) Order, 2003 issued by the Central Government in terms of section 227(4A) of the Companies Act, 1956, we annex hereto statement on the matter specified in the order.
2. Further to our comments in the Annexure referred to in paragraph (1) above:
 - (a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of the audit.
 - (b) In our opinion, proper books of accounts, as required by law have been kept so far, as appears from our examination of the books.
 - (c) The Balance Sheet, Profit & Loss Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account.
 - (d) In our opinion, the Cash Flow Statement, Profit & Loss A/c and Balance Sheet dealt by this report are in compliance with the Accounting Standards referred to in section 211(3C) of the Companies Act, 1956.
 - (e) On the basis of written representation received from the directors and taken on records by board we mention that no directors of the Company are disqualified from being appointed in according with Clause (g) of sub section (1) of Section 274, as on 31st March 2010 on the said date.
 - (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 and subject to the notes thereon specifically notes no. (ii), (vii) & (viii) of Notes to Accounts relating to valuation of inventories, debtors, creditors, current assets and current liabilities, 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 of the Loss of Company for the year ended on that date.
 - (iii) in the case of cash flow statement of the cash flows of the company for the year ended on that date

PLACE: INDORE
Date: 02.09.2010



For Trilok Jain & Co.
Chartered Accountants
(Signature)
(Bharat Jain)
Partner
FRN : 00341C
M.NO. 77738

For Panjon Limited,
(Signature)
Managing Director

ANNEXURE TO THE AUDITORS REPORT REFERRED TO IN PARAGRAPH 1 OF THE AUDITOR'S REPORT OF EVEN DATE TO THE MEMBERS OF PANJON LIMITED ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2010.

In terms of the information and explanations given to us and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief we state that

- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, the fixed assets have been physically verified by the management during the year. There is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) In our opinion, the company has not disposed of substantial parts of fixed assets during the year and the going concern status of the company is not affected.
- (ii) (a) The inventory has not been physically verified during the year by the management and were not made available for verification. In our opinion, the frequency of verification is not reasonable. Quantity, value and location of brought forward / carried forward stock has not been verified by us and it is not verifiable and not properly maintained. Also nature of the goods is expirable and cannot be consumed after lapse of certain time or if not stored properly, company has not taken stock from that perspective and hence exact amount cannot be ascertained.
- (b) The procedures of physical verification of inventories followed by the management are not reasonable and is inadequate in relation to the size of the company and the nature of its business.
- (c) The company is not maintaining proper records of inventory. As informed to us, the discrepancies noticed on verification between the physical stocks and the book records were material and not dealt with in the books of account.
- (iii) (a) The Company has received Unsecured Loans and Trade Deposits from parties listed in the Register maintained under section 301. Which are treated as unsecured loan. The total No. of parties (directors and relative) are four and amount outstanding as on 31.03.10 is Rs. 101,54,833/- (Previous year Rs. 1,18,51,829/-) and maximum outstanding is Rs. 127.93 Lakhs. According to the information and explanation given to us, the rate of interest and other terms and conditions of the loan are prima-facie not prejudicial to the interest of the company. The Company is regular in repayment of deposits and there are no overdue.
- (b) The company has granted unsecured loans, advances to the Companies, Firms and Parties listed in the Register maintained under section 301. The Total No. Of Parties are five and amount outstanding as on 31.03.2010 is Rs. 36.69 lacs (Previous year Rs. 36.69 lacs) and maximum outstanding is Rs. 36.69 Lakhs. According to the information and explanations given to us, the rate of interest and other terms and conditions of the loan are prima-facie, prejudicial to the interest of the Company.
- (c) The debtors are not regular in repaying the principal amounts as stipulated and also irregular in payment of interest.
- (d) In our opinion the company has not taken reasonable steps to recover the loan amount.
- (iv) In our opinion and according to the information and explanations given to us, the internal control is not adequate commensurate with the size of the company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods and services. During the course of our audit, we have observed continuing failure to correct major weaknesses in internal controls.
- (v) (A) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1955 have been so entered.
- (B) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts of arrangements entered in the register maintained under section 301 of the Companies Act, 1955 and exceeding the value of rupees five lakhs in respect of any party during the year have been made but the reasonability of the prices having regard to prevailing market prices at that time cannot be ascertained.
- (vi) In our opinion and according to the information and explanations given to us, the company has not accepted deposits hence provisions of section 58A and 58AA of the Companies Act are not applicable to company, except Business deposits and from directors and shareholders.
- (vii) In our opinion, the company does not have Internal audit system commensurate with the size and nature of its business.
- (viii) As informed and explained to us, the Central Government has ordered for maintenance of cost records under section 205(1)(d) of the companies Act vide order dated 16/03/2005 of the Central Government but the cost audit has not been completed till date. For Internal Audit, _____
- (ix) (a) The company is generally irregular in depositing with appropriate authorities as required statutorily.

Managing Director



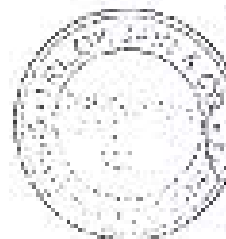
dues including provident fund, investor education protection fund, ESIC, sales tax, income-tax TDS, service tax, Cess and other material statutory dues applicable to it.

- (b) According to the information and explanations given to us and records of the Company examined by us, the particulars of dues as at 31/3/2009, which have not been deposited on account of a dispute, are as follows:

Name of the Statute	Nature of the Dues	Amount under dispute not yet deposited	Forum where dispute is pending
Sales Tax	2004-05 MFCT	51,400/-	Revision application with Asst. Comm.
Excise Duty	2002-03	167530/-	Stayed from High Court
Income Tax	FY 1993-1994 (A.Y. 1994-95)	1,42,130/-	Rectification filed

- (c) The company does not have accumulated loss, as at the end of year the company more than fifty percent of its net worth. The company has not incurred any cash losses during the financial year covered by our audit or in the immediately preceding financial year.
- (d) In our opinion and according to the information and explanations given to us, the company is not in default of repayment of dues to financial institution/bank as at 31.03.2010.
- (e) We are of the opinion that the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (f) In our opinion, the company is not a chit fund or a mchf / mutual benefit fund/society. Therefore, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (g) In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (h) As informed and explained to us the company has not given guarantees for loans taken by others from banks or financial institutions.
- (i) The Company has applied the funds raised by way of term loans towards the purpose for which they have been raised.
- (j) According to the information and explanations given to us, and on an overall examination of the balance sheet of the company, we report that the no funds raised on short-term basis have been used for long-term investment.
- (k) According to the information and explanations given to us, the company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
- (l) According to the information and explanations given to us, during the period covered by our audit report, the company had not issued any debenture.
- (m) The company has not made any Public issue of shares during the year.
- (n) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the year.

PLACE INDORE
DATE: 02/08/2010



For Trilok Jain & Co.
Chartered Accountants

(Bharat Jain)
Partner
M.No. 12712
FRN 00341C

Mansingh

PANJON LIMITED, INDORE

BALANCE SHEET AS AT 31ST MARCH, 2010

PARTICULARS	SCHEDULE	31.03.2010 In Rs.	Ann. 31.03.2009 Ann. In Rs.
SOURCES OF FUNDS			
SHAREHOLDERS FUNDS			
SHARE CAPITAL	A	104,525,000	104,525,000
RESERVES AND SURPLUS	B	37,164,200	35,872,090
LOAN FUNDS			
SECURED LOANS	C	4,375,525	4,830,220
UNSECURED LOANS	D	11,823,512	13,429,556
DEFERRED TAX LIABILITY		5,396,530	5,399,841
TOTAL		163,569,257	165,350,345
APPLICATION OF FUNDS			
FIXED ASSETS			
GROSS BLOCK			
LESS: DEPRECIATION		402,0067	45,531,557
NET BLOCK		61,692,692	64,361,322
INVESTMENTS	F	11,634,400	11,634,400
CURRENT ASSETS, LOANS & ADVANCES			
(A) INVENTORIES			
(B) Sundry Debtors		43,115,406	41,301,058
(C) CASH & BANK BALANCE		58,053,271	63,174,753
(D) LOANS & ADVANCES		852,713	600,502
		9,938,047	5,005,750
TOTAL (A)		112,879,437	113,702,973
LESS: CURRENT LIABILITIES AND PROVISIONS			
(K) LIABILITIES			
(L) PROVISION		31,027,453	23,074,505
		1,810,005	1,405,945
TOTAL (B)		32,837,458	24,571,449
NET CURRENT ASSETS		80,041,979	89,130,523
MISCELLANEOUS EXPENDITURE (TO THE EXTENT NOT WRITTEN OFF OR ADJUSTED)			
TOTAL		163,569,257	165,350,345

Significant Accounting Policies & Notes to Account

As per our Report of even date

By: **TRILOK JAIN & COMPANY**
CHARTERED ACCOUNTANTS



(BHARAT JAIN)
PARTNER
INDO. 77735
PLACE: INDORE
DATE: 01/08/2010

FOR AND ON BEHALF OF BOARD



(NAGIN KOTHARI)
CHAIRMAN



(JAY KOTHARI)
MANAGING DIRECTOR

For Panjon Limited,


Managing Director

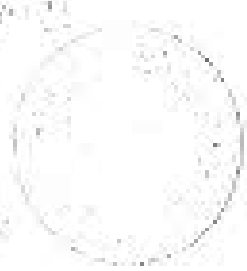
PANJON LIMITED, INDORE

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH, 2012

PARTICULARS	SCHEDULE	31/03/2012 (Amt. in Rs.)	31/03/2011 (Amt. in Rs.)
SALES		102565338	186021314
Cost of Sales	I	691021	21027
Net Sales	K	3001800	24430
	TOTAL	102711758	18551767
EXPENDITURE			
OPERATING EXPENDITURE	J	90411549	171734055
ADMIN. AND OTHER EXPENDITURE	X	6263335	8175008
FINANCE	L	70007	921417
PROVISIONS AND CONTINGENCIES	M	600000	971520
DEPRECIATION	E	2072430	2804350
	TOTAL	100873343	185219370
PROFIT FOR THE YEAR BEFORE TAX		307415	612497
PROVISION FOR INCOME TAX (LAST YEAR)		18121	24150
PROVISION FOR INCOME TAX (CURRENT YEAR)		51000	51000
PROVISION FOR OTHER TAXES		0	31470
PROVISION FOR DEFERRED TAX		268204	490519
PROFIT AFTER TAXES (AVAILABLE)		23214	40196
PROFIT AFTER DEFERRED TAX		20595	34013
DETAILS OF ACCOUNTS AND SIGNIFICANCE OF ACCOUNTING POLICY	A		
Company's Shares			
Equity Shares (Fully Paid-up)		291500	583013
Preference Shares (Fully Paid-up)		10481300	10481300
Reserves and Surplus		0.000	0.000
LIABILITIES			
Trade Payables			
Trade Creditors			
Other Creditors			
Provision for Contingencies			
Provision for Income Tax			

DR. RAJESH K. JAIN & COMPANY
CHARTERED ACCOUNTANTS

DR. RAJESH K. JAIN
2012/12/26
100, E. Gandhi
Bldg. Indore



FOR AND ON BEHALF OF BOARD


(NAGESH KOTHARI)
CHAIRMAN


(JAY KOTHARI)
MANAGING DIRECTOR

FOR SIGNATURE

Managing Director

SCHEDULE - IV - CURRENT LIABILITIES & PROVISIONS

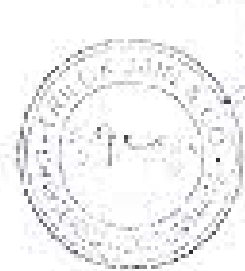
Current Liabilities		
LIABILITIES TO CREDITORS		
Trade Payables	10566354	21515385
LIABILITIES TO GOVERNMENT	1431689	1550120
TOTAL	21027453	23074505
PROVISION FOR EXPENSES		
OUTSTANDING LIABILITIES	1759008	1400520
PROVISION FOR INCOME TAXES	51000	54420
TOTAL	1810008	1495345
TOTAL CURRENT LIABILITIES	22837461	24571449

SCHEDULE - V - INCREASE IN STOCK

STOCK AT CLOSE		
Raw Materials	32337711	31706090
TOTAL	32337711	31706090
LESS - STOCKS AT COMMENCEMENT		
Raw Materials	31706090	31920057
TOTAL	31706090	31920057
INCREASE/(DECREASE) IN STOCK	631621	-213977

SCHEDULE - VI - OPERATIVE EXPENDITURE

RAW MATERIAL CONSUMED		
By Process	3735912	3300631
By Job Work	3015150	2051827
By Purchase Stock	3538735	3015150
TOTAL	10290000	8367608
FINISHED GOODS PURCHASED	15502374	15335308
PACKING MATERIAL CONSUMED		
By Process	2125234	1878729
By Job Work	6347574	5215128
By Purchase Stock	6711430	6347574
TOTAL	15084238	14461431
WARRANTY LIABILITY	177097	140081
TRAVEL AND PASSENGER EXP	533569	601550
POWER SUPPLY	1124504	1205815
REPAIRS AND MAINTENANCE	139456	147555
DEPRECIATION	380458	316745
TOTAL	2354998	2018656
TOTAL	96471545	121738095



For Director

Managing Director

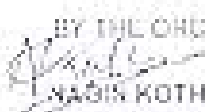
PARTICULARS	31.03.2010	31.03.2009
SCHEDULE "A" - ADMINISTRATIVE AND OTHER EXPENDITURE		
ADVERTISING & PUBLICITY	43102	207501
COMPUTER REMUNERATION	50000	50000
ARCHIVES & COMMISSION	60621	57235
CARRAGE & FREIGHT	275005	409114
CREDIT EXP	149005	147473
INSURANCE	47680	49007
LEGAL AND PROFESSIONAL EXPENSES	124840	157824
RECORDS AND STATIONERY EXPENDITURE	3347915	3871502
ENERGY	0	23637
POSTAGE AND TELEGRAM	6631	17074
WAGE & WELFARE, BONUSES ETC	859914	856020
SALES PROMOTION EXPENSES	218775	35640
TREASURY TAX ENTRY TAX EXCISE DEMAND	0	188513
STATIONERY & PRINTING	47250	101596
TELEPHONE & TELECOMMUNICATIONS	130075	129680
TRAVELLING EXPENSES & CONVEYANCE (Including Director's Travelling Allowance Rs 20000)	765746	3128329
RENT OF OFFICE PREMISES (RESIDENTIAL)	24025	61054
RENT OF OFFICE PREMISES (FOR COMMERCIAL)	150355	270231
TOTAL	6283335	8727901
SCHEDULE "B" - INTEREST		
INTEREST ON FINANCIAL INSTITUTION OF P.F.C.	500855	806748
INTEREST ON OTHERS	157159	114669
TOTAL	765027	921417
SCHEDULE "C" - MANAGERIAL REMUNERATION		
NET	120000	371500
PAID TO MANAGERIAL PERSON	500000	500000
TOTAL	680000	871500
SCHEDULE "D" - OTHER INCOME		
PROFIT ON SALE OF	11795	11795
DEBENTURE AND OTHER SECURITIES	32359	4540
CURRENT BALANCE SHEET ASSETS	3959945	8094
TOTAL	3999500	24629



 For ~~Director~~ **Managing Director**

PANJON LIMITED, INDORE
CASH FLOW STATEMENT PURSUANT TO CLAUSE NO. 32
OF THE LISTING AGREEMENT FOR THE YEAR ENDED 31ST MARCH, 2010

PARTICULARS	CURRENT 2009-2010	CURRENT 2008-2009
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax & Extraordinary Item	357415	612497
Add: Depreciation	2075430	2664330
Less: Expenses/Income of	0	0
	<u>3009845</u>	<u>3476827</u>
(+) Profit on Sales of Assets	0	0
Cash Flow Before Working Capital Changes	<u>3009845</u>	<u>3476827</u>
Less:-		
Increase/(Decrease) in Inventories	1614348	1154201
Increase/(Decrease) in Debtors	-4611482	-3426113
Increase/(Decrease) in other Advances	1832267	1477059
Increase/(Decrease) in Payable	1733988	1616400
	<u>2340704</u>	<u>2449270</u>
Less: Interest Tax Provision	51000	94470
Expenses related to exit of year	18121	24153
Net Cash Flow from Operating Activities	<u>2271583</u>	<u>2336894</u>
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchases of Fixed Assets	0	-48800
Sales/Transfer of Fixed Assets	0	0
Sales/Transfer of Investment	0	0
Net Cash Flow from Investment Activities	<u>0</u>	<u>-48800</u>
C. CASH FLOW FROM FINANCING ACTIVITIES		
Dividend received from	454388	-2150136
Dividend from Government	-1504974	-570634
Increase in Share Capital	0	0
Receipt of Share Premium	0	0
Net Cash Flow from Financing Activities	<u>-1050586</u>	<u>-2723735</u>
(A+B+C)	<u>212211</u>	<u>-417917</u>
Balance as on 01-04-2009	650502	1069410
Balance as on 31-03-2010	<u>862713</u>	<u>651493</u>

(A+B+C)


BY THE ORDER OF THE BOARD

RAJIN KOTHARI
 CHAIRMAN


JAY KOTHARI
 MANAGING DIRECTOR

AUDITOR CERTIFICATE

The Board of Directors,
PANJON LIMITED
 1 Indira Park Road,
 13-14, Hill Marg,
 INDORE (M.P.)

We have examined the attached Cash Flow Statement of **PANJON LIMITED** for the year ended **31ST MARCH, 2010**. The Statement has been prepared by the Company in accordance with the requirement of Listing Agreement with the Governing Stock Exchange of India and is based on and in agreement with the corresponding Profit & Loss Account and Balance Sheet of the Company covered by our report to the members of the Company.

AS PER REPORT OF BUREAU OF
 F&A (INDIA) & CO.,
 CHARTERED ACCOUNTANTS

INDIRASARANI,
 PARTNER

For **PANJON LIMITED**,

Managing Director

PANJON LIMITED, INDORE
NOTES ON ACCOUNTS

1. SCHEDULE "C" - PART "A"

SIGNIFICANT ACCOUNTING POLICIES:

1. BASIS OF ACCOUNTING:

The Company maintains its accounts on accrual basis following the historical cost convention. The financial statements comply with the mandatory accounting standards of Institute of Chartered Accountants of India and are in accordance with Section 211 (3C) of the Companies Act, 1956, to the extent applicable. The Company follows the mercantile system of accounting and recognizes Income & Expenditure on Accrual Basis. Accounts are prepared on historical cost basis.

2. FIXED ASSETS AND DEPRECIATION:

- (a) Fixed assets are stated at their original cost of acquisition inclusive of inward freight duties and expenditure incurred at the acquisition, construction or installation.
- (b) Depreciation has been charged on straight shift basis at the rates specified in Schedule XIV of Companies Act, 1956. Provision for amortment has been written off out of Patent & Copyright Account of Rs. 48962536/- in the books of accounts. The amount received in the Written off is Rs 97,97,507/- Current period. Had the provision been made profit would have been lower by Rs 97, 97, 507/- for the current year.

3. INVESTMENTS:

Long term investments are stated at cost plus expenses related to acquisition. The deduction at the market value of Rs 17,63,14,36/- has not been provided for considering the shortfall to be temporarily. Intrinsic Value (MV) of 25 Shares is not available & therefore these are shown at cost.

4. INVENTORIES:

Raw material and packing material are valued at cost or NRV whichever is lower, inclusive of excise duty and other taxes except for which credit is available. There is no Work in process stock at the year-end. Finished goods valued at cost or Net realizable value which ever is less. Cost includes cost of raw material including excise duty and other taxes and appropriate amount of operating expenditure.

5. RESEARCH & DEVELOPMENT:

The Company has not incurred any expenditure on research & development activity.

6. EMPLOYEE BENEFITS:

(a) Short Term Employee Benefit

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages, and short term compensated absences, etc. are recognized in the period in which the employee renders the related services.

(b) Post Employment Benefits

(i) Defined Contribution Plans: The employee State Insurance Scheme and Government Provident Fund administered by Provident Fund Commissioner is defined contribution plans. The company's contribution payable until the scheme is recognized as a liability in the profit and loss account during the period in which the employee renders the related services.

(ii) Defined Benefit Plans: The Company is not taken Group Gratuity policy hence the present value of the obligation under such defined benefit plans is determined based on actuarial valuation as advised by Actuarial, using the projected unit credit method which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligations are valued at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plans, are as advice by actuarial. Actuarial gains and losses are recognized immediately in the Profit & Loss account.

7. GOVERNMENT GRANTS

The company has not received any government grant during the year.

8. FOREIGN CURRENCY TRANSACTION: Nil

9. CONTINGENT LIABILITY

For Panjon Limited
Managing Director

Contingent liabilities are not provided in the books. The contingent liabilities, which are not provided in the accounts as on Balance Sheet date against Excise Demand of Rs. 107500/- for which stayed from H. C. No. 81435/- in respect of sales tax for the year 2004-05 and Rs. 142100/- in respect of income tax for the year 1994-95.

II. SCHEDULE 'DCC' - PART 'B'
NOTES TO THE ACCOUNTS:

i) During the year the management of the Company has scrutinized the current assets, loans and advances and found some discrepancy. However, in absence of correct figures of balances of debtors, provisions for bad and doubtful debts have not been made. The management has verified the physical stock and it will be verified from the angle of exact net realizable value if sold in market. We agree that the value of inventory in our case gets reduced due to expiring/damaged/quality depletion due to storage-transit loss/theft etc. but it will be ascertained later on and at that time will be accounted for accordingly.

ii) Provision for Income Tax had been made in pursuance to section 115JB of the Income Tax Act, 1951 in the Balance Sheet made for financial year 2009-2010 (i.e. ending on 31-03-2010).

ii)	Auditors' Remuneration:	2009-2010	2008-2009
ai)	Audit Fees	25,000	25,000
bi)	Tax Audit Fees	25,000	25,000
ci)	Out of Pocket Expenses		
	Total	50,000	50,000

ii)	Remuneration to Directors:	2009-2010	2008-2009
ai)	Chairman & WTD	2,16,000	3,00,000
bi)	Managing Director	3,00,000	3,00,000
ci)	Director	50,000	00
	Total	5,66,000	6,00,000

v) Income Tax assessment has been completed up to Assessment Year 2008-09 and Sales Tax Assessment has been completed up to Accounting Year 2007-2008.

v) Balance of Sundry Debtors, Creditors, Loans & advances are subject to confirmation.

v) Most of the Debtors (more than six months), Advances are not fully recoverable but the same have not been shown as liabilities in the books of accounts by the company. Sundry Debtors have been provided not as credit balances of sundry debtors and debit balances of sundry creditors.

v) Company is in the Process of complying the information of MISMD Act. However the matter of interest is not material in the opinion of the board of director.

v) Related Party Disclosure (Ascertained by the Management)

(i) Related Party Relationship			
(a)	Wholly owned Entity	M/s. Santex Chemicals Ltd. Gurada	Smt. Jay Kothari is the Director of the the Company.
	Wholly owned Entity	M/s. S. M. Enterprises India	Smt. Jay Kothari is the partner of the firm.
(b)	Key Management Personnel	Smt. Nagesh Chand Kothari	Chairman & WTD
		Smt. Jay Kothari	Managing Director
		Smt. Sajanbar Kothari	Director

(ii) Transaction with Related Parties:

Type of Relationship	Description and nature of Transaction	Volume of Transaction
Key Management Personnel	Remuneration paid	
1) Smt. Nagesh Chand Kothari	Director's Remuneration	Rs. 2,16,000/-
2) Smt. Jay Kothari	Director's Remuneration	Rs. 3,00,000/-
3) Smt. Anja Kothari		Rs. 1,60,000/-
4) Smt. Ananya Kothari		Rs. 1,60,000/-
10) Expenses on behalf of Directors as per Accounting		Rs. 1,48,200/-

v) Deferred Tax Assets/ (Liability): -

In Accordance with the Accounting Standards, the company has recognized the



Managing Director

Signature

Accumulated Deferred Tax Assets (Liability) (Net)

	As at 31.03.2010	As at 31.03.2009
(a) Deferred Tax Liability on account of:		
(i) Depreciation	9158469	9805611
(ii) Expenses Allowed	0	0
Total	9158469	9805611
(b) Deferred Tax Assets:		
(i) Unabsorbed Losses & Dep	2927224	3653415
(ii) Employees Benefits	15000	18273
(iii) Taxes, Duties, Cess, etc.	339675	734071
Total	3781899	4405770
Deferred Tax Assets (Liability)	(5376570)	(5399841)

(xii) Basic EPS: -

	As At 31.03.2010	As At 31.03.2009
(a) Net Profit as per Profit & Loss Account		
(i) After Current Tax	288294	493918
(ii) After deferred tax & Prior period Exp	291505	500313
(b) Weighted Average Equity Shares of Rs. 10/- each	10481300	10481300
(c) Basic EPS		
(i) After Current Tax (a) (i) (b)	0.025	0.047
(ii) After Current and Deferred Tax (a) (ii) (b) (c) (d)	0.025	0.055

(iii) SUPPLEMENTAL INFORMATION

In terms of Accounting Standards -17, the Company has identified the following Segments, details are as under -

(a) Primary Segments

(i) Sales Revenue

Business Segments	Manufacturing	Trading	Total
Sales	9100559.00	93354769.00	102585328.00
Purchase	5404209.00	88902374.00	95363583.00
Increase in Stock			1878653.00
Direct Expenses	2854938.00		2854938.00
Gross Profit			6745410.00
Indirect Expenses			3998000.00
Net Profit			10407105.00

(ii) Segment Results Before Int. & Tax

Net Profit	1103442
Less: Exceptional Items	0.00
Less: (Interest)	766007.00
Net Profit Before Tax	337435.00
Less: Income Tax & Long term benefit tax	51000.00
Less: Income Tax set off against the earlier years	16121.00
Less: Deferred Tax Asset	23711
Net Profit After Tax	201505.00

(iii) Segment Assets:

Manufacturing Assets	186405729
Trading Assets	186405729

(iv) Segment Liabilities:

Manufacturing Liabilities	186405729
Trading Liabilities	186405729

Note: No separate segment wise details are mentioned, because same line of business activities.

Managing Director

(B) Secondary Segments

Geographic Segments	Central	North	East	West	South	Total
Total Revenue	85563428	5064023	851884	6091429	271144	107585338

6. The following table summarizes the components of the net benefit expenses recognized in the profit and loss account, the fund status and amount recognized in the balance sheet for the gratuity benefit plan:

1. The following changes in Present Value of Obligations

Period	2009-2010	2008-2009
Present value of the obligation at the beginning of the period	318257	180034
Interest cost	25381	12558
Current service cost	42187	51874
Debiting part of assets	0	(8200)
Actuarial gains/losses	82200	83231
Present value of the obligation at the end of the period	467955	318257

2. Key results (The amount to be recognized in the Balance Sheet):

Period	31.03.2010	31.03.2009
Present value of the obligation at the end of the period	467955	318257
Less: Value of plan assets at end of period	0	0
Net liability recognized in Balance Sheet and related analysis	467955	318257
Fund status	(467955)	(318257)

3. Expense recognized in the statement of Profit and Loss

Period	2009-2010	2008-2009
Interest cost	25381	12558
Current service cost	42187	51874
Less: Credit in Income Statement	0	0
Net expense/loss/loss recognized in the period	82200	83231
Expenses to be recognized in the statement of profit and loss accounts	149888	147473

4. Actuarial Assumptions Integrated

Period	2009-2010	2008-2009
Actuarial assumptions - attribution	82200	83231
Actuarial assumptions - plan assets	0	0
Total Actuarial assumptions	82200	83231
Actuarial assumptions recognized	82200	83231
Outstanding actuarial liabilities at the end of the period	0	0

5. Summary of membership data at the date of valuation and statistics based thereon:

Period	31.03.2010	31.03.2009
Number of employees	15	26
Total monthly salary	103520	124130
Average last Salary (Years)	8.3	6
Expected Average remaining working lives of employees (Years)	17.2	20
Average Age (Years)	42.8	40

6. The assumptions employed for the calculations are tabulated:

Period	2009-2010	2008-2009
Discount rate	8.00 % per annum	7.00 % per annum
Salary Growth Rate	5.00 % per annum	5.00 % per annum

Use the company associated and GA formulas for regularization are pending.

Presented data's figures are regrouped and/or rearranged whenever necessary and are shown in brackets.

Quantitative information:

Signature of Signatory No. 'A' to 'C' include:



Mr. Pardeep Kumar,

Managing Director