

BOARD OF DIRECTORS

Mr. Mahesh B. Parikh	Chairman
Mr. Digant M. Parikh	Managing Director & Chief Executive Officer
Mrs. Sudha P. Kapadia	Director
Mr. Govind Rathi (FCA)	Director
Mr. Lalit Dalal (FCA)	Director
Mr. Jitendra Sharma (FCA)	Director (w.e.f 29.04.2009)
Mr. T.G. Natrajan (ACA)	Director (Upto 29.04.2009)

LEADERSHIP TEAM

Mr. Santosh Patole	Chief Financial Officer
Mr. Imtiyazul Hasan	Chief Operating Officer & Compliance Officer
Mrs. Aarti Naik	Chief Depository Operations
Mrs. Mitali Solanki	Accounts & Finance Executive

COMPANY LAW CONSULTANT

M/s Sanjay Dholakia & Associates

AUDITORS (CHARTERED ACCOUNTANTS)

M/s. B.R. Pancholi & Co.	Statutory & Tax Auditors
M/s. U S Tanwar & Co.	Internal Auditors
M/s Mehta Sanghvi & Associates	Internal Compliances Auditors

LEGAL ADVISORS/ ADVOCATES

Mr. Rohit Shetty	Mumbai
Mr. Anandvardhan Yagnik	Ahmedabad
Mr. Jagdish Choksi	Vadodara

REGISTRARS

Link Intime India Pvt. Ltd.
C/13, Panna Lal Silk Mills Comp.,
L. B. S. Marg, Bhandup(W),
Mumbai -400 078.

OFFICES

REGISTERED OFFICE

705, Galav Chambers,
Sayajigunj
Vadodara – 390 005.
Tel. : (0265) 2362 909

CORPORATE OFFICE

209/10, Heena Arcade
S.V. Road, Jogeshwari (W),
Mumbai – 400 102.
Tel. : 2679 0434
Fax : 2679 0463
EMAIL : mbpfin@bom5.vsnl.net.in

NOTICE

Notice is hereby given that the **Sixteenth Annual General Meeting** of the Shareholders of **M.B. PARIKH FINSTOCKS LIMITED** will be held on Saturday, 14th August 2010 at the registered office of the Company situated at 705, Galav Chambers, Sayajigunj, Vadodara, 390 005 at 1.00 p.m. to transact the following business:

ORDINARY BUSINESS

- 1) To receive, consider, and adopt the Audited Balance Sheet as at 31st March, 2010 and the Audited Profit and Loss Account for the year ended 31st March, 2010 and the Report of the Directors and the Auditors thereon.
- 2) To appoint a Director in place of Mr. Lalit P. Dalal , who retires by rotation and being eligible offers himself for reappointment.
- 3) To appoint Auditors of the Company and to fix their remuneration.

Dated : 10th June, 2010

By order of the Board of Directors

Place : Mumbai

for **M.B. PARIKH FINSTOCKS LIMITED**

Registered Office:
705, Galav Chambers,
Sayajigunj,
Vadodara –390 005.

DIGANT M. PARIKH
MANAGING DIRECTOR.

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 A PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. The Proxy, in order to be effective, should be duly completed, stamped and signed and must be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.
3. The Register of Members and Share Transfer Register of the Company will remain closed from **7th August 2010 to 14th August 2010** (both the days inclusive).
4. The members are requested to :
 - a) Intimate changes, if any, in their Registered address to the Company's Share Transfer Agent M/s. Link Intime India Pvt. Ltd.
 - b) Quote ledger folio numbers in all their correspondence.
 - c) Get the multiple folios consolidated and also get the shares transferred in joint names if they are held in single name to avoid inconvenience in future.
 - d) Bring their copies of the Annual Report and the Attendance Slips with them at the Annual General Meeting.
 - e) Write at least 10 days prior to the date of Meeting, any information which they desire on the accounts, to enable the management to keep the information ready.

DIRECTORS REPORT

To
The Members,

Your Directors present herewith the Sixteenth Annual Report of your Company together with the Audited Accounts for the year ended 31st March, 2010.

1. FINANCIAL RESULTS

(Rs. in Lacs)

	Year Ended 31/03/2010	Year Ended 31/03/2009
Profit before Tax	9.81	7.55
Less : Provision for Taxation	1.33	4.93
Add : Prior period adjustment/(deferred tax liability)	(0.10)	0.02
Profit after Tax	8.38	2.64
Balance b/f	70.34	67.70
Balance carried to balance sheet	78.72	70.34

2. OPERATIONS / DIVIDEND

The year witnessed unprecedented global recession and downturn in capital market caused by a varieties of factors operating globally and cross border impact including the crisis in Europe & USA. As a result the company's activities also had adverse impact on its operations and income & Investment and Stock-in-trade also suffered sizeable losses owing to drop in share prices. The Indian Market saw an immediate up surge post the elections of the largest democracy of the world with Congress Government coming back to power under the dynamic leadership of Dr. Manmohan Singh as P.M. and Mr. Pranab Mukherjee as a reformist Finance Minister. However, the market is now looking up with the induction of visibly stable government and effect of stimulus packages administered globally and domestically. This would give the company opportunity to perform better in the coming period.

3. DIRECTORS

Mr. Lalit P. Dalal retires by rotation at the forthcoming Annual General Meeting and being eligible offer themselves for re-appointment.

4. FIXED DEPOSITS

The Company has not accepted any deposits from the public.

5. PARTICULARS OF EMPLOYEES

Particulars of Employees as required under Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975, as

amended is not given as there was no employee drawing the salary as per the limits mentioned in the said Section and Rules.

6. COMPLIANCE CERTIFICATE

In terms of subsection (1) of section 383A read with the Companies (Compliance Certificate) Rules, 2001, the Company has obtained the Compliance Certificate received from M/s Sanjay Dholakia & Associates, Practicing Company Secretary and is attached to this Report.

7. LISTING OF SHARES

The Company's shares are listed on Bombay Stock Exchange Ltd. and Vadodara Stock Exchange Ltd.. The Company has already paid listing fees to them for the year 2009 – 2010.

8. INSURANCE

All the assets of the Company are adequately insured.

9. HUMAN RESOURCES

The relationship of your Company with its employees remained cordial throughout the year. The Company is paying full attention in the development of Human Resources at all levels by group discussions, job related training etc. The Company appreciates the value of maintaining high morale amongst its employees and has always endeavored to keep it at highest level.

10. CODE OF CONDUCT

The company has adopted the code of conduct as per revised Clause 49 of the Listing Agreement applicable to all the Directors and senior management personnel of the company. The company has received confirmation from all the Directors and senior management personnel of the company on the compliance of the said code of conduct.

11. DISCLOSURE U/S 274(1)(g)

None of the Directors of the Company are disqualified from being appointed as Directors as specified under Section 274(1)(g) of the Companies Act, 1956 as amended by the Companies (Amendment) Act, 2000.

12. DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to the requirement Under Section 217 (2AA) of the Companies Act, 1956 with respect to the Directors Responsibilities Statement, it is hereby confirmed;

- i) That in the preparation of the Annual Accounts for the financial year 31st March, 2010, the applicable accounting standards have been followed alongwith proper explanation relating to material departures.

- ii) That the Directors have selected such accounting policies and applied them consistently and made judgment 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 or loss of the Company for the year under review.
- iii) 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.
- iv) That the Directors have prepared the Accounts for the financial year ended 31st March, 2010 on a going concern basis.

13. CORPORATE GOVERNANCE

As per the requirements of Listing Agreement with Stock Exchange, a report on Corporate Governance is made a part of the Annual Report.

14. AUDITORS

M/s. B. R. Pancholi & Co., Statutory & Tax Auditors (Chartered Accountants) retire at the forthcoming Annual General Meeting and being eligible offer themselves for re-appointment. You are requested to appoint them and fix their remuneration.

15. ACKNOWLEDGMENT

The Board wishes to place on records its appreciation to all its bankers, shareholders, customers and employees for achieving these results.

By order of the Board,
For **M. B. PARIKH FINSTOCKS LIMITED,**

Dated : **10th June, 2010**

Place : **Mumbai**

Registered Office:
705, Galav Chambers,
Sayajigunj,
Vadodara, 390 005.

MAHESH B. PARIKH
CHAIRMAN

FORM
[SEE RULE 3]
COMPLIANCE CERTIFICATE

To
The Members,
M. B. PARIKH FINSTOCKS LIMITED

We have examined the registers, records, books and papers of M. B. PARIKH FINSTOCKS LIMITED, (the Company) as required to be maintained under the Companies Act, 1956, (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2010. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the company, its officers and agents, we certify that in respect of the aforesaid financial year:

1. The company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions and the rules made thereunder and all entries therein have been duly recorded.
2. The company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies, or other authorities within the time prescribed under the Act and the rules made thereunder.
3. The company is a public limited company and the restrictions mentioned in section 3(1)(iii) of the Act is not applicable to public limited companies.
4. The Board of Directors duly met 6 times on 29th April, 2009, 13th May, 2009, 31st July, 2009, 31st October, 2009, 4th December, 2009 and 30th January, 2010 in respect of which meetings, proper notices were given and the proceedings were properly recorded and signed.
5. The company has closed its Register of Members from 10th August, 2009 to 14th August, 2009 (both days inclusive) during the financial year after complying with the provisions of Section 154 of the Companies Act, 1956.
6. The annual general meeting for the financial year ended on 31st March, 2009 was held on 14th August, 2009 after giving due notice to the members of the company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.

7. No extra ordinary general meeting was held during the financial year.
8. The company has not advanced any loans to its directors and/or persons or firms or companies referred in the section 295 of the Act.
9. The company has not entered into any contracts falling within the purview of section 297 of the Act.
10. The company has made necessary entries in the Register maintained under section 301 of the Act.
11. As there were no instances falling within the purview of section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, Members or Central Government, as the case may be.
12. The company has not issued any duplicate share certificates during the financial year.
13. The Company has:
 - (i) not made any allotment/ transmission of securities during the financial year. The Company has delivered the share certificates on lodgement thereof for transfer of shares during the year.
 - (ii) not deposited any amount in a separate bank account as no dividend was declared during the financial year.
 - (iii) not posted warrants to any member of the company, as no dividend was declared during the financial year.
 - (iv) no unpaid dividend, application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid and as are required to be transferred to Investor Education and Protection Fund.
 - (v) duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the company is duly constituted. There were no changes among Directors during the financial year.
15. No Whole Time Director /Manager were appointed during the financial year. The Company has appointed Mr. Digant Parikh as Managing Director of the Company w e f 1st July, 2008 after complying with the provisions of the Act.

16. The company has not appointed any sole-selling agents during the financial year.
17. The company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar or such other applicable authorities as may be prescribed in the Act during the year under review.
18. The directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
19. The company has not issued any securities during the financial year.
20. The company has not bought back any shares during the financial year.
21. There was no redemption of preference shares or debentures during the financial year.
22. There were no transaction necessitating the company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The company has not invited/accepted any deposits as per the provisions of section 58A read with companies (Acceptance of Deposits) Rules, 1975 during the financial year.
24. The company has not made any borrowings during the financial year.
25. The company has made investments in mutual funds and in equity shares of other bodies corporate and consequently necessary entries have been made in the register kept for the purpose during the year. However, the Company has not given any loans and guarantees to other bodies corporate and consequently no entries have been made in the register kept for the purpose during the year.
26. The company has not altered the provisions of the memorandum with respect to situation of the company's registered office from one state to another during the year under scrutiny.
27. The company has not altered the provisions of the memorandum with respect to the objects of the company during the year under scrutiny.

28. The company has not altered the provisions of the memorandum with respect to name of the company during the year under scrutiny.
29. The company has not altered the provisions of the memorandum with respect to share capital of the company regarding during the year under scrutiny.
30. The company has not altered its articles of association after complying with the provisions of the Act during financial year.
31. There was no prosecution initiated against or show cause notices received by the company during the financial year for offences under the Act.
32. The company has not received any money as security from its employees during the financial year under certification as per provisions of section 417(1) of the Act.
33. The company was not required to deposit both employee's and employer's contribution to Provident Fund with prescribed authorities pursuant to section 418 of the Act.

For Sanjay Dholakia & Associates

Place : Mumbai
Date : 10th June, 2010

(SANJAY R. DHOLAKIA)
Practising Company Secretary
Proprietor
FCS2655 CP 1798

Annexure A

Registers as maintained by the Company

1. Register of Members u/s. 150.
2. Register of Directors, Managing Director, Manager and Secretaries u/s. 303.
3. Register of Director's Shareholding u/s. 307.
4. Minutes of the Annual General Meeting/Extra Ordinary General Meeting and Board Meeting under section 193 with Attendance Register.
5. Register of Contracts u/s. 301.
6. Register of Charges u/s 143.

For Sanjay Dholakia & Associates

Place : Mumbai
Date : 10th June, 2010

(SANJAY R. DHOLAKIA)
Practising Company Secretary
Proprietor
FCS2655 CP 1798

Annexure B

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

1. Form 23AC for Balance Sheet as at 31st March, 2009 and Form 23ACA for Profit & Loss Account for the year ended 31st March, 2009 filed with the Registrar of Companies, Gujarat on 31st August, 2009.
2. Form 20B for Annual Return made up to 14th August, 2009 filed with the Registrar of Companies, Gujarat on 10th October, 2009.
3. Form 66 for Compliance Certificate as per the provisions of Section 383A of the Companies Act, 1956 for the financial year ended 31st March, 2009 was filed with the Registrar of Companies, Gujarat on 28th August, 2009.

For Sanjay Dholakia & Associates

**Place : Mumbai
Date : 10th June, 2010**

**(SANJAY R. DHOLAKIA)
Practising Company Secretary
Proprietor
FCS2655**

CORPORATE GOVERNANCE REPORT

The Bombay Stock Exchange Limited has implemented the revised provisions of Clause 49 of the Listing Agreement from December 31, 2006, the Company has already taken steps to comply with the revised provisions to the maximum extent possible.

As per the Clause 49 of Listing Agreement, incorporate certain mandatory disclosure requirements with regard to Corporate Governance. In pursuance of the requirements of Corporate Governance, the Board of Directors reports the following;

I COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

The Company's philosophy on Corporate Governance strives for attaining the optimum level of transparency and accountability in all facets of its operations and all dealings. The Board of Directors by considering itself as a trustee of its Shareholders aims at maximizing shareholders value and protecting the interest of other stakeholders

II. BOARD OF DIRECTORS;

i) Board Composition:

The strength of the Board was 6 Directors as on 31st March, 2010. The composition and category of Directors on the Board of the Company are:

Managing Director

Mr. Digant M. Parikh

Non-executive Director

Mr. Mahesh B. Parikh

Mrs. Sudha Kapadia

Independent / Professional Directors

Mr. Govind Rathi

Mr. Lalit P. Dalal

Mr. Jitendra Sharma

The independent Directors do not have any material or pecuniary relationship or transaction with the Company, its promoters or its management, which may affect their judgment in any manner

ii) Other Directorship and Membership of Board Committees:

None of the Directors hold Directorship in more than the permissible no. of Company under the relevant provision. Further, none of the Directors on the Board is a member of more than Ten Committees or Chairman of more than Five Committees.

iii) Board Meetings:

The Board met 6 times during the period from April, 2009 to March, 2010. i.e. 29.04.2009, 13.05.2009, 31.07.2009, 31.10.2009, 04.12.2009 & 30.01.2010.

iv) Attendance of Directors:

		Attendance Particulars	
		Board Meeting	Last AGM
Mr. Mahesh Parikh	Chairman / Director	6	Yes
Mr. Digant Parikh	Managing Director	6	Yes
Mrs. Sudha Kapadia	Director	1	Yes
Mr. Govind Rathi	Director	6	Yes
Mr. Lalit Dalal	Director	6	Yes
Mr. Jitendra Sharma	Director	4	No

v) Directorship of Public Limited Company

None of the Directors except the following Directors are Directors in any other public limited company.

Name	Director in Public Ltd. Co.
Mr. Mahesh Parikh	Marksans Pharma Ltd. Career Launchers Education Infrastructure and Services Ltd.
Mr. Digant Parikh	Akansha Consultancy Services Ltd.
Mr. Jitendra M. Sharma	Relonchem Ltd Novapharmaceuticals Australasia Pty Ltd.

vi) Code of Conduct:

The Board has formulated a code of conduct for the Board members and senior management of the Company. All Board members and senior management have affirmed their compliance with the code. A declaration to this effect signed by the Managing Director of the Company is given elsewhere in the Annual Report.

III AUDIT COMMITTEE

As per the terms of reference prescribed by the Board as stipulated in Clause 49 (II) (d) of the Listing Agreement, the committee performs such duties and tasks as are assigned to it by the Board. The Committee has access to all records of the Company. The Committee reviews the report of the statutory auditors and procedures, internal control systems, etc. and also addresses the requirements of the Companies Act, 1956 and the Listing Agreement with the Stock Exchanges.

The Audit Committee of the Company meets before the finalization of accounts each year and also meets each quarter before the results of that quarter is published in the newspaper and informed to the Stock Exchanges as required under Clause 41 of the Listing Agreement. During the year 2009 – 2010 the Audit Committee has met 5 times as under –

Date of meeting	Mr. Lalit Dalal Director/Member	Mr. Govind Rathi Director/Member	Mr. Digant Parikh (by invitation)
29.04.09	Yes	Yes	Yes
13.05.09 *	Yes	Yes	Yes
31.07.09	Yes	Yes	Yes
31.10.09	Yes	Yes	Yes
30.01.10	Yes	Yes	Yes

* Mr. B R Pancholi – Statutory Auditor was present (by invitation)

IV REMUNERATION COMMITTEE

The Remuneration Committee determines the remuneration of Managing Director and Whole Time Directors within the framework as approved by the Shareholders and also decides on the sitting fees to be paid to the Non-Executive Directors for attending the Board Meetings.

The Remuneration Committee held two meetings as under –

Member	31.7.09	30.01.10
Mr. Mahesh Parikh	Yes	Yes
Mr. Lalit Dalal	Yes	Yes
Mr. Govind Rathi	Yes	Yes

The details of remuneration paid to the Managing Director during the year ended 31st March, 2010 is given as follows

Director	Position	Remuneration	Service Contract
Mr. Digant M. Parikh *	Managing Director	Rs. 600,000 **	5 Years

* Appointed w. e. f. 1st July, 2008.

** Revised to Rs.2,00,000 p.m. w.e.f. 1st July, 2008

NOTES:

1. The Company has paid compensation by way of sitting fees to the Directors of the Company except Mr. Mahesh Parikh –Chairman & Mr. Digant Parikh – Managing Director.
2. The Company does not pay bonus, pension and incentives to the Managing Director. The Company so far has not issued any stock options to Managing Director/ Executive / Non-executive / independent Director.
3. In view of lack luster capital market and its adverse impact on operations of the company, Mr. Digant M Parikh – Managing Director continued to draw only Rs. 50,000 p.m. as against Rs. 2,00,000 p.m. as approved by members of the company at the AGM convened on 26.7.08.
4. Equity shares of the Company held by non-executive Directors are as follows:

Directors	No. of shares held as on 31st March, 2010	No. of shares held as on 31st March, 2009
Mrs. Sudha Kapadia	600	600
Mr. Lalit Dalal	-	-
Mr. Mahesh Parikh	3,02,100	3,02,100
Mr. Govind Rathi	-	-
Mr. Jitendra Sharma	-	-

V SHAREHOLDERS / INVESTORS' GRIEVANCES COMMITTEE

The Committee is Authorized to approve the transfer of shares and other shareholders / investors correspondence. The Committee also monitors redressal of investors' grievances. The total number of complaints received and replied to the satisfaction of shareholders during the year under review was Nil. There were no complaints pending as on March 31, 2010.

As required by the Stock Exchanges, the Company has appointed Mr. Imtiyazul Hasan as the Compliance Officer to monitor the share transfer process and liaise with the regulatory authorities.

During the year 2009 – 2010 the Shareholders / Investors' Grievances Committee has met 6 times and all the members of the Shareholders / Investors' Grievances Committee remained present.

VI GENERAL BODY MEETINGS

Date time and venue for the last 3 Annual General Meetings are given below;

Financial Year	Date	Location	Time
31 st March, 2007	25 th August, 2007	Registered Office	12.30 p.m.
31 st March, 2008	26 th July, 2008	Registered Office	12.30 p.m.
31 st March, 2009	14 th August, 2009	Registered Office	1.00 p.m.

Notes:

There were no Special resolution passed through postal ballot last year. However the Company is passing Special Resolutions for Alteration of Object Clause and Commencement of New Business by Postal Ballot along with the Annual General Meeting.

VII. DISCLOSURES

- i. The Company has not entered into any materially significant related party transaction during the year that may have potential conflict with the interests of the Company at large.
- ii. There has been no incidence of non-compliance by the Company of any statutory regulations nor any penalty or stricture imposed by the Stock Exchange or SEBI or any other statutory authority, on any matter relating to the capital market over the last three years.
- iii. The details of all transactions with related parties are placed before the Audit Committee on quarterly basis.
- iv. In the preparation of financial statements, the Company has followed the Accounting Standards issued by the Institute of Chartered Accountants of India to the extent applicable.
- v. The constitution of whistle blower policy is a non mandatory requirement. However the Company affirms that no employee has been denied access to the Audit Committee during the financial year 2009 – 2010.
- vi. The Company has complied with all mandatory requirements of clause 49 of Listing requirements.

VIII MEANS OF COMMUNICATIONS

The Company's quarterly results in the format prescribed by the Stock Exchanges are approved and taken on record by Board within the prescribed time frame and sent immediately to the Stock Exchange on which the Company's shares are listed.

IX GENERAL SHAREHOLDER INFORMATION

AGM Date

14th August, 2010

Financial Year

1st April 2009, to 31st March 2010

Book Closure

7th August 2009 to 14th August 2010 (both days inclusive)

Dividend

No dividend was declared for last financial year.

Dividend declared in earlier years; year ending

31 st March, 2005	–	Nil
31 st March, 2006	-	Nil
31 st March 2007	-	Nil
31 st March 2008	-	Nil
31 st March 2009	-	Nil

Listing of Shares

The Company's shares are listed at Bombay and Vadodara Stock Exchanges. Listing fees for the same have been paid to the stock exchanges.

Stock code

Bombay Stock Exchange, Mumbai

Physical Script Code No. - 526935

Demat Script Code No. - ISIN – INE 377D01018

Vadodara Stock Exchange, Vadodara

Physical Script Code No. - Not allotted

Demat Script Code No. - ISIN – INE 377D01018

Registrar & Transfer Agents

Share Transfers in Physical and Demat form is handled by the Company's Share Transfer Agents M/s. Link Intime India Private Limited, a Registrar & Share Transfer Agent (RTA) having its office at C/13, Pannalal Silk Mills Compound, L.B.S. Marg, Bhandup (W), Mumbai 400 078.

Share Transfer System

All the transfers in physical and demat form are received and processed by the Company's Share Transfer Agent M/s. Link Intime India Private Limited and sent for approval to the Shareholders / Investors' Grievances Committee and then sent back to the transferee.

Market Price Data on BSE

	Open	High	Low	Close	No. of shares traded
April 2009	9.49	9.50	8.56	8.60	1359
May 2009	9.03	11.62	8.30	10.55	14504
June 2009	10.55	13.37	9.07	9.07	16557
July 2009	8.72	10.23	6.62	10.23	3391
August 2009	10.00	11.44	8.80	10.00	10846
September 2009	9.51	12.75	8.60	11.52	5198
October 2009	12.00	13.40	9.65	9.65	5065
November 2009	9.17	11.50	8.00	10.43	7684
December 2009	9.91	10.18	8.20	9.00	10110
January 2010	9.35	11.00	8.76	11.00	21498
February 2010	11.55	11.55	7.99	9.95	10694
March 2010	10.29	11.29	8.58	9.90	6086
Total					112992

Shareholding Pattern

The following tables give the pattern of shareholding as on 31st March, 2010.

No. of Equity shares held	No. of shareholders	% of shareholders	Share amount (Rs. in lacs)	% of shareholding
Upto 5000	2666	87.1810	4161650	13.8720
5001 – 10000	200	6.5400	1669000	5.5630
10001 – 20000	107	3.4990	1551440	5.1710
20001 – 30001	28	0.9160	677940	2.2600
30001 – 40000	14	0.4580	492980	1.6430
40001 – 50000	9	0.2940	421110	1.4040
50001 – 100000	11	0.3600	790510	2.6350
100001 & above	23	0.7520	20235370	67.4510
Total	3058	100.0000	30000000	100.0000

Pattern of shareholding by ownership as on 31st March, 2010.

Category	No. of Shares Held	% of Shareholding
A. Promoter's Holding		
1 Promoters		
-Indian Promoters	13,55,275	45.18
-Foreign Promoters		
2 Person Acting In Concert	2,80,500	9.35
Sub – Total	16,35,775	54.53
B. Non – Promoter's Holding		
3 Institutional Investors		
a Mutual Funds & UTI	-	-
b Banks, FIs, Insurance Cos., (Central/ State Govt. Inst., Non-Govt. Inst.)	-	-
c FIIS	-	-
Sub – Total	-	-
4 Others		
a Private Corporate Bodies	54,961	01.83
b Indian Public	12,97,494	43.25
c NRIs/OCBs FIIS	400	0.01
d Any other (please specify) (Clearing Member)	11,370	0.38
Sub – Total	13,64,225	45.47
Grand – Total	30,00,000	100.00

Dematerialization of shares and liquidity

The Company's shares are dematerialized.

69.61% of the Share Capital is dematerialized as on 31st March, 2010.

Registered Office

705, Galav Chambers, Sayajigunj,
Vadodara, 390 005.
Telfax No. (0265) 23 62 909
Email : mbfin@bom5.vsnl.net.in

Corporate Office:

Heena Shopping Arcade, 2nd Floor,
Office No. 9 & 10, S. V. Road,
Jogeshwari (West), Mumbai – 400 102.
Tel. No. (022) 2679 0434 / 2103 / 2105
Fax No. (022) 2679 0463
Email : mbfin@bom5.vsnl.net.in

X. Auditor's Certificate on Corporate Governance

Auditor's certificate on compliance of clause 49 of the Listing Agreement relating to Corporate Governance is published as an annexure to the Director's Report.

XI. Declaration by the CEO on Code of Conduct as required by Clause 49.1.(D)(ii)

This is to declare that the company has received affirmations of compliance with the applicable Code of Conduct from the Directors and Senior Management personnel of the company in respect of the financial year 2009-10.

for **M.B. PARIKH FINSTOCKS LIMITED**

Place : **Mumbai**
Date : **10th June, 2010**

DIGANT M. PARIKH
MANAGING DIRECTOR

MANAGEMENT CERTIFICATE ON CLAUSE 49 (1D) OF THE LISTING AGREEMENT

**To,
The Members,
M B Parikh Finstocks Limited**

This is to affirm that the Board of Directors of M B Parikh Finstocks Limited adopted a Code of Conduct for its Directors and Senior Management Personnel in compliance with the provisions of Clause 49 (1D) of the Listing Agreement with the Stock Exchange and Board of Members and Senior Management Personnel of the Company have confirmed the compliance of provisions of the said code for the financial year ended 31st March, 2010.

**DIGANT PARIKH
MANAGING DIRECTOR**

**Place : Mumbai
Date : 10th June, 2010**

AUDITORS COMPLIANCE CERTIFICATE

TO THE MEMBERS OF M.B. PARIKH FINSTOCKS LIMITED :

We have read the Report of Board of Directors on Corporate Governance and have examined the compliance of conditions of Corporate Governance by M.B. Parikh Finstocks Limited for the year ended 31st March, 2010 as stipulated in Clause 49 of the Listing Agreement of the said Company with the Stock Exchanges.

The compliance of conditions of corporate governance is the responsibility of the management. Our examination, conducted in the manner described in the 'Guidance Note on Certification of Corporate Governance issued by the Institute of Chartered Accountants of India, was limited to procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of Corporate Governance. Our examination is neither an audit nor an expression of opinion on the financial statements of the company.

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We state that no investor grievance(s) were pending against the Company record maintained by the Shareholders/ Investors Grievance Committee.

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

**For B.R. PANCHOLI & CO.
CHARTERED ACCOUNTANTS**

Place : **Mumbai**
Date : **10th June, 2010**

**CA B.R. PANCHOLI
PROPRIETOR
Membership No.41254**

AUDITOR'S REPORT

**To,
The Members,
M.B. Parikh Finstocks Limited.**

1. We have audited the attached Balance Sheet of **M. B. Parikh Finstocks Limited** ("the company") as at March 31, 2010, the Profit and Loss Account and the Cash Flow Statement of the Company for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on the test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by Management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure, a statement on the matters specified in paragraph 4 & 5 of the said Order.
4. 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 purpose 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 those books;

The Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account;

In our opinion, the Balance Sheet, the Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub section (3C) of section 211 of the Companies Act, 1956;

on the basis of written representations received from the directors as on March 31, 2010, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2010 from being

appointed as a director in terms of section 274 (1) (g) of the Companies Act, 1956; and

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 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:

- (i) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2010;
- (ii) in the case of the Profit and Loss Account of the Profit for the year ended on that date; and
- (iii) In the case of the Cash Flow Statement, of the Cash Flows for the year ended on that date.

**For B. R. Pancholi & Co.,
Chartered Accountants
FRN: 107285W**

**Place: Mumbai
Date: June 10, 2010**

**CA. B. R. Pancholi
Proprietor
Mem. No. 041254**

ANNEXURE TO THE AUDITOR'S REPORT

Referred to in Paragraph 3 of our Report of even date:

1. The nature of Company's business activities during the year is such that clauses (ii),(iv) with regard to purchase of inventory and sale of goods, (vi), (viii),(x),(xii),(xiii) ,(xv), (xvi), (xix) and(xx) of paragraph 4 of the Companies (Auditor's Report) Order, 2003 are not applicable to the company for the year ended on march 31st,2010.
2. In respect of its fixed assets:
 - (a) The company has maintained proper records showing full Particulars including quantitative details and situation of fixed assets.
 - (b) As explained to us, all the fixed assets have been physically verified by the management during the year. In our opinion, the frequency of verification of the fixed assets is reasonable having regard to the size of the company and nature of its assets. No material discrepancies were noticed on such physical verification.
 - (c) In our opinion, the Company has not disposed off a substantial part of its fixed assets during the year and the going concern status of the company is not affected.
3. In our opinion and according to the information and explanations given to us, the Company has neither granted nor taken any loans, secured or unsecured, to/from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
4. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to the purchase fixed assets and sale of services .During the course of our audit, we have not observed any continuing failure to correct major weaknesses in the internal control system.
5. In respect of the contracts or arrangements referred to in section 301 of the companies act, 1956:

In our opinion and according to the information and explanations given to us, there are no transactions that needed to be entered in the register maintained under section 301 of the Companies Act, 1956.
6. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public during the year. Therefore, the provisions of clause 4(vi) of the Order are not applicable to the Company.
7. In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.

8. According to the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of 209 of the Companies Act, 1956 for any of the services rendered by the company.

9. In respect of statutory dues:

According to the records of the company, the company has generally been regular in depositing with appropriate authorities undisputed statutory dues including investor education and protection fund income-tax, service tax, stamp duty and any other statutory dues applicable to it.

According to information and explanations given to us, no undisputed dues payable in respect of income tax, service tax and other statutory dues were in arrears as at March 31, 2010 for a period of more than six months from the date they became payable.

According to the information and explanations given to us, there are no dues of Income tax and Service tax, which have not been deposited with the appropriate authorities on account of any dispute.

10. The Company does not have accumulated losses. The company has not incurred cash losses in the financial year. The company has not incurred cash losses during the financial year covered by the audit and in the immediately preceding financial year.

11. Based on our audit procedure and on the information and explanations given by the Management, the company has not defaulted in repayment of dues to a financial institution or bank from which working capital facilities have been availed.

12. In our opinion and according to the explanations given to us, the Company has maintained proper records for its transaction of dealing/ trading in shares and securities and timely entries have been made. The Shares, securities and other investments are held by the company in its own name.

13. In our opinion and according to the information and explanations given to us, and based on the information available, no loans and advances have been granted by the company on the basis of security by way of pledge of shares, debentures and other securities

14. In our opinion and according to information and explanations given to us, the Company is not a chit fund or a nidhi / mutual benefit fund / society.

15. Based on examination and according to the information and explanations given to us, during the year the Company has done financial consultancy, stock broking services and dealing or trading in shares. Proper records have been maintained of the transactions and contracts and timely entries have been made there in. The shares have been held by the Company in its own name except to the extent to the exemption, if any, granted under section 49 of the SEBI Act.

16. According to the information and explanation given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions.
17. The company did not have any term loans outstanding during the year.
18. In our opinion and according to the information and explanations given to us, and on an over all examination of the Balance Sheet of the Company, we report that funds raised on short-term basis have, prima facie, not been used for long - term investment.
19. The Company has not made any preferential allotment of shares to companies / firms / parties covered in the register maintained under section 301 of the Companies Act, 1956.
20. The Company has not raised any money by public issue during the year.
21. Based on the audit procedure performed and the representation obtained from the management, no case of fraud on or by the Company has been noticed or reported during the year.

**For B. R. Pancholi & Co.,
Chartered Accountants
FRN: 107285W**

**Place : Mumbai
Date : June 10, 2010**

**CA. B. R. Pancholi
Proprietor
Mem. No. 041254**

M B PARIKH FINSTOCKS LTD.

BALANCE SHEET AS AT 31ST MARCH, 2010

	Schedule	As At 31.03.2010	As At 31.03.2009
SOURCES OF FUNDS:			
Shareholders Funds:			
a) Capital	1	30000000	30000000
b) Reserves & Surplus	2	7872053	7033995
Loan Funds:			
Secured Loans	3	2159817	1964385
Deferred Tax Liability		192775	182990
TOTAL		40224645	39181370
APPLICATION OF FUNDS:			
Fixed Assets:			
a) Gross Block	4	7383542	8164070
b) Less: Depreciation		5556301	5424657
c) Net Block		1827241	2739413
Investments	5	8173000	5713000
Stock Exchange Card	6	6500000	6600000
Current Assets, Loans and Advances:			
a) Sundry Debtors	7	2504735	285114
b) Stock In Trade / Investment in Securities		4372750	9489832
c) Cash & Bank Balance	8	20752986	15489298
d) Loan, Advances and Deposits	9	1074308	1512723
		28704779	26776967
Less:			
Current Liabilities and Provisions:			
a) Liabilities	10	4733125	2270760
b) Provisions		247250	377250
		4980375	2648010
NET CURRENT ASSETS		23724404	24128957
TOTAL		40224645	39181370
Statement of Significant Accounting Policies and Notes on Accounts			
	11		

The schedules referred to above are an integral part of the Balance Sheet.

For and on behalf of the Board

**As per our report of even date
For B.R. PANCHOLI & CO.,
CHARTERED ACCOUNTANTS
FRN:107285W**

Mahesh Parikh - Chairman

**CA. B R PANCHOLI
PROPRIETOR
Membership No.041254**

**Digant Parikh - Managing
Director**

Place : Mumbai
Date : 10.06.2010

Govind Rathi - Director

Lalit Dalal - Director

M B PARIKH FINSTOCKS LTD.

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

	Schedule	As At 31.03.2010	As At 31.03.2009
INCOME :			
Income from Operations	12	6961656	5251944
EXPENDITURE :			
Operating Expenses	13	1871543	2285192
Interest and Financial Charges	14	147828	529517
Staff Cost	15	1589743	1266536
Valuation Allowance		1989606	-
Depreciation	16	381491	415307
		5980211	4496552
PROFIT BEFORE TAX		981445	755392
Less:			
Provision for Tax (Net)		133602	493588
Deferred Tax (Current)		9785	-1770
PROFIT AFTER TAX		838058	263574
BALANCE CARRIED FORWARD		838058	263574
Earnings Per Share		0.28	0.09
Statement of Significant Accounting Policies and Notes on Accounts	11		

The schedules referred to above are an integral part of the Balance Sheet.

For and on behalf of the Board

**As per our report of even date
For B.R. PANCHOLI & CO.,
CHARTERED ACCOUNTANTS
FRN:107285W**

Mahesh Parikh - Chairman

**CA. B R PANCHOLI
PROPRIETOR
Membership No.041254**

Digant Parikh - Managing Director

Place : Mumbai
Date : 10.06.2010

Govind Rathi - Director

Lalit Dalal - Director

M B PARIKH FINSTOCKS LTD.

Schedules Forming Part of the Balance Sheet

(figures in Rs.)

Particulars	AS AT 31.03.2010	AS AT 31.03.2009
SCHEDULE - 1		
SHARE CAPITAL		
a) Authorised : 7500000 Equity shares of Rs. 10/- each (Prev. Year 7500000)	75000000	75000000
b) Issued, Subscribed and Fully Paid-up 3000000 Equity shares of Rs. 10/- each (Prev. Year 3000000)	30000000	30000000
	30000000	30000000
SCHEDULE - 2		
RESERVES & SURPLUS		
a) General Reserve Balance as per last Balance Sheet	668409	668409
b) Profit and Loss Account Balance as per last Balance Sheet	6365586	6102012
Credit Balance in Profit & Loss Account	838058	263574
	7203644	6365586
	7872053	7033995
SCHEDULE - 3		
SECURED LOANS :		
Overdrafts from Banks (Secured by Term Deposits)	2159817	1964385
	2159817	1964385

Schedules to the Balance Sheet

(figures in Rs.)

Particulars	AS AT 31.03.2010	AS AT 31.03.2009
SCHEDULE - 5 INVESTMENTS		
a) Unquoted, fully paid-Up Akansha Consultancy Services Ltd. 3300 Equity Shares of Rs. 10/- each	33000	73000
Carrier Launcher Edu. Infra 4000 Equity Shares of Rs. 160/- each	640000	640000
b) Fund Investment India Business Excellence Fund	7500000	5000000
	8173000	5713000
SCHEDULE - 6 STOCK EXCHANGE DEPOSITS		
NSE Cash Segment	5000000	5000000
Future & Option Segment	900000	1100000
Central Depository Services Ltd.	500000	500000
NSE Vsat Deposit	100000	0
	6500000	6600000
SCHEDULE - 7 SUNDRY DEBTORS		
Unsecured and Considered Good		
1) Debts outstanding for a period exceeding six months	125000	125000
2) Other Debts - Clients	250810	160114
3) Stock Exchange F&O Segment	2128925	0
	2504735	285114
SCHEDULE - 8 CASH & BANK BALANCES		
1) Cash on hand	595	23361
2) With Scheduled Banks		
a) In Current Accounts	1393481	55427
b) In fixed Deposit Account	19358910	15410510
	20752986	15489298

Schedules to the Balance Sheet		
	(figures in Rs.)	
Particulars	AS AT 31.03.2010	AS AT 31.03.2009
SCHEDULE - 9		
LOANS AND ADVANCES		
Corporate Tax Refund Due	681960	457710
Other Advances (Staff) / Deposit	26783	9242
Prepaid Expenses	59298	37604
TDS & Advance Tax	206267	908167
Share Application Money (Pending Allotment)	100000	100000
	1074308	1512723
SCHEDULE - 10		
CURRENT LIABILITIES & PROVISIONS		
a) Current Liabilities		
Sundry Creditors-Clients	2419718	1513257
Sundry Creditors-Stock Exchange	902136	0
Creditors for Expenses	117536	37503
Security Deposit from Client	1293735	720000
	4733125	2270760
b) Provisions		
Provisions for Expenses	47250	47250
Provisions for Corporate Tax	200000	330000
	247250	377250
	4980375	2648010

Schedules to the Profit & Loss Account		
(figures in Rs.)		
Particulars	AS AT 31.03.2010	AS AT 31.03.2009
SCHEDULE - 12		
INCOME FROM OPERATIONS		
Brokerage	1856010	459108
Depository Service	29024	12297
Income from Business Activities - Securities/Commodity	1809796	-1543702
Other Income	767752	68987
Interest Income (includes TDS Rs. 206267/- Prev. Year Rs. 493797/-)	1721556	2024426
Consultancy Income (includes TDS Rs. Nil Prev. Year Rs. 46368)	50000	4125000
Profit on Sale of Capital Asset	692116	0
Dividend Income	35402	105828
	6961656	5251944
SCHEDULE - 13		
OPERATING EXPENSES		
Audit Fees	54000	47250
Stock Exchange Related Expenses	435572	451252
Establishment Expenses	1381971	1786690
	1871543	2285192
SCHEDULE - 14		
FINANCIAL OVERHEADS		
Bank Charges	5077	14603
Interest on Bank Overdraft	142751	514914
	147828	529517
SCHEDULE - 15		
PAYMENT TO EMPLOYEES		
Managing Director Remuneration	600000	600000
Salaries, Allowances & Bonus	989743	666536
	1589743	1266536
SCHEDULE - 16		
DEPRECIATION		
Depreciation as per The Companies Act	381491	415307
	381491	415307

M B Parikh Finstocks Ltd.

SCHEDULE -4

Fixed Assets

Assets	Gross Block			Depreciation			Net Block		
	As at 01.04.2009	Addition/ Deletion	As at 31.03.2010	As at 01.04.2009	Additions/ Deletions	For the Year	As at 31.03.2010	As at 31.03.2010	As at 31.03.2009
Immovable Properties	2,432,500	(857,730)	1,574,770	737,043	(249,847)	75,878	563,074	1,011,696	1,695,457
Computers & Software	2,927,618	77,202	3,004,820	2,595,696		152,910	2,748,606	256,214	331,922
Vehicles	1,394,993	-	1,394,993	1,000,551		102,120	1,102,671	292,322	394,442
Office Equipment	292,256	-	292,256	127,569		22,907	150,476	141,780	164,687
Furniture & Fixture	1,116,703	-	1,116,703	963,798		27,676	991,474	125,229	152,905
	8,164,070	(780,528)	7,383,542	5,424,657	(249,847)	381,491	5,556,301	1,827,241	2,739,413
Previous Year	7,794,267	369,803	8,164,070	5,009,350		415,307	5,424,657	2,739,413	2,784,917

Depreciation on Fixed Assets as Company Act.

Particulars	W.D.V. as on 01.04.09	Addition /Deletion	Total Amount	Rate of Dep. (%)	Dep. Amt.	W.D.V as on 31.03.10
Flat Premises (Shruti)	630513	-607883	22630	5.00	22630	0
Office Premises(Heena)	857667	0	857667	5.00	42883	814784
Office Premises(Rajkot)	207277	0	207277	5.00	10364	196913
Computer	331922	77202	409124	40.00	152910	256214
Office Equipment	164687	0	164687	13.91	22907	141780
Furniture & Fixtures	152905	0	152905	18.10	27676	125229
Motor Car	394442	0	394442	25.89	102121	292321
Total	2739413	-530681	2208732		381491	1827241

SCHEDULE "11": Significant Accounting Policies and Notes on Accounts

A. SIGNIFICANT ACCOUNTING POLICIES

1. Preparation of Financial Statements:

The Financial statements are prepared under the historical cost convention on the accrual basis and in accordance with Generally Accepted Accounting Principles (GAAP). GAAP comprises mandatory accounting standards issued by the Institute of Chartered Accountants of India (ICAI), the provisions of the Companies Act, 1956 and guidelines issued by SEBI.

2. Use of Estimates:

The preparation of financial statements in conformity with the accounting standards requires management to make certain estimates and assumptions that affect the amounts reported in the financial statements and notes thereto. Differences between actual results and estimates are recognized in the period in which they materialize.

3. Revenue Recognition:

Brokerage income is recognized on the trade date of transaction upon confirmation of the transactions by stock exchanges and clients. Interest income is recognized on time proportion basis.

Profit on sale of securities held as stock-in-trade is recorded on transfer of title as per guidelines of SEBI.

Dividend is recognized on receipt basis.

4. Fixed Assets:

Fixed Assets are stated at cost less accumulated depreciation. Costs attributable to the asset till the date asset is ready to be put to use are added to the cost of asset.

5. Depreciation:

Depreciation on Fixed Assets is provided on "Written Down Value Method" on a pro-rata basis at the rates and in the manner specified in Schedule XIV of the companies Act, 1956.

6. Investments:

Investments are classified as long term or Current based on their nature and intended holding period. Long term Investments are stated at fair value cost less provision for diminution other than temporary in value.

7. Financial Instruments (i.e. Stock-in-Trade of) Quoted Equity Shares:-

The financial instruments being quoted equity shares, acquired with the intention of short term holding and trading position are considered as Stock-in-Trade, and shown under current assets, are reported at Fair Value Through Profit or Loss (FVTPL) as per provisions of AS 30 – "Financial Instruments: Recognition and Measurement".

During the year, the company has adopted AS -30 "Financial Instruments: Recognition and Measurement" issued by the Institute of Chartered Accountants of India, which is made recommendatory w.e.f. 01.04.2009.

8. Taxes on Income:

Current Tax is determined on the taxable income for the year as per the provisions of the Income Tax Act, 1961.

Deferred tax expenses or benefit is recognized, subject to consideration of prudence, on timing differences, being the difference between taxable income and accounting income

that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax liabilities are measured using the tax rate and tax law that have been enacted or subsequently enacted.

9. Provisions:

A provision is recognized when there is a present obligation as a result of past event i.e. it is probable that an outflow of resources will be required to settle the obligation and in respect of which reliable estimate can be made. Provision is not discounted to its present value and is determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the best current estimate.

B. NOTES TO THE ACCOUNTS:

1. In the opinion of the Board and to the best of their knowledge and belief the value of realization of loans, advances and current assets in the ordinary course of business will not be less than the amount at which they are stated in the Balance Sheet.

2. **Auditors Fees:** Rs. 47,250/- (Previous Years Rs. 47,250/-)

3. Retirement Benefits:

It is informed to us that the company is not required to be registered under Provident Fund Act. Further the provisions for gratuity, superannuation funds and other funds, E.S.I. of Employees State Insurance Act are not applicable.

4. Notes on Cash Flow Statement:

The Cash Flow Statement has been prepared using the indirect method specified in Accounting Standard – 3 “Cash Flow Statements” issued by the Institute of Chartered Accountants of India.

5. Remuneration to Managing Director:

Particulars	2008-09	2007-08
Salaries & Allowances	600,000	600,000

6. Payments to other Directors:

Particulars	2008-09	2007-08
Sitting Fees	35,000	7,000

7. Taxation:

A provision for income tax based on tax liability is computed after considering tax allowance, exemptions and rebate, if any. Current tax is net of the effect of written back of provisions and refunds received.

	Current year	Previous year
Deferred Tax (Current)	9,785	(1,770)
Provision for Income Tax	2,00,000	3,00,000
Provision for Fringe Benefit Tax	N A	30,000

8. Contingent Liabilities

Claim against the company amounting to Rs.90.85 Lacs that may arise in respect of matters in appeal/challenged by the company in Writ-not acknowledged as debt. The company does not expect any payment in respect of the above contingent liability.

9. **Earning Per Share (Rs.)** 0.28 0.09

10. Related Party Transaction:

(i) Key Management Personnel:

Mr. Mahesh Parikh	Non-Executive Chairman
Mr. Digant Parikh	Managing Director
Mr. Santosh Patole	Vice President and CFO
Mr. Imtiaz-ul Hasan	Chief Dealer and COO
Mrs. Aarti Naik	Compliance Officer (CDSL)

(ii) Transactions during the year with related party:

Sr. No.	Nature of Transactions	Amount Rs.
1	Sale of Fixed Assets to Relative of Key Managerial Personnel	1,300,000
2	Payment of Salary to Key Managerial Personnel – Mr. Digant Parikh, Managing Director	600,000

Other Transactions:

According to information and explanation given to us there are no transactions except stock broki

ng transactions entered into amongst related parties during the year at prevailing market price at the time of transaction. The company has acted in its capacity of stock Broker only.

11. Segment Reporting:

The company does not have more than one reportable segment in terms of AS 17 – “Segment Reporting” issued by the Institute of Chartered Accountants of India.

12. Foreign Currency Transaction:

No Foreign Currency transactions entered into during the reporting period.

13. Previous year figures have been recast / regrouped / restated wherever necessary.

**FOR B.R. PANCHOLI & CO.,
CHARTERED ACCOUNTANTS
FRN: 107285W**

**CA. B R PANCHOLI
PROPRIETOR
Membership no. 041254**

**Place: Mumbai
Date: 10th June, 2010**

For and on behalf of the Board

Mahesh Parikh – Chairman

**Digant Parikh – Managing
Director**

Govind Rathi – Director

Lalit Dalal – Director

M B PARIKH FINSTOCKS LTD.

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31st MARCH, 2010

Particulars		FOR THE YEAR ENDED	
		31.03.2010	31.03.2009
A	CASH FLOW FROM OPERATING ACTIVITIES:		
	Net profit before tax and Extraordinary items	981,445	755,392
	Adjustment for:		
	Depreciation	381,491	415,307
	Reversal of Depreciation	(249,847)	-
	Income Tax	(133,602)	(493,588)
	Deferred Income Tax	(9,785)	1,770
	Adjustment for:		
	Loans & Advances	438,415	(99,487)
	Sundry Debtors	(2,219,621)	1,437,702
	Stock	5,117,082	463,403
	Deferred Tax	9,785	(1,770)
	Current Liabilities	2,462,365	(4,673,462)
	Provisions	(130,000)	187,000
	Cash Flow before extraordinary items		
	Net Cash flow from Operation Activities [A]	6,647,728	(2,007,733)
B	CASH FLOW FROM INVESTING ACTIVITIES:		
	Purchase of fixed Assets	780,528	(369,803)
	Stock Exchange Card Deposit	100,000	(700,000)
	Purchase of Investments	(2,460,000)	(1,880,000)
	Net cash used in Investing Activities [B]	(1,579,472)	(2,949,803)
C	CASH FLOW FROM FINANCING ACTIVITIES:		
	Proceeds from Bank borrowings	195,432	(3,115,015)
	Net cash used in financing Activities [C]	195,432	(3,115,015)
	Net increase in cash & cash equivalents [A+B+C]	5,263,688	(8,072,551)
	CASH AND CASH EQUIVALENTS AS AT 31.03.2009 [OPENING BALANCE]	15,489,298	23,561,849
	CASH AND CASH EQUIVALENTS AS AT 31.03.2010 [CLOSING BALANCE]	20,752,986	15,489,298

AUDITORS' CERTIFICATE

To,
The Board of Directors,
M.B. Parikh Finstocks Ltd.

We have examined the attached **CASH FLOW STATEMENT OF M.B. PARIKH FINSTOCKS LTD.** for the year ended 31st March, 2010. This statement has been prepared by company in accordance with the requirements of listing agreement clause 32 with Stock Exchange.

FOR B.R. PANCHOLI & CO.,
CHARTERED ACCOUNTANTS
FRN:107285W

CA. B R PANCHOLI
PROPRIETOR
Membership No. 041254
Place: Mumbai
Dated : 10.06.2010

✓ **BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**
(Submitted in items of Part IV of Schedule VI to the Companies Act, 1956)

I Registration Details

Registration No. : 21759 State Code : 04
Balance Sheet Date : 31.03.2010

II Capital Raised During the year (Amt. Rs. '000)

Public Issue	Rights Issue
NIL	NIL
Bonus Issue	Private Placement
NIL	NIL

III Position of mobilisation and deployment of funds (Amt. Rs. '000)

SOURCES OF FUNDS

Total Liabilities	Total Assets
40224	40224
Paid up Capital	Reserves & Surplus
30000	7872
Secured Loans	Unsecured Loans
2159	NIL
	Deferred Tax Liabilities
	192

APPLICATION OF FUNDS

Investments	Net Fixed Assets
8173	1827
Net Current Assets	Stock Exchange Card
23724	6500

IV Performance of the Company (Amt. Rs. '000)

Total Income	Total Expenditure
6962	5980
Profit Before Tax	Profit After Tax
981	838
Earning per share (Annualised) in Rs.	Dividend
0.28	NIL

V Generic Names of three principal services of the Company (As per monetary terms)

Item Code No. : N.A.
Product Description : N.A. (NSE BROKER & CONSULTANCY SERVICES)

ATTENDANCE SLIP

M.B. PARIKH FINSTOCKS LIMITED

Registered Office: 705, Galav Chambers, Sayajigunj, Vadodara, 390 005

Please complete this attendance slip and hand it over at the entrance of the hall

I, hereby record my attendance at the Fifteenth Annual General Meeting to be held on Friday, 14th August 2010 at the Registered Office: 705, Galav Chambers, Sayajigunj, Vadodara, 390 005 at 1.00 p.m.

NAME & ADDRESS OF THE SHAREHOLDER (IN BLOCKS CAPITALS)	FOLIO NO.

SIGNATURE OF THE SHARE HOLDER OR PROXY _____

PROXY

M.B. PARIKH FINSTOCKS LIMITED

Registered Office: 705, Galav Chambers, Sayajigunj, Vadodara, 390 005

DP ID:	CLIENT ID:	FOLIO NO.	
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I/We _____ of _____
Of _____ Being a Member
/Members of M.B.PARIKH FINSTOCKS LIMITED hereby
appoint _____ of _____ (or failing him) _____
of _____ or failing him _____ of _____ as my/
our Proxy to attend and vote for me/us and on my/our behalf at the Fifteenth Annual
General Meeting of the Company to be held on Friday, 14th August 2010 at the
Registered Office at 705, Galav Chambers, Sayajigunj, Vadodara 390 005, at 1.00
p.m. and at any adjournment thereof.

AS WITNESS my hand/our hands this _____ day of _____ 2010.

Signed by the said

NOTE: The Proxy Form must be deposited at the Registered Office of the Company not less than 48 hours before the time of holding the Meeting . The Proxy need not be a member of the Company.

Name of the Shareholder(s): _____

BOOK-POST

.TO,

If Undelivered pleas return to :
M. B. PARIKH FINSTOCKS LTD.
209/10, Heena Arcade
S.V. Road, Jogeshwari (W),
Mumbai – 400 102.
Tel. : 2679 0434/Fax: 2679 0463
EMAIL : mbpfin@bom5.vsnl.net.in