



Ken Financial Services Limited



16TH Annual Report
2009 - 2010

16th ANNUAL REPORT

CONTENTS	PAGE NO.
Director's Report	1
Report on Corporate Governance	4
Auditors Report	12
Balance Sheet	16
Profit & Loss Account	17
Schedule to Balance Sheet and Profit & Loss Account	18
Note Forming Part of Balance Sheet	22
Segment Report	25
Cash Flow Statement	26
Balance Sheet Abstract	27

Board of Directors

MR. SHARAD KUMAR GUPTA
Executive Director

MR. MANOJ MORE
Independent Director

MR. SHASHIKANT MODI
Independent Director

MR. SUNIL SHIVIKUMAR SAINI
Independent Director

MR. MANISH GOYAL
Independent Director

Auditors

V.P. Agrawal & Co.
Chartered Accountants

Registered Office

302, Standard House,
83, M.K. Road, Marine Lines,
Mumbai - 400 002
Telefax : 022-2205 5456

Bankers

HDFC Bank
Bank of India

Transfer Agent

M/s Purva Sharegistry (India) Private Limited
No.9, Shiv Shakti Industrial Estate, Ground Floor, J.R. Boricha Marg,
Opp. Kasturba Hospital, Lower Parel, Mumbai - 400 011
Tel No. -22 2301 6761 / 2301 8261
Fax No. : 022 2301 2517
Contact Person: Mr. Rajesh Shah



NOTICE

NOTICE is hereby given that the Sixteenth Annual General Meeting of the Members of M/s. Ken Financial Services Limited will be held at Registered Office of the Company at 302, Standard House, 83, M.K. Road, Marine Lines, Mumbai - 400 002 on 30th September 2010, at 3.30 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 Profit & Loss Account for the period ended on that date together with the Director's Report and Auditor's Report thereon.
2. To declare dividend for the financial year ended 31st March, 2010.
3. To appoint a director in place of Mr. Manish Goyal, who retires by rotation and being eligible, offers him-self for re-appointment.
4. To appoint a director in place of Mr. Shashikant Modi, who retires by rotation and being eligible, offers him-self for re-appointment.
5. To consider and if thought fit, to pass with or without modifications, if any the following as an ordinary resolution:

"RESOLVED THAT pursuant to provisions of section 224, 225 and other applicable provisions, if any, of the companies act, 1956, M/s Motilal & Associates, Chartered Accountants, Mumbai be are hereby appointed as statutory auditors of the company to hold office from the conclusion of this Annual General Meeting up-to the conclusion of next Annual General Meeting of the company in place of V. P. Agrawal & Company, Chartered Accountants, Mumbai the retiring auditors of the company, who expressed their unwillingness to be reappointed as statutory auditors of the company on their retirement at this Annual General Meeting, on such remuneration to be negotiated and fixed by the Audit Committee / Board of Directors of the company.

6. To Consider and, if thought fit, to pass with or without modification(s), the following resolution as an ordinary resolution:

"RESOLVED THAT Mr. Rushikesh Narlawar, Who was appointed as an Additional Director under section 260 of the Companies Act, 1956, effective 25th July, 2010 and holds office up-to the 16th Annual General Meeting and in respect of whom the Company has received a Notice in writing under Section 257 of the Companies Act, 1956, from a member proposing his candidature for the office of Director, be and is hereby appointed as a Director of the Company, liable to retire by rotation."

7. To Consider and, if thought fit, to pass with or without modification(s), the following resolution as an ordinary resolution:

"RESOLVED THAT Mr. Pramod Kumar Sharma, Who was appointed as an Additional Director under section 260 of the Companies Act, 1956, effective 25th August, 2010 and holds office up-to the 16th Annual General Meeting and in respect of whom the Company has received a Notice in writing under Section 257 of the Companies Act, 1956, from a member proposing his candidature for the office of Director, be and is hereby appointed as a Director of the Company, liable to retire by rotation."

Registered Office:
302, Standard House,
M. K. Road,
Marine Lines,
Mumbai - 400 002

By order of the Board of Directors

DIRECTOR

Place: Mumbai
Date: 31/08/2010

NOTES

1. A MEMBER IS ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY NEED NOT BE A MEMBER OF THE COMPANY.

Proxies, in order to be effective, should be duly completed, stamped, signed and must be deposited at the registered office of the Company not less than 48 hours before the meeting.

2. The Register of Members and Share Transfer Books shall remain closed from Tuesday, the 28th September 2010 to Thursday the 30th September 2010 (both Days inclusive) in connection with ensuing Annual General Meeting and the payment of Dividend.
3. Dividend recommended by the Board and approved by the members at the Annual General Meeting, will be paid on or before 29th October, 2010. In respect of shares held in physical form, the dividend will be payable to those members whose names appear on the Registrar of Members on 30th September, 2010. In respect of shares held in electronic form, dividend will be payable to beneficial owners of the shares as on 30th September, 2010 as per details furnished by the Depositories.
4. In terms of Sections 205A and 205C of the Companies Act, 1956 the amount of dividend remaining unpaid or unclaimed for a period of seven years from the date of transfer to the unpaid dividend account, is required to be transferred to the Investor Education and Protection Fund.
5. Members holding shares in dematerialized mode are requested to instruct their respective Depository Participants regarding Bank Account in which they wish to receive the dividend. However, the bank details as furnished by the respective Depositories to your company will be used for the purpose of distribution of dividend through Electronic Clearing Service (ECS) as directed by the Stock Exchanges. Your Company / Registrar and Share Transfer Agents will not act on any direct request from members holding shares in dematerialized form for change / deletion of such bank details.
6. Members holding shares in physical form are requested to inform the company / registrar and Share Transfer Agents of any change in their addresses immediately for future communication at their correct addresses and members holding shares in demat form are requested to notify to their Depository Participants.



7. Members holding shares in identical order of names in more than one folio are requested to write to the company's share transfer agent to enable them to consolidate their holdings into one folio.
8. Members are requested to intimate immediately, any change in their address to Company's Registrar & Share Transfer Agency, Purva Sharegistry(India) Pvt.Ltd., No.9 Shiv Shakti Industrial Estate, Ground Floor, J. R. Boricha Marg, Lower Parel (East), Mumbai – 400 011. Tel No. 022-2301 6761
9. Members are requested to bring their copies of Annual Reports to the Meeting.
10. Members desirous of raising queries at the AGM are request to send their questions so as to reach the Company's Registered Office at least seven days in advance before the AGM so that the same can be adequately replied.
11. Members are requested to quote their folio numbers / DP ID and Client ID numbers in all correspondence with the company and the registrar and the share transfer agent.
12. Documents referred to in the accompanying Notice are available for inspection at the registered office of the company on working days between 10.00 A.M. to 2.00 P.M. prior to the Annual General Meeting.
13. Members desirous of obtaining any information / clarification (s) concerning the accounts and operations of the company or intending to raise any query are requested to forward the same at

Explanatory Statement as required under section 173 (2) of the Companies Act, 1956

Item No. 6 & 7

Mr. Rushikesh Narlawar and Mr. Pramod Kumar Sharma were appointed as additional director by the Board. They hold office only up-to the date of Annual General Meeting. The Company has received a notice in writing from a member pursuant to the provisions of section 257 of the companies Act, 1956 proposing Mr. Rushikesh Narlawar and Mr. Pramod Kumar Sharma for the office of Director.

Mr. Rushikesh Narlawar is a B.E. (Mech.) and is actively involved in construction industry.

Mr. Pramod Kumar Sharma is a Ex Air Force pilot and has vast experience in the field of administration and security services.

The Board of Directors considers that in view of the background and experience of Mr. Rushikesh Narlawar and Mr. Pramod Kumar Sharma, it would be in the interest of the Company to appoint them as directors of the Company. The Board recommends the resolution for your approval.

Registered Office:
302, Standard House,
M. K. Road,
Marine Lines,
Mumbai – 400 002

By order of the Board of Directors

DIRECTOR

Place: Mumbai
Date: 31/08/2010

INFORMATION TO BE FURNISHED UNDER THE LISTING AGREEMENT
(Pursuant to Clause 49 of the Listing Agreement)

Details of Directors seeking Appointment at the Annual General Meeting

Name	Mr. Rushikesh Narlawar	Mr. Pramod Kumar Sharma
Date of Birth	14.12.1960	02.07.1974
Qualification	B.E. (Mech.)	Ex Air Force Pilot
Experience	He possesses more than five years of experience in the Construction field.	He possesses vast experience in the field of security and administration.
Shareholding	NIL	NIL

Additional information of Directors seeking reappointed at the Annual General Meeting

Name	Mr. Shashikant Modi	Mr. Manish Kumar Goyal
Date of Birth	01.01.1980	31.07.1970
Qualification	C.A.	C.A.
Experience	He is having more than 5 years of Professional Experience in the field of Audit and Taxation	He is having more than 5 years of Professional Experience in the field of Audit and Taxation and company law matters
Shareholding	NIL	NIL

CORPORATE GOVERNANCE:

The Corporate Governance Report and Certificate from Auditor is given in Annexure-1 and forms part of this report.

AUDITORS:

M/s Motilal & Associate, Chartered Accountants, Mumbai be are hereby appointed as statutory auditors of the company to hold office from the conclusion of this Annual General Meeting up-to the conclusion of next Annual General Meeting of the company in the place of M/s V. P. Agrawal & Company, Chartered Accountants, Mumbai the retiring auditors of the company, who expressed their unwillingness to be reappointed as statutory auditors of the company on their retirement at this Annual General Meeting.

COMPLIANCE CERTIFICATE

A Certificate from the Auditors of the Company regarding Compliance of conditions of corporate governance as stipulated under clause 49 of the listing agreement is attached to this report

DEMATERIALISATION

The Shares of the Company are traded compulsorily in demat form and are available for trading under both the Depository systems in India i.e. NSDL (National Securities Depository Limited and CDSL (Central Depository Service (India) Limited)

Under the Depository system, the International Securities Identification Number (ISIN) allotted to the company's Equity Shares is INE 395E01018

ACKNOWLEDGEMENTS:

The Directors have pleasure to place on record their appreciation for the valuable co-operation and assistance by the Company's Bankers, Associates, Investors and Employees.

CAUTIONARY STATEMENT

The statements in this report including Management's Discussion and Analysis report reflects Company's projections estimates, expectations or predictions and contain forward looking statements that involve risks and uncertainty. The Company and the Management shall not be held liable for any loss, which may arise as a result of any action taken on the basis of the information contained herein. Readers are cautioned not to place undue reliance on these forward looking statements that speak only of the expectations as on that date.

FOR AND ON BEHALF OF THE BOARD

Place : Mumbai
Date : 31-05-2010

Sd/-
DIRECTOR

ANNEXURE - 1

REPORT ON CORPORATE GOVERNANCE

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

The Company's philosophy on the corporate governance is aimed at strengthening the confidence of the shareholders in the Company and building a long term relationship of trust with them by maintaining transparency and periodical disclosures.

Company is committed to achieving the highest international standards of Corporate Governance. Company believes that all its operations and actions must serve the underlying goal of enhancing overall Shareholders value, over a sustained period of time

2. BOARD OF DIRECTORS

(i) Composition of Board, Directorships and Committees position held in other Companies as at 31st March 2010.

a) Composition

Company's policy is to maintain optimum combination of executive and non executive Directors. The Board of Directors of the company is comprised of five directors of whom one is executive director and four are non executive independent directors.

Directors	Executive / Non-Executive/ Independent	No. of outside Directorship Held	Outside Committees#	
			As Chairman	As Member
Mr. Sharad Kumar Gupta	Executive Director	1	None	1
Mr. Manoj More	Independent Director	3	None	1
Mr. Shashikant Modi	Independent Director	0	None	None
Mr. Sunil Shivkumar Saini	Independent Director	1	None	None
Mr. Manish Kumar Goyal	Independent Director	1	None	None

Only three Committees viz. Audit Committee, Shareholders' Grievance Committee and Remuneration committee are considered for this purpose

b) Board Procedure

The agenda is prepared in consultations with the Chairman of the board of Directors and the Chairman of the other Committees. The Agenda for the meeting of the Board and its committees, together with the appropriate supporting documents, are circulated well in advance of the meetings.

Matter discussed at board meeting generally related to company's investments and its performance, evaluation and advisability or otherwise their continuity, quarterly results of the company, review of reports of the audit committee and compliance with their recommendations, suggestions, new investments proposals, non compliance of any regulatory, statutory or listing requirements.

C) Attendances of Directors at meetings

Attendance of Directors in meetings held during the financial year 2009-2010.

S. N.	Nature & Date of meetings	Name of Directors					
		Kamal* Kumar Chaudhary	Sharad Kumar Gupta	Manoj More	Shashikant Modi	Sunil Shivkumar Saini	Manish Goyal
1.	Board on 30.06.2009	Present	Present	Present	Present	Present	Present
2.	Board on 31.07.2009	N.A.	Present	Present	Present	Present	Present
3.	Members on 30.09.2009	N.A.	Present	Present	Present	Present	Present
4.	Board on 31.10.2009	N.A.	Present	Present	Present	Absent	Present
5.	Board on 30.01.2010	N.A.	Present	Present	Absent	Present	Present

* Resigned with effect from 30-06-2009.

None of the Directors are nominee of any Institutions

3. AUDIT COMMITTEE

(i) Composition Name of Members and Chairman

The Audit Committee is comprised of one executive and one independent director. During the financial year ended 31.03.2010, four Committee Meetings were held on 25th June, 2009, 28th July, 2009, 27th October, 2009 & 28th January, 2010. The composition of the Audit Committee and the attendance of each Director at their meetings are as follows :-

S.N.	Members	Meetings attended
1	Mr. Sharad Kumar Gupta	Yes
2	Mr. Manoj More	Yes

(ii) Terms of Reference

The Audit Committee has been mandated with the terms of reference as specified in Clause 49 of the Listing agreement with the Stock Exchange, Mumbai & enumerated in section 292A of the Companies Act, 1956 In Brief the powers and responsibilities are

- Recommending the appointment / removal of Statutory Auditors, fixations of Auditors remunerations and also approval of payments for any other services
- Reviewing with management the financial statements before submission of the same to the Board
- Overseeing of Company's financial reporting process and disclosure of its financial information's to ensure that the financial statement is correct, sufficient and credible.
- Reviewing the adequacy of internal control systems & audit function in the company.
- Reviewing the company financial risk management policies.
- Discussing with Statutory Auditors, any significant finding in their reports and follow up thereon and reviewing the reports furnished by them

(iii) Invitee: (being entitled to attend as per relevant provisions of applicable laws/rules and/or as and when felt necessary)

(a) The Statutory Auditors viz. V. P. Agrawal & Co.

- (iv) The Chairman of the Audit Committee attended the Annual General Meeting held on 30th September, 2009 and provided clarifications to the members of the Company on the matters relating to Accounts and finance.
- (v) An Audit Committee meeting was held on 25th June, 2009 where the Annual Financial Statements for the year ended 31st March, 2009 were reviewed and examined by the members of the Audit Committee before recommending the same to the Board of Directors for their perusal and adoption.

The Audit Committee reviewed the Quarterly /-Half Yearly Un-Audited Financial Results on the following dates before recommending the same to the Board.

Financial Reporting	Date of Approval by Audit Committee
Quarter/Year ended 31st March, 2009	25th June, 2009
Quarter ended 30th June, 2009	28th July, 2009
Quarter/Half Year ended 30th Sept. 2009	27th October, 2009
Quarter ended 31st December, 2009	28th January, 2010

4. REMUNERATION COMMITTEE

The Company has set up a Remuneration Committee as required under the listing Agreement and all matters relating to review and approval of compensation payable to the Executive and Non Executive Directors are considered by the Remuneration Committee and necessary recommendation are made by the Committee to the board for the approval within the overall limits fixed by the Board and subject to overall ceilings stipulated in section 198 and 309 and Schedule XIII of the Companies Act, 1956.

5. SHAREHOLDERS COMMITTEE

- (i) The Company has a 'Share Transfer Committee' to approve transfer and transmission of securities, issue of duplicate certificates and deals with other Shareholder related issues headed by Mr. Sharad Kumar Gupta, Executive Director of the Company. The Committee met twice during the year.
- (ii) The Company also has a 'Shareholders/Investors Grievance Committee' headed by Mr. Manoj More, a Non-Executive Independent Director to specifically look into redressing of Shareholders' and Investors' complaints.
Mr. Sharad Kumar Gupta has also been designated by the Board as the 'Compliance Officer' of the Company for complying with the requirements under the Listing Agreement with the Stock Exchange, Mumbai.
- (iii) Number of Shareholders' complaints received during the year : Nil
 Number not solved to the satisfaction of the Shareholders : Nil
 Number of pending share Transfers : Nil

6. (i) DETAILS OF GENERAL MEETING

Financial Year	Date of the Meeting	VENUE	TIME
2006-2007	29-09-2007	302, Standard House, 83, M. K. Road, Mumbai – 400002.	3.30 p.m.
2007-2008	30-09-2008	302, Standard House, 83, M. K. Road, Mumbai – 400002.	3.30 p.m.
2008-2009	30-09-2009	302, Standard House, 83, M. K. Road, Mumbai – 400002.	3.30 p.m.

(ii) No Postal Ballot was put through during the last year as well as year 2009-2010 and as of now there is no proposal pending for passing any resolution through Postal Ballot in the ensuing Annual General Meeting.

7. EXTRA ORDINARY GENERAL MEETING (EGM)

During the period no Extra – Ordinary General Meeting was held.

8. DISCLOSURES

Disclosure on materially significant related party transactions.	: There were no materially significant related party transactions i.e. transactions of material nature with its promoters, directors or the management or relatives etc. during the year that may have potential conflict with the interests of the Company at large.
Details of Non-compliance by the Company, penalties, and strictures imposed on the Company by Stock Exchange or SEBI or any Statutory Authority or any matter related to Capital Market during last three years.	: None
Secretarial Audit	: Secretarial Audit was carried out by a practicing firm of Chartered Accountants to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and listed capital. The audit confirms that the total issued/paid capital of the Company is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL.

9. MEANS OF COMMUNICATION.

Half yearly report sent to each household of Shareholder	:	No
Financial Results	:	The financial results have been sent to the regional stock exchange on which the Company is listed in the prescribed format so as to enable the Stock Exchange to put them on their own web sites.
Whether Management Discussion and Analysis Report is a part of Annual Report or not	:	Yes

10. GENERAL SHAREHOLDERS INFORMATION

(i)	Next AGM :		
	Date	Time	Venue
	30-09-2010	3.30 p.m.	302, Standered House, 83, M.K. Road, Mumbai-400 002.
(ii)	Next Dates of Book Closure	:	28th Sept. 2010 to 30th Sept. 2010 (both days inclusive)
(iii)	Code of Conduct for Prevention of insider Trading: Pursuant to the requirements of SEBI (Prohibitions of insider Trading) Regulations, 1992, as amended, the Company has adopted a "Code of Conduct for Dealing in Securities". The said Code of Conduct will be updated from time to time in line with the requirements of SEBI guidelines.		
(iv)	Dividend Payment Date	:	Not Applicable
(v)	Listing on Stock Exchanges	:	The Shares of the Company are listed at Bombay Stock Exchange Limited, Mumbai 400 001.
(vi)	Stock Code	:	530547
(vii)	ISIN No. for the Company's Equity Share in Demat Form	:	INE395E01018
(viii)	Depository Connectivity	:	National Securities Depository Ltd (NSDL) and Central Depository Services (India) Ltd (CDSL)
(ix)	Stock Market Data There was no trading in the shares of the Company upto June 2009.		
	Month	High	Low
	July 2009	50.00	25.11
	August 2009	43.90	23.35
	September 2009	48.25	33.70
	October 2009	42.75	32.05
	November 2009	40.50	25.05
	December 2009	31.35	25.90
	January 2010	35.05	26.30
	February 2010	34.40	27.90
	March 2010	55.65	26.65
			Month Closed
			30.87
			43.90
			38.10
			36.00
			25.10
			29.95
			33.65
			27.90
			55.65

(x) Registrar & Transfer Agents: The Company has appointed M/s. Purva Sharegistry (India) Private Limited as a common agency for share registry work (both physical & electronic) for all matters connected with transfers and transmission of shares and also dematerialization of shares and other related functions	
(xi) Share Transfer System: With a view to expedite the process of share transfers, the Board of Directors has delegated the power of share transfer to Share Transfer Committee of the Board, which meets as and when required. The shares for transfer received in physical mode by the Company, are transferred expeditiously and thereafter, option letter is sent to the transferee(s) for dematerialization, Confirmation in respect of the request for dematerialization of shares is sent to the respective depositories, i.e. National Security Depository Limited (NSDL) and Central Depository Services (India) Limited within 7 days.	
(xii) Registrar and Transfer Agent	M/s. Purva Sharegistry (India) Private Limited No.9, Shiv Shakti Industrial Estate, Ground Floor, J.R. Boricha Marg, Opp. Kasturba Hospital, Lower Parel, Mumbai 400 011 Tel No. -22 2301 6761 / 2301 8261 Fax No. : 022 2301 2517 Contact Person: Mr. Rajesh Shah

(xii) DISTRIBUTION OF SHAREHOLDING AS ON 31ST MARCH, 201

(a) According to Category holdings

Category	No. of Shareholders	% of total Shareholders	No. of Shares	% of shareholding
Promoters	3	1.78	1595600	53.18
Person Acting in concert	0	0.00	0	0.00
FI(s) Bank & Mutual Fund	0	0.00	0	0.00
Individual/Indian Public	147	86.98	1136976	37.90
Corporate Bodies	19	11.24	267524	8.92
NRI/OCB	0	0.00	0	0.00
Clearing Members	0	0.00	0	0.00
Venture Capital	0	0.00	0	0.00
Total	169	100.00	3000100	100.00

(b) According to Number of Equity Shares

No. of Equity Shares held	No. of shareholders	% of total shareholders	No. of shares	% of shareholding
Upto 5000	145	85.80	82344	2.74
5001 to 10000	2	1.18	12711	0.43
10001 to 20000	0	0	0	0
20001 to 30000	2	1.18	59000	1.97
30001 to 40000	3	1.78	105300	3.50
40001 to 50000	3	1.78	140660	4.69
50001 to 100000	9	5.32	698685	23.29
Above - 100001	5	2.96	1901400	63.38
Total	169	100.00	3000100	100.00

(xiv) Dematerialization of Shareholding and liquidity	96.76% Company Equity Share's dematerialized as on 31/03/2010
(xv) Outstanding GDRs/ADRs/Warrants or any Convertible Instruments, conversion date and likely impact on equity	Not applicable
(xvi) Plant Locations	Not Applicable.

11. AUDITORS CERTIFICATE ON CORPORATE GOVERNANCE:

The Auditors Certificate on compliance of clause 49 of the listing Agreement relating to Corporate Governance is published as an annexure to the Directors Report.

12. DECLARATION ON COMPLIANCE WITH CODE OF CONDUCT:

The Board has formulated a code of conduct for the Board members of the Company. It is hereby affirmed that all the directors have complied with the code of conduct framed by the company and a confirmation to that effect has been obtained from the Directors of the Company.

13. REVIEW OF GOVERNANCE PRACTICES:

We have in this report attempted to present the governance practices and principles being followed at the Company, as evolved over the years, and as best suited to the needs of our business and stakeholders, Our discussion and governance practices are continually revisited, reviewed and revised to respond to dynamic needs of our business and ensure that our standards are at par with recognized practices of governance, so as to meet the expectations of our entire stakeholder.

DECLARATION REGARDING COMPLIANCE BY BOARD MEMEBERS AND SENIOR MANAGEMENT PERSONNEL WITH THE CODE OF CONDUCT

This is to confirm that the company has adopted a "code of Conduct" for all the Board members and senior management of the company.

I confirm that Company has in respect of the financial year ended 31st March 2010, received from the Board Member & Senior Management personnel of the company a declaration of compliance with the "Code of Conduct" as applicable to them.

FOR AND BEHALF OF THE BOARD

PLACE : MUMBAI

DIRECTOR

DATED : 31st MAY, 2010

To
the members of
Ken Financial Services Limited

We have reviewed the compliance of conditions of Corporate Governance by Ken Financial Services Limited for the year ended 31st March, 2010 as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchange.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of 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 Directors and the management, we certify that the Company has complied with the conditions of Corporate Governance in all material respect as stipulated in the above mentioned listing agreement.

We state that there were no investor grievance(s) pending for a period exceeding one month against the company as per the report given by the Registrars of the Company and placed before the Investor Grievance Committee.

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

Place : Mumbai
Dated : 31-05-2010

For V. P. Agrawal & Co.
Chartered Accountants

(Vimal Agarwal)
Partner
M. No.: 402808

AUDITOR'S REPORT

To The Members of Ken Financial Services Limited

We have audited the attached Balance Sheet of KEN FINANCIAL SERVICES LIMITED Mumbai as at 31st March, 2010 and also the Profit & 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.

1. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
2. As required, by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of Section 227(4A) of the Companies Act, 1956, We enclose in the annexure, a statement on the matters prescribed in paragraphs 4 and 5 of the said order to the extent applicable.
3. Further, to our comments, in Annexure referred to in paragraph 2 above, we report that:
 - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (ii) In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examinations of these books;
 - (iii) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with books of account;
 - (iv) In our opinion, the Balance Sheet, Profit & 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 Company Act, 1956; Except AS-15 on "Accounting of Retirement Benefit to Employees" which is on cash basis.
 - (v) On the basis of the written representations received from the directors, as on 31st March, 2010, and taken on record by the Board of Directors, We report that none of the directors is disqualified as on 31st March, 2010 from being appointed as a director in terms of clause (g) of Sub-section (1) of Section 274 of the Companies Act, 1956;
4. In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with and subject to notes thereon, gives the information required by the Companies Act, 1956 in the manner so required and give a true and fair view:
 - (a) In the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2010;
 - (b) In the case of the Profit and Loss Account, of the Profit of the Company for the year ended on that date and
 - (c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Place : Mumbai
Dated : 31-05-2010

For V. P. Agrawal & Co.
Chartered Accountants
Sd/-
(Vimal Agrawal)
Partner
M. No.: 402808

Annexure Referred to in paragraph (2) of our report of even date on the accounts for the year ended 31st March ,2010 of KEN FINANCIAL SERVICES LIMITED.

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of its fixed assets.
- (b) According to the information and explanation given to us, the fixed assets have been physically verified by the management at reasonable intervals and no material discrepancies were noticed on such verification.
- (c) None of the fixed assets have been revalued during the year.
2. (a) The stock in Trade have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) In our opinion, the procedures of physical verification of stocks followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
- (c) The Company is maintaining proper records of inventories and discrepancies noticed on physical verification of stock as compared to book records were not material considering the operations of the Company and have been properly dealt with in the books of account.
3. (a) The Company has granted loans to One party listed in the register to be maintained under section 301 of the Companies Act, 1956. The maximum amount given Rs. 4,37,000/- and the year end balance was Rs. Nil.
- (b) The loan granted is interest free and there is no stipulation as to other terms and conditions, therefore we are unable to comment under this clause.
- (c) As the term of repayment of such loans has not been stipulated, we are unable to comment upon regularity of payment of principal amount.
- (d) As the term of repayment of such loans has not been stipulated, we are unable to comment upon overdue amount.
- (e) The Company has taken interest free loans from two parties listed in the register maintained under section 301 of the Act. The maximum amount taken Rs. 7,15,522/- and the year end balance were Rs. 6,90,522/- respectively.
- (f) The loans taken are interest free. There is no stipulation as to the other terms and conditions, therefore we are unable to comment whether the loan taken are prima facie prejudicial to the interest of the company or not.
- (g) As there is no stipulation as to the terms and conditions we are unable to comment on the regularity of the repayment of loan taken.

4. In our opinion and according to the 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 purchases of inventory, fixed assets and sale of goods and services. During the course of the audit we have not observed any continuing failure to correct major weaknesses in internal control.
5. In our opinion and according to the information and explanations given to us, the transactions of purchase of inventory in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Act, and aggregating during the year to Rs.5,00,000 or more in respect of each party have been made at the prevailing market prices at the relevant time.
6. The Company has not accepted deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Section 58A, 58AA or any other relevant provision of the Companies Act, 1956 and rules framed there under are not applicable.
7. In our opinion, The Company has an adequate internal audit system commensurate with its size and nature of its business.
8. In the present case, the Central Government has not prescribed the maintenance of the cost records under section 209(1)(d) of the Companies Act, 1956.
9. According to the records of the company, undisputed statutory dues including provident fund, investor education and protection fund, employees state insurance, income-tax, sales tax, wealth tax, custom duty, excise duty, cess, service tax and other material statutory dues applicable, have generally been regularly deposited with the appropriate authorities. No undisputed amount is outstanding for more than six months at the end of the accounting year.
10. As the Company has neither accumulated losses nor has incurred cash losses in the current year or immediately preceding financial year, no comment under this clause is required.
11. There are no dues from the bank or financial institutions.
12. As informed to us, the company has not granted any loans and advances on the basis of security by way of pledge on any shares, debentures and other securities. Therefore, the provisions of clause 4(xii) of the companies (Auditor's Report) Order 2003 are not applicable to the Company.
13. In our opinion, the Company is not a chit fund or a nidhi mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
14. The Company is maintaining proper records of the transaction and contracts for purchases or sales of shares, securities, debentures and other investment, and the same is held by the company in its own name.
15. As informed to us, the Company has not given any guarantee for any loans taken by other from bank or financial institutions. Therefore, the provisions of clause 4(xv) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.

16. On the basis of information and explanations given to us, the company has not obtained and / or applied any term loan during the year.
17. On the basis of information and explanations given to us and on an overall examination of the Balance Sheet and the Cash Flow Statement of the Company, we report that no funds raised on short term basis have been used during the year for long term investment.
18. The Company has not made any preferential allotment of shares during the year under review.
19. The Company has not issued any debentures during the year.
20. During the year under review, The Company has not raised any money by way of public issues. Hence the question of verification of end use of money raised in public issue as per the provision of clause 4(xx) of the companies (Auditor's Report) Order 2003 does not arise.
21. On the basis of our examinations and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of the audit.

Place : Mumbai

Dated : 31-05-2010

For V. P. Agrawal & Co.

Chartered Accountants

Sd/-
(Vimal Agrawal)
Partner
M. No.: 402808

BALANCE SHEET AS AT 31ST MARCH, 2010.

PARTICULARS	SCHEDULE	AMOUNT 31-03-2010	AMOUNT 31-03-2009
<u>SOURCES OF FUNDS</u>			
I. <u>SHAREHOLDERS' FUNDS</u>			
a) Equity Share Capital	"A"	30001000	30001000
b) Reserves & Surplus	"B"	17931409	17919663
II. <u>LOAN FUNDS</u>			
a) Unsecured loans	"C"	10589831	10165522
III. Deferred Tax Liabilities		172716	168060
		58694956	58254245
<u>APPLICATION OF FUNDS</u>			
I. <u>FIXED ASSETS</u>			
a) Gross Block	"D"	3991897	3852247
b) Depreciation		2375019	2093229
c) Net Block		1616878	1759018
II. INVESTMENTS	"E"	106105	10106105
III. <u>CURRENT ASSETS, LOANS AND ADVANCES</u>			
a) Stock in Trade	"F"	759387	1137799
b) Sundry Debtors	"G"	5243515	3905427
c) Cash and Bank Balances	"H"	14789309	1865485
d) Loans and Advances	"I"	40588099	46129026
TOTAL CURRENT ASSETS		61380310	53037737
Less : <u>CURRENT LIABILITIES AND PROVISIONS</u>			
a) Current Liabilities	"J"	3325837	5825616
b) Provisions	"K"	1082500	823000
NET CURRENT ASSETS		56971974	46389122
		58694956	58254245
Notes to the Accounts	"Q"		

AS PER OUR REPORT OF EVEN DATE
FOR V. P. AGRAWAL & CO.
Chartered Accountants

For Ken Financial Services Ltd

Sd/-
(VIMAL AGRAWAL)
PARTNER

Sd/-
(MANOJ MORE)
DIRECTOR

Sd/-
(SHARAD GUPTA)
DIRECTOR

Membership No.: 402808
PLACE: MUMBAI
DATE: 31-05-2010

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



PARTICULARS	SCHEDULE	AMOUNT	AMOUNT
		31-03-2010	31-03-2009
INCOME FROM OPERATIONS			
a) Sales and Services	"L"	17458988	19968115
b) Increase/(Decrease) in Stock	"M"	(378412)	(149787)
		<u>17080577</u>	<u>19818329</u>
EXPENDITURE			
a) Purchases & Works Expenses	"N"	10401007	11347879
b) Administrative & Other Expenses	"O"	4197554	4401122
c) Selling & Distribution Expenses	"P"	81150	378528
d) Depreciation	"D"	281790	244557
		<u>14961501</u>	<u>16372086</u>
PROFIT FOR THE YEAR		2119075	3446243
Less: Provision for Taxation		325000	360000
Less: Provision for Deferred Tax		4656	14801
Less: Provision for Fringe Benefit Tax		0	26000
Less: Income Tax for Earlier Years		28483	0
		<u>1760936</u>	<u>3045442</u>
PROFIT AFTER TAX		1760936	3045442
Add: Balance brought forward		17919663	14874221
		<u>19680599</u>	<u>17919663</u>
PROFIT AVAILABLE FOR APPROPRIATION		19680599	17919663
Less: Proposed Dividend		1500050	0
Less: Dividend Distribution Tax		249140	0
		<u>17931409</u>	<u>17919663</u>
BALANCE CARRIED TO BALANCE SHEET		17931409	17919663
Notes to the Accounts	"Q"		
Earning Per Share		0.59	1.02

AS PER OUR REPORT OF EVEN DATE
FOR V. P. AGRAWAL & CO.
Chartered Accountants

For Ken Financial Services Ltd.

Sd/-
(VIMAL AGRAWAL)
PARTNER

Sd/-
(MANOJ MORE)
DIRECTOR

Sd/-
(SHARAD GUPTA)
DIRECTOR

Membership No.: 402808
PLACE: MUMBAI
DATE: 31-05-2010

SCHEDULES FORMING PART OF THE BALANCE SHEET

PARTICULARS	AMOUNT 31-03-2010	AMOUNT 31-03-2009
<u>SCHEDULE - "A"</u>		
<u>EQUITY SHARE CAPITAL</u>		
<u>AUTHORISED SHARE CAPITAL</u>		
3250000 Equity Shares of Rs. 10/- each. (Previous year 3250000 Equity Shares of Rs. 10/- Each)	32500000	32500000
	32500000	32500000
 <u>ISSUED, SUBSCRIBED AND PAID UP CAPITAL</u>		
3000100 Equity Shares of Rs. 10/- each fully paid up. (Previous year 3000100 equity shares of Rs. 10/- each fully paid up)	30001000	30001000
	30001000	30001000
 <u>SCHEDULE - "B"</u>		
<u>RESERVES & SURPLUS</u>		
Profit & Loss Account	17931409	17919663
	17931409	17919663
 <u>SCHEDULE - "C"</u>		
<u>UNSECURED LOANS</u>		
From Directors	690522	715522
From Body Corporates	9899309	9450000
	10589831	10165522
 <u>SCHEDULE - "E"</u>		
<u>INVESTMENTS</u>		
Investment in Shares:		
Quoted (At Cost)	96105	96105
Unquoted (At Cost)	10000	10010000
	106105	10106105
 <u>SCHEDULE - "F"</u>		
<u>INVENTORIES</u>		
(As taken valued & certified by the management)		
Raw-Material	528845	505220
Finished goods	230542	132579
Shares and Securities	0	500000
	759387	1137799
 <u>SCHEDULE - "G"</u>		
<u>SUNDRY DEBTORS</u>		
<u>Unsecured, Considered Good</u>		
Debts outstanding for a period exceeding six months	840156	390156
Other Debts	4403359	3515271
	5243515	3905427

SCHEDULES FORMING PART OF THE BALANCE SHEET



PARTICULARS	AMOUNT 31-03-2010	AMOUNT 31-03-2009
<u>SCHEDULE - "H"</u>		
<u>CASH AND BANK BALANCES</u>		
Cash in Hand	3205184	1092684
Balances with Scheduled Banks - in Current Account	11584125	772801
	14789309	1865485
<u>SCHEDULE - "I"</u>		
<u>LOANS AND ADVANCES</u>		
(Unsecured considered good)		
Advance Recoverable in cash or kind or for value to be received	22770804	31408607
Advance Tax & TDS	861670	843766
Deposits	16955625	13876653
	40588099	46129026
<u>SCHEDULE - "J"</u>		
<u>CURRENT LIABILITIES</u>		
Sundry Creditors		
- For Goods & Others	394995	368278
- For Expenses	42472	3501436
Other Current Liabilities	2888370	804369
Advance from Customer	0	1151532
	3325837	5825616
<u>SCHEDULE - "K"</u>		
<u>PROVISIONS</u>		
Provision for Tax	1040000	775000
Provision for Fringe Benefit Tax	42500	48000
	1082500	823000
<u>SCHEDULE - "L"</u>		
<u>SALES AND OTHER SERVICES</u>		
Sales and Services	13805546	15181217
Profit from Speculative Activities	2112274	2589525
Interest & Other Income	1541169	2197373
	17458988	19968115

SCHEDULES FORMING PART OF THE BALANCE SHEET



PARTICULARS	AMOUNT	AMOUNT
	31-03-2010	31-03-2009
SCHEDULE - "M"		
<u>INCREASE/(DECREASE) IN STOCK</u>		
Closing Stock	759387	1137799
Less : Opening Stock	1137799	1287585
	<u>(378412)</u>	<u>(149787)</u>
SCHEDULE - "N"		
<u>PURCHASES & WORKS EXPENSES</u>		
Raw-Material Consumed	9966682	10337916
Packing Material Consumed	30244	42380
Wages and Salary Expenses	217305	806875
Power Charges	24276	40708
Machine Maintenance Expenses	14700	0
Factory Rent	147800	120000
	<u>10401007</u>	<u>11347879</u>
SCHEDULE - "O"		
<u>ADMINISTRATIVE & OTHER EXPENSES</u>		
Salary & Staff Welfare Expenses	2821593	1677469
Annual Fees (BSE)	10000	11884
Rent Charges	157500	21000
Conveyance & Travelling Expenses	52209	30165
Bank Charges	21649	10758
Printing & Stationary Expenses	32434	15128
NSE/OTCEI Obligation Fees	0	803431
BSE Revocation Fees	44719	280000
Telephone Expenses	558720	302457
Electricity Expenses	230131	133889
General & Other Expenses	110689	633110
Miscellaneous Expenses	18613	151785
Computer Expenses	58130	26515
Donation	25200	43300
Office Expenses	32680	210438
Payment to Auditors	10000	10000
Sundry Balance Written off	13287	39793
	<u>4197554</u>	<u>4401122</u>
SCHEDULE - "P"		
<u>SELLING & DISTRIBUTION EXPENSES</u>		
Transportation Expenses	81150	364001
Rate Difference	0	14527
	<u>81150</u>	<u>378528</u>

SCHEDULE "D" OF FIXED ASSETS

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	01-04-2009	ADDITIONS	DEDUCTIONS	31-03-2010	UPTO 01-04-2009	FOR THE YEAR	TOTAL	31-03-2010	31-03-2009
Furniture & Fixtures	1725725	0	0	1725725	1407365	109238	1516603	209122	318360
Furniture & Fixtures (Bhiwandi)	31681	0	0	31681	5023	2005	7028	24653	26658
Furniture & Fixtures (MCX)	12500	0	0	12500	197	791	988	11512	12303
Office Equipment	633851	0	0	633851	398751	30108	428859	204992	235100
Electrical Installation	142611	0	0	142611	71653	6774	78427	64184	70958
Computers	298186	0	0	298186	101779	48336	150115	148071	196407
Computers (MCX)	220330	115400	0	335730	11143	46677	57820	277910	209187
Plant and Machinery (Bhiwandi)	760763	0	0	760763	96698	36136	132834	627929	664065
Plant and Machinery (MCX)	26600	24250	0	50850	620	1724	2344	48506	25980
TOTAL	3852247	139650	0	3991897	2093229	281790	2375019	1616878	1759018
Previous Year Rs.	3592817	259430	0	3852247	1848672	244557	2093229	1759018	1744145



SCHEDULE "Q"

Accounting policies and Notes forming part of the Accounts for the year ended on 31st March 2010.

A) Statement on significant Accounting Policies:

a) Basis of Accounting

Financial statements are prepared on historical cost convention and on accrual basis except those stated at revalued amount and on the going concern basis

b) Fixed Assets:

Fixed Assets are valued at historical cost less depreciation.

c) Depreciation:

Depreciation on fixed assets has been provided under the straight line method at the rates and in the manner provided by Schedule XIV to the Companies Act, 1956.

d) Revenue Recognition

Revenue is recognized only when it is reasonably certain that the ultimate collection will be made.

e) Retirement Benefits

The Company follows the policy of accounting for the same only on crystallization of the liability.

B). Notes of Accounts:

1. There were no contingent liabilities as at 31st March, 2010. (Previous Year Rs. Nil).
2. The Company has neither earned nor incurred any amount in foreign currency during the year (Previous Year Rs. Nil).
3. In the opinion of the Board, the Current Assets and Loans and advances have a value on realization in the ordinary course of business at least equal to the amount at which they are stated. The provision for depreciation and for all known liabilities is adequate and not in excess of the amount considered necessary.
4. The balances of Sundry Debtors, Sundry Creditors, deposits and advances with various parties are subject to confirmation and reconciliation, if any.

5. DEFERED TAXATION:

In accordance with Accounting Standard 22 "Accounting for Taxes on Income" issued by ICAI, the Company has accounted for deferred taxes during the year.

Major components of deferred tax are as under:

Description	FY 2009-10 (Rs.)	FY 2008-09 (Rs.)
Opening Deferred Tax Liabilities	168060	153259
Deferred Tax Liabilities on account of difference in depreciation as per Companies Act and as per Income Tax Act	4656	14801
Closing Deferred Tax Liabilities	172716	168060

6. Earning Per Share:

	FY 2009-2010 (Rs.)	FY 2008-2009 (Rs.)
Net Profit/(Loss) after tax	1760936	3045442
Weighted average number of Shares outstanding	3000100	3000100
EPS	0.59	1.02

7. Segment information required to be disclosed in accordance with Accounting Standard 17 (AS-17) relating to Segment Reporting is attached with report.

8. Payment to Auditors

	FY 2009-2010 (Rs.)	FY 2008-2009 (Rs.)
Audit & Tax Audit Fees	10,000	10,000

9. The previous year's figures have been regrouped and/or rearranged wherever found necessary.

10. Figures are rounded off to nearest rupee.

11. Related parties disclosures:

(A) Related parties with whom transaction have taken place during the year.

(i) Key Management Personnel:	Mr. Sharad Gupta	Director
	Mr. Manoj More	Independent Director
	Mr. Shashikant Modi	Independent Director
	Mr. Sunil Shivkumar Saini	Independent Director
	Mr. Manish Goyal	Independent Director

(ii) Relative of Key Management Personnel: Mr. Pawan Chaudhary

(B) Transaction carried out with related parties referred in A above, in ordinary course of business

Key Management personnel and their relative's

	Current year Rs.	Previous year Rs.
(i) Directors Remuneration	Nil	Nil
(ii) Loan Taken (Net)	Nil	Nil
(iii) Loan Given (Net)	Nil	437000

12. In view of wide-ranging quality and size of fabric elastic, separate disclosure of quantities of individual item has not been given as considered not practicable by the management. However quantities of closing stock of principal items of raw material and finished goods as taken by the management are given hereunder :

Raw Material

Particulars	Quantity (In Kgs.)	Amount (In Rs.)
Yam	3675	322542
Rubber	969	206303

Finished Goods

Particulars	Quantity (In Meter)	Amount (In Rs.)
Fabric Elastic (Various Sizes)	172800	147811

AS PER OUR REPORT OF EVEN DATE

FOR V. P. AGRAWAL & CO.
Chartered Accountants

FOR AND ON BEHALF OF THE BOARD

Sd/-
(VIMAL AGRAWAL)
PARTNER

Sd/-
(MANOJ MORE)
DIRECTOR

Sd/-
(SHARAD GUPTA)
DIRECTOR

Membership No.: 402808
PLACE: MUMBAI
DATE: 31-05-2010



	PARTICULARS	SEGMENTS			CONSOLIDATED TOTAL
		Textiles	Commodity	Financial Activities & Others	
I)	Segment Revenue				
	<u>Sales</u>				
	Sales and Services	12708261	2709558	2041169	17458988
	Total Revenue	12708261	2709558	2041169	17458988
II)	Segment Results				
	Operating Net Profit	1489154	-416635	1328346	2400865
III)	Segment Assets	7152215	24410009	31541070	63103294
	Total Assets	7152215	24410009	31541070	63103294
IV)	Segment Liabilities	479951	1054224	1791662	3325837
	Total Liabilities	479951	1054224	1791662	3325837
V)	Capital Expenditure During the year	0	139650	0	139650
VI)	Depreciation During the year	38141	49193	194456	281790

CASH FLOW STATEMENT FOR THE FINANCIAL YEAR 2009-10



Particulars	2009-2010 Amount In Rs.	2008-2009 Amount In Rs.
A. Cash Flow from Operating Activities		
Net profit before Taxation and extra ordinary item	2119075	3446243
Adjustment from:		
Depreciation	281790	244557
Operating profit before working capital changes	2400865	3690800
Decrease/(Increase) in Stock in Trade	378412	149787
Decrease/(Increase) in Sundry Debtors	(1338088)	21634204
Decrease/(Increase) in Loans & Advances	5476160	9855356
(Decrease)/Increase in Current Liabilities	(4342952)	(26186821)
Cash Generated from Operation	2574397	9143325
Tax paid	64767	-
Cash Flow before Extra Ordinary items	2639164	9143325
Foreign Exchange Loss	-	-
Prior period adjustment	-	-
Net Cash Flow from Operating activities	2639164	9143325
B. Cash Flow from Investing activities		
Purchase of Fixed Assets	(139650)	(259430)
Sale of Investment/(Purchases of Investment	10000000	(10000000)
Net Cash Flow from Investing activities	9860350	(10259430)
C. Cash Flow from financing activities		
Increase/(Decrease) in Long-term borrowings	424309	(1550000)
Net Cash Flow from Financing activities	424309	(1550000)
Net increase in cash and cash equivalents	12923824	(2666105)
Cash and cash equivalents at beginning of year	1865485	4531590
Cash and cash equivalents at end of year	14789309	1865485

AS PER OUR REPORT OF EVEN DATE
FOR V. P. AGRAWAL & CO.
Chartered Accountants

For Ken Financial Services Ltd.

Sd/-
(VIMAL AGRAWAL)
PARTNER
Membership No.: 402806
PLACE: MUMBAI
DATE: 31-05-2010

Sd/-
(MANOJ MORE)
DIRECTOR

Sd/-
(SHARAD GUPTA)
DIRECTOR



Balance Sheet abstract and Company's general business profile as required by the part IV of Schedule VI of the Companies Act, 1956

I.	REGISTRATION DETAILS	
	A. REGISTRATION NO.	78898
	B. STATE CODE	11
	C. BALANCE SHEET DATE	31-03-2010
II.	CAPITAL RAISED DURING THE YEAR (In Thousands)	
	PUBLIC ISSUE	NIL
	RIGHT ISSUE	NIL
	BONUS ISSUE	NIL
	PRIVATE PLACEMENT	NIL
III.	POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (In Thousands)	
	TOTAL LIABILITIES	58695
	TOTAL ASSETS	58695
	SOURCES OF FUNDS	
	PAID UP CAPITAL	30001
	RESERVES & SURPLUS	17931
	SECURED LOANS	NIL
	UNSECURED LOANS	10590
	DEFERRED TAX LIABILITY	173
	APPLICATION OF FUNDS	
	NET FIXED ASSETS	1617
	INVESTMENTS	106
	NET CURRENT ASSETS	56972
	MISCELLANEOUS EXPENDITURE	NIL
	ACCUMULATED LOSSES	NIL
IV.	PERFORMANCE OF THE COMPANY (In Thousands)	
	TOTAL INCOME	17081
	TOTAL EXPENDITURE	14962
	PROFIT/LOSS BEFORE TAX	2119
	PROFIT/LOSS AFTER TAX	1761
	EARNING PER SHARE (Rs.)	0.59
	DIVIDEND	NIL
V.	GENERIC NAMES OF PRINCIPAL PRODUCTS/SERVICES (As per monetary terms)	
	ITEM CODE NO. (ITC CODE)	N.A.
	PRODUCT DESCRIPTION	N.A.

Place : Mumbai
Date : 31-05-2010

For Ken Financial Services Limited

(MANOJ MORE)
Director



KEN FINANCIAL SERVICES LTD.
 Registered office : 302, Standard House,
 83, M. K. Road, Mumbai - 400002.

ATTENDANCE SLIP

(Please complete the Attendance Slip and hand it over at the entrance of the Meeting Hall)

I/We hereby record my/our presence at 302, Standard House, 83, M. K. Road, Mumbai - 400002.
 on 30th September, 2010 at 3.30 P.M.

Name of the Shareholder _____
 (in block letters)

Affix
 Rs. 1.00 Revenue Stamp

Folio No. _____ No. of Shares held _____

Signature of the Share Holder / Proxy

Note : The Proxy duly completed must be deposited at the Registered Office of the Company
 not less than 48 hours before time for holding the meeting

Name of Shareholder (s)	Folio No. No.	of Shares :
DP - ID No.	Client - ID No.	

KEN FINANCIAL SERVICES LTD.
 Registered office : 302, Standard House,
 83, M. K. Road, Mumbai - 400002.

ATTENDANCE SLIP

NAME AND ADDRESS OF SHREHOLDER	FOLIO NO :
	DP - ID No
No. of Shares :	Client ID No.

I/We hereby record my / our attendance at the Annual General Meeting to be held at 3.30 P.M. on
 30th September, 2010 at the Registered office of the Company.