

Growing continually with achievements

swastika investmart

THE WEALTH MAKERS



PMS & Research

Depository Services

Corporate Advisory Services

Mutual Funds, IPO & Insurance

Commodities & Currency Trading

Equities, Derivatives & Online Trading

CORPORATE INFORMATION

MANAGING DIRECTOR

Sunil Nyati

EXECUTIVE DIRECTOR

Anita Nyati

DIRECTOR

S. N. Maheshwari

Anil Nyati

Vinod Gupta

C. R. Doshi

Ramanlal Bhutda

Tarun Kumar Baldua

BANKERS

ICICI Bank Ltd.

HDFC Bank Ltd.

REGISTERED OFFICE

1st Floor, Bandukwala Building,
British Hotel Lane, Fort, MUMBAI - 400 001

ADMINISTRATIVE OFFICE

48, Jaora Compound,
M. Y. H. Road, INDORE - 452001

REGISTRAR & SHARE TRANSFER AGENT

Ankit Consultancy Pvt. Ltd.
60, Electronic Complex,
Pardesipura, INDORE - 452010

AUDITORS

R.S. Bansal & Co.
Chartered Accountants, Indore

LISTED AT

Bombay Stock Exchange Ltd., Mumbai

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THE WEALTH MAKERS

Managing Director's MESSAGE

Dear Shareholders,

It is the most soothing opportunity for me to connect with you through the 19th Annual Report for financial year 2010-11 of your company.

The Financial Year 2010-11 was a challenging year for the economy of the country. During the year inflation rate increased, Interest rate also increased and GDP growth rate going down. We witnessed some political and corporate scams i.e. 2G- spectrum, Common wealth etc., all these effected the stock market negatively. During the year retail participation in the stock market was very low as compared with previous years and our revenue mostly depends on retail broking. However, your company did well by recording consolidated gross revenue of ₹ 1,825 Lacs and profit of ₹ 190 Lacs as compared with the previous year's figures which were slightly at higher side.

When we entered to this financial year, the demand environment was very uncertain. As a Company, our priority was to capture growth opportunities. To be domain intensive and customer centric was the need. To gain opportunities we were agile, adaptable and accountable.

During this fiscal your company became the Depository Participant of NSDL Depository, Incorporated a subsidiary and applied to RBI, to get it register as a NBFC. Your company kept its focus to enhance efficiency and enable growth; to execute the superior quality of experience, manage costs and operations optimally.

Your company continues to focus on developing talent. Hence, we are providing regular training to our staff to enhance their skills so that they could cope up with the enormous market activities and various financial instruments as well as products. This had showed a positive impact on the investment decisions of our existing and prospective investors.

The changing dynamics of the market drove the point that your company must always be frugal and efficient to move towards the goal. We continue to make progress every year in the area of corporate sustain ability.

We are always there to stand in support for our clients by providing efficient services to them covering all the current financial instruments.

Your trust is really precious for the company and would like to see your support in the coming years as well to achieve the next level of growth.

Sunil Nyati
Managing Director

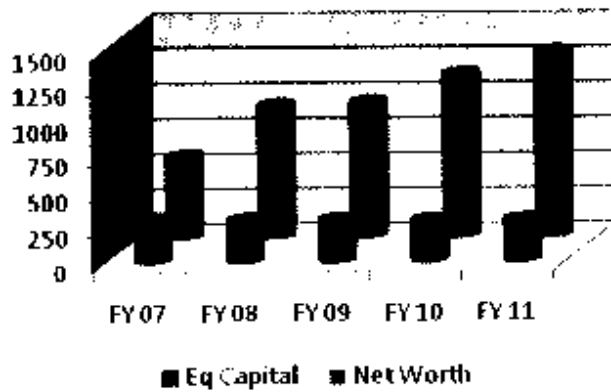


**"We are committed to
increase our reach and
provide investor friendly and
efficient services to our
clients in all the available
range of financial
instruments."**

CONSOLIDATED FINANCIAL HIGHLIGHTS

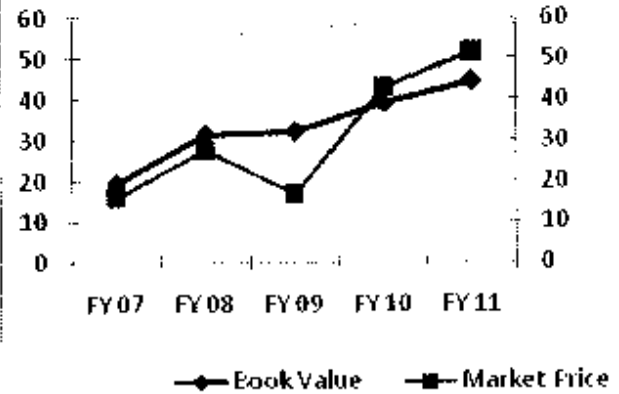
PERFORMANCE TREND

Equity Share Capital with Increase in Net worth



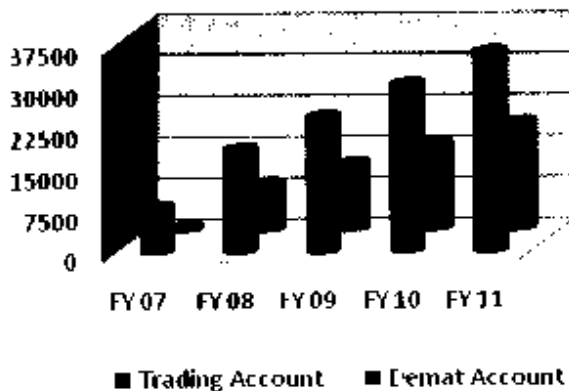
OPERATIONAL EXCELLENCE

Value per Share



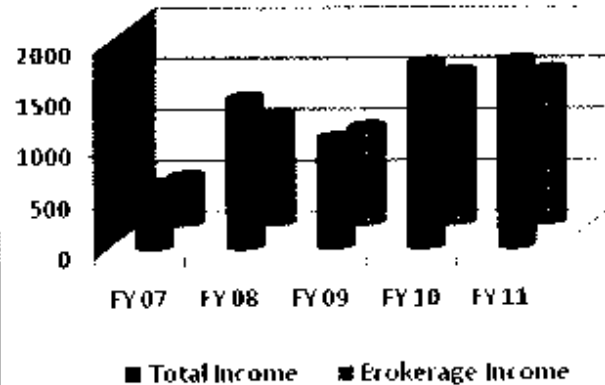
CLIENTELE

(Number of Clients of Trading as Demat Account)



EARNING TREND

(Total Income with Brokerage Income)



DIRECTORS' REPORT

Dear Members,

Your Directors have immense pleasure in presenting the 19th Annual Report of the Company and the Audited Accounts for the financial year ended 31st March, 2011.

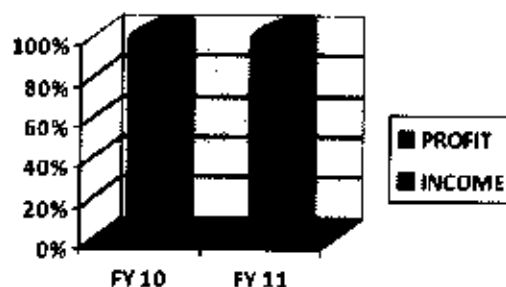
RESULT OF OPERATIONS

(Amount in Rs. Lacs.)

PARTICULARS	31.03.2011	31.03.2010
Total Income	1561.57	1635.51
Profit before Depreciation, Interest, Tax	354.72	392.91
Less: Depreciation	71.95	64.28
Interest	56.01	3.19
Profit before Taxation	226.76	325.42
Less : Provision for Taxation		
Current tax	67.78	108.94
Deferred Tax	(4.87)	1.01
Net Profit	163.85	215.46
Less : Income Tax for Earlier Year	0.00	0.27
Add: Balance brought forward from Last Year	75.37	44.25
Amount available for appropriation	239.22	260.00
Appropriations:		
Transfer to General Reserve	125.00	150.00
Dividend @ 10%	29.6	29.6
Dividend Distribution Tax	4.91	5.03
Surplus carried to Balance Sheet	79.71	75.37

Company's performance over the years on various financial parameters

During the financial year company achieved total income of Rs. 1561.57 Lacs and earned net profit of Rs. 163.84 Lacs in comparison to previous financial years' total income of Rs. 1635.99 Lacs and net profit of Rs. 215.46 Lacs.



DIVIDEND

Looking at the consistent growth in performance, your Directors are pleased to recommend a final dividend of 10% on the equity shares i.e. Re. 1/- per Equity Share of face value Rs. 10/- subject to approval of the members in ensuing Annual General Meeting.

DIRECTORS

In accordance with the provision of the Companies Act, 1956 and as per Article 128 of Articles of Association of the Company Mrs. Anita Nyati, Mr. Satya Narayan Maheshwari, and Mr. Raman Lal Bhutda retire from the Board of Directors by rotation and they are eligible offer themselves for reappointment in ensuing Annual General Meeting.

Companies rules 1988 (Disclosure of particulars in the reports of Board of Director)

As the Company is not engaged in any manufacturing activities, hence provisions of section 217 (1) (e) of the Companies Act, 1956 read with the Companies Rules, 1988 are not applicable to the Company. Further there was neither inflow nor outflow of foreign exchange during the year.

PUBLIC DEPOSITS

Your Company has not accepted any Public deposit within the meaning of section 58A of the Companies Act 1956, read with the Companies (Acceptance of Deposit) Rules, 1975

PARTICULARS OF EMPLOYEES

The Company did not have any employee, during the year drawing remuneration attracting the provision of section 217 (2A) of the Companies Act, 1956 read with the Companies (particulars of employees) Rule 1975. The company continued to have cordial and harmonious relations with employees. In totality our employees have shown a high degree of maturity and responsibility in responding to the changing environment, economic and the market condition.

HUMAN RESOURCES DEVELOPMENT

Your Company believes that nurturing and development of human capital is of key importance for its operations. The HR policies and procedures of your Company are geared up towards this objective. In totality our employees have shown a high degree of maturity and responsibility in responding to the changing environment, economic and the market condition.

AUDITORS

The auditors, M/s R.S. Bansal & Company, Chartered Accountants, Indore retire and being eligible offers themselves for re-appointment. Comments of the Auditors in their report and notes forming part of the Accounts are self-explanatory and need no comments.

SECRETARIAL COMPLIANCE CERTIFICATE

As per the requirement of provision of section 383A of the Companies Act, 1956, the company appointed M/s L.N. Joshi & Co., Company Secretaries and obtained a Secretarial Compliance Certificate which is annexed herewith.



SUBSIDIARY COMPANY

In compliance with the provisions of the Companies Act, 1956 and the Companies (Disclosure of Information to Members) Rules, 2008, as amended, and in accordance with the provisions of the General Circular No. 2/2011 issued by the Ministry of Corporate Affairs, Government of India, the Balance Sheet, Profit and Loss Account and other statements of the Subsidiary Company are not being presented with the Annual Report of the Company. The Company will make available the Annual Accounts of the Subsidiary Company and the related detailed information to any member of the Company who may be interested in obtaining the same. The Annual Accounts of the Subsidiary Company will also be kept open for inspection at the registered office of the Company. The Consolidated Financial Statements presented by the Company include the financial results of the subsidiary company i.e., Swastika Commodities Private Limited, Swastika Fin-Mart Private Limited and Swastika Insurance Services Limited.

CONSOLIDATION OF ACCOUNTS

The audited Consolidated Accounts and cash flow statement, comprising of Swastika Investmart Limited and its subsidiary companies are annexed to this Annual Report. The auditors report on the consolidation accounts is attached. The consolidated accounts have been prepared in accordance with the accounting standards prescribed by the Institute of Chartered Accountants of India in this regard.

CODE OF CONDUCT

The Company has laid-down a code of conduct for all Board members and senior management of the Company. All Board members and senior management personnel have affirmed compliance with the code of conduct. The code of conduct has posted on website of the company i.e., www.swastika.co.in

CORPORATE GOVERNANCE

The separate section titled "Corporate Governance" including a certificate from the Auditors of the Company regarding compliance of the conditions of the Corporate Governance as stipulated under clause 49 of the Listing Agreement and also the Management Discussion and Analysis Report and CEO certification are attached hereto and form part of the report.

DEPOSITORY SYSTEM

The Company's shares are tradable compulsorily in electronic form and your Company has connectivity with the Depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Service (India) Limited (CDSL). In view of the numerous advantage offered by the Depository System, members are requested to avail of the facility of Dematerialization of the Company's shares on either of the Depositories mentioned as above.

INSURANCE

The Company's assets are adequately insured against the loss of fire and other risk, as considered necessary by the Management from time to time. The Company has also taken insurance cover for any claims /losses arising out of its core business of security broking.

DIRECTOR'S RESPONSIBILITIES STATEMENT

In compliance to the requirement under Section 217 (2AA) of the Companies Act, 1956, with respect to the Director's Responsibility Statement, your directors hereby confirm:

That in the preparation of the annual accounts for the financial year ended 31st March 2011; the applicable accounting standards have been followed ;



- II) That they have selected such accounting policies and applied them consistently and made judgments, and estimate that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of financial year and of the profit of the Company for the year under review;
- III) That they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of this Act, for safeguarding the assets of the Company and for preventing and detecting Fraud and other irregularities;
- (IV) That they have prepared the annual accounts on a going concern basis.

GREEN INITIATIVES IN THE CORPORATE GOVERNANCE

In order to reduce cost of posting and speedy delivery of documents, service of documents through electronic mode has been permitted under section 53 of the Companies Act, 1956 in place of service of document under certificate of posting. Similarly, to reduce the consumption of papers and speedy secure delivery, service of copies of Balance Sheets and Auditors Report etc., to the members of the company as required under section 219 of the Companies Act, 1956 has been allowed to be served through electronic mode by capturing their e-mail addresses available with the depositories or by obtaining directly from the shareholders.

LISTING OF THE SHARES

Equity shares of the company are listed on Bombay Stock Exchange Ltd., Mumbai and Company has paid annual listing fee for financial year 2011-2012.

ACKNOWLEDGEMENT

The Directors place on record their gratitude to the government, regulators, stock exchanges, other statutory bodies, customers, business partners and the company's bankers for the assistance, co-operation and encouragement they extended to the company. The Directors also place on record their sincere appreciation of the employees for their continuing support and dedicated efforts made in ensuring and excellent all-round operational performance. Last but not the least, the directors would like to thank valuable shareholders for their co-operation, support and contribution. We look forward to their continued support and co-operation in the future.

For and on behalf of the Board of Directors

Place : Indore
Date : 30.05.2011

Sunil Nyati
(Managing Director)

Anita Nyati
(Director)



REPORT ON CORPORATE GOVERNANCE

PHILOSOPHY ON CODE OF GOVERNANCE

Swastika Investmart Limited has always been committed to growth and long term shareholder wealth creation, while also taking into account the interest of other stakeholders – its employees, partners, customers, and the society at large. Swastika Investmart Limited seeks to adopt good corporate governance practices and to ensure compliance with all relevant laws and regulations. The basic objective of corporate governance policies adopted by the company is to attain the highest standards of transparency, accountability and integrity. The company believes that all its actions must serve the underlying goal of creating overall shareholder value over a sustained period of time.

DIRECTORS

The Board has an optimum combination of Executive and Non Executive Directors, and is in compliance with clause 49 of the Listing Agreement entered into with the Stock Exchange in which the Company's shares are listed. As on 31st March 2011, the Board of Directors comprised of eight members, of whom six Non-Executive Directors. The tenure of each Director is given below.

The Board of Directors together with their details are as under. During the year 2010-11 the Board met 15(Fifteen) times on the following dates, namely:

2010	29/05/2010	07/07/2010	09/07/2010	10/07/2010
2010	31/08/2010	13/09/2010	11/10/2010	01/11/2010
2010	10/12/2010	10/01/2011	07/02/2011	15/03/2011

The Annual General Meeting was held on 2nd Sept. 2010.

Name of Director	Category	No. of Board Meetings Attended	Other Directorship		Committee Position	
			Chairman	Member	Chairman	Member
Mr. Nyati	MD	15	4	4	---	---
Mr. Maheshwari	NED	15	---	---	---	---
Mr. Gadi	NED	09	2	2	---	---
Mr. Gupta	ID	04	---	---	3	3
Mr. Doshi	ID	04	---	---	---	3
Mr. Nyati	WTD/ED	15	2	2	---	-
Mr. Raman Lal Bhutda	ID	04	---	---	---	3
Mr. Tarun Kumar Baldua	ID	04	---	---	---	---

MD = Managing Director, NED = Non Executive Director, ED = Executive Director, ID = Independent Director, WTD= Whole Time Director

All the Directors except Mr C.R. Doshi, Mr. Raman Lal Bhutda and Mr Tarun Kumar Baldua had attended the last Annual General Meeting held on 02th September, 2010.

None of the Director on the Board is a member of more than 10 Committees and Chairman of more than 5 Committees. All the Directors have made the requisite disclosure regarding committee's position held by them in other Companies.



B. Board Procedure

A detailed agenda folder is sent to each Director in advance of Board and Committee meetings. To enable the Board to discharge its responsibilities effectively, the Managing Director briefs the Board at every meeting on the overall Company performance.

C. Remuneration of directors

Remuneration paid or payable to Directors during the year 2010-2011

Name of Director	Sitting Fees	Commission on Profit	Salary & Allowance	Contribution to PF	Perquisites	Total
Sunil Nyati	---	---	28,75,000	9,360	---	28,84,360
Anil Nyati	---	---	2,00,000	1,560	---	2,01,560
Anita Nyati	---	---	14,50,000	9,360	---	14,59,360

No Sitting Fees was paid to any Director of the Company during the financial year.

D. Committees of the board

(I) Audit Committee

The audit Committee of the company has been constituted to perform the following functions:

- Overseeing the Company's financial reporting process and disclosure of financial information to ensure that the financial statement is correct, sufficient and credible.
- Recommending the appointment and removal of external auditor, fixation of audit fee and approval of payment of any other services.
- Reviewing with management, the annual financial statement before submission to the Board.
- Reviewing with the management and external and internal auditors, the adequacy of internal control systems.
- Reviewing the adequacy of internal audit function.
- Discussing with internal auditors, any significant findings and follow up on such issues.
- Reviewing the findings of any internal investigations by the internal auditors in matters where there is suspected fraud or irregularity, or a failure of internal control systems of a material nature, and then reporting such matters to the Board.
- Discussing with external auditors before the audit commences on the nature and scope of audit, as well as having post-audit discussion to ascertain any area of concern.
- Reviewing the Company's financial and risk management policies.

The Audit Committee reports its finding to the Board at the subsequent meeting and its recommendations are implemented by the management.

During the year the committee met on four occasions during the year on following dates namely:

29/05/2010	12/08/2010	01/11/2010	07/02/2011
------------	------------	------------	------------

Composition of the committee and attendance of the members are as follows:

Name of the Director	Position	No. of meetings attended
Mr. Vinod Gupta	Chairman	4
Mr. C.R. Doshi	Member	4
Mr. Raman Lal Bhutda	Member	4



Remuneration Committee

The committee has been formed to recommend to the Board, the appointment of directors, and the induction of Board members into various committees and the remuneration package of the directors. The committee has also been empowered to determine the periodic increments in salary and annual incentive of executive directors.

During the year the committee met on one occasion during the year.

Composition of the committee and attendance of the members are as follows:

Name of the Director	Designation	No. of meetings attended
Vinod Gupta	Chairman	1
C.R.Doshi	Member	1
Ramanlal Bhutda	Member	1

Shareholder / Investors Grievance Committee

The Company has a Shareholder/Investor Grievance Committee comprising of Shri Vinod Gupta, with Shri C.R. Doshi and Shri Raman Lal Bhutda, with Vinod Gupta the independent Director as its Chairman. This committee is equipped with the requisite powers and authorities to specifically look into shareholder and investor grievances. During the year under review complaints 7 (seven) were received from shareholders and the same were resolved to the satisfaction of the shareholders and there were no complaints pending unresolved as at the end of the year.

MANAGEMENT**Management discussion and analysis report**

The Annual Report has a detailed chapter on Management Discussion and Analysis.

Disclosures by Management to the Board

Details relating to the financial and commercial transactions where directors may have a potential interest are disclosed to the Board, and the interested Directors neither participate in the discussion, nor do they vote on such matters.

SUBSIDIARY COMPANY

Swastika Investmart Limited has three subsidiaries company viz. M/s Swastika Commodities Private Limited, Swastika Insurance Services Limited and Swastika Fin-Mart Private Limited and Sunil Nyati and Mr. Anil Nyati are also Directors in Swastika Commodities Private Limited and Swastika Insurance Services Limited. Mr. Sunil Nyati and Mrs. Anita Nyati are also Directors in Swastika Fin-Mart Private Limited. As required under new clause 49 the Company has adopted a practice of minutes and statements of all the significant transactions of unlisted subsidiary companies in the meeting of Directors of Swastika Investmart Limited. The Audit Committee of the Company regularly reviews the financials of the Company M/s. Swastika Commodities Private Limited only as other subsidiary companies yet not started its business activities.

RELATED PARTIES

There were no material transactions of the Company with its promoters, directors, and management on their behalf that may have conflict with the interest of the Company at large.

Particulars of transactions between the Company and its related parties in accordance with the accounting standard 18 are set out in Annual report. These transactions are in the ordinary course of business and are not likely to create any conflict with the interest of the Company.

There has been no non-compliance by the company or penalty or strictures imposed on the company by the stock exchange or SEBI or any statutory authority, on any matter related to capital markets during last three years except Rs. 9,49,100/- have been levied by NSE during 2007-08, Rs. 494500/-(574692.23) during 2009-10 and Rs. 1,00,000/- during 2010-11 for non compliance found during the regular inspection.



Remuneration Committee

The committee has been formed to recommend to the board, the appointment of directors, and the induction of board members into various committees and the remuneration package of the directors. The committee has also been empowered to determine the periodic increments in salary and annual incentive of executive directors.

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C.R.Doshi	Member	1
Ramanlal Bhutda	Member	1

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DISCLOSURES

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D. During the year under review Company has not issued any type of securities. No GDR/ADR issued by the Company.

SHAREHOLDER'S INFORMATION

Means of Communication

The Company publishes its quarterly, half yearly and annual results regularly in the Free Press Journal (English) and Dainik Navshakti (Marathi)

The Company's website www.swatika.co.in contains information of the Company and its performance. Presentations to analysts, as and when made, are immediately put on the website for the benefit of the shareholders and the public at large.

The secretarial department's mail is secretarial@swatika.co.in

A. Investor Grievances

As mentioned earlier, the Company has duly constituted Shareholder/Investors Grievances Committee for redressing shareholders and investor complaints. The status of compliance is reported to the Board of Directors through the minutes of the Committee Meeting of the Shareholders / Investors Grievances Committee. Smt. Smt. Chaskar is the Compliance Officer of the company.

B. Share Transfer

Share transfer in physical form are registered by the Registrar and returned to respective transferee / person within a period ranging from two to three weeks provided the documents lodged with Registrar /Company are clear in all respects.

C. General Body Meetings

The last three Annual General Meetings of the Company were held as detailed below:

Meeting	Date	Time	Venue
18th	2nd September 2010	2.00 p.m.	1st Floor, Bandukwala Building, British Hotel Lane, Fort, Mumbai- 400001
17th	29th September 2009		
16th	25th September 2008		29, Madhukunj No.1 Andheri(W), Mumbai.-400058

No resolutions were passed by postal ballot in the year under review.

D. General Shareholder Information

◆ **Registered Office of the Company:**

1st Floor, Bandukwala Building, British Hotel Lane Fort, Mumbai 400001

◆ **Forthcoming Annual General Meeting:**

Date & time of meeting: 12th September, 2011 – 2.00 p.m. (Monday)

Venue of the meeting: Registered Office

Last date for receipt of proxy forms: 10th September, 2011

◆ **Financial Calendar:**

Annual General Meeting	
Results for the quarter ended	12th Sept. 2011
1st Quarter ending 30th June, 2011 (First quarter)	August, 2011
2nd Quarter ending 30th Sept, 2011 (Second quarter)	November, 2011
3rd Quarter ending 31st Dec, 2011 (Third quarter)	February, 2012
4th Quarter ending 31st Mar, 2012 (Fourth quarter and Annual)	May, 2012



◆ **Book Closure:**

The book closure period is from 7th September, 2011 to 12th September, 2011(both days inclusive) to determine the members entitled to dividend.

◆ **Dividend Payment :**

Dividend, if any, declared in the forthcoming Annual General Meeting will be paid within 30 days from the date of declaration.

◆ **Unclaimed Dividend**

Under the Companies Act, 1956 dividends that are unclaimed for a period of seven years are required to be transferred to the Investor Education and Protection Fund (IEPF) administered by the Central Government. Members, who have not encash the dividend warrant, are requested to make their claim to Swastika Investmart Limited. It may be noted that once the amounts in the unpaid dividend accounts are transferred to IEPF or the Company in respect thereof and the Members would lose their right to claim such dividend.

Separate letters will be send to the members who are yet to encash the dividend for financial year 2010-11.

Listing on Stock Exchange

The Company's equity shares are listed on "The Bombay Stock Exchange Ltd, Mumbai". The Company has paid listing fees for the financial year 2011-2012.

The stock code is as under:

Name of the Stock Exchange	Stock Code
Bombay Stock Exchange, Mumbai	530585

The ISIN Number of Swastika Investmart Limited on both NSDL and the CSDL is **INE 691C01014**.

Secretarial Audit for Reconciliation of Capital.

As stipulated by SEBI a qualified practicing Company Secretary carries out Secretarial Audit to reconcile the total admitted capital with NSDL and CDSL and the total issued and listed capital. This audit is carried out every quarter and the report thereon is submitted to the listed stock exchanges. The audit confirms that the total listed and paid-up Capital is in agreement with the aggregate of the total number of shares in dematerialized form. (Held with NSDL/CDSL) and total number of shares in physical form.

Code of Conduct

The Company has laid down a code of conduct for all Board members and senior management of the Company. All the Board members and management personnel have affirmed compliance with the Code of Conduct. The Code of Conduct is posted on the website of the Company i.e. www.swastika.co.in

Code for Prevention of Insider Trading Practices.

In Compliance with the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1997, as amended till date on prohibition of insider trading, the Company has a comprehensive code of conduct and the same is being strictly adhered to by its management, staff and relevant business associates. The code expressly lays down the guidelines and the procedures to be followed and disclosures to be made, while dealing with shares of the Company and cautioning them on the consequences on non-compliance thereof.

CEO/CFO Certification

The CEO/CFO certification of the financial statements and the cash flow statement for the year is obtained and was placed before the Board.

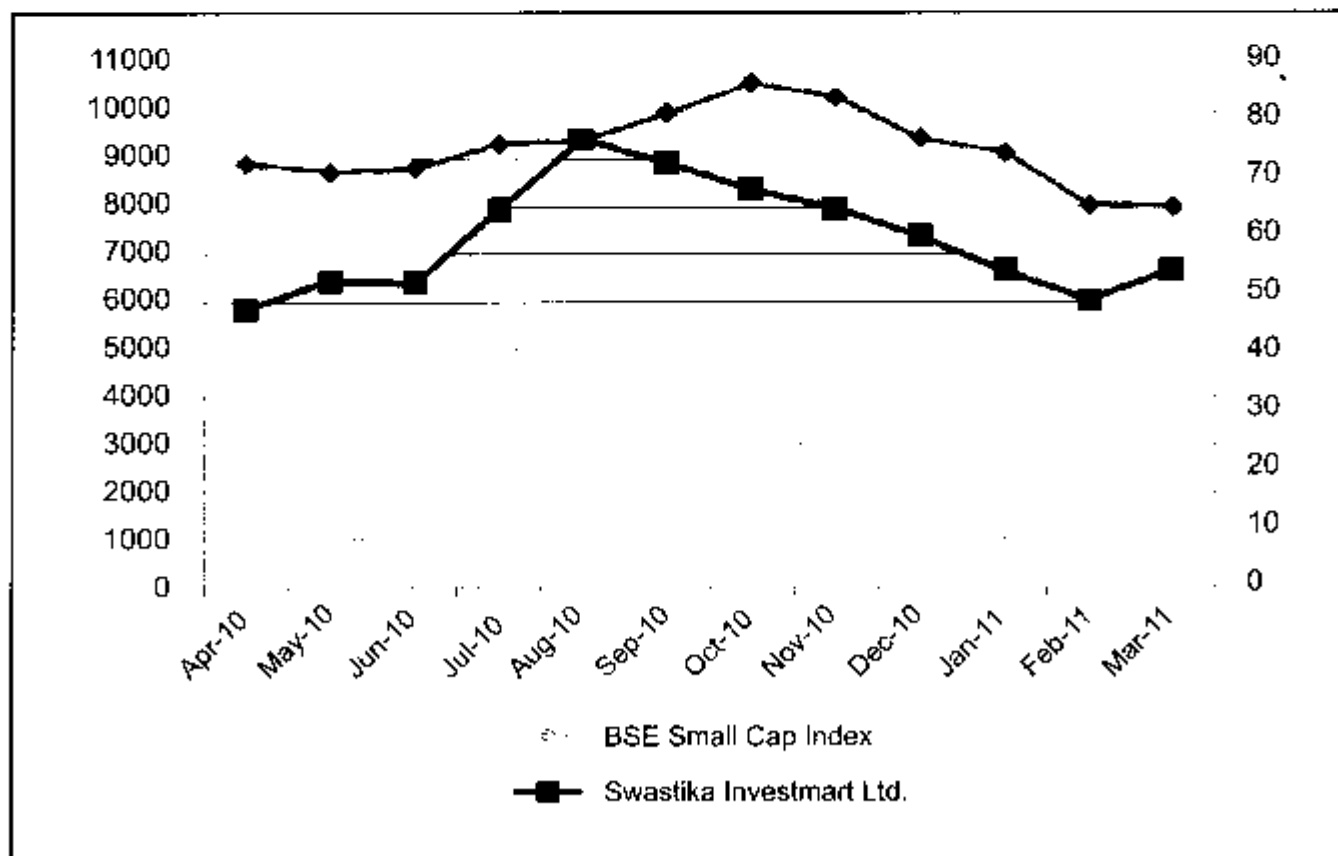


Market Price Data:

April, 2010 to March, 2011 at BSE

Month	Apr.	May	June	July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	March
SWASTIKA SHARE PRICE												
High	57.10	58.75	56.50	79.40	87.75	80.50	74.00	76.00	64.95	62.00	56.95	59.95
Low	38.25	46.50	48.00	50.10	66.25	65.10	62.50	54.10	55.50	46.60	41.45	49.00
Average	47.68	52.63	52.25	64.75	77.00	72.80	68.25	65.05	60.23	54.30	49.20	54.48
No. of Shares Traded	74362	58577	27304	161717	68041	33056	34456	28098	9986	7427	16297	36180
BSE SMALL CAP INDEX												
High	9293.70	9260.50	9132.52	9558.99	10022.13	10375.90	10918.41	11366.68	10229.86	9920.58	8551.45	8228.02
Low	8523.51	8160.50	8451.15	9064.30	9375.33	9561.98	10268.65	9233.62	8617.43	8333.93	7471.77	7730.46
Average	8908.61	8710.50	8791.84	9311.85	9398.73	9968.94	10593.53	10300.15	9423.65	9127.26	8011.61	7979.24

Share Price performance in comparison
to BSE-SMALL CAP (FY 2010-11)



SHAREHOLDING PATTERN AS AT 31ST MARCH 2011
[SHAREHOLDING PATTERN]

Category	No. of Share Held	Percentage of Shareholding
Promoters Holding		
Promoters		
Indian Promoters:	1877048	63.42
Foreign Promoters:		
Persons acting in concert		
Sub Total	1877048	63.42
Non-Promoters Holding		
Institutional Investors	--	--
Mutual Funds and UTI	--	--
Banks, Financial Institutions, Insurance Companies [Central/ State Govt. Institutions, Non-Government Institutions]	--	--
	--	--
Sub-Total	--	--
Others		
Corporate Bodies	323781	10.94
Individuals		
Upto Rs. 1.00 lacs	521096	17.61
Excess Rs. 1.00 lacs	233190	7.88
NRIs/OCBs	2002	0.07
Other [please specify]	2583	0.09
Sub Total	1082652	36.59
Grand Total	2959700	100.00

**Ownership
Pattern as on 31st March, 2011**



- Promoters
- Corporate Bodies
- Indian Public
- NRIs/OCBs/Others

Distribution of Shareholding by size as on 31st March 2011 :

Range of no. of Share	Shareholder		Share Amount	
	Number	% of Total	In Rupees	% of Total
(1)	(2)	(3)	(4)	(5)
Less than - 5000	697	72.68	1354290	4.58
5001 - 10000	130	13.55	1066180	3.60
10001 - 20000	37	3.86	523550	1.77
20001 - 30000	20	2.09	537580	1.82
30001 - 40000	6	0.63	216860	0.73
40001 - 50000	20	2.09	986650	3.33
50001 - 100000	17	1.77	1129570	3.82
100001 and above	32	3.33	23782320	80.35
	959	100.00	29597000	100.00

➤ **Shares held In Physical and Dematerialization form:**

As on 31st March 2011, 95.85% of shares were held in dematerialized form and rest 4.15% in physical form.

➤ **Outstanding GDRs / ADRs / Warrants or Convertible Instruments**

Not Applicable

➤ **Address for Correspondence**

Registrars and Share Transfer Agents

Ankit Consultancy Pvt. Ltd.

60, Electronics Complex,

Paardeshipura, Indore 452010 . (M.P.)

Ph.0731-3198601-601 Fax: 0731-4065798

Administrative Office of the Company (For general assistance)

48, Jaora Compound, M.Y.H. Road, Indore. 452 001.(M.P.)

Ph.0731-4043100



DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT.

I confirm that the Company has adopted a code of conduct for the Board of Directors and Senior Management of the Company. The same is available on website of the Company as www.swastika.co.in.

As a Director of the Swastika Investmart Limited and as required by clause 49 (1) (D) (ii) of the Listing Agreement with the Stock Exchange in India, I hereby declare that all the Board Members and Senior Management Personnel of the Company have affirmed compliance with the Code of Conduct for financial year 2010-2011.

For
05.2011

Sunil Nyati
Managing Director

CEO CERTIFICATION

I certify to the Board of Directors of **SWASTIKA INVESTMART LIMITED** that:

I have reviewed financial statements and the cash flow statement for the year ended on 31/03/2011 and that to the best of my knowledge and belief:

These statements do not contain any materially untrue statement or omit any material fact or contain any statement that might be misleading.

These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

I am aware, to the best of my knowledge and belief, no transactions entered into by the Company during the year are fraudulent, illegal or violative of the Company's code of conduct.

I accept full responsibility for establishing and maintaining internal controls for financial reporting and that I have assessed the effectiveness of the internal control systems of the company pertaining to financial reporting and I have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which I am aware and the steps I have taken or propose to take to rectify these deficiencies.

I have indicated to the auditors:

Significant changes in internal control over financial reporting during the year;

Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements, and

Instances of significant fraud of which I have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

For
05.2011

For Swastika Investmart Limited

SUNIL NYATI
Managing Director



AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

We have examined to the compliance of conditions of Corporate Governance by Swastika Investmart Limited, for the year ended **31st March, 2011**, as stipulated in the clause 49 of the Listing Agreement entered into by the Company with the Stock Exchange.

The compliance of conditions of Corporate Governance is the responsibility of the Company's management. Our examination was limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance with the conditions of 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 Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in clause 49 of the above mentioned Listing Agreement.

We state that in respect of investor grievances received during the year ended 31st March, 2011, the Registrar of Companies have certified that as at 31st March, 2011, there were no investor grievances remaining unattended/pending more than 30 days.

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

Place : Indore

Date : 30.05.2011

For R.S. Bansal & Company
Chartered Accountants

Vijay Bansal
(Partner)
Membership No.: 75344



ANNEXURE TO THE DIRECTORS' REPORT

Management Discussion and Analysis

Economic Outlook

The Indian Economy is one of the most promising economies of the world. It is second fastest growing economy of the world. The fiscal 2010-11 started with a number of expectations after a great recovery in the previous year from the massive breakdown in stock market. First half of the fiscal was good in terms of domestic economic growth, strong industrial growth and healthy demand and consumption. But in later part of the year economic environment has changed, rate of inflation was started to increase, to curb it RBI increased interest rate at various times consequently demand, consumption, industrial growth and GDP started to decrease.

Industry And Business Outlook

The Indian Capital Market remained mostly in order during the year except the second half of the year in which it shown instability and volatility due to persistent inflation and its corrective actions of RBI and various corporate and political scams. During the year there was significant reduction in the volume of stock market and trading pattern of the stock market has also changed in which volume in cash market reduced and volume in Futures & Options market increased significantly. During the year there was considerable reduction in retail investors' participation in stock market.

Company Overview

The company is a Bombay Stock Exchange Ltd. (BSE) listed premier stock broking house of Central India. It is having total net worth of Rs. 1,237/- Lacs. Company provides complete financial services i.e. Equity, currency and Commodity Trading, Depository Services as a DP of both CDSL and NSDL, Wealth Management, Portfolio Management and Investment Advisory, Technical and Fundamental Research and Advices, Internet and Mobile Trading, IPO, Mutual fund and Insurance. The company consistently strives to be customer centric and in tune with emerging trends, the company has evolved into a significant broking and advisory institution, committed to redefine excellence day to day.

Opportunities

The company depends mainly on Capital Market activities which mainly influenced by external factors, domestic and global events and hence there is an amount of uncertainties in the near term stance of the Indian capital market. While in long term vision growth prospects of the Indian economy looks bright due to its strong fundamentals.

India stands on a much better platform as compared with many other countries to whether the financial crisis, particularly because of strong push from some key drivers of growth like savings and investments. In this scenario, the capital inflows in the country are likely to gain pace with the supportive policies of the regulators. Opening of the retail foreign investment in mutual fund during the year is a positive step taken by the government. All these factors argue well for long term and sustainable growth of the company.

Risks and Threats

Capital Market conditions and its performance effect substantially the growth of the company and make it dependent on the ability of the company to generate the revenue. The high volatility being witnessed in the Indian market due to increase in inflation, political and corporate uncertainties may have an effect on the operations of the company. Such type of domestic and global uncertainties may increase volatility in the Indian market can further exaggerate the company.



6. Risk Management Policies

The identification, measurement, monitoring and management of risks remain the key focus area for the company. The major risks for company are market risk, competition risks, regulatory risks, loss of key personnel and operational risk.

The company has set out a detailed risk management policy to identify risks and putting in place process and controls to mitigate these risks. The audit committee periodically reviews and approves the risk management plans and policies.

7. Internal Control System

The company has proper and adequate system of internal controls to ensure the accuracy of all the activities i.e. accounting, compliance with all applicable laws and regulations, rules and policies framed by the management and any unauthorized use or disposition of assets etc. The company has its own internal audit department which always monitors the internal controls. There are some external firms of Chartered Accountants appointed to audit the work of the company. The Audit committee of the Board periodically reviews the internal audit process and its scope.

8. Financial And Operational Performance

Financial And Operational Performance forms part of the Annual Report and is presented elsewhere in the Report.

9. Human Resources

The company places very much importance to its human resources. It maintains cordial relations with its employees. The company has adopted best practices to retain its human capital. Company's human resource portfolio consists of talented and devoted employees from various professional backgrounds. The company has sound HR Policy to attract and retain quality professionals and to impart continuous training and development programmes. We are committed to follow the tradition of continuous enrichment of our commitments to follow the appraisal and reward system.

10. Cautionary Statement

Statements in this Management Discussion and Analysis may contain some forward looking statements based on various assumptions on the present and future business strategies of the company and the environment in which it operates. Actual results may differ materially from those expressed here. Important factors that could influence the Company's operations include global and domestic economic conditions.

For and on behalf of the Board of Directors

Place : Mumbai
Date : 30.05.2011

Sunil Nyati
(Managing Director)

Anita Nyati
(Director)



COMPLIANCE CERTIFICATE (See Rule 3)

CIN No. L65910MH1992PLC067052
Nominal Capital. Rs. 500.00 Lacs

Members

SWASTIKA INVESTMART LIMITED.
Mandukwala Building,
Lal Lane Fort,
(M.H.)

Examined the registers, records, books and papers of **M/S. SWASTIKA INVESTMART LIMITED** as required to be done under the Companies Act, 1956, (herein after called Act) and rules made there under and also the provisions of the Memorandum and Article of Association of the Company for the financial year ended on 31st March, 2011. In view of the above 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 of the Act and the rules made there under 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, Maharashtra with additional fee prescribed under the Act and the rules made there under.

3. The Company, being a Public Limited Company, Comments are not required.

4. The Board of Directors duly met fourteen times on 28.04.2010, 29.05.2010, 07.07.2010, 10.07.2010, 12.08.2010, 13.09.2010, 11.10.2010, 01.11.2010, 15.11.2010, 10.12.2010, 10.01.2011, 07.02.2011 and 08.03.2011 respectively in respect of which, meeting proper notices were given and the proceedings were properly conducted and signed.

5. The Company closed its Register of Members from Saturday 28th August 2010 to Thursday 2nd September 2010 (7 days inclusive) for the purpose of Annual General Meeting and Dividend and necessary compliance of section 171 of the Act has been made.

6. The Annual General Meeting for the financial year ended on 31st March 2010 was held on 2nd September, 2010 giving due notice to the members of the Company and resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.

7. The Ordinary General Meeting was held during the financial year.

8. The Company has not advanced any loans to its Directors or persons or firms or Companies referred to under section 295 of the Companies Act, 1956 except ordinary course of business.

9. The Company, except in normal course business transactions as share & stock Broker and payment of expenses on behalf of subsidiary company, 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(3) of the Act.

11. There were no instances falling within the purview of section 314 of the Act, the Company has not obtained any approval from the Board of Directors, members or central government.

12. The Company has issued duplicate share certificate during the financial year in accordance with the provision of the Act.

13. The Company has:

(a) Not allotted any securities during the financial year. However company have delivered all the certificate on demand thereof for transfer/transmission or any other purpose in accordance with the provision of the Act.

(b) Deposited the amount of dividend declared during the year in separate bank account.

(c) Issued/paid warrants for dividends to all the members entitled for dividend within a period of 30 days from the date of declaration and that all unclaimed/unpaid dividends has been transferred to Unpaid Dividend account of the Company in prescribed time.



- iv) not required to transfer the amounts of application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years to Investor Education and Protection Fund. **NA**
- v) duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted and there was no appointment of additional Directors, alternate Directors and Directors to fill casual vacancy during the year.
15. The appointment of Managing Director/Whole time Director/Executive Director has been made in compliance with the provision of section 269 read with Schedule XIII to the Act wherever required.
16. The Company has not appointed any sole selling agent during the financial year of the Company.
17. The Company has not obtained any approvals of the Central Government, Company Law Board, Regional Director Registrar and/or such authorities prescribed under the various provisions of the Act during the financial year.
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 there under.
19. The Company has not issued any shares, debentures or other securities during the financial year.
20. The Company has not bought back any shares during the financial year.
21. The company does not have any preference share capital nor it has issued any debentures and therefore, the question of redemption of the same does not arise.
22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
The Company has not invited/accepted any deposits including any unsecured loan falling within the purview of section 58A of the Act, read with the Companies (Acceptance of Deposits) Rules, 1975.
23. The Company has not made any borrowing during the financial year ended 31st March 2011 exceeding the limit prescribed under section 293(1) (d) of the Act.
24. The Company has made loans and investments, or given guarantees or provides securities to other bodies corporate in compliance with the provision of the Act.
25. 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 state during the year under scrutiny.
26. The Company has not altered the provisions of the Memorandum with respect to objects of the Company during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum with respect to name of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum with respect to share capital of the Company during the year under scrutiny.
29. The Company has not altered its Articles of Association during the financial year.
30. There was no prosecution initiated against or show cause notices received by the Company and no fines or penalties or any other punishment was imposed on the Company during the financial year, for offences under the Act.
31. As per information provided by the management, the Company has not received any money as security from its employees during the financial year.
32. The Company has deposited both employee's and employer's contribution to provident fund with prescribed authorities pursuant to section 418 of the Act.

Place: Indore
Date: 30.05.2011

For L.N. Joshi & Co.
(Company Secretaries)
C.P. No.: 421



Part A

CIN No. L65910MH1992PLC067052
Nominal Capital, Rs. 500.00 Lacs

The Company has maintained M/s Swastika Investmart Limited.

Registers.

Register of Members U/s 150 and Register of Index of Members U/s. 151 under the Companies Act, 1956.

Registers and Returns under section 163 of Companies Act, 1956.

Minutes Book of Meeting under Sec 193 of the Act.

Books of Accounts U/s 209 of Companies Act, 1956.

Register maintained u/s 301(3) of the Act.

Register of Directors under section 303 of the Act.

Register of Directors' Shareholding under section 307 of the Act.

Register of Duplicate Share Certificate under Rule 7 of Companies (Issue of Share Certificates Rules, 1960).

Register of Charges.

Registers.

Register of Share Transfer/ Transmission.

Register of Shareholder's attendance.

Register of Proxies.

Part B

Returns as filed by the Company with Registrar of Companies, Maharashtra during the financial year ending 31st

No/ Return	Filed u/s	For	Date of Filing & ROC receipt No.	Whether filed Within Prescribed Time Yes/No	If delay in filing Whether requisite Additional fee Paid Yes/No.
No.23 (Registration Resolution Passed by Board of Director)	192	Re-Appointment of M.D and Increase Remuneration of W.T.D.	30.06.2010 A88081872	No	Yes
No.24 (Reappointment of M.D and Change in Position of Executive)	303	Change in Directorship	30.06.2010 A88082227	Yes	No
No.25 (M.D. ROC)	198, 269, 309	Re-appointment of M.D.	06.07.2010 A88439294	Yes	No
No.26 (Annual Compliance Report Form No. 66)	383A	F.Y.2009-2010	26.09.2010 P52941556	Yes	No
No.27 (Balance Sheet Form No. 23AC)	220	F.Y.2009-2010	26.09.2010 P52945789	Yes	No
No.28 (Annual Return Form No. 20B)	159	F.Y.2009-2010 AGM: 02.09.10	25.10.2010 P56063241	Yes	No
No.29 (Annual Return Form No. 20B)		F.Y.2010-2011	12.01.2011 B02870194	-	-
No.30 (Annual Return Form No. 20B)					
No.31 (Annual Return Form No. 20B)					
No.32 (Annual Return Form No. 20B)					
No.33 (Annual Return Form No. 20B)					
No.34 (Annual Return Form No. 20B)					
No.35 (Annual Return Form No. 20B)					
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No.98 (Annual Return Form No. 20B)					
No.99 (Annual Return Form No. 20B)					
No.100 (Annual Return Form No. 20B)					

For L.N. Joshi & Co.
(Company Secretaries)
C.P. No.: 4216

AUDITOR'S REPORT

TO,
THE MEMBERS,
SWASTIKA INVESTMART LTD.
INDORE

We have audited the attached Balance Sheet of **SWASTIKA INVESTMART LTD.** as at **31st March 2011** and also the Profit and Loss Account for the period ended on that date annexed thereto. These financial statements are responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our Audit in accordance with auditing standards generally accepted in India. Those standards required that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining on test basis evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

We report as follows:

- 1) As required by the Companies (Auditor's Report) Order 2003 (as amended) 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 manner specified in paragraph 4 & 5 of the said order.
- 2) Further to our comments in the Annexure referred to in paragraph 1 above, we report that:
 - a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of accounts as required by law have been kept by the company so far as it appears from our examination of those books.
 - c) The Balance Sheet and Profit and Loss Account and Cash Flow Statements dealt with by this report are in agreement with the books of account.
 - d) In our opinion, the Balance Sheet and Profit and Loss Account and Cash Flow Statements comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 to the extent they are applicable to the company.
 - e) On the basis of written representations received from the directors as on 31st March, 2011 and taken on record by the Board of Directors, we report that none of the director is disqualified as on 31st March, 2011 from being appointed as a directors in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by 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 31st March 2011.
 - ii. In the case of 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 : **R.S. BANSAL & CO.**
Chartered Accountants
FRN:000939C

Place : Indore
Date : 30.05.2011

Vijay Bansal
Partner
Membership No: 075344



**ANNEXURE TO THE AUDITOR'S REPORT AS REFERRED OF
PARAGRAPH ONE OF REPORT OF EVEN DATE TO THE MEMBERS OF
SWASTIKA INVESTMART LTD., MUMBAI
FOR THE YEAR ENDED ON 31-03-2011**

As required by the Companies Auditor's Report Order, 2003 issued by the Central Government in terms of Section 227(4A) of the Companies Act, 1956, we further report that :-

FIXED ASSETS :

1. As informed to us, the company has maintained proper records, on yearly basis, showing full particulars, including quantitative details and situation of fixed assets. The records have been maintained on computer system. [Paragraph 4(i)(a)]
2. As informed to us, the company has physically verified fixed assets during the year. According to information and explanation given to us no material discrepancies were noticed on such verification. [Paragraph 4(i)(b)]
3. In our opinion and according to the information and explanation given to us, the company has not disposed off substantial assets during the year which has affected its status as going concern. [Paragraph 4(i)(c)]

INVENTORIES :

4. The inventory of the company comprises of shares and securities, which have been physically verified during the year by the management at regular interval. [Paragraph 4(ii)(a)]
5. In our opinion and according to the information and explanation given to us, the procedure of physical verification of inventories followed by the management is reasonable and adequate in relation to the size of the company and the nature of its business. [Paragraph 4(ii)(b)]
6. In our opinion and according to the information and explanation given to us, the company has maintained proper records of its inventories. No material discrepancies have been noticed on physical verification of stock as compared to book records. [Paragraph 4(ii)(c)]

7. LOAN GRANTED :

As per information and explanation given to us, the Company has not granted any loan, secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 301 of the Act. Hence this clause is not applicable. [Paragraph 4 (iii)(a),(b),(c) & (d)]

LOAN TAKEN :

As per information and explanation given to us, the Company has not taken any loan, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 301 of the Act. Hence this clause is not applicable. [Paragraph 4 (iii)(e),(f) & (g)]

INTERNAL CONTROL PROCEDURE :

8. In our opinion and according to the information and explanation given to us, there are adequate Internal Control procedures commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods. [Paragraph 4(iv)]

TRANSACTION WITH PARTIES U/s 301 :

9. As explained & information to us Company has entered all transactions, which are required to be entered in the register maintained in pursuant of the Section 301 of the Companies Act, 1956. [Paragraph 4(v)(a)]



PUBLIC DEPOSITS :

10. In our opinion and according to the information and explanations given to us, the Company neither accepted nor invited any deposits from public within the provision of Section 58A, 58AA of Companies Act, 1956 and rules made there under. As explained and informed to us no order has been passed by CLB, NCLT or RBI or any Tribunal or Court. [Paragraph 4(vi)]

INTERNAL AUDIT SYSTEM

11. As explained and informed to us, the company has its own system for Internal Audit, which seems to be reasonable looking the size and nature of its business. [Paragraph 4(vii)]

COST RECORDS :

12. As informed to us, the Central Govt. has not prescribed the maintenance of cost record U/s 209 (1) (d) of Companies Act, 1956. [Paragraph 4(viii)]

STATUTORY DUES :

13. According to information and explanations given to us, there are no undisputed statutory dues payable in respect of Provident Fund, Employee's State Insurance, Income Tax, Wealth Tax, Custom Duty, Excise Duty & Cess Income Tax, Education and Protection Fund, which are outstanding for a period of more than 6 months as at the last date of the financial year from the date they became payable. [Paragraph 4(ix)(a)]
14. As informed and explained to us, that all the dues towards Sales Tax, Income Tax, Custom Duty, Wealth Tax, Excise Duty & Cess, if any, are properly accounted in the books.

The detail of disputed demand is as under :- [Paragraph 4(ix)(b)]

Name of the Statute	Forum where Dispute is pending	Period to which the amounts relates	Amount in Rupees
Income Tax Act	CIT (Appeals)	F.Y. 2006-07 (A.Y. 2007-08)	93375/-
Income Tax Act	CIT (Appeals)	F.Y. 2007-08 (A.Y. 2008-09)	50,66,895/-

ACCUMULATED CASH LOSSES :

15. As informed and explained to us there is no accumulated cash losses of the company. Further, the Company has not incurred any cash losses during the period covered by the report & immediately preceding the financial year. [Paragraph 4(x)]

DEFAULT IN REPAYMENT OF DUES TO FINANCIAL INSTITUTION OR BANK :

16. Based on our audit and on the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of any loan from Financial Institutions or Banks. [Paragraph 4(xi)]

GRANTING OF LOAN AND ADVANCES :

17. According to the information and explanation given to us, the Company has not given any loans and advances on the basis of security by way of Pledge of Shares, debentures and other securities. [Paragraph 4(xii)]

CHIT FUND / NIDHI / MUTUAL BENEFIT / SOCIETY ACTIVITIES :

18. Provision relating to any special statute applicable to chit fund is not applicable to the Company. [Paragraph 4(xiii)]

DEALING OR TRADING IN SHARES :

19. According to the information and explanations given to us, the company is dealing or trading in shares, securities, debentures and other investments. In our opinion, proper records have been maintained of the transactions, contracts and timely entries have been made therein. The shares, securities, debentures and other securities have been held by the company, in its own name as per the provisions of Section 49 of the Act. [Paragraph 4(xiv)]



GUARANTEE GIVEN BY THE COMPANY FOR LOAN TAKEN BY OTHERS

20. According to the information and explanation given to us, the Company has not given any guarantee in respect of loan taken by others from any banks or financial institutions. [Paragraph 4(xv)]

21. **UTILIZATION OF TERM LOAN** : According to the information and explanations given to us, the company has not taken any term loan during the period covered by our report. Accordingly, the provisions of clause 4(xvi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company. [Paragraph 4(xvi)]

APPLICATION OF SHORT TERM FOR FUND LONG TERM INVESTMENT :

22. According to the information and explanations given to us, and based on documents provided to us, we are of the opinion that no short-term fund has been utilized for Long Term Investment. [Paragraph 4(xvii)]

PREFERENTIAL ALLOTMENT OF SHARES :

23. We are informed that, the Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained u/s 301 of the Act. [Paragraph 4(xviii)]

CREATION OF SECURITIES FOR DEBENTURE ISSUE :

24. According to the information and explanations given to us and records examined by us, the Company has not issued debentures and hence regarding creation of securities in respect of debentures issued does not arise. [Paragraph 4(xix)]

MONEY RAISED BY PUBLIC ISSUE :

25. The Company has not raised any money by public issue of shares during the period. [Paragraph 4(xx)]

FRAUD NOTICED OR REPORTED :

26. To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company was noticed or reported during the period. [Paragraph 4(xxi)]

For : **R.S. BANSAL & CO.**
Chartered Accountants
FRN:000939C

Place : Indore
Date : 31.05.2011

Vijay Bansal
Partner
Membership No: 075344



BALANCE SHEET AS AT 31.03.2011

PARTICULARS	Schedule	As at 31.03.11 (Rs.)	As at 31.03.10 (Rs.)
I SOURCES OF FUNDS			
1. Shareholders' Funds			
a. Share Capital	1	29,825,500	29,825,500
b. Reserve & Surplus	2	89,911,882	76,978,382
2. Loans			
a. Secured	3	15,512,959	6,777
3. Deferred Tax Liability (Net)		3,977,725	4,465,382
	TOTAL	139,228,066	111,276,042
II APPLICATION OF FUNDS			
1. Fixed Assets	4		
a. Gross Block		65,831,477	58,293,756
b. Less : Depreciation		35,361,248	28,282,035
c. Net Block		30,470,229	30,011,721
2. Investment	5	39,058,162	17,189,567
3. Current Assets , Loans and Advances	6		
a. Stock in Trade		14,289,490	15,164,529
b. Sundry Debtors		301,515,904	318,362,699
c. Cash & Bank Balances		42,644,956	41,489,514
d. Loans & Advances		35,798,897	39,042,229
e. Other Current Assets		1,859,899	5,185,886
		395,909,147	419,244,856
Less : Current Liabilities and Provisions	7		
a. Current Liabilities		315,963,480	340,774,289
b. Provisions		10,245,992	14,416,813
		326,209,472	355,191,102
Net Current Assets		69,699,675	64,053,754
4. Misc. Expenditure (To the extent not written off or adjusted)		-	21,000
	TOTAL	139,228,066	111,276,042

Significant accounting policies & Notes to Accounts 11

Schedules 1 to 7 and 11 referred to above form an integral part of the Balance Sheet.

As per our report of even date
FOR R.S. BANSAL & COMPANY
Chartered Accountants
FRN : 000939C

For and on behalf of the Board of Directors

VIJAY BANSAL
(Partner)
Membership No: 75344

Sunil Nyati
(Managing Director)

Anita Nyati
(Director)

Place: Indore
Date: 30.05.2011



PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.11

ARTICULARS	Schedule	As at 31.03.11 (Rs.)	As at 31.03.10 (Rs.)
INCOME			
Income from Operations	8	116,623,668	138,342,510
Other Income	9	39,533,050	25,410,820
TOTAL		156,156,718	163,753,330
EXPENDITURE			
Establishment, Administrative & Other Expenses	10	120,664,037	124,441,453
Interest		5,601,029	319,843
Depreciation		7,195,390	6,428,139
Provision for Contingent Liabilities & Miscellaneous Expenditure Written Off		21,000	21,000
TOTAL		133,481,456	131,210,435
INCOME BEFORE TAX		22,675,261	32,542,895
Current Tax		6,778,113	10,894,756
Deferred Tax		(487,657)	101,614
Health Tax		-	-
INCOME AFTER TAX		16,384,805	21,546,525
Provision for Tax for Earlier Years		-	27,409
Balance brought forward		7,536,964	4,425,731
INCOME AVAILABLE FOR APPROPRIATION		23,921,769	25,999,664
PROVISION			
Proposed Dividend		2,959,700	2,959,700
Corporate Dividend Tax		491,606	503,001
Transfer to General Reserve		12,500,000	1,50,00,000
Balance carried to Balance sheet		7,970,463	7,536,963
TOTAL		23,921,769	25,999,664
Per Share (In Rs.)		5.54	7.29

Accounting policies & Notes to Accounts

11

Schedules 10 & 11 referred to above form an integral part of the Profit & Loss Account.

Report of even date

ANSAAL & COMPANY

Chartered Accountants

Firm No. 1009C

Firm No. 1009C

Firm No: 75344

Firm No: 75344

For and on behalf of the Board of Directors

Sunil Nyati
(Managing Director)Anita Nyati
(Director)

SCHEDULES FORMING PART OF THE ACCOUNTS

	As at 31.03.11 (Rs.)	As at 31.03.10 (Rs.)
SCHEDULE '1' : SHARE CAPITAL		
Authorised :		
5,000,000 Equity Share of Rs. 10 each	50,000,000	50,000,000
Issued :		
2,959,700 Equity Share of Rs. 10 each	<u>29,597,000</u>	<u>29,597,000</u>
Fully paid-up		
Subscribed & Paid-Up:		
2959700 Equity Share of Rs. 10 each	29,597,000	29,597,000
Fully paid-up		
Less : Allotment Money Unpaid (Other than Directors)	-	-
Add : Share Forfeiture	228,500	228,500
	<u>29,825,500</u>	<u>29,825,500</u>
SCHEDULE '2' : RESERVES & SURPLUS		
General Reserve		
As per last Balance Sheet	69,441,419	54,441,419
Add: Transfer during the year	125,000,000	15,000,000
	<u>81,941,419</u>	<u>69,441,419</u>
Balance in Profit & Loss Account	7,970,463	7,536,963
	<u>89,911,882</u>	<u>76,978,382</u>
SCHEDULE '3' : SECURED LOANS		
Bank Overdraft Against FD	15,512,959	6,777
	<u>15,512,959</u>	<u>6,777</u>
SCHEDULE '4' : FIXED ASSETS		
DEPRECIATION CHART AS PER SCHEDULE XIV OF COMPANIES ACT 1956 FOR THE YEAR 2010-11		

PARTICULARS	GROSS BLOCK			DEPRECIATION					NET BLOCK	
	AS AT 01.04.2010	ADDITION	DEDUCTION	AS AT 31.03.2011	UPTO 01.04.2010	FOR THE PERIOD UPTO 31st MARCH	WRITTEN BACK	UPTO 31.03.2011	AS AT 31.03.2011	AS 31.03.10
CAR	3,537,576	-	-	3,537,576	793,823	336,070	-	1,129,893	2,407,683	2,743,756
COMPUTER	16,284,642	2,093,176.00	131,436	18,246,382	10,199,965	2,813,899	84,931.00	12,928,933	5,317,449	6,084,937
FURNITURE	6,910,274	3,695,514.00	85,704	10,520,084	2,077,987	474,621	24,927.00	2,527,681	7,992,403	4,832,274
SCOOTER	239,816	-	-	239,816	131,539	22,783	-	154,322	85,494	108,274
AIR CONDITIONER	1,023,765	221,126.00	-	1,244,891	308,271	57,238	-	365,609	879,382	715,444
OFFICE EQUIPMENT	5,656,691	1,286,402.00	45,495	6,897,598	878,441	302,080	6,319.00	1,174,202	5,723,396	4,778,224
V-SAT	1,587,603	-	-	1,587,603	531,543	158,760	-	690,303	897,300	1,056,063
INTANGIBLE ASSET	16,553,389	504,137.00	-	17,057,526	11,735,466	2,704,939	-	14,440,405	2,617,121	4,817,987
BSE CARD	6,500,001	-	-	6,500,001	1,625,000	325,000	-	1,950,000	4,550,001	4,875,001
TOTAL	58,293,757	7,800,355.00	262,635	65,831,477	28,282,035	7,195,390	116,177.00	35,361,248	30,470,229	30,011,921
Previous Year	52,159,020	7,136,501.00	1,001,764.00	58,293,756	22,284,827	6,428,139	430,931.00	28,282,035	30,011,721	29,874,000



	As at 31.03.11 (Rs.)	As at 31.03.10 (Rs.)
SCHEDULE '5' : INVESTMENTS (LONG TERM)		
Investment in Shares (Quoted/Non Traded Shares)		
Investment in Gustav Wolf Ltd. (Equity Shares of Rs. 10/- each)	5,882,302	4,657,283
Investment in Industries Ltd. (Equity Shares of Rs.10/- each)	2,742,469	2,742,469
Investment in ... Ltd. (Equity Shares of Rs.5/-each)	469,310	371,569
Investment in ... Ceramics Ltd. (Equity Shares of Rs. 10/-each)	233,504	233,504
Investment in ... E Coke Ltd. (Equity Shares of Rs.10/-each)	245,163	245,163
Investment in ... ries India Ltd. (Equity Shares of Re.1/-each)	540,638	540,638
Investment in ... Machine Works Ltd. (Equity Shares of Rs.10/-each)	173,550	173,550
Investment in ... Corporation Ltd. (Equity Shares of Rs.10/-each)	-	511,510
Investment in ... mmunications Ltd. (Equity Shares of Rs.5/-each)	1,248,247	1,248,247
Investment in ... ng Corporation of India Ltd. (Equity Shares of Rs.10/-each)	65,842	65,842
Investment in ... Softwares Ltd. (Equity Shares of Rs.10/-each)	-	99,450
Investment in ... less India Ltd. (Equity Shares of Re.1/-each)	379,840	223,046
Investment in Mutual Fund		
Investment in ... Fund (Equity Shares of Rs. 10/- each)	500,000	500,000
Investment in Shares (Unquoted/Traded Shares)		
Investment in ... k Exchange Ltd. (Equity Shares of Rs.1/- each)	4,298	4,298
Investment in ... mmodities Pvt.Ltd. (Equity Shares of Rs.10/-each)	4,981,000	4,981,000
Investment in ... Mart Private Limited (Equity Shares of Rs. 10/- each)	21,098,000	98,000
Investment in ... rance Services Limited (Equity Shares of Rs. 10/- each)	494,000	494,000
	39,058,162	17,189,567
Investment in Quoted Investments	34,830,898	14,096,978



	As at 31.03.11 (Rs.)	As at 31.03.10 (Rs.)
SCHEDULE '6' : CURRENT ASSETS, LOANS & ADVANCES		
(a) Stock in Trade : (At cost or market value whichever is lower)	14,289,490	15,164,529
(b) Cash & Bank Balance		
Cash in Hand	181,070	290,985
Balance with Scheduled Banks		
In Current Account	4,048,370	3,802,637
In Dividend Bank Account		
BANK OF RAJ (Unclaimed dividend 04-05)	25,000	25,000
ICICI BANK DIV (Unclaimed dividend 05-06)	137,820	162,195
HDFC BANK 9697 (Unclaimed dividend 06-07)	180,058	184,158
HDFC BANK (Unclaimed dividend 07-08)	151,369	156,469
AXIS BANK (Unclaimed dividend 08-09)	98,856	115,356
IDBI BANK (Unclaimed dividend 04-05)	125,914	127,714
IDBI BANK 0596 (Unclaimed dividend)	71,499	-
	5,019,956	4,864,514
In Fixed Deposit Account	37,625,000	36,625,000
	42,644,956	41,489,514
(c) Sundry Debtors (Unsecured - Considered Good)		
Debts outstanding over Six Month	14,976,402	13,251,328
Other	286,539,502	305,111,371
	301,515,904	318,362,699
(d) Loans, Advances & Deposits (Unsecured, Considered Good)		
NSCCL (NSE Clearing House Deposit)	1,500,000	1,500,000
National Stock Exchange of India Ltd. (Deposits)	12,000,000	12,000,000
Advances recoverable in cash or in kind for value to be received	15,784,808	21,787,344
Other Deposits	6,514,089	3,754,885
	35,798,897	39,042,229
(e) Other Current Assets	1,659,899	5,185,886
TOTAL (a+b+c+d+e)	395,909,147	419,244,856

SCHEDULE '7' : CURRENT LIABILITIES & PROVISIONS

(a) Current Liabilities		
Sundry Creditors & Other Liabilities	278,355,778	315,063,595
Deposits Received	31,058,253	19,881,532
Expenses Payable	5,759,140	5,058,477
Unclaimed Dividend (04-05)	150,914	152,714
Unclaimed Dividend (05-06)	137,820	162,195
Unclaimed Dividend (06-07)	179,851	183,951
Unclaimed Dividend (07-08)	151,369	156,469
Unclaimed Dividend (08-09)	98,856	115,356
Unclaimed Dividend (09-10)	71,499	-
	315,983,480	340,774,289

	As at 31.03.11 (Rs.)	As at 31.03.10 (Rs.)
(b) Provisions		
Income Tax	6,778,113	10,894,756
Fringe Benefit Tax	-	-
Wealth Tax	-	-
Liability for Leave Encashment	-	-
Liability for Gratuity Expenses	16,573	59,356
Dividend Payable	2,959,700	2,959,700
Dividend Tax Payable	491,606	503,001
	10,245,992	14,416,813
TOTAL (a+b)	326,209,472	355,191,102
	102,012,226	47,944,316

SCHEDULE 'B' : INCOME FROM OPERATIONS**PROFIT FROM SECURITIES TRADING**

Sales	88,849,306	53,164,637
Add: Closing Stock	14,289,490	15,164,529
	103,138,796	68,329,166
Less: Opening Stock	15,164,529	3,397,013
Purchases	91,093,212	62,237,289
	(3,118,945)	2,694,863

INCOME FROM SHARE BROKING BUSINESS

Brokerage Receipts	102,635,828	115,972,628
Turnover Charges	12,010,474	11,878,565
OTHERS		
Demat and Depository Charges	5,096,310	4,796,454
Consultancy Fees	-	3,000,000
	116,623,668	138,342,510

SCHEDULE '9' : OTHER INCOME

Dividend Income	514,492	516,586
Interest on Fixed Deposits & Others	3,864,687	6,530,031
Long Term Capital Gain/(Loss)	2,010,696	-
Trade Profit by Operator	44,247	-
Excess Provision Written Back	210,000	-
Ho Administrative Charges	2,926	-
Excess Provision (Income Tax) Reversed	252,513	-
Other Operational Income	14,500,000	7,600,000
Miscellaneous Income	14,736,284	9,018,054
Customised Advisory Charges	145,532	180,915
Contract Handling Charges	264,223	258,413
Short Term Capital Gain	2,987,450	1,306,822
	39,533,050	25,410,820

	As at 31.03.11 (Rs.)	As at 31.03.10 (Rs.)
SCHEDULE '10' : ESTABLISHMENT, ADMINISTRATIVE AND OTHER EXPENSES		
Direct Expenses	47,760,641	55,713,673
Advertisement Expenses	604,258	595,133
Auditor's Remuneration	206,190	408,830
Audit Expenses	21,961	-
Bank Charges	554,264	508,198
Brokerage, Commission & Incentives	223,510	186,427
Business and Sales Promotion Expenses	485,245	1,660,645
Business Convention Expenses	-	57,314
Conveyance Exp.	170,239	134,908
Loss on Trading F&O	1,869,359	151,312
Demat Charges	1,908,303	2,217,272
Depository Expenses	1,112,538	1,208,643
Directors Fees & Travelling Exp	5,040,900	5,317,334
Donation	10,100	38,000
Diwali Expenses	155,623	119,809
Professional Tax	2,500	-
Dr./Cr. Balance Written off	230,040	5,685,100
Gratuity Expenses	16,573	59,356
Insurance Charges	425,183	417,117
Internet Based Trading Processing Fees	-	50,000
Legal & Professional Charges	2,503,418	2,301,644
Loss on Wrongly Executed Trades	-	28,876
Loss on Sale of Fixed Assets	11,238	266,733
Loss by Theft	15,020	-
Long Term Capital Loss	-	41,004
Membership Fees & Subscription	182,506	170,250
NSDL Application Fees	-	30,000
Other General Expenses	2,052,008	1,731,496
Postage Telegram & Telephone Expenses	4,714,978	4,071,314
Printing & Stationary	1,036,568	870,361
Rates and Taxes	196,175	42,027
Rent	6,995,519	5,184,440
Repairs, Maintenance and Software Maintenance	2,388,649	2,223,873
Registration fee	592,622	291,668
Salaries & Bonus	34,167,356	28,154,959
SEBI Fees	304,905	457,721
Staff Welfare Expenses	722,062	534,667
Travelling Expenses(other)	707,773	204,079
V-SAT Expenses	884,634	1,374,405
Vehicle Running Expenses	173,438	97,410
Water and Electricity Expenses	2,217,742	1,835,460
	120,664,037	124,441,453



FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2011

A. SIGNIFICANT ACCOUNTING POLICIES

1. a) BASIS OF PREPARATION OF FINANCIAL STATEMENTS :

The Company maintains its accounts on accrual basis following the historical cost convention in accordance with Generally Accepted Accounting Principles (GAAP) and in compliance with the Accounting Standard referred to in section 211(3C) and other requirements of the Companies Act, 1956.

b) USE OF ESTIMATES:

The Preparation of Financial Statements in conformity with Generally Accepted Accounting Principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognized in the period in which the results are known.

2. EMPLOYEE BENEFITS:

- a) Short term employee benefits are recognized as an expense at the undiscounted amount in the Profit and Loss Account of the year in which the related service is rendered.
- b) The present value of the obligation under defined benefit plans is determined based on an actuarial valuation using the Projected Unit Credit Method. Actuarial gains and losses arising on such valuation are recognized immediately in the Profit and Loss Account.
- c) Long term compensated absences are provided on the basis on an actuarial valuation.
- d) Termination benefits are recognized as an expense in the Profit and Loss Account of the year in which they are incurred.

3. PROVISION FOR CONTINGENT LIABILITIES AND CONTINGENT ASSETS:

Provision involving a substantial degree of estimation in measurement is recognized when there is a present obligation as a result of past events and is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in the Financial Statements. Contingent Assets are neither recognized nor disclosed in the Financial Statements.

4. REVENUE RECOGNITION :

- a) Brokerage of secondary market is recognized at the end of each settlement period when bills are raised on clients.
- b) Income from Depository operations is accounted on accrual basis net of discount.
- c) Equity Index / Stock Future
 - Equity Index / Stock Futures are marked to market on a daily basis. Debit or Credit balance disclosed under Loans and Advances or Current Liabilities, respectively, in the Mark to Market Margin Equity Index / Stock Futures Account, represents the net amount paid or received on the basis of movement in the process of Index / Stock futures till the Balance Sheet date.
 - As on the Balance Sheet, Profit / Loss on open position in Equity Index /Stock Futures is accounted as follows:
 - Credit balance in the Mark-to-Market Margin Equity Index/ Stock Futures Account, being the anticipated Profit, is ignored and no Credit for the same is taken in the Profit and Loss Account.
 - Debit balance in the Mark-to-Market Margin Equity Index/ Stock Futures Account, being the anticipated loss, is provided in the Profit and Loss Account.



- On final settlement or squaring up of contracts for Equity Index/Stock Futures, the Profit or Loss is calculated as the difference between the settlement/squaring up price and the contract price. Accordingly, debit or credit balance pertaining to the settled /squared-up contract in Mark to Market Margin-Equity Index/Stock Futures Account after adjustment of the provision for anticipated losses is recognized in the Profit and Loss Account. When more than one contract in respect of the relevant series of Equity Index/ Stock Futures contract to which the squared up contract pertains is outstanding at the time of the squaring up of the contract, the contract price of the contract so squared up is determined using the weighted average cost method for calculating the Profit / Loss on Squaring up.

d) Option Contracts

- At the time of final settlement Premium paid/ received is recognized as an expense/ income on exercise of Option. Further, difference between the final settlement price as on the exercise/expiry date and the strike price is recognized as Income / Loss.
 - At the time of squaring off difference between the premium paid and received on squared off transaction is treated as Profit or Loss.
- e) Interest income is recognized on a time proportion basis.
- f) Dividend income is recognized only when the right to receive is established.
- g) Brokerage income is recognized on trade date basis and is exclusive of service tax and Securities Transaction Tax (STT) wherever applicable.
- h) Advisory fees and other income are accounted on accrual basis, net of service tax.

5. FIXED ASSETS

Fixed assets are stated at cost including all expenses attributable to such acquisition and installation less accumulated depreciation.

Depreciation

- a) Depreciation is provided under the straight-line method at the rates specified in Schedule XIV of the Companies Act 1956. In cases where the useful lives are estimated to be lower than those considered in determining the rates specified in that Schedule, depreciation is provided under the straight-line method over the useful lives of the assets.
- b) BSE Membership card is amortized on straight line basis over a period of 20 years starting from 2005-06.
- c) Other Intangible Assets are amortized on straight line basis over a period of 4 years from the date of purchase.

6. INVESTMENTS

Investments are stated at cost of acquisition since they are long term in nature. Provision for diminution, if any, in the value of each long term investment is made to recognize a decline, other than of a temporary nature.

7. STOCK-IN-TRADE

Stock-in-trade of shares & securities are valued at lower of the cost or market value.

8. MISCELLANEOUS EXPENDITURE

Miscellaneous expenditure comprising expenses related to increase in Authorized Share Capital are amortized over a period of five years.

9. TAXES ON INCOME

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



- b) Deferred Tax is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable income & accounting income that originate in one period and are capable of reversal in one or more subsequent period.
- c) Deferred Tax assets are recognized and carried forward only to the extent that there is a reasonable certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized.

10. IMPAIRMENT OF ASSETS

At each Balance Sheet date, the management reviews the carrying amount of all the assets to determine whether there is any indication that those assets were impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss. And the impairment loss, if any, is debited to the Profit and Loss Account.

8. NOTES ON ACCOUNTS

1. a) Contingent Liabilities for Bank Guarantee issued in favour of NSE / BSE is Rs. 300 Lacs. (Previous year was Rs 300 Lacs)
- b) Demand in respect of Income Tax Matter for which appeal is pending Rs. 50,66,845/-
2. Detail regarding deduction of tax at source for income received during the Financial Year 2010-11.

Particulars	31.3.2011	31.3.2010
Branch Operational Income	3,44,136/-	1,70,171/-
Interest Income	5,39,378/-	10,98,531/-
TOTAL	8,83,514/-	12,68,702/-

3. In the opinion of Management the current assets, loans and advances have a value on realization in the ordinary course of the business at least equal to the amount at which they are stated and provisions for all known liabilities have been made. Balance of Sundry Debtors and Sundry Creditors are subject to confirmations.
4. Statutory auditor's remuneration :

Particulars	31.3.2011	31.3.2010
Statutory audit	1,25,000/-	1,80,000/-
Tax audit	25,000/-	35,000/-
Certification Fees	15,000/-	75,000/-
Other Services	10,000/-	25,000/-
TOTAL	1,75,000/-	3,15,000/-

5. Market value of shares shown as stock in trade is Rs. 15,183,106/- (Previous year Rs. 1,51,64,529/-).
6. Particulars in respect of share traded :

Description	Units	31.03.2011		31.03.2010	
		Quantity	Value	Quantity	Value
Opening Stock	Nos.	2,03,227	15,16,45,29/-	67,816	33,97,013/-
Purchases	Nos.	8,51,231	9,10,93,212/-	4,14,523	6,22,37,289/-
Sales	Nos.	8,07,351	8,88,49,306/-	2,52,290	5,31,64,637/-
Closing Stock	Nos.	2,47,107	1,42,89,490/-	2,03,227	15,16,45,29/-

7. Disclosure of Related Parties/
Party transaction:

A. List of Related Parties (where transactions have taken place)

S.No.	Name of Related Party	Nature of Relationship
1.	Key Management Personnel/individuals having control or significant influence. a) Mr. Sunil Nyati b) Mr. Anil Nyati c) Mr. S.N. Maheshwari d) Mr. Vinod Gupta e) Mrs. Anita Nyati f) Mr. C.R. Doshi g) Mr. Tarun Kumar Baldua h) Ramanlal Bhutda	Managing Director Non Executive Director Director Director Executive Director Director Director Director
2.	Relatives of Key Management Personnel / Individuals having control or significant influence. a) Mr. Parth Nyati b) Mrs. Sita Nyati c) Mr. Chandmal Nyati d) Mr. Vandit Nyati e) Mrs. Vandana Nyati f) Mrs. Krishna Prabha Maheshwari g) Mr. Manish Maheshwari h) Mrs. Raksha Maheshwari i) Mrs. Manjubala Baheti j) Mrs. Rekha Gupta k) Mrs. Shashi Baldua	} Relatives of Managing Director } Relatives of Executive Director } Relatives of Director
3.	Enterprises owned/controlled by key managerial personnel or individuals having control or significant influence. a) Sunil Nyati H.U.F. b) Anil Nyati H.U.F. c) Vinod Rekha & Company d) Vinod Kumar Gupta & Sons HUF e) Tarun Kumar Baldua(HUF) f) ENAR Collections	H.U.F. of Managing Director H.U.F. of Non Executive Director Firm of Director HUF of Director HUF of Director Firm of Director
4.	Subsidiary Swastika Commodities Pvt. Ltd. Swastika Insurance Services Limited Swastika Fin-Mart Private Limited	} Subsidiary

Transactions with Related Parties:

(Figures In Rs.)

Particulars	Key Management Personnel/ Individuals having control or significant influence.	Relatives of Key Management Personnel / Individuals having control or significant influence.	Subsidiary	Enterprises owned/controlled by key managerial personnel or individuals having control or significant influence.	Total
Expenditure	58,25,000/-	-	-	-	58,25,000/-
Salaries and Other Benefits	(48,28,080/-)	(-)	(-)	(-)	(48,28,080/-)
Rent	-	-	-	2,70,000/-	2,70,000/-
	(-)	(-)	(-)	(1,80,000/-)	(1,80,000/-)
Professional Fees	-	-	-	14,742/-	14,742/-
	(-)	(-)	(-)	(19,656/-)	(19,656/-)
Collection	-	-	-	2,98,379	2,98,379
	(-)	(-)	(-)	(-)	(-)
Income					
Dividends Received	14,766/-	21,873/-	-	227/-	36,866/-
	(3,690/-)	(1,83,302/-)	(-)	(705/-)	(1,87,697/-)
Dividends Recovered	-	-	1,45,00,000/-	-	1,45,00,000/-
	(-)	(-)	(76,00,000/-)	(-)	(76,00,000/-)
Dividends Incurred	-	-	(-)	-	(-)
	(-)	(-)	14,00,000/-	(-)	14,00,000/-
Dividends Taken	-	-	2,85,93,384/-	-	2,85,93,384/-
	(-)	(-)	(1,99,78,344/-)	(-)	(1,99,78,344/-)
Dividends Given	-	-	8,03,58,860/-	-	8,03,58,860/-
	(-)	(-)	(2,18,60,215/-)	(-)	(2,18,60,215/-)
Outstanding					
Payables & Advances	-	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
Receivables	21,488/-	3,23,205/-	-	-	3,44,693
	(7,265/-)	(9,802/-)	(-)	(-)	(17,067/-)
Payables	-	-	2,65,73,000/-	-	2,65,73,000/-
	(-)	(-)	(55,73,000/-)	(-)	(55,73,000/-)

Figures in brackets represent previous year balances.

Related Parties are identified by the management and relied upon by the Auditors.

Provisions in respect of Related Parties have been written off.



8. Remuneration Paid to the Directors of the Company:

The remuneration of the promoter directors and other directors are decided on the recommendation of Remuneration Committee and approved by the Board of Directors and Shareholders. Any change in remuneration is also effected in the same manner and / or in line with the applicable statutory approvals.

The remuneration package of the Directors comprises of salary, perquisites and allowances, contribution provident fund and superannuation fund and commission.

The details are summarized below:

Particulars		Year ended 31st March 2011 (Rupees)	Year ended 31st March 2010 (Rupees)
Salary	A	45,25,000/-	48,00,000/-
Contribution to PF	B	20,280/-	28,080/-
TOTAL	A+B	45,45,280/-	48,28,080/-

9. a) Fixed Deposits lodged with Exchanges towards security deposit/base minimum capital/additional base capital.

Particulars	As at 31.03.2011 Rs.	As at 31.03.2010 Rs.
Bombay Stock Exchange Ltd. Cash Segment	1,25,000/-	1,25,000/-
TOTAL	1,25,000/-	1,25,000/-

b) Securities received from clients as collateral for margins are held by the Company in its own name in a fiduciary capacity and / or lodged with the exchanges towards additional base capital / exposure and / or pledged to bank against overdraft facility.

10. The company in compliance with Accounting Standards (AS) 15- "Employee Benefits" has, for the third time, provided for long term compensated absences.

An amount of Rs 16,573/- as contribution towards defined contribution plans is recognized as expenses in the profit & loss account.

Assumptions	Total
Discount Rate Previous Year	8.00%
Salary Escalation Previous year	7.00%
Discount Rate Current Year	8.00%
Salary Escalation Current year	7.00%
Amount Recognised In the Balance Sheet	
Present value of obligations as at the end of the year	20,06,726
Fair Value of Plan Assets at the end of the year	12,11,114
Difference	7,95,612
Amount Recognized as a payable in the Balance Sheet	16,573

11. There are no amounts payable to any micro, small and medium (SMEs) scale industrial undertaking as identified by the management from the information available with the company and relied upon by the Auditors.



Deposits with Banks of Rs. 1,75,00,000/- (P.Y. Rs. 1,65,00,000/-) have been pledged with Banks against Draft (Rs 1,57,50,000/-) and Bank Guarantee (1,50,00,000/-) facilities.

Income includes Rs. 1.45 crore (in the name of "OTHER OPERATIONAL INCOME") which represents reimbursement of various expenses like Advertisement, Salary and Rent from one of the Subsidiary Company Swastika Commodities Pvt. Ltd. On such reimbursement amount, the Company has collected Service Tax and paid to credit Central Government.

Earnings per Share as per (Accounting Standard - 20)	2010-11	2009-10
Earnings per share have been computed as under:		
Profit attributable to equity shareholders (A)	Rs. 1,63,84,805/-	2,15,73,933/-
Average number of equity shares outstanding (B)	29,59,700	29,59,700
Basic / Diluted Earnings Per Share (A/B)	Rs. 5.54	7.29

Deferred Tax Liability / (Assets) as per Accounting Standard-22.

Description	Deferred Tax Liability/ (Assets) As at 1.4.2010	Current year Charge Liability/ (Assets)	Deferred Liability /Tax (Assets) As at 31.3.2011
Depreciation Differences (Liability)	44,85,557	(4,87,657)	39,97,900
Exp. Disallowed u/s 40 (a) (Assets)	(20,175)	-	(20,175)
TOTAL	44,65,382	(4,87,657)	39,77,725

For our report of even date
R.S. BANSAL & COMPANY
Chartered Accountants
No: 000939C

For and on behalf of the Board of Directors

RAY BANSAL
(Partner)
Membership No: 75344
Office: Indore
Date: 30.05.2011

Sunil Nyati
(Managing Director)

Anita Nyati
(Director)



BALANCE SHEET ABSTRACT & COMPANY'S GENERAL BUSINESS PROFILE AS PER THE PART (V) OF SCHEDULE VI TO THE COMPANIES ACT, 1956

I. Registration Details

Registration No.

				6	7	0	5	2
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 State Code :

								1
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Balance Sheet Date :

3	1		0	3		2	0	1	1
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II. Capital raised during the year (Amount in Rupees Thousand)

Public Issue

									N	I	L
--	--	--	--	--	--	--	--	--	---	---	---

 Right Issue

										N	I	L
--	--	--	--	--	--	--	--	--	--	---	---	---

Bonus Issue

											N	I	L
--	--	--	--	--	--	--	--	--	--	--	---	---	---

 Private Placement

											N	I	L
--	--	--	--	--	--	--	--	--	--	--	---	---	---

III. Position of Mobilisation and Deployment of Fund (Amount in Rupees Thousand)

TOTAL LIABILITIES	<table border="1" style="display: inline-table; border-collapse: collapse;"><tr><td> </td><td> </td><td> </td><td> </td><td>1</td><td>3</td><td>9</td><td>2</td><td>2</td><td>8</td></tr></table>					1	3	9	2	2	8	TOTAL ASSETS	<table border="1" style="display: inline-table; border-collapse: collapse;"><tr><td> </td><td> </td><td> </td><td> </td><td>1</td><td>3</td><td>9</td><td>2</td><td>2</td><td> </td></tr></table>					1	3	9	2	2							
				1	3	9	2	2	8																				
				1	3	9	2	2																					
Source of Funds		Application of funds																											
Paid-up Capital	<table border="1" style="display: inline-table; border-collapse: collapse;"><tr><td> </td><td> </td><td> </td><td> </td><td>2</td><td>9</td><td>5</td><td>9</td><td>7</td></tr></table>					2	9	5	9	7	Net fixed assets	<table border="1" style="display: inline-table; border-collapse: collapse;"><tr><td> </td><td> </td><td> </td><td> </td><td>3</td><td>0</td><td>4</td><td>7</td><td>0</td></tr></table>					3	0	4	7	0								
				2	9	5	9	7																					
				3	0	4	7	0																					
Share Application	<table border="1" style="display: inline-table; border-collapse: collapse;"><tr><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td>N</td><td>I</td><td>L</td></tr></table>										N	I	L	Net current assets	<table border="1" style="display: inline-table; border-collapse: collapse;"><tr><td> </td><td> </td><td> </td><td> </td><td>6</td><td>9</td><td>7</td><td>0</td><td>6</td></tr></table>					6	9	7	0	6					
									N	I	L																		
				6	9	7	0	6																					
Secured Loans	<table border="1" style="display: inline-table; border-collapse: collapse;"><tr><td> </td><td> </td><td> </td><td> </td><td>1</td><td>5</td><td>5</td><td>1</td><td>3</td></tr></table>					1	5	5	1	3	Accumulated losses	<table border="1" style="display: inline-table; border-collapse: collapse;"><tr><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td>N</td><td>I</td><td>L</td></tr></table>										N	I	L					
				1	5	5	1	3																					
									N	I	L																		
Reserves and Surplus	<table border="1" style="display: inline-table; border-collapse: collapse;"><tr><td> </td><td> </td><td> </td><td> </td><td>8</td><td>9</td><td>9</td><td>1</td><td>2</td></tr></table>					8	9	9	1	2	Investments	<table border="1" style="display: inline-table; border-collapse: collapse;"><tr><td> </td><td> </td><td> </td><td> </td><td>3</td><td>9</td><td>0</td><td>5</td><td>6</td></tr></table>					3	9	0	5	6								
				8	9	9	1	2																					
				3	9	0	5	6																					
Unsecured Loans	<table border="1" style="display: inline-table; border-collapse: collapse;"><tr><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td>N</td><td>I</td><td>L</td></tr></table>											N	I	L	Misc. Expenditure	<table border="1" style="display: inline-table; border-collapse: collapse;"><tr><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td>N</td><td>I</td><td>L</td></tr></table>											N	I	L
										N	I	L																	
										N	I	L																	

IV. Performance of Company (Amount in Rupees Thousand)

Turnover	<table border="1" style="display: inline-table; border-collapse: collapse;"><tr><td> </td><td> </td><td> </td><td> </td><td>1</td><td>5</td><td>6</td><td>1</td><td>5</td><td>6</td></tr></table>					1	5	6	1	5	6	Total Expenditure	<table border="1" style="display: inline-table; border-collapse: collapse;"><tr><td> </td><td> </td><td> </td><td> </td><td>1</td><td>3</td><td>3</td><td>4</td><td>8</td><td>1</td></tr></table>					1	3	3	4	8	1
				1	5	6	1	5	6														
				1	3	3	4	8	1														
Profit / (Loss) before tax	<table border="1" style="display: inline-table; border-collapse: collapse;"><tr><td> </td><td> </td><td> </td><td> </td><td>2</td><td>2</td><td>6</td><td>7</td><td>5</td></tr></table>					2	2	6	7	5	Profit/(Loss) after tax	<table border="1" style="display: inline-table; border-collapse: collapse;"><tr><td> </td><td> </td><td> </td><td> </td><td>1</td><td>6</td><td>3</td><td>8</td><td>5</td></tr></table>					1	6	3	8	5		
				2	2	6	7	5															
				1	6	3	8	5															
Earning per Share (Annualised) Rs.	<table border="1" style="display: inline-table; border-collapse: collapse;"><tr><td> </td><td> </td><td> </td><td> </td><td>5</td><td> </td><td>5</td><td>4</td></tr></table>					5		5	4	Dividend Rate %	<table border="1" style="display: inline-table; border-collapse: collapse;"><tr><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td>1</td><td>0</td></tr></table>									1	0		
				5		5	4																
								1	0														

V. Generic Names of Three Principal Products/Services of Company

(as per monetary terms)

Item Code No.

N	O	T		A	P	P	L	I	C	A	B	L	E
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Product Description Stock Broking and Advisory Services etc

For and on behalf of the Board of Directors

Place: Indore
Date: 30.05.2011

Sunil Nyati
(Managing Director)

Anita Nyati
(Director)



CASH FLOW STATEMENT

	For the year ended 31.3.2011 Rs	For the year ended 31.3.2010 Rs
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Tax	22,875,261	32,542,894
Adjustments for :		
Extraordinary Items		
Loss by Theft	15,020	-
Excess Income Tax Provision Written Back	(252,513)	-
Excess VSAT Provision Written Back	(210,000)	-
Net Profit before Tax and Extra Ordinary items	22,227,768	32,542,894
Adjustments to reconcile Net Profit before Tax to cash provided y Operating activities		
Depreciation	7,195,390	6,428,139
(Profit) / Loss on sale of im Investments	(4,998,146)	(1,265,818)
(Profit) / Loss on sale of Fixed Assets	11,238	266,733
Dividend Income	(514,492)	(516,585)
Interest Income	(1,372,709)	(6,530,031)
Interest Expenses	5,601,029	319,843
Miscellaneous Expenses Written Off	21,000	21,000
Operating profit before Working Capital Changes	28,171,078	31,266,175
Adjustments for :		
Trade and other receivables	20,372,782	(123,276,103)
Inventories	875,038	(11,767,516)
Trade and other payables	(28,981,630)	117,753,930
Advances recoverable in cash or in kind	3,243,332	(1,389,458)
Cash Generated from Operations	23,680,599	12,587,028
Direct Taxes Paid	(6,778,113)	(3,290,219)
Cash Flow before Extra-ordinary items	17,739,917	9,296,809
Extra-ordinary items:	462,513	
Net Cash Flow from Operating Activities (A)	18,202,430	9,296,809
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(7,800,355)	(7,136,501)
Sale of Fixed Assets	131,593	1,001,764
Purchase of Investments (Shares and Securities)	(27,473,718)	(5,264,641)
Purchase of Investments (Fixed deposit)	(1,000,000)	(15,750,000)
Sales of Investments	10,603,269	432,991
Purchase of Investments(Mutual Funds)	-	(500,000)
Sale of Investments(Mutual Funds)	-	-
Loans	-	-
Dividend Received	514,492	516,585
Interest Received	1,372,709	6,530,031
Net Cash flow from investing Activities (B)	(23,652,009)	(20,169,771)
CASH FLOW FROM FINANCING ACTIVITIES		
Interest Paid	(5,601,029)	(319,843)
Repayments of Finance Lease Liabilities	-	-
Secured Loans	15,506,182	6,777
Unpaid allotment Money received	-	146,000
Dividend & Dividend Tax Paid	(3,462,701)	(3,428,538)
Net Cash Flow from Financing Activities (C)	6,442,452	(3,595,604)
Net Increase in Cash & Cash Equivalents (A+B+C)	155,441	(14,468,566)
Cash & Cash Equivalents (Opening)	4,864,514	19,333,080
Cash & Cash Equivalents (Closing)	5,019,956	4,864,514

NOTES: Previous year figures have been regrouped / rearranged wherever necessary

As per our report of even date
FOR R.S. BANSAL & COMPANY
 Chartered Accountants
 FRN : 000939C

Vijay Bansal
 (Partner)
 Membership No: 75344

Place : Indore
 Date : 30.05.2011

For and on behalf of the Board of Directors

Sunil Nyati
 (Managing Director)

Anita Nyati
 (Director)

Statement Pursuant to section 212 of the Companies Act, 1956 relating to Subsidiary Company for the Financial Year 2010-11

Particulars	Swastika Commodities Private Limited	Swastika Insurance Services Limited	Swastika Fin- Mart Private Limited
1. Financial year of the subsidiary company ended on	31 March, 2011	31 March, 2011	31 March, 2011
2. Date from which it became subsidiary	9th Oct.' 2006	11th May' 2009	31st Dec.' 2009
3. No. of Shares held by Swastika Investmart Ltd. in the capital of subsidiary	99,400 Equity Shares of Rs.10 each	49,400 Equity Shares of Rs.10 each	21,09,800 Equity Shares of Rs.10 each
4. Net Aggregate amount of Profit/(Losses) of the subsidiary so far as it concerns the members of Swastika Investmart Ltd and is not dealt with accounts of Swastika Investmart Ltd.			
(a) for the Financial Year ended 31st March 2011	Rs. 19,43,152/-	Rs. (27,293/-)	Rs. (7,01,954/-)
(b) for the previous Financial Years ended 31st March 2010, since it became Subsidiary of Swastika Investmart Ltd.	Rs. 17,24,521/-	Rs. (1,000/-)	Rs. (2,000/-)
5. Net Aggregate amount of Profit/(Losses) of the subsidiary so far as dealt with in the accounts of Swastika Investmart Ltd.			
(a) for the Financial Year ended 31st March 2011,	Nil	Nil	Nil
(b) for the previous Financial Years ended 31st March 2010, since it became Subsidiary of Swastika Investmart Ltd.	Nil	Nil	Nil

For R S BANSAL & CO.
Chartered Accountants
FRN: 000939C

VIJAY BANSAL
Partner
Membership No: 75344

Place : Indore
Date : 30.05.2011



AUDITOR'S REPORT

MEMBERS

We have audited the attached Balance Sheet of **SWASTIKA INVESTMART LIMITED** and its subsidiaries Swastika Commodities Private Limited, Swastika Insurance Services Limited & Swastika Fin-Mart Private Limited as at 31st March 2011 and also, the consolidated Profit and Loss Account and the Consolidated Cash Flow Statement for the period ended on that date, annexed thereto. These financial statements are responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our Audit in accordance with auditing standards generally accepted in India. Those standards required that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining on test basis evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

We report that Consolidated Financial Statements have been prepared by the company in accordance with the requirements of Accounting Standard (AS) 21, 'Consolidated Financial Statements', issued by the Institute of Chartered Accountants of India and on the basis of separate audited financial statements of Swastika Investmart Ltd. and its subsidiaries Swastika Commodities Private Limited, Swastika Insurance Services Limited & Swastika Fin-Mart Private Limited included in Consolidated Financial Statements.

In our opinion and to the best of our information and explanations given to us and on consideration of separate audit reports on individual audited financial statements of Swastika Investmart Ltd. and its subsidiaries Swastika Commodities Private Limited, Swastika Insurance Services Limited & Swastika Fin-Mart Private Limited read together with the significant Accounting Policies and other Notes to Accounts, give a true and fair view in conformity with the accounting principles generally accepted in India.

In the case of Consolidated Balance Sheet of the Consolidated Statement of affairs of Swastika Investmart Ltd. and its subsidiaries Swastika Commodities Private Limited, Swastika Insurance Services Limited & Swastika Fin-Mart Private Limited as at 31st March 2011.

In the case of Consolidated Profit and Loss Account of the Consolidated results of operation of Swastika Investmart Ltd. and its subsidiaries Swastika Commodities Private Limited, Swastika Insurance Services Limited & Swastika Fin-Mart Private Limited for the year ended on that date and

In the case of the Cash Flow Statement, of the Consolidated Cash Flows of Swastika Investmart Ltd. and its subsidiaries Swastika Commodities Private Limited, Swastika Insurance Services Limited & Swastika Fin-Mart Private Limited for the year ended on that date.

For : **R.S. BANSAL & CO.**
Chartered Accountants
FRN:000939C

Vijay Bansal
Partner
Membership No: 075344

Place : Indore
Date : 30.05.2011



CONSOLIDATED BALANCE SHEET AS AT 31.03.2011

PARTICULARS	Schedule Ref.	As at 31.03.11 (Rs.)	As at 31.03.10 (Rs.)
I. SOURCES OF FUNDS			
1. Shareholders Funds			
a) Share Capital	1	29,825,500	29,825,500
b) Reserves & Surplus	2	97,764,286	82,212,973
2. Loans			
a. Secured	3	15,512,959	6,777,000
3. Deferred Tax Liability (Net)		4,184,919	4,632,676
TOTAL		147,287,664	116,677,926
II. APPLICATION OF FUNDS			
1. Fixed Assets	4		
Gross Block		71,310,690	63,667,453
Less : Depreciation		37,228,445	29,522,434
Net Block		34,082,245	34,145,019
2. Investment	5	15,784,042	11,616,567
3. Current Assets, Loans and Advances	6		
a. Stock in Trade		14,289,490	15,164,529
b. Sundry Debtors		326,929,728	324,914,369
c. Cash & Bank Balances		87,975,779	49,916,915
d. Loan & Advances		42,760,436	44,445,906
e. Other Current Assets		6,226,008	15,059,995
		478,181,442	449,501,714
Less: Current Liabilities and Provisions	7		
a. Current Liabilities		370,800,957	364,200,794
b. Provisions		10,245,992	14,764,184
		381,046,949	378,964,978
Net Current Assets		97,134,493	70,536,736
4. Miscellaneous Expenditure (To the extent not written off or adjusted)		286,884	379,605
TOTAL		147,287,664	116,677,926
5. Significant Accounting Policies & Notes to Accounts	11		

Schedules 1 to 7 and 11 referred to above form an integral part of the Balance Sheet.

As per our report of even date
FOR R.S. BANSAL & COMPANY
Chartered Accountants
FRN : 000939C

Vijay Bansal
(Partner)
Membership No: 75344

Place : Indore
Date : 30.05.2011

For and on behalf of the Board of Directors

Sunil Nyati
(Managing Director)

Anita Nyati
(Director)



CONSOLIDATED PROFIT & LOSS ACCOUNT

PARTICULARS	Schedule Ref.	As at 31.03.11 (Rs.)	As at 31.03.10 (Rs.)
INCOME			
Income from Operations	8	155,909,346	161,825,809
Other Income	9	26,120,173	17,810,821
TOTAL		182,029,519	179,636,630
EXPENDITURE			
Establishment, Administrative & Other Expenses	10	141,849,617	137,586,380
Interest		5,865,687	319,843
Depreciation		7,822,188	6,930,326
Miscellaneous Expenditure Written Off		92,721	21,000
TOTAL		155,630,213	144,857,549
PROFIT BEFORE TAX		26,399,306	34,779,081
Less : Current Tax		7,844,444	11,242,127
Deferred Tax		(447,757)	268,908
Fringe Benefit Tax		-	-
Wealth Tax		-	-
PROFIT AFTER TAX		19,002,619	23,268,046
Add/(Less): Tax for Earlier Years		-	27,409
Add : Balance brought forward		8,588,282	4,755,528
Amount Available for Appropriation		27,590,901	28,050,983
Appropriation			
Proposed Dividend		2,959,700	2,959,700
Corporate Dividend Tax		491,606	503,001
Transfer to General Reserve		14,000,000	16,000,000
Balance carried to Balance sheet		10,139,595	8,588,282
TOTAL		27,590,901	28,050,983
Earning Per Share (In Rs.)		6.42	7.79
Significant accounting policies & Notes to Accounts	11		
Schedules 8 to 10 & 11 referred to above form an integral part of the Profit & Loss Account.			

As per our report of even date
FOR R.S. BANSAL & COMPANY
 Chartered Accountants
 FRN : 000939C

Vijay Bansal
 (Partner)
 Membership No: 75344

Place : Indore
 Date : 30.05.2011

For and on behalf of the Board of Directors

Sunil Nyati
 (Managing Director)

Anita Nyati
 (Director)



SCHEDULES FORMING PART OF THE CONSOLIDATED ACCOUNTS

SCHEDULE '1' : SHARE CAPITAL

	As at 31.03.11 (Rs.)	As at 31.03.10 (Rs.)
Authorised :		
5,000,000 Equity Share of Rs. 10 each	50,000,000	50,000,000
Issued :		
Fully paid-up	29,597,000	29,597,000
Subscribed & Paid-Up :		
2,959,700 Equity Share of Rs. 10 each Fully paid-up	29,597,000	29,597,000
Less : Allotment Money Unpaid (Other than Directors)	-	-
Add : Share Forfeiture	228,500	228,500
TOTAL	29,825,500	29,825,500

SCHEDULE '2' : RESERVES & SURPLUS

General Reserve		
As per last Balance Sheet	70,941,419	54,941,419
Add: Transfer during the year	14,000,000	16,000,000
	84,941,419	70,941,419
Capital Reserve (On Consolidation)	2,683,272	2,683,272
	87,624,691	73,624,691
Balance in Profit & Loss Account	10,139,595	8,588,282
TOTAL	97,764,286	82,212,973
SCHEDULE '3'-SECURED LOANS		
Bank Overdraft Against Fixed Deposit	15,512,959	6,777
	15,512,959	6,777

SCHEDULE '4'-FIXED ASSETS

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	AS AT 01.04.2010	ADDITION	DEDUCTION	AS AT 31.03.2011	UPTD 01.04.2010	FOR THE YEAR	WRITTEN BACK	UPTD 31.03.2011	AS AT 31.03.2011	AS AT 31.03.2010
CAR	3,537,576	0	0	3,537,576	793,823	336,070	0	1,129,893	2,407,683	2,743,750
COMPUTER	18,759,630	2,198,692	131,436	20,826,886	10,982,308	3,225,826	84,795	14,123,203	6,703,683	7,777,320
FURNITURE	6,910,274	3,695,514	85,704	10,520,084	2,077,987	474,621	24,927	2,527,681	7,992,403	4,832,280
SCOOTER	239,816	0	0	239,816	131,539	22,783	0	154,322	85,494	108,270
AIR CONDITIONER	1,023,765	221,126	0	1,244,891	308,271	57,238	0	365,509	879,382	715,480
OFFICE EQUIPMENT	5,656,691	1,286,402	45,495	6,897,598	878,441	302,080	6,319	1,174,202	5,723,396	4,778,250
V-SAT	2,986,312	0	0	2,986,312	729,183	298,631	0	1,027,814	1,958,498	2,257,120
INTANGIBLE ASSET	16,553,389	504,137	0	17,057,526	11,735,466	2,704,939	0	14,440,405	2,617,121	4,817,920
MEMBERSHIP MCX	1,000,000	0	0	1,000,000	145,833	50,000	0	195,833	804,167	854,167
MEMBERSHIP NCDEX	500,000	0	0	500,000	114,583	25,000	0	139,583	360,417	385,417
BSE CARD	6,500,001	0	0	6,500,001	1,625,000	325,000	0	1,950,000	4,550,001	4,875,001
TOTAL	63,667,454	7,905,871	262,635	71,310,690	29,522,434	7,822,188	116,041	37,228,445	34,082,245	34,145,020
Previous Year	56,414,130	8,256,088	1,001,764	63,667,453	23,023,039	6,930,326	430,931	29,522,434	34,145,019	33,391,080

	As at 31.03.11 (Rs.)	As at 31.03.10 (Rs.)
SCHEDULE '5' : INVESTMENTS (LONG TERM)		
Investment in Shares (Quoted/Non Traded Shares)		
Rajratan Gustav Wolf Ltd. (25,000 Equity Shares of Rs. 10/- each)	5,882,302	4,657,283
Shricon Industries Ltd. (49,850 Equity Shares of Rs.10/- each)	2,742,469	2,742,469
Biocon Ltd. (1500 Equity Shares of Rs.5/-each)	489,310	371,569
Decolight Ceramics Ltd. (10000 Equity Shares of Rs.10/-each)	233,504	233,504
Gujrat NRE Coke Ltd. (5800 Equity Shares of Rs.10/-each)	245,163	245,163
Kriti Industries India Ltd. (48750 Equity Shares of Re.1/-each)	540,638	540,638
Lakshmi machine Works Ltd. (104 Equity Shares of Rs.10/-each)	173,550	173,550
Polyplex Corporation Ltd. (2994 Equity Shares of Rs.10/-each)	-	511,510
Reliance Communications Ltd. (3000 Equity Shares of Rs.5/-each)	1,248,247	1,248,247
State Trading Corporation of India Ltd. (400 Equity Shares of Rs.10/-each)	65,842	65,842
Vakrangee Softwares Ltd. (500 Equity Shares of Rs.10/-each)	-	99,450
Wire and Wireless India Ltd. (24,913 Equity Shares of Re.1/-each)	379,840	223,046
3INFOTECH (INV) (10,000 Equity Shares of Rs.10/-each)	630,851	-
GUJRAT NRE COKE (INV) (10,000 Equity Shares of Rs.10/-each)	590,296	-
RNRL (INV) (20,000 Equity Shares of Rs.5/-each)	917,235	-
TATA TELE MAHARASTRA(INV) (50,000 Equity Shares of Rs.10/-each)	1,160,499	-
(b) CONS		
Axis Equity Fund (50000 Units of Rs. 10/- each)	500,000	500,000
(c) Investment in Shares (Unquoted/Traded Shares)		
Bombay Stock Exchange Ltd. (55874 Equity Shares of Rs.1/- each)	4,298	4,298
TOTAL	15,784,042	11,616,567



	As at 31.03.11 (Rs.)	As at 31.03.10 (Rs.)
SCHEDULE '6' : CURRENT ASSETS, LOANS & ADVANCES		
(a) Stock in Trade : (At cost)	14,289,490	15,164,500
(b) Cash & Bank Balance		
Cash in Hand	554,956	692,660
Balance with Scheduled Banks :		
In Current Account	7,405,307	9,515,850
In Dividend Bank Account		
BANK OF RAJ (Unclaimed dividend 04-05)	25,000	25,000
ICICI BANK DIV (Unclaimed dividend 05-06)	137,820	162,190
HDFC BANK 9697 (Unclaimed dividend 06-07)	180,058	184,150
HDFC BANK (Unclaimed dividend 07-08)	151,369	158,460
AXIS BANK (Unclaimed dividend 08-09)	98,856	115,350
IDBI BANK(Unclaimed dividend 04-05)	125,914	127,714
IDBI BANK 0596 (Unclaimed dividend)	71,499	-
	8,750,779	10,979,415
In Fixed Deposit Account	79,225,000	38,937,500
	87,975,779	49,916,915
(c) Sundry Debtors		
(Unsecured - Considered Good)		
Debts outstanding over Six Month	17,142,392	13,737,615
Other	309,787,337	311,176,754
	326,929,729	324,914,369
(d) Loans, Advances & Deposits (Unsecured, Considered Good)		
NSCCL (NSE Clearing House Deposit)	1,500,000	1,500,000
National Stock Exchange of India Ltd. (Deposits)	12,000,000	12,000,000
Advances recoverable in cash or in kind for value to be received	18,132,635	22,686,021
Other Deposits	11,019,089	8,258,885
	42,651,724	44,445,906
(e) Other Current Assets	6,334,720	15,059,995
Total (a+b+c+d+e)	478,181,442	449,501,714

	As at 31.03.11 (Rs.)	As at 31.03.10 (Rs.)
SCHEDULE '7' : CURRENT LIABILITIES & PROVISIONS		
Current Liabilities		
Sundry Creditors & Other Liabilities	311,385,934	338,287,000
Deposits Received	31,258,718	20,081,632
Expenses Payable	5,762,140	5,061,477
Bank credit balance due to cheque overdrawn	20,537,525	-
Unclaimed Dividend (04-05)	150,914	152,714
Unclaimed Dividend (05-06)	137,820	162,195
Unclaimed Dividend (06-07)	179,851	183,951
Unclaimed Dividend (07-08)	151,369	156,469
Unclaimed Dividend (08-09)	98,856	115,356
Unclaimed Dividend (09-10)	71,499	-
	<u>369,734,627</u>	<u>364,200,794</u>
Provision		
Income Tax	7,844,444	11,242,127
Wealth Tax	-	-
Liability for Leave Encashment	-	-
Liability for Gratuity Expenses	16,573	59,356
Dividend Payable	2,959,700	2,959,700
Dividend Tax Payable	491,606	503,001
	<u>11,312,323</u>	<u>14,764,184</u>
TOTAL (a+b)	<u><u>381,046,950</u></u>	<u><u>378,964,978</u></u>



SWASTIKA INVESTMART LIMITED
DP Of Central Depository Services (I) Ltd.
48, JAORA COMPOUND, MYH ROAD,
INDORE, MADHYA PRADESH-452001
Phone-0731-3049130 Fax-0731-4043100-500 Email-sfl_compliance@yahoo.co.in;
sfl_dp@yahoo.com;sfl_mahendra@yahoo.co.in

DP ID : 12043700 Client ID : 00086483
A/C Opening Date : 13-MAR-2008 A/C Category : Regular BO
Account Status : Active Purchase Waiver : Y
BO Status : Individual BO Sub Status : Individual-Resident
DP Int Ref : 58113 A/C Cl./ Susp. Date :
CM - ID :
First Holder Name : Parth Nyati
Second Holder Name :
Third Holder Name :
Correspondence Address Permanent Address
22/16 201,Royal Arch,
Race course road 5-6,South Tukoganj
Opp. Rani sati gate Indore, 452001, MP
India India
Telephone No : 0731-4041500 Telephone No : 0731-4041500
Fax Number : Fax Number :
Email ID :
PAN-1st/2nd/3rd : AGCPN6255G
Holder / Guardian
Bank Name : STATE BANK OF INDIA - MAIN BRANCH, INDORE
Bank Address : MAIN BRANCH
Bank A/C Type/ No. : Savings Bank Account / 20014219360
Bank Code (MICR) : 452002002 IFS Code : SBIN0000387
ECS /Mandate : Yes
Tax Deduction Status: RESIDENT INDIVIDUAL
SEBI Reg. No :
RBI Reg. No : RBI Approval Date :
POA ID : 2685
POA Name : SWASTIKA INVESTMART LTD.
Nominee Name : Sunil Nyati
Nominee Address : 201,Royal Arch, 5-6,South Tukoganj
Indore MP India 452001

For SWASTIKA INVESTMART LIMITED

Authorised Signatory

Date And Time Of Report Generation : Tue Aug 30 13:23:44 2011

	As at 31.03.11 (Rs.)	As at 31.03.10 (Rs.)
SCHEDULE '8' : INCOME FROM OPERATIONS		
PROFIT FROM SECURITIES TRADING		
Sales	88,849,306	53,654,637
Add: Closing Stock	14,289,490	15,164,529
	<u>103,138,796</u>	<u>68,819,166</u>
Less: Opening Stock	15,164,529	3,397,013
Purchases	91,093,212	62,698,317
	<u>(3,118,945)</u>	<u>2,723,836</u>
INCOME FROM SHARE BROKING BUSINESS		
Brokerage Receipts	136,065,398	135,510,383
Turnover Charges	14,886,330	14,121,842
	<u>147,832,782</u>	<u>152,356,061</u>
OTHERS		
Demat and Depository Charges	5,096,310	4,796,454
Consultancy fees	-	3,000,000
	<u>152,929,092</u>	<u>160,152,515</u>
SCHEDULE '9' : OTHER INCOME		
Dividend Income	550,992	516,586
Interest on Fixed Deposits & Others	7,059,012	6,539,012
Long Term Capital Gain/(Loss)	2,010,696	-
Trade Profit by Operator	32,166	-
Excess Provision Written Back	210,000	-
Ho Administrative Charges	13,617	-
Excess Provision (Income Tax) Reversed	252,513	-
I.D. Charges Received (Cus Advisory)	192,900	162,546
Miscellaneous income	15,011,677	9,035,982
Customised Advisory Charges	145,532	180,915
Contract Handling Charges	264,223	258,413
Short Term Capital Gain	3,306,453	1,306,822
	<u>29,049,780</u>	<u>18,000,275</u>

	As at 31.03.11 (Rs.)	As at 31.03.10 (Rs.)
SCHEDULE '10' : ESTABLISHMENT, ADMINISTRATIVE AND OTHER EXPENSES		
Direct Expenses		
Advertisement Expenses	62,291,358	63,699,282
Admission Fees (ICEX)	604,258	595,133
Auditor's Remuneration	-	250,000
Audit Expenses	227,690	430,330
Bank Charges	24,961	3,000
Brokerage, Commission & Incentives	761,456	599,226
Business and Sales Promotion Expenses	223,510	186,427
Business Convention Expenses	495,945	1,660,645
Conveyance Exp.	-	57,314
Commodity Trading	170,239	134,908
Demat Charges	-	89,419
Commission	1,948,803	2,237,352
Depository Expenses	900,000	-
Directors Fees & Travelling Exp	1,112,538	1,208,643
Donation	6,290,900	5,317,334
Diwali Expenses	10,100	38,000
Dr./Cr. Balance Written off	155,623	119,809
Gratuity Expenses	232,606	5,692,099
Insurance Charges	16,573	59,356
Internet Based Trading Processing Fees	435,515	420,101
Inspection Fees	-	50,000
Legal & Professional Charges	-	17,030
Loss on Wrongly Executed Trades	2,608,848	2,382,144
Loss on Sale of Fixed Assets	-	37,362
Loss by Theft	11,238	266,733
Long Term Capital Loss	15,020	-
Loss on F&O Share Trading	-	41,004
Membership Fees & Subscription	3,478,214	1,133,061
NSDL Application Fees	283,950	305,250
Other General Expenses	-	30,000
Postage Telegram & Telephone Expenses	2,142,583	1,844,745
Printing & Stationary	4,764,951	4,125,384
Professional Tax	1,116,251	924,621
Processing Fees	2,500	-
Rates and Taxes	-	3,500
Rent	307,375	53,627
Repairs, Maintenance and Software Maintenance	6,995,519	5,184,440
Registration Fee	2,634,444	2,356,589
Salaries & Bonus	592,622	291,666
SEBI Fees	35,904,983	29,688,868
Staff Welfare Expenses	304,905	457,721
Travelling Expenses (others)	722,062	534,667
V-SAT Expenses	729,943	204,079
Vehicle Running Expenses	890,509	1,438,802
Water and Electricity Expenses	173,438	97,410
	2,217,742	1,835,460
	141,798,970	136,102,540

SCHEDULE - 11 SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS**A. SIGNIFICANT ACCOUNTING POLICIES****1. a) BASIS OF PREPARATION OF FINANCIAL STATEMENTS :**

The Company maintains its accounts on accrual basis following the historical cost convention in accordance with Generally Accepted Accounting Principles (GAAP) and in compliance with the Accounting Standard referred to in section 211(3C) and other requirements of the Companies Act, 1956.

b) USE OF ESTIMATES:

The Preparation of Financial Statements in conformity with Generally Accepted Accounting Principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Difference between actual results and estimates are recognized in the period in which the results are known.

2. EMPLOYEE BENEFITS:

a) Short term employee benefits are recognized as an expense at the undiscounted amount in the Profit and Loss Account of the year in which the related service is rendered.

b) The present value of the obligation under defined benefit plans is determined based on an actuarial valuation using the Projected Unit Credit Method. Actuarial gains and losses arising on such valuation are recognized immediately in the Profit and Loss Account.

c) Long term compensated absences are provided on the basis on an actuarial valuation.

d) Termination benefits are recognized as an expense in the Profit and Loss Account of the year in which they are incurred.

3. PROVISION FOR CONTINGENT LIABILITIES AND CONTINGENT ASSETS:

Provision involving a substantial degree of estimation in measurement is recognized when there is a present obligation as a result of past events and is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the Financial Statements. Contingent Assets are neither recognized nor disclosed in the financial statements.

4. REVENUE RECOGNITION

a) Brokerage of secondary market is recognized at the end of each settlement period when bills are raised on clients.

b) Income from Depository operations is accounted on accrual basis net of discount.

c) Equity Index / Stock Future

- Equity Index / Stock Futures are marked to market on a daily basis. Debit or Credit balance disclosed under Loans and Advances or Current Liabilities, respectively, in the Mark to Market Margin Equity Index / Stock Futures Account, represents the net amount paid or received on the basis of movement in the process of Index / Stock futures till the Balance Sheet date.
- As on the Balance Sheet, Profit / Loss on open position in Equity Index / Stock Futures is accounted as follows:
 - Credit balance in the Mark-to-Market Margin Equity Index/ Stock Futures Account, being the anticipated Profit, is ignored and no Credit for the same is taken in the Profit and Loss Account.
 - Debit balance in the Mark-to-Market Margin Equity Index/ Stock Futures Account, being the anticipated loss, is provided in the Profit and Loss Account.
- On final settlement or squaring up of contracts for Equity Index/ Stock Futures, the Profit or Loss is calculated as the difference between the settlement / squaring up price and the contract price. Accordingly, debit or credit balance pertaining to the settled /squared - up contract in Mark to Market Margin - Equity Index/ Stock Futures Account after adjustment of the provision for anticipated losses is recognized in the



Profit and Loss Account. When more than one contract in respect of the relevant series of Equity Index/ Stock Futures contract to which the squared up contract pertains is outstanding at the time of the squaring up of the contract, the contract price of the contract so squared up is determined using the weighted average cost method for calculating the Profit / Loss on Squaring up.

d) **Option Contracts**

At the time of final settlement Premium paid/ received is recognized as an expense/ income on exercise of Option. Further, difference between the final settlement price as on the exercise/ expiry date and the strike price is recognized as Income / Loss.

At the time of squaring off difference between the premium paid and received on squared off transaction is treated as Profit or Loss.

e) Interest income is recognized on a time proportion basis.

f) Dividend income is recognized only when the right to receive is established.

g) Brokerage income is recognized on trade date basis and is exclusive of Service Tax and Securities Transaction Tax (STT) wherever applicable.

h) Advisory fees and other income are accounted on accrual basis, net of Service Tax.

5. **FIXED ASSETS**

Fixed assets are stated at cost including all expenses attributable to such acquisition and installation less accumulated depreciation.

Depreciation

a) Depreciation is provided under the straight-line method at the rates specified in Schedule XIV of the Companies Act 1956. In cases where the useful lives are estimated to be lower than those considered in determining the rates specified in that Schedule, depreciation is provided under the straight-line method over the useful life of the assets.

b) BSE Membership card is amortized on straight line basis over a period of 20 years starting from 2005-06.

c) Other Intangible Assets are amortized on straight line basis over a period of 4 years from the date of purchase.

6. **INVESTMENTS**

Investments are stated at cost of acquisition since they are long term in nature. Provision for diminution if any, in the value of each long term investment is made to recognize a decline, other than of a temporary nature.

7. **STOCK-IN-TRADE**

Stock -in- trade of shares & securities are valued at lower of the cost or market value.

8. **MISCELLANEOUS EXPENDITURE**

Miscellaneous expenditure comprising expenses related to increase in Authorised Share Capital are amortized over a period of five years.

9. **TAXES ON INCOME**

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

b) Deferred Tax is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable income & accounting income that originate in one period and are capable of reversal in one or more subsequent period.

c) Deferred Tax Assets are recognized and carried forward only to the extent that there is a reasonable certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized.



10. IMPAIRMENT OF ASSETS

At each Balance Sheet date, the management reviews the carrying amount of all the assets to determine whether there is any indication that those assets were impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss. And the impairment loss if any, is debited to the Profit and Loss Account.

B. NOTES ON ACCOUNTS

1. The Consolidated Financial Statements(CFS) are prepared by the company in accordance with the requirements of Accounting Standard (AS) 21, 'Consolidated Financial Statements', issued by the Institute of Chartered Accountants of India (ICAI). The CFS comprises the financial statements of Swastika Investmart Ltd. and its wholly owned subsidiaries, Swastika Commodities Private Limited, Swastika Insurance Services Limited & Swastika Finance Mart Private Limited.

2. a) Contingent liabilities for Bank Guarantee issued in favour of NSE / BSE is Rs. 300 Lacs. (Previous year was Rs. 300 Lacs)
b) Demand in respect of Income Tax Matter for which appeal is pending Rs. 50,66,945/-
3. Detail regarding deduction of tax at source for income received during the Financial Year 2010-11.

Particulars	31.3.2011	31.3.2010
Branch Operational Income	3,44,136/-	1,70,171/-
Interest Income	5,39,378/-	10,98,531/-
TOTAL	8,83,514/-	12,68,702/-

4. In the opinion of Management the current assets, loans and advances have a value on realization in the ordinary course of the business at least equal to the amount at which they are stated and provisions for all known liabilities have been made. Balance of Sundry Debtors and Sundry Creditors are subject to confirmations.

5. Statutory auditor's remuneration :

Particulars	31.3.2011	31.3.2010
Statutory audit	1,25,000	1,80,000/-
Tax audit	25,000	35,000/-
Certification Fees	15,000	75,000/-
Other Services	10,000	25,000/-
TOTAL	1,75,000/-	3,15,000/-

6. Market value of shares shown as stock in trade is Rs. 15,183,106/- (Previous year Rs. 1,51,64,529/-).

7. Particulars in respect of share traded:

Description	Units	31.03.2011		31.03.2010	
		Quantity	Value	Quantity	Value
Opening Stock	Nos.	2,03,227	15,16,45,29/-	67,816	33,97,013/-
Purchases	Nos.	8,51,231	9,10,93,212/-	4,14,523	6,22,37,289/-
Sales	Nos.	8,07,351	8,88,49,306/-	2,52,290	5,31,64,637/-
Closing Stock	Nos.	2,47,107	1,42,89,490/-	2,03,227	15,16,45,29/-



Disclosure of Related Parties/ Related Party transaction:

A. List of Related Parties (where transactions have taken place)

S.No.	Name of Related Party	Nature of Relationship
1.	Key Management Personnel/individuals having control or significant influence. a) Mr. Sunil Nyati b) Mr. Anil Nyati c) Mr. S.N. Maheshwari d) Mr. Vinod Gupta e) Mrs. Anita Nyati f) Mr. C.R. Doshi g) Mr. Tarun Kumar Baldua h) Ramanlal Bhutda	Managing Director Non Executive Director Director Director Executive Director Director Director Director
2.	Relatives of Key Management Personnel / individuals having control or significant influence. a) Mr. Parth Nyati b) Mrs. Sita Nyati c) Mr. Chandmal Nyati d) Mr. Vandit Nyati e) Mrs. Vandana Nyati f) Mrs. Krishna Prabha Maheshwari g) Mr. Manish Maheshwari h) Mrs. Raksha Maheshwari i) Mrs. Manjubala Baheti j) Mrs. Rekha Gupta k) Mrs. Shashi Baldua	} Relatives of Managing Director } Relatives of Executive Director } Relatives of Director
3.	Enterprises owned/controlled by key managerial personnel or individuals having control or significant influence. a) Sunil Nyati H.U.F. b) Anil Nyati H.U.F. c) Vinod Rekha & Company d) Vinod Kumar Gupta & Sons HUF e) Tarun Kumar Baldua(HUF) f) ENAR Collections	H.U.F. of Managing Director H.U.F. of Executive Director Firm of Director Firm of Director Firm of Director Firm of Director
4.	Subsidiary Swastika Commodities Pvt. Ltd. Swastika Insurance Services Limited Swastika Fin-Mart Private Limited	} Subsidiary



B. Transactions with Related Parties:

(Figures in Rupees)

S. No.	Particulars	Key Management Personnel/ Individuals having control or significant influence.	Relatives of Key Management Personnel / Individuals having control or significant influence.	Subsidiary	Enterprises owned/controlled by key managerial personnel or individuals having control or significant influence.	Total
1.	Expenditure					
	Salaries and Other benefits	57,95,280/- (48,28,080/-)	- (-)	- (-)	- (-)	57,95,280/- (48,28,080/-)
	Office Rent	- (-)	- (-)	- (-)	2,70,000/- (1,80,000/-)	2,70,000/- (1,80,000/-)
	Professional Fees	- (-)	- (-)	- (-)	14,742/- (19,656/-)	14,742/- (19,656/-)
	Enar Collection	- (-)	- (-)	- (-)	2,98,379 (-)	2,98,379 (-)
2.	Income					
	Brokerage Received	14,766/- (3,690/-)	21,873/- (1,83,302/-)	- (-)	227/- (705/-)	36,866/- (1,87,697/-)
3.	Expenses Recovered	- (-)	- (-)	1,45,00,000/- (76,00,000/-)	- (-)	1,45,00,000/- (76,00,000/-)
4.	Expenses Incurred	- (-)	- (-)	(-) (14,00,000/-)	- (-)	(-) (14,00,000/-)
5.	Loans Taken	- (-)	- (-)	2,85,93,384/- (1,99,78,344/-)	- (-)	2,85,93,384/- (1,99,78,344/-)
6.	Loans Given	- (-)	- (-)	8,17,64,110/- (2,18,60,215/-)	- (-)	8,17,64,110/- (2,18,60,215/-)
7.	Outstandings:					
	Loans & Advances	- (-)	- (-)	- (-)	- (-)	- (-)
	Creditors	21,488/- (7,265/-)	3,23,205/- (9,802/-)	- (-)	- (-)	17,067/- (17,067/-)
	Investments	- (-)	- (-)	2,65,73,000/- (55,73,000/-)	- (-)	2,65,73,000/- (55,73,000/-)

Note : Figures in brackets represent previous year balances.

C. Related Parties are identified by the management and relied upon by the Auditors.

D. No Balances in respect of Related Parties have been written off.

9. Remuneration Paid to the Directors of the Company:

The remuneration of the promoter directors and other directors are decided on the recommendation of the Remuneration Committee and approved by the Board of Directors and Shareholders. Any change in remuneration is also effected in the same manner and / or in line with the applicable statutory approvals.

The remuneration package of the Directors comprises of salary, perquisites and allowances, contribution to provident fund and superannuation fund and commission.

The details are summarized below:

Particulars		Year ended 31st March 2011 (Rupees)	Year ended 31st March 2010 (Rupees)
Salary	A	57,75,000/-	48,00,000/-
Contribution to PF	B	20,280/-	28,080/-
TOTAL	A+B	57,95,280/-	48,28,080/-

10. a) Fixed Deposits lodged with Exchanges towards security deposit/base minimum capital/additional base capital.

Particulars	As at 31.03.2011 Rs.	As at 31.03.2010 Rs.
Bombay Stock Exchange Ltd. Cash Segment	1,25,000/-	1,25,000/-
TOTAL	1,25,000/-	1,25,000/-

b) Securities received from clients as collateral for margins are held by the Company in its own name in a fiduciary capacity and / or lodged with the exchanges towards additional base capital / exposure and / or pledged to bank against overdraft facility.

11. The company in compliance with Accounting Standards (AS) 15- "Employee Benefits" has, for the third time, provided for long term compensated absences.

An amount of Rs .16,573/- as contribution towards defined contribution plans is recognized as expenses in the Profit & Loss Account.

Assumptions	Total
Discount Rate Previous Year	8.00%
Salary Escalation Previous year	7.00%
Discount Rate Current Year	8.00%
Salary Escalation Current year	7.00%
Amount Recognised in the Balance Sheet	
Present value of obligations as at the end of the year	20,06,726
Fair Value of Plan Assets at the end of the year	12,11,114
Difference	7,95,612
Amount Recognised in the Balance Sheet	16,573

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Difference	7,95,612
Amount Recognised in the Balance Sheet	16,573

12. There are no amounts payable to any micro, small and medium (SMEs) scale industrial undertaking as identified the management from the information available with the company and relied upon by the Auditors.
13. Other Income includes Rs. 1.45 crore (in the name of "OTHER OPERATIONAL INCOME") which represent reimbursement of various expenses like Advertisement, Salary and Rent from one of the Subsidiary Companies Swastika Commodities Pvt. Ltd. On such reimbursement amount, the Company has collected Service Tax and paid to the credit Central Government.
14. Fixed Deposits with Banks of Rs. 1,75,00,000/- (P.Y. Rs. 1,65,00,000/-) have been pledged with Banks against Overdraft (Rs 1,57,50,000/-) and Bank Guarantee (1,50,00,000/-) facilities.

15. Earnings per Share as per (Accounting Standard - 20)	2010-11	2009-10
Earnings per share have been computed as under:		
Profit attributable to equity shareholders (A)	Rs. 1,90,02,619/-	2,31,15,994
Average number of equity shares outstanding (B)	29,59,700	29,59,700
Basic / Diluted earnings per share (A/B)	Rs. 6.42	7.29

16. Deferred Tax Liability / (Assets) as per Accounting Standard-22.

Description	Deferred Tax Liability/ (Assets) As at 1.4.2010	Current year Charge Liability/ (Assets)	Deferred Liability /Tax (Assets) As at 31.3.2011
Depreciation Differences (Liability)	46,52,851	(4,47,757)	42,05,094
Exp. Disallowed u/s 40 (a) (Assets)	(20,175)	-	(20,175)
TOTAL	46,32,676	(4,47,757)	41,84,919

17. In the opinion of the management, fixed assets is not found to be impaired and therefore, no provision for impairment loss is made for the year.
18. Previous year figures have been reclassified wherever necessary to confirm to the Classification for the year.

As per our report of even date
FOR R.S. BANSAL & COMPANY
Chartered Accountants
FRN : 000939C

For and on behalf of the Board of Directors

VIJAY BANSAL
(Partner)
Membership No: 75344

Sunil Nyati
(Managing Director)

Anita Nyati
(Director)

Place: Indore
Date: 30.05.2011



**BALANCE SHEET ABSTRACT & COMPANY'S GENERAL BUSINESS PROFILE AS PER THE
PART (V) OF SCHEDULE VI TO THE COMPANIES ACT, 1956****Registration Details**Registration No.

					6	7	0	5	2
--	--	--	--	--	---	---	---	---	---

 State Code :

								1	1
--	--	--	--	--	--	--	--	---	---

Balance Sheet Date :

3	1			0	3			2	0	1	1
---	---	--	--	---	---	--	--	---	---	---	---

--	--	--	--	--	--	--	--	--	--	--	--

Capital raised during the year (Amount in Rupees Thousand)Public Issue

										N	I	L
--	--	--	--	--	--	--	--	--	--	---	---	---

 Right Issue

												N	I	L
--	--	--	--	--	--	--	--	--	--	--	--	---	---	---

Bonus Issue

												N	I	L
--	--	--	--	--	--	--	--	--	--	--	--	---	---	---

 Private Placement

												N	I	L
--	--	--	--	--	--	--	--	--	--	--	--	---	---	---

Position of Mobilisation and Deployment of Fund (Amount in Rupees Thousand)TOTAL LIABILITIES

					1	4	7	2	8	8
--	--	--	--	--	---	---	---	---	---	---

 TOTAL ASSETS

					1	4	7	2	8	8
--	--	--	--	--	---	---	---	---	---	---

Source of FundsPaid-up Capital

						2	9	5	9	7
--	--	--	--	--	--	---	---	---	---	---

Share Application

										N	I	L
--	--	--	--	--	--	--	--	--	--	---	---	---

Secured Loans

						1	5	5	1	3
--	--	--	--	--	--	---	---	---	---	---

Reserves and Surplus

						9	7	7	6	4
--	--	--	--	--	--	---	---	---	---	---

Unsecured Loans

										N	I	L
--	--	--	--	--	--	--	--	--	--	---	---	---

Application of fundsNet fixed assets

						3	4	0	8	2
--	--	--	--	--	--	---	---	---	---	---

Net current assets

						9	7	1	3	5
--	--	--	--	--	--	---	---	---	---	---

Accumulated losses

										N	I	L
--	--	--	--	--	--	--	--	--	--	---	---	---

Investments

						1	5	7	8	4
--	--	--	--	--	--	---	---	---	---	---

Misc. Expenditure

								2	8	7
--	--	--	--	--	--	--	--	---	---	---

Performance of Company (Amount in Rupees Thousand)Turnover

						1	8	2	0	2	9
--	--	--	--	--	--	---	---	---	---	---	---

Profit / (Loss) before tax

						2	6	3	9	9
--	--	--	--	--	--	---	---	---	---	---

Earning per Share
(Annualised) Rs.

						6		4	2
--	--	--	--	--	--	---	--	---	---

Total Expenditure

						1	5	5	6	3	0
--	--	--	--	--	--	---	---	---	---	---	---

Profit/(Loss) after tax

						1	9	0	0	3
--	--	--	--	--	--	---	---	---	---	---

Dividend Rate %

									1	0
--	--	--	--	--	--	--	--	--	---	---

Generic Names of Three Principal Products/Services of Company

(as per monetary terms)

Item Code No.

N	O	T		A	P	P	L	I	C	A	B	L	E
---	---	---	--	---	---	---	---	---	---	---	---	---	---

Product Description Stock Broking and Advisory Services etc

As per our report of even date
FOR R.S. BANSAL & COMPANY
Chartered Accountants
FRN : 000939CVijay Bansal
(Partner)
Membership No: 75344Place : Indore
Date : 30.05.2011

For and on behalf of the Board of Directors

Sunil Nyati
(Managing Director)Anita Nyati
(Director)

CONSOLIDATED CASH FLOW STATEMENT

	For the year ended 31.3.2011 Rp	For the year ended 31.3.2010 Rp
A CASH FLOW FROM OPERATING ACTIVITIES	26,399,306	34,779,080
Adjustments for :		
Extraordinary Items		
Loss by Theft	15,020	
Excess Income Tax Provision Written Back	(252,513)	
Excess VSAT Provision Written Back	(210,000)	
Net Profit before Tax and Extra Ordinary items	25,951,813	34,779,080
Adjustments to reconcile Net Profit before Tax to cash provided by Operating activities		
Depreciation	7,822,188	6,930,326
(Profit) / Loss on sale of Investments	(5,317,149)	(1,265,818)
(Profit) / Loss on sale of Fixed Assets	11,238	266,733
Dividend income	(550,992)	(516,585)
Interest Income	(4,567,031)	(6,530,031)
Interest Expenses	5,865,687	319,843
Miscellaneous Expenses Written Off	92,721	21,000
Operating profit before Working Capital Changes	29,308,475	34,004,548
Adjustments for :		
Trade and other receivables	6,818,628	(123,940,174)
Inventories	875,038	(11,767,516)
Trade and other payables	2,081,970	126,402,666
Advances recoverable in cash or in kind	1,885,470	(5,735,277)
Cash Generated from Operations	40,769,581	18,964,247
Direct Taxes Paid	(7,844,444)	(3,290,219)
Cash Flow before Extra -ordinary Items	32,925,137	15,674,028
Extra-ordinary items:	462,513	(358,605)
Net Cash Flow from Operating Activities (A)	33,387,650	16,032,633
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(7,905,871)	(8,255,088)
Sale of Fixed Assets	131,594	1,001,764
Purchase of Investments (Shares and Securities)	(18,706,807)	(5,264,640)
Purchase of Investments (Fixed Deposit)	(40,287,500)	(18,062,500)
Sales of Investments	19,856,481	432,991
Purchase of Investments(Mutual Funds)	-	(500,000)
Sale of Investments(Mutual Funds)	-	-
Loans	-	-
Dividend Received	550,992	516,585
Interest Received	4,567,031	6,530,031
Net Cash flow from Investing Activities (B)	(41,794,081)	(23,600,857)

		For the year ended 31.3.2011 Rs	For the year ended 31.3.2010 Rs
CASH FLOW FROM FINANCING ACTIVITIES			
Share issue Proceeds		-	600,000
Interest Paid		(5,865,687)	(319,843)
Secured loan		15,506,182	6,777
Unpaid allotment Money received		-	146,000
Dividend & Dividend Tax Paid		(3,462,701)	(3,428,538)
Net Cash Flow from Financing Activities	(C)	6,177,794	(2,995,604)
Net Increase in Cash & Cash Equivalents	(A+B+C)	(2,228,836)	(10,563,828)
Cash & Cash Equivalents (Opening)		10,979,415	21,543,243
Cash & Cash Equivalents (Closing)		8,750,779	10,979,415

NOTES : Previous year figures have been regrouped / rearranged wherever necessary

For our report of even date
R.S. BANSAL & COMPANY
Chartered Accountants
No: 000939C

Sunil Bansal
(Partner)
Membership No: 75344

Office : Indore
Date : 30.05.2011

For and on behalf of the Board of Directors

Sunil Nyati
(Managing Director)

Anita Nyati
(Director)

Notice to the Shareholders

NOTICE is hereby given that the Nineteenth Annual General Meeting of **SWASTIKA INVESTMART LIMITED** will be held on Monday, 12th September, 2011 at 2.00 p.m., at the Registered Office of the Company, 1st Floor, Bandukwala Building, British Hotel Lane Fort, Mumbai-400 001, to transact the following business:

ORDINARY BUSINESS

1. To consider and adopt the Audited Balance Sheet as at 31st March 2011 and the Profit & Loss Account of the company for the year ended on the same date and the Reports of the Board of Directors and Auditors thereon.
2. To declare a dividend on equity shares of the Company.
3. To appoint a director in place of Mrs Anita Nyati, who retires by rotation and being eligible, offers herself for re-appointment.
4. To appoint a director in place of Mr. S.N. Maheshwari, who retires by rotation and being eligible, offers himself for re-appointment.
5. To appoint a director in place of Mr. Raman Lal Bhutda, who retires by rotation and being eligible, offers himself for re-appointment.
6. To appoint Auditors and to fix their remuneration

By order of the Board of Directors
For Swastika Investmart Limited

Date : 11th August, 2011
Reg Off. 1st Floor Bandukwala
Building Hotel Lane Fort,
Mumbai 400001

Sunil Nyati
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 SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXIES IN ORDER TO BE VALID, THE PROXY FORMS MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.**
2. The Register of Members and the Transfer Books of the Company will remain closed from Wednesday, 7th September, 2011 to Monday, 12th September, 2011 (both days inclusive) for the purpose of payment of dividend to those members whose name stand on the Register of Members as on 6th September, 2011. The Dividend in respect of equity shares held in electronic form will be payable to the beneficial owner of the equity shares as at the end of business hours on 6th September, 2011, as per the details furnished by the depositories for this purpose.
3. Members are requested to send their queries, if any, at least 7 days in advance so that the information can be made available at the meeting and members are requested to bring their copy of the Annual Report to the meeting as annual report will not be distributed at the Annual General Meeting.
4. Pursuant to Section 109A of the Companies Act, 1956, shareholders are entitled to make nomination in respect of shares held by them in physical form. Shareholders desirous of making nominations are requested to fill and send form 2B (Copy of which will be made available on request).
5. In all correspondence with the Company, members are requested to quote their Account / Folio numbers and in case their shares are held in dematerialized form, they must quote their client ID number and their DP ID number.
6. Under the Companies Act, 1956 dividends that are unclaimed for a period of seven years are required to be transferred to the Investor Education and Protection Fund (IEPF) administered by the Central Government.



- Members, who have not encash the dividend warrant, are requested to make their claim to Swastika Investmart Limited. It may be noted that once the amount in the unpaid dividend account are transferred to IEPF or the Company in respect thereof and the Members would lose their right to claim such dividend.
7. The Company has designated an exclusive email ID secretarial@swastika.co.in in which would enable the members to post their grievances and monitor its redressed. Any member having any grievance may post the same to the said Email address for its quick redressal.
 8. Members who wish to dematerialize the shares or seek any information regarding transfer of shares are requested to contact the Company Registrar and Share Transfer Agent.
 9. Members attending the meeting are requested to bring with them the Attendance slip attached to the Annual Report duly filled in and signed and handover the same at the entrance of the hall.
 10. The Ministry of Corporate Affairs ('MCA') has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliance by companies and has issued Circular No. 17/2011 dated April 21, 2011 and 18/2011 dated April 29, 2011. The Company proposes to send the documents to its Members like notices, annual report, etc. in electronic form. Members are requested to provide their email ID to the depositories who are holding their shares in demat form and the members who are holding their shares in physical form may send the duly filed form to our Registrar Ankit Consultancy Private Limited, 60, Electronics Complex, Pardeshipura, Indore-452010 M.P. for sending the document in electronic form. The form is enclosed with Annual Report.
 11. Details under clause 49 of the Listing Agreement with the Stock Exchange in respect of Directors seeking re-appointment at the Annual General Meeting is annexed herewith.

**Details of the Directors seeking re-appointment at the forthcoming
Annual General Meeting as per Clause 49(1) (A) of the Listing Agreement.**

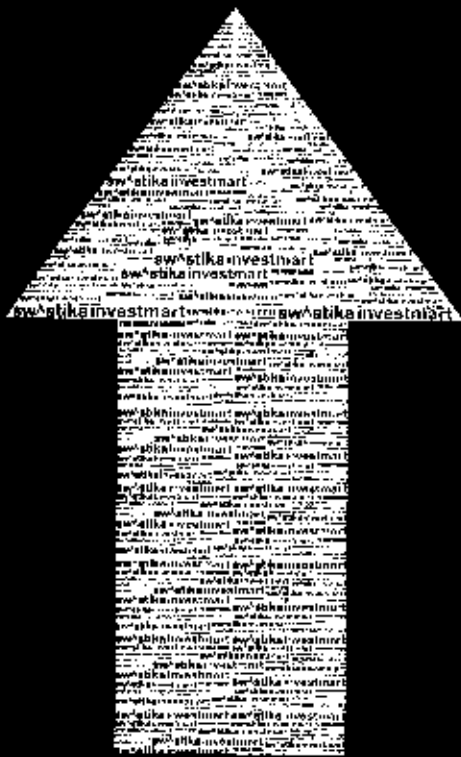
Particulars	Mrs Anita Nyati	Mr. S.N. Maheshwari	Mr. Raman Lal Bhutda
Date of Birth	07/12/1965	23/02/1938	13/12/1948
Date of Appointment	20/08/2008	03/06/1992	13/10/2007
Qualification	B.Com	B.Com	BE, MBA
Expertise in specific functional area	Accounts and Administration	Administration	Techno Commercial activities
Directorship held in other Companies	N.A	N.A	N.A
Number of shares held in the Company	298000	44900	Nil

**By order of the Board of Directors
For Swastika Investmart Limited**

Date : 11th August, 2011
Reg Off. 1st Floor Bandukwala
Building Hotel Lane Fort,
Mumbai 400001

Sunil Nyati
Managing Director





THE WEALTH MAKERS



'Award Distribution Ceremony for Staff & Trainees'



'Regular Training Program for Staff & Trainees'



'Distribution of Plants Under Social Responsibility'



'Welfare Activities for Disabled Children'

swastika investmart

THE WEALTH MAKERS

Corp. Off.: 48 Jaora Compound, Indore-01 ☎: 0731- 2705200, 3045000, 4043100, Fax : 3049216
Regd. Off.: 1st Floor, Bandukwala Building, British Hotel Lane, Fort, Mumbai-400001 ☎: 022-30271675-76-77

✉ info@swastika.co.in

www.swastika.co.in