

**GUJARAT  
INVESTA LIMITED**

**19th Annual Report**

**2010-2011**

# GUJARAT INVESTA LIMITED

## BOARD OF DIRECTORS

Sri Purushottam Agarwal  
Sri Anjani R. Agarwal  
Sri Krishnakant Goyal  
Sri Anandkumar Agarwal

## BANKERS

Union Bank of India

## AUDITORS

LUNIA & COMPANY,  
Chartered Accountants,  
B12, Harekrishna Complex,  
Opp: Apsara Cinema,  
Ahmedabad - 380 028

## REGISTERED OFFICE

3 & 4, Shivalik Plaza,  
Opp. Atira, Ambawadi,  
Ahmedabad - 380 015

## REGISTRARS AND TRANSFER AGENTS

Sharepro Services (India) Private Limited  
Regd. Office : 13AB, Samhita Warehousing Complex,  
2nd Floor, Saklnaka Telephone Exchange Lane,  
Off Andheri Kurla Road, Saklnaka Andheri East,  
Mumbai - 400 072

**ANNUAL REPORT AND ACCOUNTS 2010-2011**

**NOTICE TO MEMBERS**

NOTICE is hereby given that the 19th Annual General Meeting of the Members of GUJARAT INVESTA LIMITED will be held on Friday the 30th day of September 2011 at 10.30 A.M. at 3 & 4, Shivalik Plaza, Opp Atira, Ambawadi, Ahmedabad - 380 015 to transact the following business:

**ORDINARY BUSINESS**

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March, 2011 and the Profit and Loss Account for the year ended on that date and the report of Directors and Auditors thereon.
2. To appoint a director in place of Shri Anand Kumar Agarwal who retires by rotation and being eligible has offered himself for re-appointment.
3. To appoint Auditors and to authorise the Board of Directors to fix their remuneration.

By order of the Board

Chairman

**Registered Office:**

3 & 4, Shivalik Plaza,  
Opp Atira, Ambawadi,  
Ahmedabad - 15  
The 13th July, 2011

NOTES

- a) A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.

A Proxy form, duly completed and stamped, must reach the registered Office of the Company not less than 48 hours before the aforesaid meeting.

- b) Members desiring any information on the Accounts are requested to write to the Company at least one week before the meeting, so as to enable the Management to keep the information ready. Replies will be provided only at the meeting.
- c) Members are requested to notify the Company of any changes in their address (in full) with the postal area pin code number, quoting their folio numbers.
- d) Register of Members of the company will remain closed from Monday the 26th day of September, 2011 to Friday the 30th day of September 2011 both days including.

**DIRECTORS' REPORT TO THE SHAREHOLDERS**

The Directors have pleasure in submitting their 19th Annual Report and Accounts for the year ended 31st March 2011.

**FINANCIAL RESULTS**

	Year ended 31st March, 2011 (Rupees in Lacs)	Year ended 31st March, 2010 (Rupees in Lacs)
Sales & Operating Income	809.63	816.99
Operating Profit	13.46	6.31
Depreciation & Preliminary Exp.	1.67	3.20
Profit Before Tax	11.79	3.11
Provision for Taxes	3.60	1.40
Profit after Tax	8.19	1.71
Short/Excess provision for previous year	0.01	0.13
Balance Brought Down	121.02	119.18
Balance carried to Balance Sheet	129.23	121.02

**OPERATING PERFORMANCE**

The working of the company has resulted in a profit after tax of Rs. 8.19 Lacs compared to Rs. 1.71 Lacs of the previous year.

**DIVIDEND**

The directors do not recommend any dividend looking to the meager profit earned by the company.

**EMPLOYEES**

There were no employees drawing remuneration in excess of the limit prescribed under Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975.

**DIRECTORS**

Sri Anand Kumar Agarwal retires by rotation and being eligible has offered himself for re-appointment.

**AUDITORS**

Lunia & Company, Chartered Accountants, auditors of the Company will be retiring at the ensuing Annual General Meeting. Being eligible, they have offered themselves for reappointment.

**FIXED DEPOSITS**

The company has not accepted any fixed deposits from general public.

**DIRECTOR'S RESPONSIBILITY STATEMENT**

The Directors report:

- I. that in preparation of the annual accounts, the applicable accounting standards have been followed and that no material departures have been made from same.
- II. that the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at 31st March, 2011 year ended on that dated and of the profit of the company for that period;
- III. that they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- IV. that the Directors have prepared the annual accounts on a going concern basis.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNING & OUTGOINGS**

Information pursuant to Section 217 (1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 relating to the foregoing matters is given hereunder.

a) Conservation of energy	Nil
b) Technology absorption, research & development	Nil
c) Foreign Exchange earning & outgoings	Nil

Place : Ahmedabad  
Dated : the 13th July, 2011

For and on behalf of Board of Directors

(Chairman)

**REPORT ON CORPORATE GOVERNANCE:**

**1. Company's philosophy on Code of Governance**

The company follows the theme of changing in tune with times to continue the process without any major hurdle and attempts to cover all aspects of reporting in transparent and fair manner keeping the basic principles of good corporate governance.

**2. BOARD OF DIRECTORS:**

Composition, Attendance and Information of other Directorship /Committee Membership:

Name of the Directors	Category	No of other Directorship in public or private Limited Companies	No of other Board/ Committees of which he is Member Chairman	Attendance at 1 <sup>st</sup> AGM held on 30th Sept. 2008	Attendance at Board Meeting
Purushottam Agarwal	Promoter	3	1	Yes	12
Anandkumar Agarwal	Director	Nil	Nil	Yes	10
Krishnakant Goyal	Director	2	Nil	Yes	9
Anjani R. Agarwal	Promoter	3	1	Yes	11

**AUDIT COMMITTEE**

The terms of reference of the Audit Committee include the matters specified under Clause 46 (II)(D) of the Listing Agreement as well as in Section 292A of the Companies Act, 1956.

The Company has complied with the requirements of Clause 49(II)(A) as regards the composition of the Audit Committee.

The Audit Committee comprises two Independent Non-Executive Directors and one Whole Time Director. During the financial year ended March, 2011, and up to report, the committee met four times on May, 25, 2010, July, 13, 2010, October, 26, 2010 and January 19, 2011. The attendance of each member of the committee is given below:

Name of the Director	Chairman/Member	Category	No of Mtgs attended
Purushottam R. Agarwal	Chairman	Executive Director	4
Krishnakant Goyal	Member	Non Executive	4
Anand Agarwal	Member	Non Executive	4

The Composition of the Audit Committee meets the stipulated minimum requirement of Independent Directors.

**4. MEETINGS:**

During the Financial year 2010-11, the Board met 12 times on the following dates:

28/04/2010	18/10/2010
24/05/2010	28/11/2010
25/06/2010	22/12/2010
18/07/2010	30/01/2011
29/08/2010	14/02/2011
15/09/2010	30/03/2011

The relevant information about the directors seeking appointment/ reappointment at the 18th Annual General Meeting has been incorporated in the notice of the 19th Annual General Meeting.

**5. GENERAL BODY MEETINGS:**

Details of last three General Body Meetings are as under:

Type of Meeting	Date of Meeting & Place	Time
16th AGM	Tuesday, 30th September, 2008 at 3 & 4, Shivalik Plaza, Opp Atira, Ambawadi, Ahmedabad - 380015	10.30 A.M.
17th AGM	Saturday, 26th September, 2009 at 3 & 4, Shivalik Plaza, Opp Atira, Ambawadi, Ahmedabad - 380015	10.30 A.M.
18th AGM	Thursday, 30th September, 2010 at 3 & 4, Shivalik Plaza, Opp Atira, Ambawadi, Ahmedabad - 380015	11.00 A.M.

The shareholders passed all the Resolutions set out in the respective notices. No resolution had been put through Postal Ballot.

**6. DISCLOSURES:**

- i) During the year under review, the Company had not entered into any materially significant transaction with any related party that may have potential conflict with the interest of the Company at large. The transactions with related parties, in normal course of business, have been disclosed separately in Notes on Accounts.
- ii) There have been no major instances of non compliance by the Company on any matter related to capital market. No penalties, strictures have been imposed by any Stock Exchange, SEBI and/or any other statutory authority, on any matter related to capital markets, during last three years.
- iii) The Company financial statements are prepared as per Accounting Standard and the accounting principles generally accepted in India.



**7. MEANS OF COMMUNICATION:**

The quarterly results of the company are generally published in "Western Times Gujarati Daily" and "Western Times English Daily" (news papers). During the year under review, the company had not sent quarterly/half yearly report to the shareholders and the company had not made any presentation to institutional investors or analysts.

**8. GENERAL SHAREHOLDER INFORMATION**

Annual General Meeting Date : Friday the 30th day of September, 2011

Time : 10.30 A.M.

Venue : 3 & 4, Shivalik Plaza,  
Opp Atira, Ambawadi,  
Ahmedabad - 380 015

Financial Calendar : Year ending March, 31.

**Financial Results for the three months ending (Tentative) :**

30th June, 2011 : Last Week of July, 2011

30th September, 2011 : Last Week of October, 2011

31st December, 2011 : Last Week of January, 2011

31st March, 2012 : Last Week of April, 2012

19th Annual General Meeting: 30th day of September, 2011

Date of Book Closure : 26th day of Monday, 2011 to Friday 30th Day of September 2011 (both days inclusive)

**Market Price Data**

Months	Month's High in Rs.	Month's Low in Rs.	Months	Month's High in Rs.	Month's Low in Rs.
April, 10	8.63	6.90	October, 10	9.92	7.95
May, 10	8.55	7.00	November, 10	9.97	9.04
June, 10	8.00	7.00	December, 10	12.44	9.74
July, 10	9.35	7.13	January, 11	9.74	8.32
August, 10	10.54	7.91	February, 11	9.60	8.10
September, 10	9.58	8.27	March, 11	9.07	6.87

**Listed on Stock Exchanges & Stock Code:**

The Bombay Stock Exchange, Mumbai  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Mumbai-400001  
Scrap Code No. 531341

**Demat ISIN Number in NSDL and CDSL : INE373D-01017**

The company has paid listing fee for the financial year 2010-11 to all the Stock exchanges.

**Registrars & Share Transfer Agents****Sharepro Services (India) Private Limited**

Regd. Office : 13AB, Samhita Warehousing Complex,  
2nd Floor, Sakinaka Telephone Exchange Lane,  
Off Andheri Kurla Road, Sakinaka Andheri East,  
Mumbai - 400 072

Share Transfer System : The transfer of shares is effected by the Registrars after the approval of the Board of Director. It generally takes 2 weeks time for processing.

**Distribution of Shareholding as on 31st March, 2011:**

Sr. No.	Category of Shareholders	No of Shareholders	Percentage of Shareholders	No of Share held	Percentage of shareholding
1	1-500	627	64.308	185627	2.47
2	501-1000	187	19.179	157164	2.09
3	1001-2000	58	5.949	90071	1.20
4	2001-3000	23	2.359	60895	0.81
5	3001-4000	11	1.128	39647	0.53
6	4001-5000	8	0.821	38672	0.52
7	5001-10000	21	2.154	139018	1.85
8	10001-9999999	40	4.103	6798806	90.53
Total		975	100	7509900	100

## Categories of Shareholders as on 31st March, 2011

Category	Percentage of Shareholding	No. of Shares held
Promoters	57.90	4347919
Resident Individuals	27.19	2042552
Bodies Corporate	14.86	1115829
Non Resident Indians	0.05	3600
<b>Total</b>	<b>100</b>	<b>7509900</b>

**Dematerialisation of Shares:**

The equity shares of the company are under the list of compulsory delivery in dematerialised form by all investors and the ISIN allotted by NSDL and CSDL is INE373D01017. About 96.96% of the total equity have been dematerialised upto 31.3.2011.

There were no outstanding GDR/ADR/Warrants or any convertible instruments as on 31.03.2011

**Address for Correspondence:**

Share related queries/correspondence may please be addressed to Registrars and Share Transfer Agents at address as above **OR**

**Gujarat Investa Limited,  
3 & 4, Shivalik Plaza, Opp Atira, Ambawadi, Ahmedabad - 380 015**

**Non Mandatory Requirements:**

The company has not adopted non mandatory requirements as mentioned in Clause 49 of the Listing Agreement.

Ahmedabad  
the 13th July, 2011

For and on behalf of the Board,

Chairman

**Certification by the Managing Director and CEO of the Company**

I, Purshottam R. Agarwal, Executive Director and CEO of the Company, to the best of my knowledge and belief, declare that all the board members and senior managerial personnel have affirmed compliance with Code of Conduct for the financial year ended 31st March, 2011.

For and on behalf of the Board,

Ahmedabad  
the 13th July, 2011

Managing Director

**CERTIFICATE ON CORPORATE GOVERNANCE:  
TO THE MEMBERS OF GUJARAT INVESTA LIMITED**

We have examined the compliance conditions of Corporate Governance by Gujarat Investa Limited for the year ended 31st March, 2011, as stipulated in Clause 49 of the Listing Agreement of the Company with the Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of 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 explanation given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We have been explained that no investor grievances are pending for a period exceeding one month against the Company as per the records maintained by the Company.

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

Ahmedabad,  
the 13th July, 2011

For Lunia & Company,  
Chartered Accountants,  
Firm Registration No. 116436W

(R. C. Lunia),  
Partner  
Membership No. F-12729

## AUDITORS' REPORT

Auditors Report to the members of Gujarat Investa Limited

1. We have audited the attached Balance-Sheet of Gujarat Investa Limited Ahmedabad as at 31st March, 2011 and relative Profit & Loss Account of the Company for the year ended on that date, both of which we have signed under reference to this report. These financial statements are the responsibility of the management of the Company. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with Auditing Standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provided a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government Of India in terms of Sub Section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.
4. Further to our comments in the Annexure referred to above, we report that:
  - i. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - ii. In our opinion, proper Books of Account as required by Law have been kept by the Company so far as appears from our examination of those books;
  - iii. The Balance-Sheet and Profit & Loss Account referred to in this report are in agreement with the Books of Accounts of the Company.
  - iv. In our opinion, the Profit & Loss Account and Balance Sheet comply with the mandatory Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act 1956.
  - v. Based on the representation received from the Directors of the Company as on 31st March, 2011, and taken on record by the Board of Directors of the Company, we report that none of the Directors of the Company are disqualified as on 31st March.

2011 from being appointed as directors in terms of clause (g) of Sub-Section (1) of Section 274 of the Companies Act, 1956.

- vi. In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the Significant Accounting Policies and other notes thereon give the information required by The Companies Act, 1956 ('the Act') in the manner so required, and give a true and fair view in conformity with the accounting principles generally accepted in india:
- a) In the case of Balance Sheet, of the State of Affairs of the Company as at 31st March, 2011 and
  - b) In the case of Profit & Loss Account, of the Profit for the year ended on that date.

For Lunia & Company,  
Chartered Accountants,  
Firm Registration No. 116436W

Ahmedabad,  
the 13th July, 2011

(R. C. Lunia),  
Partner  
Membership No. F-12729

**ANNEXURE REFERRED TO IN PARAGRAPH 3 OF OUR REPORT OF EVEN DATE ON THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2011 OF M/S GUJARAT INVESTA LIMITED**

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of audit, we state that:

1. a) The Company has maintained proper records showing full particulars, including quantitative detail and situation of its fixed assets.
- b) The fixed assets have been physically verified during the year by the management in accordance with a program of verification, the frequency of which is reasonable. According to the information given to us, no material discrepancies were noticed on such verification.
- c) The Company has not disposed off any substantial part of its fixed assets.
2. In respect of the inventories:
  - a) as explained to us, inventories were physically verified during the year by the management at reasonable intervals.
  - b) In our opinion and according to the information and explanations given to us, the procedure of physical verification of inventories followed by the management were reasonable and adequate in relation to the size of the Company and the nature of its business.
  - c) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification.
3. (a) According to the information and explanations given to us, the Company has granted/taken unsecured loans to/from Companies, firms and other parties covered in the register maintained under Section 301 of the Companies Act, 1956. The detail of such loans granted and taken are as under:
 

Loans taken/repayment received:	Rs. 11624793
Loans granted/repaid:	Rs. 27972468
Maximum Balance during the year:	Rs. 95373243 Dr.
Outstanding at the year end:	Rs. 94246376 Dr.
- b) In case of the aforesaid unsecured loans granted and taken to/from Companies etc. covered in the register maintained under Section 301 of the Companies Act, 1956, the rate of interest and the other terms and conditions are not prima-facie prejudicial to the interest of the Company.
- c) In case of the aforesaid unsecured loans granted and taken to/from Companies, Firms and other parties covered in the register maintained under Section 301 of the Companies Act, 1956, the repayment of principal amount and interest is regular.

4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business. During the course of our audit, no major weakness has been noticed in the internal controls and there is no continuing failure for the same.
5. (a) Based on the audit procedures applied by us and according to the information and explanations provided by the management, we are of the opinion that the transactions that need be entered into the register maintained under Section 301 have been so entered.  
 b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under Section 301 and exceeding the value of five lakh rupees in respect of any party during the year are reasonable having regard to the prevailing market price at the relevant time.
6. The Company has not accepted any deposits from the public during the year.
7. The Company has an internal audit system commensurate with the size and nature of the Company's business.
8. The maintenance of the cost records has not been prescribed by the Central Government Under Section 209 (1) (d) of the Companies Act, 1956, for the year under review.
9. Statutory and other dues.
  - a) According to information and explanations given to us Provident Fund and Employee's State Insurance Scheme are not applicable to the Company.
  - b) According to the information and explanations given to us and the records examined by us, the company is regular in depositing undisputed statutory dues including Income-Tax, Sales-Tax, Custom Duty and Excise Duty and there were no undisputed statutory dues outstanding as on 31st March, 2011 for a period of more than six months from the date they became payable.
10. The company does not have accumulated losses at the end of the year. The company has not incurred any cash loss during the financial year.
11. Based on the information and explanations given to us, the Company has not defaulted in repayment of any dues to financial institutions and banks.
12. Based on our examination of the records and the information and explanations given to us, the Company has not granted any loans and/or advances on the basis of security by way of pledge of shares, debentures and other similar securities.
13. To the best of our knowledge and belief and according to the information and explanations given to us, the company has maintained proper records of the transactions for dealing in



shares, securities and other investments and timely entries have been made therein. The shares, securities and other investments have been held by the company in its own name.

14. The company is not a chit fund, nidhi, mutual benefit fund or a society.
15. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
16. According to the information and explanations given to us, the company has not raised any working capital loan. Therefore, the question of its use does not arise.
17. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we report that no funds raised on short term basis have been used for long term investment by the company or vice-versa.
18. The Company has made preferential allotment of Equity shares during the year.
19. During the year covered under the audit report the company has not issued any secured debentures.
20. The company has not raised any money by public issue during the year covered by our report.
21. As per the information given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

For LUNIA & COMPANY,  
Chartered Accountants,  
Firm Registration No. 116436W

Ahmedabad,  
the 13th July, 2011

(R. C. Lunia),  
Partner  
Membership No. F-12729

## BALANCE SHEET AS AT 31ST MARCH, 2011

	SCHEDULES	AS AT 31.03.2011 Rs.	AS AT 31.03.2010 Rs.
<b>SOURCES OF FUNDS :</b>			
SHARE CAPITAL	A	75,099,000	75,099,000
APPLICATION MONEY - DEBENTURE			
WARRANTS		2,340,655	2,340,655
RESERVES & SURPLUS	B	21,178,409	20,357,768
UNSECURED LOANS	C	14,639,117	14,639,117
		<u>113,257,181</u>	<u>112,436,540</u>
<b>APPLICATION OF FUNDS :</b>			
FIXED ASSETS	D		
GROSS BLOCK		2,009,853	2,009,853
LESS: DEPRECIATION		<u>1,971,200</u>	<u>1,932,773</u>
NET BLOCK		38,653	77,080
INVESTMENTS	E	81,970,000	81,970,000
<b>CURRENT ASSETS, LOANS &amp; ADVANCES :</b>			
SUNDRY DEBTORS	F	5,128,959	5,171,651
STOCK IN TRADE	G	496,025	3,610,199
CASH & BANK BALANCES	H	255,016	100,896
LOANS AND ADVANCES	I	101,819,145	96,857,507
		<u>107,699,145</u>	<u>105,740,253</u>
LESS: CURRENT LIABILITIES AND PROVISIONS	J	<u>76,709,504</u>	<u>75,739,124</u>
NET CURRENT ASSETS		30,989,641	30,001,129
MISCELLANEOUS EXPENDITURE		258,888	388,331
		<u>113,257,181</u>	<u>112,436,540</u>
NOTES ON ACCOUNT	O		

AS PER OUR SEPARATE REPORT OF EVEN DATE,  
**FOR LUNIA & COMPANY,**  
Chartered Accountants,  
Firm Registration No. 116436W

**(R. C. LUNIA),**  
PARTNER,  
Membership No. F-12729  
AHMEDABAD,  
The 13th July, 2011

ON BEHALF OF BOARD  
SHRI PURSHOTTAM AGARWAL  
SHRI ANJANI AGARWAL  
SHRI KRISHNAKANT GOYAL  
SHRI ANAND AGARWAL

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011

	SCHEDULES	AS AT 31.03.2011 Rs.	AS AT 31.03.2010 Rs.
<b>INCOME:</b>			
SALES	K	80,765,763	81,583,578
OTHER INCOME	L	44,683	115,391
DECREASE IN STOCK	M	(3,114,174)	(1,776,987)
		<u>77,696,272</u>	<u>79,921,982</u>
<b>EXPENDITURE:</b>			
PURCHASES		75,084,904	73,586,207
ADMINISTRATIVE EXPENSES	N	904,609	1,636,495
INTEREST PAID		0	4,066,999
BAD DEBTS WRITTEN OFF		359,271	0
DEPRECIATION		38,427	191,095
PRELIMINARY EXPENSES WRITTEN OFF		129,443	129,443
		<u>76,516,654</u>	<u>79,610,239</u>
NET PROFIT BEFORE TAX FOR THE YEAR		1,179,618	311,743
PROVISION FOR TAXATION		360,000	140,000
NET PROFIT AFTER TAX		819,618	171,743
BALANCE BROUGHT DOWN		12,102,268	11,916,917
		<u>12,921,886</u>	<u>12,088,661</u>
SHORT TAX PROVISIONS OF EARLIER YEARS		1,023	13,607
BALANCE CARRIED TO BALANCE SHEET		<u>12,922,909</u>	<u>12,102,268</u>
BASIC AND DILUTED EARNING PER SHARE (IN RS.)		0.11	0.02
NOTES ON ACCOUNT	O		

AS PER OUR SEPARATE REPORT OF EVEN DATE,  
FOR LUNIA & COMPANY,  
Chartered Accountants,  
Firm Registration No. 116436W

(R. C. LUNIA),  
PARTNER,  
Membership No. F-12729  
AHMEDABAD,  
The 13th July, 2011

ON BEHALF OF BOARD  
SHRI PURSHOTTAM AGARWAL  
SHRI ANJANI AGARWAL  
SHRI KRISHNAKANT GOYAL  
SHRI ANAND AGARWAL

GUJARAT INVESTA LIMITED

SCHEDULES ATTACHED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2011 AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE

	AS AT 31.03.2011 Rs.	AS AT 31.03.2010 Rs.
<b>SCHEDULE 'A': SHARE CAPITAL :</b>		
AUTHORISED :		
1,00,00,000 ( PREVIOUS YEAR 100,00,000) EQUITY SHARES OF RS. 10 EACH	<u>100,000,000</u>	<u>100,000,000</u>
ISSUED, SUBSCRIBED AND PAID UP :		
75,09,900 (PREVIOUS YEAR 75,09,900) EQUITY SHARES OF RS. 10 EACH FULLY PAID	<u>75,099,000</u> <u>75,099,000</u>	<u>75,099,000</u> <u>75,099,000</u>
<b>SCHEDULE 'B': RESERVES &amp; SURPLUS :</b>		
SHARE PREMIUM	8,255,500	8,255,500
PROFIT & LOSS ACCOUNT	<u>12,922,909</u>	<u>12,102,268</u>
	<u>21,178,409</u>	<u>20,357,768</u>
<b>SCHEDULE 'C': UNSECURED LOANS :</b>		
INTERCORPORATE LOANS	<u>14,639,117</u>	<u>14,639,117</u>
	<u>14,639,117</u>	<u>14,639,117</u>

**SCHEDULE 'D'- FIXED ASSETS & DEPRECIATION :**

SR.	DETAIL OF	RATE S.L.M. (IN %)	GROSS BLOCK				DEPRECIATION				NET BLOCK	
			AS AT 04.01.2010 RS.	ADDITION DURING THE YEAR RS.	DEDUCTIONS DURING THE YEAR RS.	TOTAL 31.03.2011 RS.	AS AT 01.04.2010 RS.	ADDITION DURING THE YEAR RS.	DEDUCTIONS DURING THE YEAR RS.	TOTAL 31.03.2011 RS.	AS AT 31.03.2011 RS.	AS AT 31.03.2010 RS.
1	MOTOR CAR	9.50	1,788,438	0	0	1,788,438	1,768,669	19,548	0	1,788,437	1	19,549
2	MOTOR CYCLE	9.50	118,529	0	0	118,529	93,960	11,260	0	105,221	13,305	24,569
3	SCOOTER	9.50	29,200	0	0	29,200	29,199	0	0	29,199	1	1
4	MOBILE PHONES & TELEPHONES	10.34	73,685	0	0	73,685	40,725	7,619	0	48,344	25,342	32,961
	<b>TOTAL</b>		<b>2,009,853</b>	<b>0</b>	<b>0</b>	<b>2,009,853</b>	<b>1,932,773</b>	<b>38,427</b>	<b>0</b>	<b>1,971,200</b>	<b>38,653</b>	<b>77,080</b>
	<b>PREVIOUS YEAR</b>		<b>2,006,553</b>	<b>3,300</b>	<b>0</b>	<b>2,009,853</b>	<b>1,741,678</b>	<b>191,095</b>	<b>0</b>	<b>1,932,773</b>	<b>77,080</b>	<b>264,875</b>

	ASAT 31.03.2011 Rs.	ASAT 31.03.2010 Rs.
<b>SCHEDULE 'E' : INVESTMENTS :</b>		
<b>SHARES - VALUED AT COST :</b>		
<b>UNQUOTED :</b>		
AMBUJA SYNTHETICS LTD 15000 EQUITY SHARES (PREVIOUS YEAR 15000) OF RS. 10 EACH	150,000	150,000
V.R. POLYFAB PRIVATE LIMITED 70,000 EQUITY SHARES (PREVIOUS YEAR 70,000) OF RS. 10 EACH	700,000	700,000
AMAN GLOBAL INFRATECH PRIVATE LIMITED 1,00,000 EQUITY SHARES (PREVIOUS YEAR 100000) OF RS. 10 EACH	10,000,000	10,000,000
ANUNAY FAB LIMITED 27,12,000 EQUITY SHARES (PREVIOUS YEAR 27,12,000) OF RS. 10 EACH	<u>71,120,000</u>	<u>71,120,000</u>
	<u>81,970,000</u>	<u>81,970,000</u>
<b>SCHEDULE 'F' : SUNDRY DEBTORS :</b>		
O/S FOR MORE THAN SIX MONTHS - CONSIDERED GOOD	2,921,216	0
OTHERS - CONSIDERED GOOD	<u>2,207,743</u>	<u>5,171,651</u>
	<u>5,128,959</u>	<u>5,171,651</u>
<b>SCHEDULE "G" - STOCK IN TRADE :</b>		
(AS TAKEN, VALUED AND CERTIFIED BY A DIRECTOR)		
STOCK OF SECURITIES	<u>496,025</u>	<u>3,610,199</u>
	<u>496,025</u>	<u>3,610,199</u>
<b>SCHEDULE 'H' : CASH AND BANK BALANCES :</b>		
CASH IN HAND	19,897	63,916
CASH AT BANK - IN CURRENT ACCOUNT WITH SCHEDULED BANKS	<u>235,119</u>	<u>36,930</u>
	<u>255,016</u>	<u>100,896</u>

GUJARAT INVESTA LIMITED

	AS AT 31.03.2011 Rs.	AS AT 31.03.2010 Rs.
<b>SCHEDULE 'I' : LOANS AND ADVANCES :</b>		
INTERCORPORATE & OTHER LOANS	101,087,446	96,141,288
DEPOSITS	18,140	18,140
ADVANCES FOR REAL ESTATE	0	187,500
INCOME TAX REFUNDABLE	233,858	165,733
TAX DEDUCTED AT SOURCE	479,701	344,846
	<u>101,819,145</u>	<u>96,857,507</u>
<b>SCHEDULE 'J' : CURRENT LIABILITIES AND PROVISIONS :</b>		
<b>CURRENT LIABILITIES :</b>		
CREDITORS FOR GOODS	76,160,355	74,794,014
CREDITORS FOR EXPENSES	188,322	355,354
TAX DEDUCTED AT SOURCE	827	449,756
PROVISION FOR TAXATION	360,000	140,000
	<u>76,709,504</u>	<u>75,739,124</u>
<b>SCHEDULE 'K' : MISCELLANEOUS EXPENDITURE</b>		
OPENING BALANCE	388,331	517,774
WRITTEN OFF DURING THE YEAR	129,443	129,443
	<u>258,888</u>	<u>388,331</u>
<b>SCHEDULE 'L' INCOME FROM OPERATIONS:</b>		
SALES	4,739,301	1,994,485
PRINTED SALES	73,875,149	21,228,851
GREY SALES	0	53,401,377
INTEREST RECEIVED	3,199,922	3,448,429
FUTURE/OPTIONS PROFIT	(1,048,608)	1,510,436
	<u>80,765,763</u>	<u>81,583,578</u>

	AS AT 31.03.2011 Rs.	AS AT 31.03.2010 Rs.
<b>SCHEDULE 'M' PURCHASES</b>		
GREY PURCHASES	0	52,355,810
PRINTED PURCHASES	74,980,095	21,184,787
PURCHASES	104,809	45,610
	<u>75,084,904</u>	<u>73,586,207</u>
<b>SCHEDULE 'N' OTHER INCOME :</b>		
RATE DIFFERENCE	30,494	110,451
DIVIDEND	14,188	4,940
	<u>44,683</u>	<u>115,391</u>
<b>SEHEDULE 'O' INCREASE (DECREASE) IN STOCK</b>		
CLOSING STOCK	496,025	3,610,199
LESS : OPENING STOCK	3,610,199	5,387,186
DECREASE IN STOCK	<u>(3,114,174)</u>	<u>(1,776,987)</u>
<b>SCHEDULE 'P' : ADMINISTRATIVE EXPENSES :</b>		
ADVERTISING EXPENSES	14,520	19,008
AUDIT FEES	28,600	18,751
BANK CHARGES	6,197	635
CENTRAL DEPOSITORY SERVICES	22,060	16,545
COMPUTER EXPENSES	0	5,675
CONSULTING EXPENSES	58,150	158,582
DEMAT CHARGE	6,993	19,625
DALALI	1,350	336,623
NSDL/CSDL CHARGES	22,060	16,545
OFFICE EXPENSES	1,000	410

# GUJARAT INVESTA LIMITED

	AS AT 31.03.2011 Rs.	AS AT 31.03.2010 Rs.
CONVEYANCE	1,885	1,000
POSTAGE AND ANGADIA	464	135
PRINTING & STATIONERY	5,256	4,935
PROFESSIONAL FEES	99,519	39,180
ROC FILING FEE	0	1,500
RENT	0	300,000
SALARIES	606,650	635,260
STAFF WELFARE	1,935	1,260
STOCK EXCHANGE LISTING FEE	16,545	42,642
SECURITIES TRANSACTION TAX	284	0
TELEPHONE/ INTERNET EXPENSES	11,141	12,134
MUMBERSHIP FEE	0	6,050
	<u>904,609</u>	<u>1,636,495</u>

AS PER OUR SEPARATE REPORT OF EVEN DATE,  
**FOR LUNIA & COMPANY,**  
 Chartered Accountants,  
 Firm Registration No. 116436W

(R. C. LUNIA),  
 PARTNER,  
 Membership No. F-12729  
 AHMEDABAD,  
 The 13th July, 2011

ON BEHALF OF BOARD  
 SHRI PURSHOTTAM AGARWAL  
 SHRI ANJANI AGARWAL  
 SHRI KRISHNAKANT GOYAL  
 SHRI ANAND AGARWAL



**SCHEDULE 'O' NOTES ON ACCOUNTS:**

1. Contingent Liabilities not provided for: Nil
2. Estimated amounts of contracts remaining to be executed on Capital Account, not provided for Rs. Nil (previous year Rs. Nil).
3. Additional information pursuant to the Provisions of Part II of Schedule VI of the Companies Act, 1956:

## A. Opening and Closing Stocks, Purchase and Sales of Goods Traded:

(Rs in Lacs)

Class of Goods Shares	2010-11		2009-10	
	Quantity in Numbers	Amount	Quantity in Numbers	Amount
Opening Stock	392023	36.10	446822	23.82
Purchases	2400	1.05	500	45610
Sales	306723	47.40	55299	19.94
Closing Stock	87700	4.96	392023	36.10

  

Class of Goods Fabrics	2010-11		2009-10	
	Quantity in Meters	Amount	Quantity in Meters	Amount
Opening Stock	0	0	0	0
Purchases	1323172	749.80	2498412	735.40
Sales	1323172	738.75	2498412	746.30
Closing Stock	0	0	0	0

4. Computation of Net Profit under Section 198 of the Companies Act, 1956 read with Section 349 of the Act for the purpose of calculating Directors' Remuneration:

We have been advised that since the directors are paid salary only, the computation of remuneration under Section 349 is not required.

Remuneration including actual/estimated value of perquisites paid to Managing Director and Joint Managing Director in terms of approval as per details given below:

**Director Remuneration :**

	Rs. in Lacs
Salary	Nil
Contribution to Provident,	Nil
Superannuation and Gratuity Fund	Nil
Other benefits	Nil

# GUJARAT INVESTA LIMITED

5. Previous year figures have been regrouped/ rearranged, whenever necessary.
6. Segment Reporting as per AS-17 issued by the Institute of Chartered Accountants of India, for the year ended 31st March, 2011 - Not applicable
7. Related Party Disclosures as per AS-18 issued by the Institute of Chartered Accountants of India, for the year ended 31st March, 2011.

(A) Relationship

(i) Key Management Personnel and Relatives

- Sri Purshottam Agarwal, Director  
 Sri Anandkumar Agarwal, Director  
 Sri Krishnakant Goyal, Director  
 Sri Anjani R, Agarwal, Director  
 Smt Somna P. Agarwal  
 Smt Anshu A. Agarwal

(ii) Associates

- Anunay Fab Limited  
 Anjani Fabrics Limited  
 Aman Global Infratech P. Ltd  
 Bal Hanuman Fabrics P. Ltd

(iii) Enterprises over which key management personnel and/or their relatives have significant influence - Nil

B) Transactions during the year with related parties in normal course of business and balance at the end of the financial year:

Sr. No.	Particulars	A(i)	A(i)	A(ii)	A(ii)
		2010-11 Rs.	2009-10 Rs	2010-11 Rs	2009-10 Rs
1	Rent	0	300000	0	0
2	Salary	0	0	0	0
3	Loan received	0	0	11624793	86011752
4	Repayment of Loan	700000	0	27272468	134042795
5	Outstanding Receivable	0	0	2921216	91330030
6	Purchases	0	0	74980095	0

8. Statement showing calculation of Earning per Share, as per AS-20 issued by the Institute of Chartered Accountants of India.

	2010-11	2009-10
Profit After Tax (Rs. In Lacs)	8.19	1.71
Weighted Average Number of Equity Shares of Rs. 10 each fully paid up	7509900	7509900
Earning Per Share	0.11	0.02

9) **SIGNIFICANT ACCOUNTING POLICIES**

1. System of Accounting -
  - (i) The company generally follows mercantile system of accounting and recognises Income and Expenditure on accrual basis.
  - (ii) The financial statements are prepared on historical cost basis and as a going concern, in accordance with normally accepted Accounting principles and the provisions of the Companies Act, 1956 as followed consistently by the company.
2. Fixed Assets and Depreciation
  - A. Fixed Assets are stated at cost of acquisition or construction less accumulated depreciation. No revaluation has been made in any fixed assets.
  - B. Depreciation is charged on fixed assets on following basis:
    - i) On straight line method applying rates as per schedule XIV of The Companies Act, 1956 for the assets in use for full year.
    - ii) On the assets added during the year, on pro-rata basis with reference to the date of addition.
3. Investments
 

All investments are held as Long Term Investments, unless otherwise mentioned and are stated at cost, unless there is a permanent fall in the value of investments.
4. Inventories
  - i) Inventories are valued at cost or net realisable value whichever is lower.
5. Taxation:
  - (i) Provision for current tax is made on the assessable income computed for the accounting period in accordance with the Income Tax Act, 1961.
  - (ii) Deferred Tax is recognised, subject to the consideration of prudence, on timing differences, calculated by applying tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets arising mainly on account of business losses and capital losses under tax laws are recognised, only if there is a virtual certainty of its realisation, supported by convincing evidence. At each balance sheet date, the carrying amount of deferred tax assets is reviewed to reassure realisation.

# GUJARAT INVESTA LIMITED

10.	Additional Information as required under Part IV Of Schedule VI To The Companies Act, 1956.	
	<b>Balance Sheet Abstract and Company's General Business Profile :</b>	
I.	Registration Details :	04-18858
	Registration No.	04
	State Code	31.03.2011
	Balance Sheet Date	(Rupees In Thousands)
II.	<b>Capital raised during the year</b>	Nil
	Public Issue (and Promoters)	Nil
	Rights Issue	Nil
	Bonus Issue	Nil
	Private Placement	Nil
III.	<b>Position of Mobilisation and Deployment of Funds</b>	
	Total Liabilities	113,257
	Total Assets	113,257
	<b>Sources of Funds :</b>	
	Paid Up Capital	75,099
	Share Application Money - Warrants	2,341
	Reserves & Surplus	21,178
	Deferred Tax Liability	0
	Unsecured Loans	14,639
		<u>113,257</u>
	<b>Application of Funds :</b>	
	Net Fixed Assets	39
	Investments	81,970
	Net Current Assets	30,990
	Misc Expenditure	259
		<u>113,257</u>
IV.	<b>Performance of Company</b>	
	Income from Operations	77,696
	Total Expenditure	76,517
	Profit Before Tax	1,180
	Profit After Tax	820
	Earning Per Share	0.11
	Dividend Rate	0
V.	<b>Generic Names of Three Principal Products/Services of Company (As per monetary terms)</b>	
	Item code No. -	
	Product Description :- Finance, Security Trading, Investments and Cloth Trading	

AS PER OUR SEPARATE REPORT OF EVEN DATE,  
FOR LUNIA & COMPANY,

Chartered Accountants,  
Firm Registration No. 116436W  
(R. C. LUNIA),  
PARTNER,  
Membership No. F-12729  
AHMEDABAD,  
The 13th July, 2011

ON BEHALF OF BOARD  
SHRI PURSHOTTAM AGARWAL  
SHRI ANJANI AGARWAL  
SHRI KRISHNAKANT GOYAL  
SHRI ANAND AGARWAL

GUJARAT INVESTA LIMITED  
CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2011

	Rs.	Rs.
<b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>		
NET PROFIT BEFORE TAX AND EXTRA ORDINARY ITEMS		1,179,618
ADJUSTMENT FOR :		
DEPRECIATION	38,427	
PRELIMINARY EXPENSES WRITTEN OFF	129,443	
INTEREST RECEIVED	(3,199,922)	
DIVIDEND RECEIVED	(14,188)	(3,046,240)
<b>OPERATING LOSS BEFORE WORKING CAPITAL CHANGES</b>		<b>(1,866,622)</b>
ADJUSTMENTS FOR :		
TRADE AND OTHER RECEIVABLES	42,693	
INVENTORIES	3,114,174	
LOANS AND ADVANCES	(4,961,638)	
TRADE PAYABLES	970,380	(834,392)
<b>CASH OUT FLOW FROM OPERATIONS BEFORE EXTRAORDINARY ITEMS</b>		<b>(2,701,014)</b>
DIRECT TAX PAID	(360,000)	
EXTRA ORDINARY ITEMS (PRIOR YEAR'S TAX)	1,023	(358,977)
<b>NET CASH OUT FLOW FROM OPERATING ACTIVITIES</b>		<b>(3,059,991)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>		
PURCHASE OF FIXED ASSETS	0	
INTEREST RECEIVED	3,199,922	
INCREASE IN INVESTMENTS	0	
DIVIDEND RECEIVED	14,188	
<b>NET CASH IN FLOW FROM INVESTING ACTIVITIES</b>		<b>3,214,110</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>		
PROCEEDS OF PREFERENTIAL ISSUE	0	
SHARE APPLICATION MONEY	0	
DECREASE IN UNSECURED LOANS	0	
PREFERENTIAL ISSUE EXPENSES	0	
<b>NET CASH FLOW FROM FINANCING ACTIVITIES</b>		<b>0</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENT</b>		<b>154,119</b>
CASH AND CASH EQUIVALENT AS AT 31.03.2010 (OPENING CASH BALANCE)		100,896
CASH AND CASH EQUIVALENT AS AT 31.03.2011 (CLOSING CASH BALANCE)		255,015

**AUDITORS' CERTIFICATE**

We have examined the attached Cash Flow Statement of Gujarat Investa Limited for the year ended 31st March, 2011. The statement has been prepared by the company in accordance with the requirements of Clause 32 of Listing Agreement with the Stock Exchanges and is based on and in agreement with the corresponding Profit & Loss Account and Balance Sheet of the Company covered by our report of even date to the members of the company.

Ahmedabad,

The 13th July, 2011.

For LUNIA & COMPANY,  
Chartered Accountants,  
Firm Registration No. 116436W  
(R. C. Lunia),  
Partner  
Membership No. F-12729

**GUJARAT INVESTA LIMITED**

Regd. Office : 3 & 4, Shivalik Plaza, Opp Atira, Ambawadi, Ahmedabad - 380 015.

**PROXY FORM**

L.F. No. \_\_\_\_\_

I/We \_\_\_\_\_

of \_\_\_\_\_ being a member of

GUJARAT INVESTA LIMITED hereby appoint \_\_\_\_\_

\_\_\_\_\_ of \_\_\_\_\_

\_\_\_\_\_ or \_\_\_\_\_ failing him/her of \_\_\_\_\_

\_\_\_\_\_ as my/our proxy to vote for me/us and on my/our behalf at the 19th

ANNUAL GENERAL MEETING of the company to be held on Friday the 30th day of September, 2011 at 10.30

A.M. at 3 & 4, Shivalik Plaza, Opp Atira, Ambawadi, Ahmedabad - 380 015, at any adjournment thereof.

As a witness my/our hand(s) this \_\_\_\_\_ day \_\_\_\_\_ of 2011.

Affix a  
1 Rupee  
Revenue  
Stamp

(Signature of the Shareholder) \_\_\_\_\_

**NOTE:** The Proxy Form duly completed and stamped must reach the Registered Office of the Company not less than 48 hours before the time of holding the aforesaid meeting.

**GUJARAT INVESTA LIMITED**

Regd. Office : 3 & 4, Shivalik Plaza, Opp Atira, Ambawadi, Ahmedabad - 380 015.

**ATTENDANCE SLIP**

PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING VENUE.

I hereby record my presence at the 19th ANNUAL GENERAL MEETING of the company to be held on Friday the 30th day of September, 2011 at 10.30 A.M. at 3 & 4, Shivalik Plaza, Opp Atira, Ambawadi, Ahmedabad - 380 015.

Name of Share Holder of Proxy \_\_\_\_\_

Folio No. \_\_\_\_\_ No. of Share held \_\_\_\_\_

(Signature of the Shareholder) \_\_\_\_\_

**BOOK - POST**

To,

If undelivered please return to :  
**GUJARAT INVESTA LIMITED**  
REGISTERED OFFICE  
3 & 4, Shivalik Plaza,  
Opp. Aitra, Ambawadi,  
Ahmedabad - 380 015.

GIRISH- AHMEDABAD Ph. 22778341