

# HASTI FINANCE LIMITED

16th Annual Report

2009 - 2010

CERTIFIED TRUE COPY  
Hasti Finance Limited

*P. Somani*  
Director

**BOARD OF DIRECTORS**

Mr. NITIN PRABHUDAS SOMANI  
Mrs. SONAL NITIN SOMANI  
Mr. SALIM ISMAIL SHAIKH  
Mr. CHANDRAKANT BABURAO TUPE

**REGISTERED OFFICE :**

No.14, Imperial Hotel Complex,  
Whannels Road , Egmore,  
Chennai Tamil Nadu - 600008

**AUDITORS :**

SANDEEP RATHI & ASSOCIATES  
Chartered Accountants  
304, Saba Palace, 4<sup>th</sup> Road,  
HKhar (wes), Mumbai - 40 052.

**BANKERS :**

Indian Bank  
Bharat Co-op Bank (Mumbai) Ltd.

**REGISTRARS AND TRANSER AGENTS :**

CAMEO Corporate Services Ltd.,  
'SUBARAMANIAM BUILDINGS'  
No. 1, Club House Road,  
Chennai - 600 002.  
Phone : 28460390

**HASTI FINANCE LIMITED**

Registered Office: No. 14, Imperial Hotel Complex, Whannels Road,  
Egmore, Chennai - 600008, Tamil Nadu.

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**NOTICE**

**NOTICE** is hereby given that the 16th Annual General Meeting of the Company will be held on Thursday, 30th September 2010 at the Registered Office of the Company at 1.00 p.m. at 14, Imperial Hotel Complex, Whannels Road, Egmore, to transact the following business,

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the Balance Sheet as at 31st March, 2010, and Profit and Loss Account for the year ended 31<sup>st</sup> March, 2010 and the Reports of the Directors and Auditors thereon.
2. To appoint Auditors of the Company and to fix their remuneration. The retiring Auditors M/s. Sandeep Rathi & Associates, Chartered Accountant, Mumbai are eligible for re-appointment. In this connection to consider and if thought fit, to pass, with or without modifications the following resolution as an Ordinary Resolution.  
  
"RESLOVED THAT M/s. Sandeep Rathi & Associates., Chartered Accountants, Mumbai be and are hereby appointed as Auditors of the Company to hold office from the conclusion of this Annual General Meeting till the Conclusion of the next Annual General Meeting on a remuneration to be fixed by the Board in consultation with the Auditors."
3. To reappoint a Director in place of Mr. Chandrakant Baburao Tupe who retires by rotation and being eligible, offers himself for re-appointment

**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. Such proxy need not be a member of the Company. The instruments appointing proxy in order to be valid should reach the Registered Office of the Company not less than 48 hours before the commencement of the meeting. A blank proxy form is annexed to the annual report.
2. Member who holds shares in dematerialized form are requested to indicate without fail their DP ID and client ID Number in the attendance slip.

3. Nomination for physical shares :  
Member holding shares in physical form is encouraged to nominate a person to whom his shares in the Company shall vest in the event of his Death.
4. Holding Shares in Identical order of Names:  
Members holding shares in identical order of Names in more than one folio are requested to write to Registrars and Share Transfer Agents to consolidate their holding in one Folio.
5. The Register of Members and Share Transfer Books of the Company will remain closed from 29.09.2010 to 30.09.2010 (both days inclusive).
6. The Shareholders are requested to intimate immediately any change in their address to Registrar of the Company.
7. It will be helpful if your Registered Folio Numbers/client ID number is quoted in all your correspondence with the Company.
8. The Document referred to in this notice / explanatory statement are open for inspection by any members at the Registered office of the Company during the Company's business hours on any working day up to the last date of Annual General Meeting.
9. Cameo Corporate Services Limited (Cameo) is the Registrar & Share Transfer Agent of the Company. All investor related communication may be addressed to Cameo at the following address:  
  
**Cameo Corporate Services Limited**  
Subaramaniam Buildings,  
Club House Road,  
Chennai - 600 002,  
Tamil Nadu.  
Tel: 28460390
10. Members/Proxies are requested to kindly take note of the following:
  - i. Copies of Annual Report will not be distributed at the venue of the meeting;
  - ii. Attendance Slip, as sent herewith, is required to be produced at the venue duly filled-in and signed, for attending the meeting;
  - iii. Entry to the hall will be strictly on the basis of the entrance pass, which shall be provided at the counters at the venue, in exchange for duly completed and signed Attendance Slips; and
  - iv. In all correspondence with the Company and/or Cameo, Folio No. or DP & Client ID No., as the case may be, must be quoted.
11. Members are requested to send their queries, if any on the operations of the Company, to reach the Company Secretary at the Company's Registered Office,

atleast 5 days before the meeting, so that the information can be compiled in advance.

12. In case of joint holders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
13. Members may please note that briefcase, bag, mobile phone and/or eatables shall not be allowed to be taken inside the hall for security reasons.

**CERTIFIED TRUE COPY**  
**Hasti Finance Limited**

For & On behalf of the Board

*N Somani*  
Director

Sd/-  
Nitin P. Somani  
(Director)

*Chennai, Dated 28<sup>th</sup> August, 2010*

## DIRECTORS' REPORT

TO  
THE MEMBER  
OF HASTIFINANCE LIMITED

Your Directors are pleased to present their Sixteenth Annual Report together with the audited statements of accounts for the year ended 31st March, 2010.

### 1. FINANCIAL RESULTS

The Directors state that the Company has made a profit of Rs.642,270/- after providing for depreciation and taxes on income as compared to Rs.88,978/- in previous year. The company has balance in the Profit & Loss account brought forward from the previous year of Rs. 51,12,080/-. During the year the company has transferred Rs.1,32,000/- to Statutory Reserve as per section 45-IC of the Reserve Bank of India Act, 1934. The balance available in the Profit & Loss account is Rs. 56,22,350 as against Rs. 51,12,080 in the previous year.

### 2. DIVIDEND:

In order to take advantage of borrowing capital market, the Directors have decided to plough back the profit and do not recommend any Dividend.

### 3. DEPOSITORY SYSTEM:

The Company's Shares are available for Dematerialization with NSDL and CDSL. In view of the numerous advantages offered by the Depository System, members holding shares in physical mode are requested to avail the facility of dematerialization on either of the Depositories.

### 4. PUBLIC DEPOSITS:

Your Company has not accepted / invited any deposits from the Public during the current financial year u/s section 58 of the Companies Act, 1956.

### 5. OPERATION:

The company is a Non-banking Finance company. Interest Income earned during the financial year by the company comprise of Rs. 1,142,421 from Vehicles Loans and Rs. 412,234/- from Other loans as compared to Rs. 356,473/- and Rs. 1,503,610 respectively in previous year. Despite of overall slow down in Industry, international recession, competition, financing at lower interest by Banks, Institutions, restriction by government, the company successfully manage its target of Income. Also the company earned profit from sale of assets of Rs. 111,444/- and Sale of Shares of Rs. 3113/- during the year. During the year under review there was change in management. Your new management has successfully made the company able to enter into new dimensions of financing business.

**6. DIRECTORS:**

Mr. Chandrakant Baburao Tupe retire from the Board by rotation and is eligible for re-appointment in the forthcoming Annual General Meeting. The notice conveying the Annual General Meeting includes the proposal for the re-appointment.

**7. PARTICULARS OF EMPLOYEES:**

At present there are no employees drawing a salary of more than Rs.2,00,000/- per month and hence a statement under Section 217(2A) of the Company Act 1956, is not furnished.

**8. DISCLOSURE UNDER SEC.217 (1) (E)**

Conservation of energy, Technology absorption, adoption, innovation etc. are not applicable to the Company, as the Company is a Non- Banking Finance Company.

**9. OTHER DISCLOSURE:**

The members of the company have met on 30<sup>th</sup> June 2010 for the Extra Ordinary General meeting held at its registered office and have taken following significant decisions.

- a. Increased in authorized capital of the company from Rs.3.50 crores to Rs. 5.00 crores.
- b. To allot 20,00,000 equity shares each at a premium of Rs.17/- on preferential basis to the allottees named in the notice for EGM.
- c. To shift the registered office of the company from Chennai to Mumbai subject to the approval of Company Law Board.

In pursuant to the above decisions and the authority assigned to them by the members, Directors have initiated and successfully completed following procedures, formalities and/or compliances.

1. Increased authorized capital of the company.
2. Obtained in-principal approval from Bombay Stock Exchange for allotment of shares on preferential basis.
3. Allotted 20,00,000/- equity shares in the board meeting held on 27<sup>th</sup> August 2010.
4. Started procedure to file a petition with the Company Law Board, Chennai to change the registered office address of the company.

**10. AUDITOR'S REPORT.**

The Auditors report to the Shareholders does not contain any qualifications.

**11. DIRECTORS' RESPONSIBILITY**

The Board of Directors of the Company confirms:

- i) That In the preparation of the annual accounts, the applicable accounting standards have been followed and there has been no material departure:
- ii) That the selected accounting policies were been applied consistently and the directors made judgments and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the Company as 31st March 2010, and of the profit of the Company for the year end on that date:

- iii) That proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provision of the Companies Act, 1956, for safeguarding the assets of the Company and preventing and detecting fraud and other irregularities.

**12. CORPORATE GOVERNANCE:**

A detailed note on Company's Corporate Governance is annexed hereto as part of the report.

**13. COMPLIANCE CERTIFICATE**

The Company has obtained Compliance Certificate under Section 383A of the Companies Act, 1956 from the Practicing Company Secretary and copy whereof is attached herewith forming part of this Report.

**14. AUDITORS**

M/s. Sandeep Rathi & Associates, Chartered Accountants Mumbai, hold office until the conclusion of the ensuing Annual General Meeting and are recommended for re-appointment. Certificate from the Auditors has been received to that their re-appointment, if made, would be within the limits prescribed under Section 224(1B) of the Companies Act, 1956 and pursuant to the amendments made to the Listing Agreement by the SEBI.

**ACKNOWLEDGEMENT;**

The Directors take this opportunity of thanking for the whole hearted and sincere and Co-operation received from all Bankers and other Governmental Agencies.

The Directors wish to place on record their sincere appreciation for the contribution made by every one who is associated with the Company and hope that they would continue their dedicated efforts for attainment of better working results in the years to come.

For and / or On behalf of the Board of Directors.

Sd/-  
Nitin Prabhudas Somani  
Director

Sd/-  
Sonal Nitin Somani  
Director

*Chennai, Dated 28<sup>th</sup> August, 2010*



**ANNEXURE TO DIRECTOR'S REPORT:  
NOTES ON CORPORATE GOVERNANCE**

**1. CORPORATE GOVERNANCE:**

Corporate Governance is the application of best management practices, compliance of law and adherence to ethical standard to achieve the Company's objective of enhancing shareholder value and discharge of social responsibility. Corporate Governance in its true sense, is deeply embedded in the corporate philosophy of your Company, The Following is the report in this regard.

**2. THE GOVERNANCE STRUCTURE:**

The governance structure of the company comprises of the following:

- a. Strategic Supervision – by the Board of Directors
- b. Strategy & operational Management – by the divisional heads in each division.

**3. THE ROLES OF VARIOUS CONSTITUENTS OF CORPORATE GOVERNANCE IN THE COMPANY:**

- a. Board of Directors (the Board): The directors of the company are empowered to oversee the management functions with a view to ensure its effectiveness and enhancement of shareholder value.
- b. Chairman: Mr. Nitin P. Somani is the chairman of the Board and the Corporate Management. His primary role is to provide leadership to the Board in respect of strategic plan and business objectives.

**4. BOARD OF DIRECTORS:**

- a. Composition of the Board:  
As on date the Board comprises of Chairman and three executive directors.
- b. Meetings of the Board:<sup>4</sup>  
The Board has met 8 times during the year under preview and the gap between any successive meetings did not exceeded four months.
- c. Attendance of Meetings:

S. No.	Name of the Director	Category Directorship	No. of Board Meetings attended	Attendance at Last AGM
01	Nitin P. Somani	Chairman	9	Yes
02	Sonal N. Somani	Director	9	Yes
03	Chandrakant B. Tupe	Director	8	Yes
04	Salim I. Shaikh	Director	9	Yes

5. SHAREHOLDER / INVESTOR GRIEVANCE COMMITTEE :

Mr. Nitin Prabhudas Somani	Chairman
Mrs. Sonal Nitin Somani	Director
Mr. Salim Ismail Shaikh	Director

Share Transfer / Transmission are being Processed and approved promptly through Circular Resolution of the Share Transfer Committee ratified subsequently by the Board at its regular meetings

It is ensured that queries of shareholders are attended to within a maximum period of 7 days.

6. GENERAL BODY MEETING :

Financial Year	Date
2008-2009	30 <sup>th</sup> September 2009
EGM 2010	30 <sup>th</sup> June 2010

The following special resolutions were passed in the above mentioned meetings:

**Annual General Meeting held on 30<sup>th</sup> Septemberr 2009:**

- To appoint Mr. Chandrakant Baburao Tupe as a director liable to retire by rotation.
- To appoint Mr. Salim Ismail Shaikh as a director liable to retire by rotation.

**Extra Ordinary General Meeting held on 30<sup>th</sup> June 2010:**

- To appoint Mr. Nitin Prabhudas Somani as a director liable to retire by rotation.
- To appoint Mrs. Sonal Nitin Somani as a director liable to retire by rotation.
- To increase the authorized capital of the company from Rs.3.5 crores to Rs. 5 crores.
- To alter the Memorandum of the Association and Articles of the Association in order to give effect to the increase of authorized capital of the company.
- To allot 20,00,000 equity shares of Rs. 10/- each at a premium of Rs. 17/- on preferential basis to the persons as accepted by the members.
- To shift the registered office of the company from Chennai, State of Tamil Nadu to Mumbai, State of Maharashtra.

7. The Board is pleased to inform that during the Financial Year 2009 - 10 no penalties / strictures have been imposed in the Company by the Stock Exchange(s), Registrar of Companies, SEBI or any other Statutory Authority in any manner related to Capital Markets.

8. Book Closure :

The dates of Book Closure are Wednesday, September 29,2010 to Thursday, September 30,2010 (both days inclusive).

9. **Listing of Equity Shares:**  
The shares of the company are listed on Bombay Stock Exchange (BSE). The Company has paid the Listing Fees for the Financial year 2009-2010.
10. **Custodial Fees to Depository:**  
The Company has paid custodial fees for the Financial Year 2009 – 2010 to National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).
11. **Stock Code / Symbol:**  
BSE :  
Script Code : 531387  
Script ID : HASTIFIN
12. **Registrar and Share Transfer Agent:**  
CAMEO CORPORATE SERVICES LTD.
13. **Contact Details**
- |                   |   |
|-------------------|---|
| Registered Office | No. 14, Imperial Hotel Complex, Whannels Road, Egmore, Chennai - 600008, Tamil Nadu |
| Tel. No.          | : 022-24975006, +91 9819705109  |
| Email             | : <a href="mailto:ftcnitin@gmail.com">ftcnitin@gmail.com</a>                        |
14. **Address of the Registrar:**  
Cameo Corporate Services Limited  
Subaramaniam Buildings,  
Club House Road,  
Chennai – 600 002,  
Tamil Nadu.  
Tel: 28460390  
Email : [investors@cameoindia.com](mailto:investors@cameoindia.com)
15. **Secretarial Audit :**  
As stipulated by SEBI, a Qualified Practising Company Secretary carries out Secretarial Audit to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issue and listed capital. This audit is carried out at every quarter and the report thereon is submitted to the Bombay Stock Exchange.

For and / or On behalf of the Board of Directors.

Sd/-  
Nitin Prabhudas Somani  
Director

Sd/-  
Sonal Nitin Somani  
Director

Chennai, Dated 28<sup>th</sup> August, 2010

DIPAK MANIAR

D. MANIAR & Co.

B. Com.(Hons), L. L. B. (G), A. C. S.

Company Secretaries

EFF Jumbo Darshan CHSL., Bldg. F/2, Flat No. 2, Gr. Floor, Koldongri,  
Andheri (East), Mumbai - 400 069

**COMPLIANCE CERTIFICATE**  
(Pursuant to Section 383 A of the Companies Act, 1956)

The Members,  
**HASTI FINANCE LIMITED.**  
No. 14, Imperial Hotel Complex,  
Near Albert cinema Hall,  
Whannels Road, Egmore,  
Chennai - 600 008,  
Tamilnadu.

Company's Registration No.	: L65191TN1994PLC028333
Authorised Share Capital	: Rs. 5,00,00,000/-
Paid - up Share Capital	: Rs. 4,62,26,000/-

We have examined the registers, records, books and papers of M/s. **HASTI FINANCE LIMITED, CHENNAI**, as required to be maintained under the Companies Act, 1956 and the rules made there under and also the Provisions contained in the Memorandum and the Articles of Association of the Company for the financial year ended 31<sup>st</sup> March, 2010.

In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company, its Officers and Agents, we certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in *Annexure 'A'* to this Certificate, as per the Provisions 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, Regional Directors, Central Government, Company law Board or other Authorities within the time prescribed under the Act and the rules made thereunder.
3. The Company being a Limited Company, has paid up Capital of Rs. 4,62,26,000/-
4. The Board of Directors duly met 9 (Nine) times on 15.04.2009, 31.07.2009, 28.08.2009, 01.09.2009, 29.09.2009, 08.10.2009, 15.10.2009, 30.01.2010, and 30.03.2010 and in respect of which Meetings, proper notices were given and the proceedings were properly recorded and signed including the circular resolutions passed in the Minutes Book maintained for the purpose.

5. The Company has closed its Register of Members being Public Limited Company in accordance with Section 154 of the Companies Act, 1956 and also complied with the requirements of Listing agreements.
6. The Annual General Meeting for the financial year ended on 31<sup>st</sup> March, 2009 was held on 30<sup>th</sup> September, 2009 after giving due notice to the Members of the Company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. An Extra - Ordinary General Meetings was held on 30.06.2010 for
  - a) increasing the Authorised Share capital of the Company from Rs. 350.00 Lacs to Rs.500.00 Lacs and consequential alteration by way of substitution of Clause V and relevant Article in the Articles of Association of the Company.
  - b) offering, issuing and allotting 20,00,000 Equity Shares of Rs. 10/- each at a premium of Rs 17/- on preferential basis to Promoters and Non -Members.
  - c) shifting the Registered Office of the Company from the State of Tamil Nadu to State of Maharashtra, subject to approval by the Company Law Board, Southern Region Bench, Chennai.

after giving due notice to the Members of the Company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
8. The Company has not advanced any Loans to its Directors and /or persons or Firms or Companies referred to in Section 295 of the Act.
9. According to the Register of Contracts, there are no transactions regarding Contracts / arrangements under the Provisions of Sections 297 of the Act.
10. There are no transactions of Finance Services made in pursuance of contracts or arrangements. The same are not entered in the Register maintained under Section 301 of the Act.
11. There are no appointments or contracts in respect of holding an office or place of profit pursuant to Section 314 of the Act during the financial year.
12. The Board of Directors has not issued any Duplicate Share Certificates during the financial year.
13. The Company has :
  - a. effected transfer of Shares in accordance with the Provisions of the Act, during the financial year.

- b. not declared any dividend, therefore compliance with regards to the Provisions of Section 205A of the Act in respect of declaration and payment of dividend is not applicable.
  - c. not paid any interim dividend and there was no Unclaimed / Unpaid Dividend as are required to be transferred to Unpaid Dividend Account.
  - d. no Matured Deposits, Matured Debentures and the interest accrued thereon which have remained unclaimed or unpaid as are required to be transferred to Investor Education and Protection Fund.
  - e. duly complied with the requirements of Section 217 of the Act.
14. The Board of Directors of the Company is duly constituted. There were appointments of Additional Directors during the financial year. There were changes in Directors by way of resignations during the financial year. The necessary Forms 32 were filed with the Registrar of Companies, Chennai.
  15. The Company has not paid any remuneration to its Directors, under the Provisions of Sections 198 and 269 of the Act read with Schedule XIII to the Companies Act.
  16. The Company has not appointed any Sole-Selling Agents during the financial year.
  17. The Company had passed Special Resolution on 30.06.2010 for shifting the Registered Office from the State of Tamil Nadu to the State of Maharashtra subject to approval of the Company Law Board, Southern Region Bench, Chennai. The Company was not required to obtain any approvals of the Central Government, Regional Director, and/or such other Authorities as prescribed under the various Provisions of the Act during the financial year under review.
  18. The Directors have disclosed their interest in other Firms / Companies to the Board of Directors pursuant to the Provisions of the Act and the rules made thereunder.
  19. The Company has issued and allotted 20,00,00 Equity Shares of Rs.10/- each at a premium of Rs. 17/- per share on preferential basis to Promoters and Non - Members on 27.03.2010.
  20. The Company has not bought back any shares during the financial year.
  21. The Company has not issued any Redeemable Preference Shares / Debentures during the financial year and there is no Redemption of Preference Shares / Debentures.

- 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.
- 23 The Company has not invited / accepted any deposits under the Provisions of Section 58A and read with Companies (Acceptance of Deposits) Rules, 1975.
- 24 The Company has not borrowed any amount from its Financial Institutions and Banks and others during the financial year ended 31<sup>st</sup> March, 2010 under the Provisions of Section 293 (1) (d) of the Act.
- 25 The Company has not made Loans or Investments to the other Body Corporate under the Provisions of Section 372A of the Act and necessary entries were not made in the Register kept for the purpose under the Provisions of the said Act.
- 26 The Company has passed Special Resolution at EGM held on 30.06.2010 for shifting the Situation of its Registered Office from the State of Tamil Nadu to the State of Maharashtra, subject to approval by the Company Law Board, Southern Region Bench, Chennai.
- 27 The Company has not altered the Provisions of the Memorandum with respect to the Objects of the Company during the year under scrutiny.
- 28 The Company has not altered the Provisions of the Memorandum with respect to Name of the Company during the year under scrutiny.
- 29 The Company has altered the Provisions of the Memorandum with respect to Share Capital of the Company by increasing the Authorised Share Capital of the Company from Rs. 350.00 Lacs to Rs. 500.00 Lacs by seeking approval of the company's Members at EGM held on 30.06.2010.
- 30 The Company has altered its Articles of Association for the above purpose.
- 31 There was/were 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.
- 32 The Company has not received any money as security from its employees during the financial year as per Provisions of Section 417 (1) of the Act.

- 33 We are informed that the Provident Fund Scheme is not applicable to the Company.

For D. MANIAR & CO.

S/D.

( DIPAK MANIAR )  
Practising Company Secretary  
CP 2904

Mumbai, Dated : 28<sup>th</sup> August, 2010.



ANNEXURE 'A'REGISTERS MAINTAINED BY THE COMPANY:STATUTORY REGISTERS:

1. Register of Charges under Section 143.
2. Register of Members under Section 150.
3. Minutes Book of Board Meeting under Section 193.
4. Minutes Book of General Body Meetings under Section 193.
5. Books of Accounts under Section 209.
6. Register of Particulars of Contracts in which Directors are interested under Section 301.
7. Register of Directors under Section 303.
8. Register of Directors' Shareholding under Section 307.
9. Register of Deposits, Investments under Section 372 A.

OTHER REGISTERS:

1. Register of Directors' Attendance.
2. Register of Shareholders' Attendance.
3. Register of Share Transfers.
4. Register of Fixed Asset.

For D. MANIAR & CO.

S/D.

(DIPAK MANIAR)  
Practising Company Secretary  
CP 2904

Mumbai, Dated : 28<sup>th</sup> August, 2010.

ANNEXURE 'B'

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

Sr. No.	Form No. / Return	Filed under Section	Particulars	Date of Filing
1	23AC Balance Sheet	220	For the year ended 31 <sup>st</sup> March, 2008.	P32658254 30.05.2009
2	20B Annual Return	159	Made upto 30 <sup>th</sup> September, 2008 (A. G. M.)	P33502188 28.07.2009
3	32	303	For appointing Shri Chandrakant Baburao Tupe and Shri Salim Ismail Shaikh as the Additional Directors of the Company w. e. f. 28.08.2009	A73831059 02.12.2009
4	32	303	For appointing Shri Nitin Prabhudas Somani and Smt. Sonal Nitin Somani as the Additional directors of the Company w. e. f. 29.09.2009	A74254285 09.12.2009
5	32	303	For accepting resignation of Sureshchand Surana, Dilip Kumar Surana and Padamchand Surana as the Directors of the Company w. e. f. 28.08.2009	A74635517 15.12.2009
6	32	303	For changing the status of Shri Chandrakant Baburao Tupe and Shri Salim Ismail Shaikh from the Additional Directors to Directors by the Members at AGM held on 30.03.2009	
6	18	146	For shifting of Registered Office within the jurisdiction of the same Registrar of Companies, Chennai - 08.10.2009	A74796079 17.12.2009
7	20B Annual Return	159	Made upto 30 <sup>th</sup> September, 2009 (A. G. M.)	P48052641 04.06.2010
8	66 Compliance Certificate	383A	From the Practising Company secretaries for the year - 2008 - 2009	P48081442 07.06.2010

Sr. No.	Form No. / Return	Filed under Section	Particulars	Date of Filing
9	23AC Balance Sheet	220	For the year ended 31 <sup>st</sup> March, 20089	P48082754 07.06.2010
10	23	16,31, 81 (1A), 21	For passing Resolutions for a) increasing the Authorised Capital from Rs 350.00 to Rs. 500.00 Lacs and alteration of Clause V and Article of Association of Company b) offering, issuing and allotting 20,00,000 Equity Shares of Rs. 10/- each at a premium of Rs. 17/- per shares on preferential basis to Non - Members c) shifting the Registered Office of the Company from the State of Tamil Nadu to the State of Maharashtra - EGM - 30.06.2010	A89999767 27.07.2010
11	5	16, 31	For increasing the Authorised Share Capital from Rs. 350.00 to Rs. 500.00 Lacs. - EGM 30.06.2010	A90164781 29.07.2010
12	32	303	For change of status of Directors of Shri Nitin Somani and Smt. Sonal Nitin Somani from Additional Director to Directors at EGM - 30.06.2010	A90219650 29.07.2010
12	2	75	For allotting 20,00,000 Equity Shares of Rs. 10/- each at a premium of Rs. 17/- per share on preferential basis - 27.08.2010	*

\* The aforesaid documents have not been filed with the Registrar of Companies, Chennai.

For D. MANIAR & CO.

S/D.

(DIPAK MANIAR)  
Practising Company Secretary  
CP 2904

Mumbai, Dated : 28<sup>th</sup> August, 2010.



Office : 304, Saba Palace, 4<sup>th</sup> Road,  
Khar (W), Mumbai 400 052.  
Tel. : 3290 8261 - Resi. 2625 0831 -  
Mobile : 9821 238 422.  
E-mail. : [casandeepprath@gmail.com](mailto:casandeepprath@gmail.com)

#### **AUDITOR'S REPORT TO THE SHAREHOLDERS**

We have audited the attached balance sheet of Hasti Finance Limited as at 31<sup>st</sup> March 2010, Profit and Loss account annexed thereto and also the Cash Flow Statement for the year ended on that date. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

We report that:

1. 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 have annexed a statement on the matters specified in the paragraph 4 & 5 of the said order.
2. Further to our comments in the annexure referred to in paragraph 1 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 purposes of our report;
  - 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, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the Books of Accounts;
  - iv) In our opinion, the Balance Sheet and Profit and Loss Account are in compliance with the Accounting Standards referred to in sub-section (3C) of section 211 of the companies Act, 1956;
  - v) On the basis of written representations received from Directors as on 31<sup>st</sup> March 2010, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31<sup>st</sup> March 2010 from being appointed as a director of the Company in terms of section 274 (1) (g) of the Act.

- vi) In our opinion and to the best of our information and according to the explanation given to us, the accounts and notes on accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- a) in the case of Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March 2010;
  - b) in the case of Profit and Loss Account, of the Profit of the Company for the year ended on that date; and
  - c) in the case of Cash Flow Statement of the cash flows for the year ended on that date.

For **Sandeep Rathi & Associates**  
Chartered Accountants

Sd/-

**Sandeep Rathi**  
Proprietor  
Firm Registration No.113728 W  
Membership No. 047377

Place: Mumbai  
Date : 28<sup>th</sup> August,2010.

## Annexure to the Auditors' Report

### Re: Hasti Finance Limited

Referred to in paragraph 1 of our report of even date

- 1 a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.  
b) The fixed assets have been physically verified by the management according to a regular programme of periodic verification in a phased manner which in our opinion is reasonable having regard to the size of the company and nature of fixed assets. The discrepancies noticed on such physical verification were not material and provided for in the books of accounts of the company.  
c) During the year, the company has disposed off Fixed Assets which were movable and therefore do not effect going concern status.
- 2 The company is not carrying any stock of finished goods, Stores, parts & Raw material.
- 3 a) The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Act.  
b) There is no amount overdue for more than rupees one lakh.  
c) The company has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Act.
- 4 In our opinion, there were generally adequate internal control procedure commensurate with the size of the company and nature of its business for its income from operation. The management has initiated a programme to improve and rectify the internal control weaknesses noticed during the course of our audit.
- 5 There are no transactions that need to be entered into the register maintained under Section 301 of the Act.
- 6 The Company has not accepted any deposits within the meaning of the Section 58A, 58AA or any other relevant provisions of the Act.
- 7 In our opinion, the Company has an adequate internal audit system commensurate with the size and nature of its Business.
- 8 The Central Government has not prescribed maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 for the activities of the company.
- 9 According to the information and explanation given to us, there are no undisputed amounts payable in respect of Income Tax, Sales Tax, Wealth Tax, Custom Duty, Service Tax, Investor Education and Protection Fund, Excise Duty, Cess and any other statutory dues as at 31<sup>st</sup> March 2010.
- 10 The Company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the current and immediately preceding financial year.
- 11 During the year there were no any dues repayable to banks.
- 12 The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- 13 In our opinion, the Company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provisions of clause 4(viii) of the companies (Auditors Report) order, 2003 are not applicable to the company.

- 14 The Company has maintained proper records of transaction and contracts in respect of Investments in securities and timely entries have been made therein. All Investments at the close of the year have been held in name of the company.
- 15 According to the information and explanation given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions
- 16 During the year there were no term loans availed by the company.
- 17 In our opinion and according to the information and explanation given to us, the company has not raised any funds on a short-term basis, which have been used for long-term investment during the year.
- 18 During the year, Company has not made any preferential allotment of shares to parties and Companies covered in the register maintained under section 301 of the Companies Act, 1956.
- 19 There are no debentures issued and outstanding during the year and hence the provisions of clause 4(xix) of the Companies (Auditors Report) Order, 2003 are not applicable to the company.
- 20 The Company has not raised any money by way of public issues during the year.
- 21 Based upon the audit procedures performed and according to the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year.

For **Sandeep Rathi & Associates**  
Chartered Accountants

Sd/-  
**Sandeep Rathi**  
Proprietor  
Firm Registration No.113728 W  
Membership No. 047377

Place: Mumbai  
Date : 28<sup>th</sup> August,2010.

**BALANCE SHEET AS AT 31ST MARCH, 2010**

	Schedule	(Amount in Rs.)	
		As At 31.03.2010	As At 31.03.2009
<b>SOURCES OF FUNDS</b>			
<b>Share Holders Fund</b>			
Share Capital	1	26,226,000	26,226,000
Reserves & Surplus	2	7,641,350	6,999,080
<b>Loans Funds</b>			
Secured Loan		-	-
Unsecured Loan	3	-	93,000
<b>Total</b>		<b>33,867,350</b>	<b>33,318,080</b>
<b>Fixed Assets</b>			
Gross Block	4	-	2,898,423
Less : Depreciation		-	2,314,405
Net Block		-	584,018
<b>Investment</b>			
	5	4,600,000	4,609,374
<b>Current Assets, Loans and Advances</b>			
Debtors	6	7,546,654	11,991,142
Cash & Bank Balances	7	651,294	541,968
Loans & Advances	8	22,562,770	17,956,741
		30,760,718	30,489,851
<b>Less : Current Liabilities &amp; Provisions</b>			
Current Liabilities	9	1,063,368	2,285,663
Provisions	10	430,000	79,500
		1,493,368	2,365,163
Net Current Assets		29,267,350	28,124,688
<b>Total</b>		<b>33,867,350</b>	<b>33,318,080</b>

Notes on Accounts and Significant  
Accounting Policies  
As Per Our Report of Even Date

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Sd/-

**Nitin Prabhudas Somani**  
Director

For Sandeep Rathi & Associates  
Chartered Accountants

Sd/-

**Sandeep Rathi**  
Proprietor

Firm Registration No.113728 W

Membership No. 047377

Place: Mumbai

**CERTIFIED TRUE COPY**

**Hasti Finance Limited**

Sd/-

**Sonal Nitin Somani**  
Director

*S. Somani*  
Director



**HASTI FINANCE LIMITED**  
**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2010**

	Schedule	(Amount in Rs.)	
		Year ended 31.03.2010	Year ended 31.03.2009
<b>INCOME</b>			
Income From Operation & Other Income	11	1,669,212	1,860,083
<b>Total</b>		<b>1,669,212</b>	<b>1,860,083</b>
<b>EXPENDITURE</b>			
Administrative & Other Expenses	12	174,029	940,250
Employees Remuneration & Benefits	13	398,000	566,830
Expenses Relates to Securities	14	50,524	58,631
Financial Charges	15	2,426	-
Depreciation	4	41,963	125,894
<b>Total</b>		<b>666,942</b>	<b>1,691,605</b>
<b>Net Profit Before Tax</b>		<b>1,002,270</b>	<b>168,478</b>
Less : Provision for Tax		360,000	70,000
Provision for FBT		-	9,500
<b>Net Profit After Tax</b>		<b>642,270</b>	<b>88,978</b>
Balance brought forward		5,112,080	5,023,102
<b>Profit available for appropriation</b>		<b>5,754,350</b>	<b>5,112,080</b>
<b>Statutory Reserve</b>		<b>132,000</b>	<b>-</b>
<b>Balance Carried to Balance Sheet</b>		<b>5,622,350</b>	<b>5,112,080</b>
<b>Earning per Share</b>			
Basic and Diluted EPS (Par value of Rs.10/- each)		0.24	0.03
Number of shares used in computing EPS		2,622,600	2,622,600

Notes on Accounts and Significant  
Accounting Policies

16

As Per Our Report of Even Date  
For Sandeep Rathi & Associates  
Chartered Accountants

**CERTIFIED TRUE COPY**  
**Hasti Finance Limited**

Sd/-  
Nitin Prabhudas Somani  
Director

Sd/-  
**Sandeep Rathi**  
Proprietor  
Firm Registration No.113728 W  
Membership No. 047377  
Place: Mumbai  
Date : 28th August,2010.

Sd/-  
Sonal Nitin Somani  
Director

**Schedules to Balance Sheet and Profit and Loss account**

PARTICULARS	As At 31.03.2010	As At 31.03.2009
<b>Schedule "1"</b>		
<b><u>Share Capital</u></b>		
<b>Authorised</b>		
35,000,000 equity shares of Rs. 10 each	35,000,000	35,000,000
<b>Issued, subscribed &amp; Paid up</b>		
26,22,600 equity shares of Rs. 10 each	26,226,000	26,226,000
( Previous year 2622600 Equity shares of Rs. 10 each)	26,226,000	26,226,000
<b>Schedule "2"</b>		
<b><u>Reserves &amp; Surplus</u></b>		
Capital Reserves	1,887,000	1,887,000
Statutory Reserve	132,000	-
Profit & Loss Account	5,622,350	5,112,080
	7,641,350	6,999,080
<b>Schedule "3"</b>		
<b><u>Unsecured Loan</u></b>		
From Directors	-	93,000
	-	93,000
<b>Schedule - 5:</b>		
<b><u>Investment</u></b>		
In Equity Sharcs (Un quoted)	4,600,000	4,609,374
	4,600,000	4,609,374
<b>Schedule - 6:</b>		
<b><u>Sundry Debtors</u></b>		
<b><u>Unsecured considered good</u></b>		
Debts due from more than Six months	7,546,654	11,991,142
Others	-	-
	7,546,654	11,991,142
<b>Schedule - 7:</b>		
<b><u>Cash and Bank Balances</u></b>		
Cash in Hand	582,538	527,067
Cash with Schedule Banks	68,756	14,901
	651,294	541,968
<b>Schedule - 8:</b>		
<b><u>Loans and Advances</u></b>		
Loans More than 6 months (unsecured)	12,273,546	16,498,809
Loans - others (unsecured)	9,256,260	-
Advances recoverable in cash or in kind or for value to be received	1,032,964	1,457,932
	22,562,770	17,956,741

HASTI FINANCE LIMITED

SCHEDULE 4 : FIXED ASSETS & DEPRECIATION

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	as on 01/04/09	Addition	Deletion	as on 31/03/10	as on 01/04/09	Addition	Deletion	as on 31/03/10	as on 31/03/10	as on 31/03/09
Furniture & Fixtures	348,214	-	318,214	-	277,465	7,348	284,813	-	-	70,749
Office Equipments	192,857	-	192,857	-	118,219	3,054	121,273	-	-	74,638
Computers	526,964	-	526,964	-	473,697	4,414	478,111	-	-	53,267
Vehicles	1,830,388	-	1,830,388	-	1,445,024	27,147	1,472,171	-	-	385,364
	2,898,423	-	2,898,423	-	2,314,405	41,963	2,356,368	-	-	584,018
Previous Year	2,937,055	344,226	382,858	2,898,423	2,497,381	-	308,870	2,314,405	584,018	943,845

**SCHEDULES TO BALANCE SHEET AND PROFIT AND LOSS ACCOUNT**

PARTICULARS	As At 31.03.2010	As At 31.03.2009
<b>Schedule - 9:</b>		
<b><u>Current Liabilities and Provisions</u></b>		
<b>Current Liabilities :</b>		
Payable Accounts	107,926	350,934
Unmatured Finance Charges	955,442	1,932,182
Cheque in Transit	-	2,547
	1,063,368	2,285,663
<b>Schedule - 10:</b>		
<b>Provision</b>		
Provision for Tax	430,000	70,000
Provision for FBT	-	9,500
	430,000	79,500
<b>Schedule - 11 :</b>		
<b><u>Income from operation &amp; Other Income</u></b>		
Interest Income from Vehicle loans	1,142,421	356,473
Interest Income from other loans	412,234	1,503,610
Profit on sale of assets	111,444	-
Profit on sale of shares	3,113	-
	1,669,212	1,860,083
<b>Schedule - 12 :</b>		
<b><u>Administrative &amp; Other Expenses</u></b>		
Bank Charges	1,142	2,412
Travelling & Conveyance	34,315	29,265
Printing & Stationery	-	9,429
Telephones Expenses	27,802	45,818
General Expenses	22,660	10,013
Books & Periodicals	-	752
Repairs & Maintenance	-	21,148
Electricity Charges	-	9,569
Advertisements	-	3,733
Donation	-	250
Rent	11,385	56,340
Business Promotional Expenses	-	12,633
Loss on Sale of Fixed Assets	-	483,087
Consultancy Charges	-	16,250
Audit Fees	55,150	22,960
Collection Charges	17,650	125,246
Seizing Charges	-	41,000
Interest	-	751
Parking Charges	-	20,400
Filing Fees	3,925	5,050
Postage expenses	-	13,245
Legal Expenses	-	10,900
	174,029	940,250

**HASTI FINANCE LIMITED**  
Schedules to Balance Sheet and Profit and Loss account

PARTICULARS	As At 31.03.2010	As At 31.03.2009
<b>Schedule - 13 :</b>		
<b>Employees Remuneration &amp; Benefits</b>		
Managerial Remuneration	98,000	294,000
Salary and Wages	300,000	272,830
	398,000	566,830
<b>Schedule - 14 :</b>		
<b>Expenses Relates to Securities</b>		
Depository Services Fees	22,849	8,990
Stock Exchanges Fees	11,130	31,284
Transfer Agent Fees	16,545	18,357
	50,524	58,631
<b>Schedule - 15 :</b>		
<b>Financial Charges</b>		
Interest	2,426	-
	2,426	-

## HASTI FINANCE LIMITED

### Schedule 16: - Significant Accounting Policies and Notes on Annual Accounts

#### A) Significant Accounting Policies

##### I. Accounting Concepts

- a. The Accounts have been prepared on historical cost basis.
- b. The company generally follows the mercantile system of accounting and recognises income and expenditure on accrual basis.

##### II. Income Recognition:

Finance charges are accounted under Capital Recovery method. Additional Finance charges are accounted on receipt basis. The interest on Loan amounts given are provided whichever it is receivable. The interest amount is not provided, where the principle amount in itself is in doubtful. The same shall be provided as and when received.

##### III. Taxes

Current tax provision has been determined on the basis of relief, deductions etc. available under the Income Tax Act, 1961. Deferred tax is recognized for all timing differences, subject to the consideration of prudence. There being no timing difference during the period, deferred tax provision is not made.

##### IV. Fixed Assets

Fixed assets are recorded at the cost of acquisition. Cost includes all identifiable expenditure incurred to bring the assets to its present condition and location.

##### V. Depreciation

Depreciation is provided for on Written Down Value method at the rates and in the manner specified in Schedule XIV of the Companies Act, 1956.

Depreciation on additions \ deletions to the fixed assets during the year is provided on pro-rata basis from \ to the date of such additions \ deletions as the case may be.

##### VI. Investments

Long Term investments are valued at cost. Diminution in value if any, which is of a temporary nature, is not provided.

##### VII. Provisions, Contingent Liabilities and Contingent Assets

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

#### B) Notes on Accounts

1. There was no amount due as on March 31, 2010, as reported to us from/ to Micro, Small & Medium Enterprises as per MSMED Act, 2006.
2. Loan advance amounts are taken as available from the books of account and are subject to confirmation from the parties to whom the loans are advanced.
3. The management is of the opinion that the loans advanced and investment made are recoverable and has not identified any Non-performing Assets and the company has not accepted any deposits from the public, therefore management has not worked out the prudential norms for Income Recognition and provisioning for Non performing Assets as prescribed by The Reserve Bank of India for Non-Banking Financial Companies.

4. Directors Remuneration paid :
- |                    | 2009-2010 | 2008-2009 |
|--------------------|-----------|-----------|
| Padam Chand Surana | 48,000    | 1,44,000  |
| Suresh Chand Suran | 50,000    | 1,50,000  |
5. Auditors Remuneration :
- |                                | 2009-2010     | 2008-2009     |
|--------------------------------|---------------|---------------|
| For Statutory Audit            | 55,150        | 22,960        |
| For Certification & Other Work | --            | --            |
|                                | <u>55,150</u> | <u>22,960</u> |
6. During the year the company earned profit from disposing off all its Fixed Assets ( movable property) .
7. During the year Rs. 1,32,000 was transferred to Statutory Reserve which represent the Reserve Fund created U/s 45-IC of the Reserve Bank of India Act, 1934.
8. Earning Per Share as per Accounting Standard 20:  
Calculation for Basic and Diluted Earnings per Share (EPS):

	Current Year	Previous Year
Net Profit for the year attributable to equity shareholders (Rs.)	6,42,270	88,978
Number of equity shares outstanding as at 31 <sup>st</sup> March	26,22,600	26,22,600
Weighted average No. of Shares outstanding as at 31 <sup>st</sup> March	26,22,600	26,22,600
EPS = $\frac{\text{Net Profit for the yr attributable to equity shareholders (Rs.)}}{\text{Weighted average No. of Shares outstanding as at 31st March}}$	0.24	0.03
Nominal Value of an equity share (Rs.)	10	10

#### 7 Segment Reporting

As the company operates in only one business and operates only in one geographical segment i.e. domestic, the disclosure requirements under Accounting Standard 17 - "Segment Reporting" is not required.

#### 8 Related parties disclosures

There are no transactions as reported with any key management persons and with any of the Enterprises owned and controlled by Key management persons.

##### Related Party Details:

##### Nature of Relationship

##### i) Key Management Person

**Name**  
Mr. Nitin Prabhudas Somani  
Mrs. Sonal Nitin Somani  
Mr. Salim Ismail Shaikh  
Mr. Chandrakant Baburao Tupe

##### ii) Associates

Fast train Cargo Private Limited  
Shree Fast Courier & Cargo Pvt. Ltd.  
Fast Air Cargo Private Limited  
Fast Realty Private Limited  
N S T Realty Private Limited  
Shabd Brahma Developers Private Limited  
Fast Transport & Cargo

9 In view of the company's business, generally there is no specific physical measure or standard classification for its products / services. Consequently, Additional information pursuant to part II of Schedule VI of the companies Act, 1956 are either Nil or not applicable.

10 Previous years figures have been re-grouped and re-arranged wherever considered necessary.

For **Sandeep Rathi & Associates**  
Chartered Accountants

**Sd/-**  
(Sandeep Rathi)  
**Proprietor**  
Firm Registration No. 113728 W  
Membership No. 047377 W

Place : Mumbai  
Date : 28<sup>th</sup> August, 2010.

**Sd/-**  
**Nitin Prabhudas Somani**  
Director

**Sd/-**  
**Sonal Nitin Somani**  
Director



**HASTI FINANCE LIMITED**

**BALANCE SHEET ABSTRACT AND A COMPANY GENERAL PROFILE**

<b>A Registration Details</b>			
Registration No. 28333	State Code 18		
Balance Sheet Date 31st March, 2010			
<b>B Capital Raised during the year</b>			
Public Issue	Nil	Right Issue	Nil
Bonus Issue	Nil	Private Placement	Nil
<b>C Position of Mobilisation and Deployment of Funds</b>			
Total Liabilities	33,867,350	Total Assets	33,867,350
<b><u>Sources of Funds</u></b>		<b><u>Application of Funds</u></b>	
Paid-up Capital	26,226,000	Net Fixed Assets	-
Reserve & Surplus	7,641,350	Investments	4,600,000
Secured Loans	NIL	Net Current Assets	29,267,350
Unsecured Loans	NIL	Misc.Expenditure	NIL
Accumulated Loss	NIL		
Deferred Tax Liability	NIL		
<b>D Performance of Company</b>			
Turnover (Incl. Other Income)	1,669,212	Total Expenditure	666,942
Profit Before Tax	1,002,270	Profit After Tax	642,270
Earning per Share (in Rs.)	0.24	Dividend Rate	NIL
<b>E Generic Names of Three Principal Products/Services of Company (As per monetary terms)</b>			
<u>Product Description</u>		<u>Item Code No. (ITC Code)</u>	
Finance		N.A.	
<b>For Sandeep Rathi &amp; Associates</b>			
Chartered Accountants		Sd/-	
		<b>Nitin Prabbudas Somani</b>	
Sd/-		Director	
<b>Sandeep Rathi</b>			
Proprietor		Sd/-	
Firm Registration No. 113728 W		<b>Sonal Nitin Somani</b>	
Membership No. 047377		Director	
Place : Mumbai			
Date : 28th August, 2010.			

**HASTI FINANCE LIMITED**

**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2010**

		(Amount in Lakhs)	
		31.03.10	31.03.09
<b>(A)</b>	<b>Cash Flow From Operating Activities</b>		
	Net Profit Before tax & Extra Ordinary Items	10.02	1.68
	Adjustments for:		
	Preliminary Expenses		
	Depreciation	0.42	1.25
	Taxes	(3.60)	(0.80)
	Dividend		
	Excess Liabilities no longer required written back		
	Operating Profit before Working Capital changes	6.84	2.13
	Adjustments for:		
	Trade and other receivable	(1.62)	47.31
	Trade payables & Others	(8.72)	(6.29)
	<b>Net Cash from Operating Activities</b>	<b>(3.50)</b>	<b>43.15</b>
<b>(B)</b>	<b>Cash Flow From Investing Activities</b>		
	Sale of Assets	5.44	(0.82)
	Purchase of Assets		(3.45)
	Increase in Investment	0.09	(35.50)
	<b>Net Cash from Investing activities</b>	<b>5.53</b>	<b>(38.13)</b>
<b>(C)</b>	<b>Cash Flow from Financing Activities</b>		
	Proceeds from Borrowings		-
	Repayment of Borrowings	(0.93)	-
	<b>Net Cash from Financing Activities</b>	<b>(0.93)</b>	-
	Net Increase/(Decrease) in Cash & Cash equivalents	1.10	5.02
	Cash & Cash equivalent as at Opening	5.41	0.39
	Cash & Cash equivalent as at Closing	6.51	5.41

For and on behalf of the Board

Sd/-	Sd.-
Nitin Prabhudas Somani	Sonal Nitin Somani
DIRECTOR	DIRECTOR

Place : Mumbai  
Date : 28<sup>th</sup> August, 2010.

**AUDITOR'S CERTIFICATE**

The above Cash Flow Statement has been compiled from and is based on the audited accounts of **Hasti Finance Limited** for the year ended 31<sup>st</sup> March, 2010, reported upon by us on 28<sup>th</sup> August, 2010. The statement has been prepared pursuant to clause 32 of the listing agreement with the Bombay Stock Exchange.

For **Sandeep Rathi & Associates**  
Chartered Accountants

Sd/-  
**Sandeep Rathi**  
Proprietor

Place : Mumbai  
Date : 28<sup>th</sup> August, 2010.

**HASTI FINANCE LIMITED**  
Registered Office: No. 14, Imperial Hotel Complex, Whannels Road,  
Egmore, Chennai - 600008, Tamil Nadu.

**PROXY FORM**

I/We.....of.....being a member/members of HASTI FINANCE LIMITED, hereby appoint ..... of ..... failing him ..... of ..... as my/our proxy to attend and vote for me/us on my behalf at the Sixteenth Annual General Meeting of the Company to be held on Thursday, 30<sup>th</sup> September 2010 and at any adjournment there of.

Signed this \_\_\_\_ day of \_\_\_\_\_ 2010.

DP. ID	
Client Id / Folio No.	
No. of Shares	

Signature.....

Affix  
Re.1/-  
Revenue  
Stamp

Note : Proxy Form reach the Company's Registered Office not less than 48 hours before the meeting.

-----Tear Here-----

**HASTI FINANCE LIMITED**  
Registered Office: No. 14, Imperial Hotel Complex, Whannels Road,  
Egmore, Chennai - 600008, Tamil Nadu.

ATTENDANCE  
SLIP

**Sixteenth Annual General Meeting 30-09-2010**

DP. ID		NAME & ADDRESS OF THE REGISTERED SHAREHOLDER
Client Id / Folio No.		
No. of Shares		

I certify that I am a registered shareholder / proxy for the registered shareholder of the Company.

I hereby record my presence at the Sixteenth Annual General Meeting of the Company, at 14, Imperial Hotel Complex, Whannels Road, Egmore., Chennai - 600 008 on Thursday, September 30, 2010

\_\_\_\_\_  
Member's / Proxy Signature

**Notes :**

1. Interested joint members may obtain attendance slip from the Registered Office of the Company.
2. Members/Joint member's proxies are required to bring the attendance slips with them. Duplicate slip will not be issued at the venue.