

NOTICE is hereby given that Fifteenth (15th) Annual General Meeting of the members of the company will be held on Thursday, 30th day of September, 2010 at 11.00 a.m. at the registered office of the company situated at 3, Rajesh Apartment, B/h. Navgujarat College, Ashram Road, Income Tax, Ahmedabad - 380 014 to transact the following business: -

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance sheet as on 31st March, 2010 and Profit and Loss Account for the year ended on that date along with the Directors Report and Auditors Report thereon.
2. To appoint a Director in place of Shri Krishnaavtar J Kabra, who retires by rotation and being eligible offers himself for re appointment.
3. To appoint a Director in place of Shri Pawankumar Somani, who retires by rotation and being eligible offers himself for re appointment.
4. To appoint Auditors and to fix their remuneration.

By Order of the Board of Directors

Date: 17-06-2010

Place: Ahmedabad

KRISHNAVATAR J KABRA
CHAIRMAN & MANAGING DIRECTOR

NOTES:

1. A member entitled to attend and vote at the meeting is also entitled to appoint one or more proxies and that a proxy need not be a member of the company. Proxies in order to be effective must be deposited not less than 48 hours before the commencement of the meeting.
2. The register of members and share transfer books will remain close from 25th September, 2010 to 30th September, 2010 (both days inclusive).
3. Members are requested to intimate about the change in address, if any.
4. Members are requested to bring the copies of the annual report as the same will not be distributed at the annual general meeting.

By Order of the Board of Directors

Date: 17-06-2010

Place: Ahmedabad

KRISHNAVATAR J KABRA
CHAIRMAN & MANAGING DIRECTOR

DIRECTORS' REPORT

To,
The members,

Your Directors have the pleasure in presenting the Annual Report together with the Audited Statement of Account for the year ending on 31st March, 2010.

Financial Results:

Particulars	Current Year	Previous Year
Income from Operation	17538948	5493253
Depreciation		
Profit / (Loss) for the year	3397277	3697369
Income Tax (Earlier year)	1045950	8449098
Profit / (Loss) after provision for Tax	2171635	2855460
Balance Brought forward from previous year	4507975	1652516
Balance carried to Balance sheet	6679611	4507975

DIVIDEND:

Your directors do not recommend any dividend for the year.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

The disclosures required to be made pursuant to the provisions of section 217 (1) (e) of the Companies Act, 1956 read with Companies (Disclosure of particulars in respect of Report of Directors) Rules, 1988 are not applicable. There was no foreign exchange earnings and outgo during the year under the review.

PERSONNEL:

The information required to be given pursuant to the provisions of Section 217 (2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 do not apply.

AUDITORS:

The auditors M/s. V.K. Moondra & Co., Chartered Accountants offers themselves for reappointment at the ensuing annual general meeting. The company has received a letter from the auditors stating that their appointment if made will be within the limits of Section 224 (1) (B) of the Companies Act, 1956. The Directors recommend for their reappointment.

DEPOSITS:

Your Company has not contravened the provisions of Section 58 A of the Companies Act, 1956.

LISTING:

The shares of the company are listed at Ahmedabad Stock Exchange and Mumbai Stock Exchange. Annual Listing fees of Bombay Stock Exchange, NSDL and CDSL are paid for the year 2010- 2011, while that of Ahmedabad Stock Exchange is unpaid.

DIRECTORS RESPONSIBITLY STATEMENT:

1. The annual accounts have been prepared by following the applicable accounting standards together with proper explanation relating to material departures.
2. 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 at the end of the financial year and of the profit and loss account for that period.
3. The directors took proper and sufficient care for the maintenance of proper and adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities.
4. The annual accounts are prepared on going concern basis.

MANAGEMENT DISCUSSION AND ANALYSIS:

During the year under the review the capital market was a period of profit booking. The company has liquidated its investment made in the shares. The operating income was Rs. 17538948/-. Since investment made in the equity shares are subject to greater risk and return, the company expects that with the improvement in the capital market the risk will decline and there will be more returns. Further capital market is subject to various internal and external factors such global economic scenario, political stability, economic policies of the government, tax factors affecting the capital market etc. Though the directors of the company have a wide experience in the field of capital market but the company has no control over the external factors while making investment. However due to their wide experience and critical analysis the company is taking steps to overcome the situation.

Statements made in the above Para in regard to projections, estimates and expectations may be "forward looking statements" within the meaning of applicable securities laws and regulations. Many unforeseen factors may come into play and affect the actual results which could be different from what Directors envisage in terms of future performance and outlook.

APPRECIATION:

Your Directors wish to convey their thanks to all the bankers, suppliers, customers and other persons for their continued support to the company.

By Order of the Board of Directors

Date : 17-06-2010
Place : Ahmedabad

KRISHNAVATAR J KABRA
CHAIRMAN & MANAGING DIRECTOR

CORPORATE GOVERNANCE

The company pursuant to the code on Corporate Governance introduced by the Securities and Exchange Board of India [SEBI] furnishes its report as under:

1. COMPANY PHILOSOPHY ON CODE OF GOVERNANCE :

The company philosophy on corporate governance envisages the attainment of the highest levels of transparency, accountability and equity in all facts of its operations, and in all its interactions with its stakeholders, including shareholders, employees and the government. Arihant Avenues & Credit Limited believes in enhancing shareholders value, over a period of time.

The company firmly believes in and has consistently practiced good corporate governance for the efficient conduct of its business and for meeting its obligations towards all its shareholders.

The company has tuned up its corporate governance practice so as to bring them in conformity with requirements of clause 49 of the listing agreement.

2. COMPOSITION OF BOARD OF DIRECTORS:

30/4/2009, 22/05/2009, 31/7/2009, 30/10/2009 and 31/1/2010.

Sr. No.	Name of the Director	Category of Director	No. of Board meetings	Attendance at the last AGM	No. of other directorship held	No. of committee/ membership* attended held in other company
1	Krishnaavtar Kabra	Chairman & Managing Director	5	Yes	1	Nil
2	Satyanarayan Kabra	Executive	5	Yes	1	Nil
3	Pawankumar Somani	Non-Executive Independent	5	Yes	Nil	Nil
4	Dinesh A. Turakia	Non-Executive Independent	5	Yes	Nil	Nil
5	Jayantilal N. Shah	Non-Executive Independent	5	Yes	Nil	Nil

* Only Remuneration Committee, Shareholders / Investors Grievance Committee and Audit Committee are considered for the purpose.

The information required to be given for the Directors seeking reappointment at the Annual General Meeting as per clause 49 (VI) is as under:

Name of the Director Mr. Krishnaavatar J Kabra
 Father Name Jagannath Kabra
 Date of Birth 22/11/1952
 Date of Appointment 16/08/2000
 Qualification B. Com
 Name of the Companies in which he is a director other than Arihant Avenues & Credit Limited Maya Texturisers Pvt. Ltd.
 Specific functional Areas He has rich experience in field of Invest, Finance and Industry Matters

Name of the Director Mr. Pawankumar Somani
 Father Name Nagarmal Somani
 Date of Birth 04/03/1967
 Date of Appointment 16/08/2000
 Qualification B.Com
 Name of the Companies in which he is a director other than Arihant Avenues & Credit Limited Nil
 Specific functional Areas He has expert knowledge of accounting and investment matters.

3. AUDIT COMMITTEE :

The company has constituted audit committee consisting of Shri Pawankumar Somani (Chairman), Shri Jayantibhai N. Shah and Shri Dinesh A. Turakia.

The terms of reference are as specified in Section 292A of the Companies Act, 1956 and clause 49 of the Listing agreement. During the year the committee met on 30/4/2009, 22/05/2009, 31/7/2009, 30/10/2009 and 31/1/2010.

Sr. No.	Name of the Director	Category of Director	No. of Board meetings	Attendance at the last AGM	No. of other directorship held	No. of committee/ membership* attended held in other company
1	Krishnaavtar Kabra	Chairman & Managing Director	5	Yes	1	Nil
2	Satyanarayan Kabra	Executive	5	Yes	1	Nil
3	Pawankumar Somani	Non-Executive Independent	5	Yes	Nil	Nil
4	Dinesh A. Turakia	Non-Executive Independent	5	Yes	Nil	Nil
5	Jayantilal N. Shah	Non-Executive Independent	5	Yes	Nil	Nil

The minutes of the Audit committee are circulated to the Board members.

4. REMUNERATION COMMITTEE:

The remuneration committee consists of Shri Pawankumar Somani [Chairman], Shri Jayantibhai N. Shah and Shri Dinesh A. Turakia.

Since there was no proposal for the enhancement of remuneration of Directors, the committee did not meet any time during the year.

The remuneration committee has been constituted to recommend / review the remuneration package of the Managing / Whole time Director based on the performance and defined criteria. The remuneration policy is directed towards rewarding performance, based on review of achievements on a periodical basis. The remuneration policy is consistent with the industry practice.

During the year under the review the company has paid salary of Rs. 90,000 to Shri Krishnaavtar J. Kabra.

5. SHAREHOLDERS COMMITTEE:

Sr. No.	Name of the Director	Category of Director	No. of Board meetings	Attendance at the last AGM	No. of other directorship held	No. of committee/ membership* attended held in other company
1	Krishnaavtar Kabra	Chairman & Managing Director	5	Yes	1	Nil
2	Satyanarayan Kabra	Executive	5	Yes	1	Nil
3	Pawankumar Somani	Non-Executive Independent	5	Yes	Nil	Nil
4	Dinesh A. Turakia	Non-Executive Independent	5	Yes	Nil	Nil
5	Jayantilal N. Shah	Non-Executive Independent	5	Yes	Nil	Nil

The Shareholders committee consists of Shri Pawankumar Somani [Chairman], Shri Dinesh A. Turakia and Shri Jayantilal N. Shah

Name and Designation of the Compliance Officer: Shri Krishnaavtar J. Kabra, Managing Director.

During the year under the review no investor's complaints was received.

6. GENERAL BODY MEETINGS:

The date, time and venue of last three annual general meetings are as follow :

YEAR	LOCATION	DAY & DATE	TIME
2008 - 2009	3, Rajesh Apartment, B/h. Navgujarat College, Ashram Road, Income Tax, Ahmedabad - 380014	Wednesday 30 th September, 2009	11.00A.M.
2007 - 2008	3, Rajesh Apartment, B/h. Navgujarat College, Ashram Road, Income Tax, Ahmedabad - 380014	Tuesday 30 th September, 2008	11.00A.M.
2006 - 2007	3, Rajesh Apartment, B/h. Navgujarat College, Ashram Road, Income Tax, Ahmedabad - 380014	Monday, 31 st August, 2007	11.00A.M.

No special resolution was put at vote during the last three AGM.

No resolution was proposed to be passed through postal ballot. No resolution is propose to pass through postal ballot at this annual general meeting.

7. CODE OF CONDUCT

The Board of Directors has already adopted the Code of Ethics and Business Conduct for the Directors and Senior Management personnel. This code is a comprehensive code applicable to all Directors, Executive as well as Non - executive and members of the Senior Management. The Code has been circulated to all the members of the Board and Senior Management Personnel and compliance of the same has been affirmed by them. A declaration given by the Managing Director and CEO is given below:

The Company has obtained from all the members of the Board and Senior Management Personnel of the Company, affirmation that they have complied with the Code of Ethics and Business Conduct framed for Directors and Senior Management Personnel in respect of the financial year 2008 - 2009.

**KRISHNAVATAR J KABRA
CHAIRMAN &MANAGING DIRECTOR**

Subsidiary Company: The Company does not have any subsidiary company.

8. SHAREHOLDERS INFORMATION :

(i) Annual General Meeting Date, Time and Venue	Thursday Date : 30 th September 2010 Time: 11.00 A.M. Venue : Registered Office
(ii) Financial Calendar Year	1 st April, 2009 to 31 st March, 2010
(iii) Date of Book Closure (both days inclusive)	25 th September 2010 to 30 th September 2010
(iv) Dividend Payment Date	Not applicable
(v) ISIN No. for ordinary shares of the company in Demat form	INE193D01019
(vi) Registered Office	3, Rajesh Apartment, B/h. Navgujarat College, Ashram Road, Income Tax, Ahmedabad - 380014
(vii) Registrar and Transfer Agent	Sharepro Services, 3 rd Floor, Satam Industrial Estate, Chakala, Andheri (East), Mumbai - 400 099
(viii) Plant Locations	Not applicable
(ix) Investor Correspondence	Arihant Avenues and Credit Limited 3, Rajesh Apartment, B/h. Navgujarat College, Ashram Road, Income Tax, Ahmedabad - 380014
(x) Means of Communication	The company sends its quarterly results in Stock Exchanges.
(xi) Any Website where it displays official releases	No
(xii) Any presentation made to the institutional investor and analyst	No
(xiii) Is half yearly report sent to the shareholders	No
(xiv) Whether Management Discussion and Analysis is a part of this report	Yes
(xv) Share Transfer System	The work of physical share transfer is handled by Registrar and Transfer Agent. Physical share transfers are normally processed within a period of 25 - 30 days.
(xvi) Listing and Stock Code	Bombay Stock Exchange - 531553 Ahmedabad Stock Exchange - 04898
(xvii) The name and address of Stock Exchanges where Company is listed	1. The Stock Exchange, Ahmedabad First Floor, Kamdhenu Complex, Panjara Pole, Ambawadi, Ahmedabad - 380 0152. 2. The Stock Exchange, Mumbai Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001

(xviii) Distribution of Shareholdings :as on 31-03-2010

From	To	No. of Shareholders	No. of Shares held
0	5000	2504	562200
5001	10000	10	90800
10001	20000	8	112600
20001	30000	8	225600
30001	40000	1	32500
40001	50000	1	50000
50001	100000	10	907300
100000 & Above		19	5334500
	TOTAL	2561	7315500

Shareholding Pattern as on 31.03.2010

Categories of Shareholders	Resident	Non-Resident	% of Shareholding
Promoters	4435400	—	60.63
Corporate Bodies			
Indian Public	2880100		39.37
NRI/ OCR's			
In Transit			
Total	7315500	—	100.000

Dematerialization of Shares As on 31.03.2010, **1805300 (24.68%)** shares of the Company's Share Capital had been dematerialized

9. DISCLOSURES:

- 1) Listing Fees: As disclosed in the Directors Report.
- 2) Outstanding GDR/ADR/ Warrants or any Convertible instruments, Conversion date and likely impact on equity:
Your Company has not issued any outstanding GDR / ADR / Warrants or any other convertible instruments.
- 3) Disclosure on materially significant related party transactions:
There have been no materially related party transactions adversely affecting the interest of the company.
- 4) Details of Non - Compliance by Your Company, penalties imposed on your company by the Stock Exchanges, SEBI or any statutory authorities or any matter related to capital markets:
During the year under the review there was no penalty imposed on the company by SEBI or any Stock Exchange or any other authorities on any matter related to the capital markets.
- 5) Query on Annual Report: 3, Rajesh Apartment, B/h. Navgujarat College, Ashram Road, Income Tax, Ahmedabad - 380 014

Date: 17-06-2010
Place: Ahmedabad

By Order of the Board of Directors

KRISHNAVATAR J KABRA
CHAIRMAN & MANAGING DIRECTOR

DECLARATION

ANNUAL DECLARATION BY CHIEF EXECUTIVE OFFICER (CEO) PURSUANT TO CLAUSE 49 (i) (d) (ii) OF THE LISTING AGREEMENT

I Krishnaavtar jJ Kabra As the Managing Director of Arihant Avenues & credit Limited and as required by Clause 49 (i) (d) (ii) of the Listing Agreement, I, Krishnaavtar jJ Kabra As the Managing Director , hereby declare that all the Board Members and the Senior Management personnel of the Company have affirmed Compliance with the Company's Code of Business Conduct and Ethics, for the Financial Year 2009 -10

FOR AND ON BEHALF OF THE BOARD,

**Place; Ahmadabad
Date: 17.06.2010**

**Sd/-
KRISHNAVATAR J KABRA
CHAIRMAN & MANAGING DIRECTOR**

EO/ CFO CERTIFICATE

I, **Krishnaavtar Kabra**, Chairman & Managing Director in my capacity as CFO of Arihant Avenues and Credit Limited, to the best of our knowledge and belief certify that:

I have reviewed the balance sheet and profit and loss account and all its schedules and notes to accounts, as well as the cash flow statement.

Based on my knowledge, information and belief, these statements do not contain any untrue statement of a material fact or omit to state a material fact that might be misleading with respect to the statements made.

Based on my knowledge, information and belief, the financial statements and other financial information included in this report present a true and fair view of the company's affairs for the period presented in this report and are in compliance with the existing accounting standards, applicable laws and regulations and full explanation has been given for any material departure in compliance of Accounting Standards.

To the best of my knowledge, information and belief, no transactions entered into by the company during the year are fraudulent, illegal or volatile of the Company's Code of Conduct. I am responsible for establishing and maintaining internal controls for financial reporting and have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting.

I have disclosed, based on their most recent evaluation, wherever applicable, to the Company's Auditors and the Audit Committee of the Company's Board of Directors all significant deficiencies in the design or operation of internal controls, if any, of which they are aware and the steps taken or proposed to be to rectify the deficiencies;

I have indicated to the Auditors and the Audit Committee:

- a) Significant changes in the Company's internal control over the financial reporting during the year;
- b) All significant changes in accounting policies during the year, if any, and that the same have been disclosed in the notes to the financial statements
- c) Any fraud, whether or not material, that involves management or other employees who have a significant role in the Company's internal control system over financial reporting.

Sd/-

Place; Ahmadabad
Date: 17.06.2010

Sd/-
KRISHNAVATAR J KABRA
CHAIRMAN & MANAGING DIRECTOR

AUDITORS CERTIFICATE ON CORPORATE GOVERNANCE

To the Members of
Arihant Avenues and Credit Ltd.

We have examined the compliance of the conditions of corporate governance by Arihant Avenues and Credit Limited for the year ended on 31st March, 2007 as stipulated in clause 49 of the listing agreement of the said company with Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to the 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 the opinion of the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us and the representation made by the management we certify that the company has complied with the conditions of the listing agreement as stipulated by the above mentioned Listing agreement. ***But however during the year no Company Secretary and hence the constitution of the audit committee and other committees as required by Clause 49 of the Listing agreement is subject to this fact.*** We state that no investor grievance is pending for a period exceeding one month against the company as per the records maintained by Investors/ Shareholders Grievance Committee.

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

For, V.K.MOONNDRA & CO.,
CHARTERED ACCOUNTANTS

Place : Ahmedabad
Date : 17-06-2010

(V.K.MOONNDRA)
PRORIETOR
M.SHIP NO.400/70731

V K MOONDRA & CO
CHARTERED ACCOUNTANTS201, SARAP, OPP NAVJIVAN PRESS
ASHRAM ROAD, AHMEDABAD-380015**AUDITOR'S REPORT**

To,
The Shareholders
Arihant Avenue & Credit Ltd.

We have audited the attached Balance Sheet of Arihant Avenue & Credit Ltd. as at 31st March, 2010 and also the Profit and Loss Account and Cash Flow Statement of the Company for the year ended on the date annexed hereto. These financial statements are the responsibility of the Company's managements. Our responsibility is to express an opinion on these financial statements based on our audit.

We have 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 statement. 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 provide a reasonable basis for our opinion.

As required by the Companies (Auditors Report) Order 2003 (after incorporating the amendments made by the Companies (Auditor's Report) (Amendment) Order,2004 dated 25th November,2004), issued by the Central Government of India, in terms of section 227 (4A) of the Companies Act, 1956,we enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said order.

Further to our comments in the Annexure referred to in paragraph 1 above. We report that:

- a) We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b) In our opinion proper books of accounts as required by law have been kept by the company so far as appears from our examination of such books.
- c) The Balance sheet and Profit and Loss Account dealt with by the report are in agreement with the books of the company.
- d) In our opinion the profit and loss account and the Balance Sheet, comply with the mandatory accounting standards referred to in section 211(3c) of the companies Act, 1956, to the extent applicable.
- e) According to the information and explanations given to us, in relation to the affairs of the company, none of the directors are disqualified from being appointed as directors under section 274(1)(g) of the companies Act, 1956.
- f) In our opinion and to the best of our information and according to the explanation given to us the accounts, subject to notes and Schedules there to gives

the information required by companies Act 1956 in the manner as required and presents true and fair view.

- i) In the case of the Balance sheet of the state of affairs of the company as at 31st March 2010 and
- ii) In the case of the Profit & Loss Account, of the Profit of the company for the year ended on that date.
- iii) In the case of Cash Flow Statement of the Company for the year ended on that Date.

Place : Ahmedabad
Date : 17/06/2010

FOR V K MOONDRA & CO.
CHARTERED ACCOUNTANTS

[Proprietor]
[M.ship No.70431]

Annexure to the Auditor's report
Reg: Arihant Avenue & Credit Ltd.

As referred to in paragraph 1 of our Report of even date:

- i. This clause of the order is not applicable to the company since no Fixed Assets exist during the year.
- ii. (a) The Company has traded in shares & securities and question of physical verification doesn't arise.
 - (b) On the basis of our examination of the records of inventory, we are of the opinion the company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material. company don't have any inventory of physical goods except shares.
 - (c) On the basis of our examination of the records of inventory. We are of the opinion that the company is maintaining proper records of inventory.
- iii. (a) The Company has granted loan to three parties covered in the register maintained under section 301 of the companies Act, 1956. The maximum amount involved during the year was Rs.129.60 Lacs & year end balance is Rs. 105.00 lacs.

As informed The company has not taken any loans from party covered in the register maintained under section 301 of the companies Act, 1956.

 - (b) In our opinion and according to the information and explanations given to us, the rate of interest and other terms and conditions for such loan given by the company, are not prima facie prejudicial to the interest of the company.
 - (c) In respect of loan given, repayment of the principal amount is as stipulated and payment of interest has been regular.
 - (d) There is no overdue amount of loan given to companies, firms or other parties listed in the register maintained under section 301 of the companies Act, 1956.
- iv. In our opinion and according to the information and explanations given to us, there are adequate internal control system commensurate with the size of the company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods and services. During the course of our audit, no major weakness has been noticed in the internal control system.
- v. (a) According to the information and explanations given to us, we are of the opinion that there are no contracts or arrangements, that need to be entered into the register maintained under section 301 of the companies Act, 1956.

- (b) In our opinion and according to the information and explanations given to us there are no transactions made in pursuance of contracts or arrangement entered in the register maintained under section 301 of the companies Act, 1956 and exceeding the value of Rs.5.00 lac in respect of any party during the year. Except loans made.
- vi.** The Company has not accepted any deposit from the public within the meaning of section 58A and 58AA or any other relevant provisions of the companies Act 1956, and the rules framed there under.
- vii.** In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- viii.** The regulation for maintaining cost records under section 209(1)(d) of the companies Act 1956, is not applicable to the company.
- ix. (a)** According to the records of the company, the company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education and Protection and, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise-Duty, Cess and other statutory dues applicable to it.
- (b) According to the information and explanations given to us, there are no disputed amounts in respect of income tax, custom duty, wealth tax, service tax, cess, and other statutory dues other than mentioned as under :

Name Of Statute	Nature of Dues	Amount Due [Rs. In Lacs]	Period to which it relates	Forum where dispute is pending
The Income Tax Act, 1961	Income Tax Demand	-	F.Y. 2004-05 A.Y. 2005-06	Commissioner of Income Tax [Appeals], Ahmedabad
The Income Tax Act, 1961	Income Tax Demand	4.12	F.Y. 2006-07 A.Y. 2007-08	Commissioner of Income Tax [Appeals], Ahmedabad

- x.** The Company does not have any accumulated losses, neither the company has incurred any cash losses during the financial year covered by our audit, not in the immediately preceding financial year.
- xi.** On the basis of the records examined by us and the information and explanations given to us the company does not have any dues payable to Financial Institution, Banks and debenture holders.
- xii.** The company has not granted loans and advance on the basis of security by way of pledge of shares, debentures and other securities.
- xiii.** This Clause of the order is not applicable to the company as the company is not a Chit fund company or a Nidhi / Mutual Benefit fund/Societies.

- xiv.** In respect of the Share, Securities, Debentures and other Investments in which the company has invested/traded, the Company has maintained proper records of all the transaction and contracts, and timely entries have been made for such transactions. Further all such securities have been held by the company in its own name, except to the extent of the exemption granted under section 49 of the Act.
- xv.** According to the information and explanation given to us, and the representation made by the management the company has not given any guarantee for loans taken by others from any bank or financial Institution.
- xvi.** This Clause of the order is not applicable to the company as the company has not taken any Term Loan.
- xvii.** According to the information and explanations given to us on overall basis, fund raised on short term basis have, prime facie, not been used during the year for long term investment.
- xviii.** The 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.
- xix.** There are no debentures issued and outstanding during the year.
- xx.** The company has not raised money by public issue during the year.
- xxi.** Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud on or by the company has been noticed or reported during the year.

Place : Ahmedabad
Date : 17/06/2010

FOR V K MOONDRA & CO.
CHARTERED ACCOUNTANTS

[Proprietor]
[M.ship No.70431]

BALANCE SHEET AS ON 31-03-2010

PARTICULARS	SCH	THIS YEAR	PREV. YEAR
SOURCES OF FUNDS			
<u>OWNERS FUNDS</u>			
SHARE CAPITAL	A	74,081,500.00	74,081,500.00
RESERVE & SURPLUS	B	6,679,610.52	4,507,975.14
		80,761,110.52	78,589,475.14
<u>LOAN FUNDS</u>			
SECURED LOAN	C	0.00	0.00
UNSECURED LOAN	D	0.00	0.00
		0.00	0.00
DEFERRED TAX LIABILITY			
		0.00	0.00
TOTAL		80,761,110.52	78,589,475.14
APPLICATION OF FUNDS			
FIXED ASSETS			
GROSS BLOCK	E	0.00	0.00
LESS : TOTAL DEP.		0.00	0.00
NET BLOCK		0.00	0.00
CAPITAL WORK IN PROGRESS			
		0.00	0.00
INVESTMENTS			
	F	31,576,000.00	7,575,000.00
<u>CURRENT ASSETS, LOANS & ADVANCES</u>			
INVENTORIES	G	1,946,781.15	741,787.00
SUNDRY DEBTORS	H	0.00	0.00
CASH & BANKBALANCES	I	61,130.37	945,866.14
LOANS, ADVANCES			
DEPOSITS & OTHER CURRENT ASSETS	J	48,497,199.00	70,719,322.00
		50,505,110.52	72,406,975.14
LESS : CURRENT LIABILITIES & PROVISIONS	K	1,320,000.00	1,392,500.00
NET CURRENT ASSETS		49,185,110.52	71,014,475.14
MISC EXPENDITURE			
(To The extent of not w/o or Adjusted)	L	0.00	0.00
PROFIT & LOSS A/C			
		0.00	0.00
DEFERRED TAX ASSETS			
		0.00	0.00
TOTAL		80,761,110.52	78,589,475.14
NOTES FORMING PART OF ACCOUNTS & SIGNIFICANT ACCOUNTING POLICIES	S		

The schedules referred to above form an integral part of the financial statements

For Arihant Avenue And Credit Limited

As Per our report of even date
For V K MOONDRA & CO.

DIRECTOR DIRECTOR
PLACE : AHMEDABAD
DATE : 17/06/2010

Proprietor
M.ship No : 70431
PAN : ABDPM 8334 K

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31-03-2010

PARTICULARS	SCH	THIS YEAR	PREV. YEAR
INCOME			
INCOME FROM OPERATION	M	17,538,947.65	5,493,253.00
TOTAL		17,538,947.65	5,493,253.00
EXPENDITURE			
OPERATING AND OTHER EXPENSES	N	14,141,670.27	1,795,884.50
PRELIMINARY & PUBLIC ISSUE EXPS		0.00	0.00
DEPRECIATION		0.00	0.00
TOTAL		14,141,670.27	1,795,884.50
PROFIT BEFORE TAX FOR THE YEAR		3,397,277.38	3,697,368.50
INCOME TAX FOR EARLIER YEARS		179,692.00	0.00
PROVISION FOR INCOME TAX		1,045,950.00	841,909.00
FRINGE BENEFIT TAX		0.00	0.00
NET PROFIT FOR THE YEAR		2,171,635.38	2,855,459.50
PROFIT BROUGHT FORWARD		4,507,975.14	1,652,515.64
BALANCE OF PROFIT CARRIED TO B/S		6,679,610.52	4,507,975.14
EARNINGS PER SHARE [RS.]			
Basic		0.30	0.39
Diluted		0.30	0.39

NOTES FORMING PART OF ACCOUNTS
& SIGNIFICANT ACCOUNTING POLICIES T

The schedules referred to above form an integral part of the financial statements

For Arihant Avenue And Credit Limited

As Per our report of even date
For V K MOONDRA & CO.

DIRECTOR DIRECTOR
PLACE : AHMEDABAD
DATE : 17/06/2010

Proprietor
M.ship No : 70431
PAN : ABDPM 8334 K

	SCH	This Year Rs.	Prev. Year
<u>SHARE CAPITAL</u>			
	A		
Authorised Share Capital Equity Shares of Rs.10/- each		74081500 80,000,000.00	80,000,000.00
Issued,Subscribed & Paid up Share Capital 7315500 Equity Shares of Rs.10/- each		74,081,500.00	73,155,000.00
Add: Forfeiture A/c {185300 shares forfeited Rs.5/- received per shares forfeited)		0.00	926,500.00
TOTAL		74,081,500.00	74,081,500.00
<u>RESERVES & SURPLUS</u>			
	B		
Surplus in Profit & Loss A/c		6,679,610.52	1,652,515.64
TOTAL		6,679,610.52	1,652,515.64
<u>SECURED LOANS</u>			
	C		
TOTAL		0.00	0.00
<u>UNSECURED LOANS</u>			
	D		
FROM SHARE HOLDERS, DIRECTORS, THEIR RELATIVES AND THE FIRMS IN WHICH THEY ARE PARTNERS OR PROPRIETORS		0.00	0.00
FROM OTHERS		0.00	0.00
TOTAL		0.00	0.00

	SCH	This Year Rs.	Prev. Year
INVESTMENTS	F		
<u>Unquoted</u>			
Balaji Electrical Insu.Ltd		6,000,000.00	0.00
Maheshwari Logistics Pvt Ltd		21,575,000.00	0.00
Lalabhai Lakhabhai Bharwad		2,500,000.00	0.00
Ming Feng Impex Pvt Ltd		500,000.00	0.00
Narendra Baheti (Future GR)		1,000,000.00	0.00
Ratnakar Secu. Pvt Ltd		1,000.00	0.00
TOTAL		31,576,000.00	1,575,000.00
INVENTORIES	G		
Stock In Trade(Shares)		1,946,781.15	0.00
TOTAL		1,946,781.15	1,877,997.50
SUNDRY DEBTORS	H		
<u>(Unsecured -Considered Goods)</u>			
Outstanding for more than six months		0.00	0.00
Others		0.00	0.00
TOTAL		0.00	862,000.00
CASH & BANK BALANCE	I		
<u>CASH ON HAND</u>		56,330.00	0.00
TOTAL		56,330.00	42,740.00
BANK BALANCES	I		
<u>WITH SCHEDULED BANK IN CURRENT A/C</u>		0.00	0.00
<u>WITH SCHEDULED BANK IN OTHER A/C</u>			
Oriental Bank of Commerce		0.00	0.00
<u>WITH OTHER BANKS</u>		0.00	0.00
Bhuj Mer. Co. Op. Bank Ltd		4,800.37	
TOTAL		4,800.37	63,808.14
TOTAL OF CASH & BANK BALANCES		61,130.37	106,548.14

	SCH	This Year Rs.	Prev. Year
LOANS, ADVANCES & DEPOSIT	J		
<u>(Unsecured -Considered Goods)</u>			
ADVANCES RECOVERABLE IN CASH OR IN KIND OR FOR VALUE TO BE			
<u>RECEIVED</u>			
Maheshwari Brothers		1,960,651.00	0.00
Ashok Kakani		10,217,349.00	0.00
Shree Vrundavan Associate		4,571,539.00	0.00
Maheshwari Logistics Pvt Ltd		10,000,000.00	0.00
South Guj. Fed of Indust.		20,112,439.00	0.00
<u>DEPOSITS</u>			
Ratnakar Security P Ltd-Demat Deposit		0.00	0.00
<u>TDS/ADVANCE TAX PAID</u>			
TDS Receivable 04-05		735753.00	0.00
TDS Receivable 05-06		73799.00	0.00
TDS Receivable 09-10		825669.00	0.00
TOTAL		48,497,199.00	75,589,247.00
<u>CURRENT LIABILITIES& PROVISIONS</u>	K		
TRADE CREDITORS			
Aaris Pharma Ltd		0.00	2,832,000.00
OTHER CREDITORS			
Alpeshbhai Bhatt		60,000.00	0.00
STATUTORY LIABILITIES			
		0.00	0.00
PROVISIONS			
Audit Fees Payable		20,000.00	0.00
Income Tax Provision		1,100,000.00	0.00
Listing Fees Payable		140,000.00	0.00
Legal & Prof. Fees Payable		0.00	0.00
<u>TOTAL CURRENT LIAB. & PROVISIONS</u>		<u>1,320,000.00</u>	<u>4,276,777.00</u>
MISC. EXPENDITURE	L		
PRELIMINARY EXP		0.00	0.00
TOTAL		0.00	0.00

	SCH	This Year Rs.	Prev. Year
INCOME FROM OPERATION	M		
Sale of Shares		598,397.65	47,021.00
Share Profit (Sqd UP)		0.00	335.00
Dividend		8,470.00	7,760.00
Interest Received		6,432,080.00	5,438,137.00
Sale of Salt		10,500,000.00	
TOTAL		17,538,947.65	5,493,253.00
OPERATING & OTHER EXPS	N		
Opening Stock of Shares		741787.00	1877997.50
Opening Stock of Property		0.00	0.00
Purchase of Shares		1754441.15	31672.00
Purchase of Salt		12600000.00	0.00
		15096228.15	1909669.50
Closing Stock Of Share		1946781.15	1,877,997.50
Diminution in value of share		0.00 -	(1136210.50)
Less: Closing Stock of Shares		1946781.15	741,787.00
		13,149,447.00	1,167,882.50
Demate Exps.		1,864.77	3,065.00
Bank Charges		528.00	6,670.00
Auditor's Remuneration		20,000.00	20,000.00
Director's Remuneration		90,000.00	90,000.00
Donation		541,000.00	300,000.00
Listing Fees		38,170.00	36,950.00
Office Expences		18,365.00	17,585.00
Printing & Stationary Exp		588.00	7,000.00
Salary		120,000.00	120,000.00
Legal & Roc Fees Exp		34,590.00	23,572.00
Professional Tax		500.00	500.00
Festival Celebration		0.00	2,660.00
Misc Share Expenses		1,566.92	0.00
Legal Fees		25,000.00	
Kasar		0.58	0.00
Stamp Paper		100,050.00	
TOTAL		14,141,670.27	1,795,884.50

SCHEDULE: T

SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PARTS OF ACCOUNTS:

SIGNIFICANT ACCOUNTING POLICIES:

1. The financial statements have been prepared under Historical Cost Convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956 as adopted consistently by the Company. The same are prepared on a going concern basis. The Company follows mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis.
2. Closing Stock of Quoted shares are valued at market price and other shares at cost price. However at the year end valuation of quoted shares has been taken at opening rates and not at market rates.
3. In the opinion of the board, current assets and loans and advances are approximately of the value stated, if realized, in the ordinary course of business and all known liabilities have been provided for.

4. Auditor's Remuneration :

Particulars	2009-10	2008-09
Audit Fees & Income Tax Matters	20000	15000
TOTAL	20000	15000

5. Investments are stated at cost, and provision for permanent diminution in value of such investments have been made as per the circumstances.
7. P F Superannuation Fund and other employees benefits scheme are not yet applicable to the company.
8. Previous year figures have been regrouped and rearranged wherever necessary.
9. Balance of Loans, Debtors, Creditors and depositors are subject to confirmation and reconciliation.

10. Contingent Liabilities : As at	31-03-10	31-03-09
a. Estimated amount of contracts Remaining to be executed on Capital A/c and not provided for	- Nil -	- Nil -
b. Outstanding guarantee furnished To Banks/Financial Institutions	- Nil -	- Nil -

- | | | |
|---|---------|---------|
| c. Outstanding guarantee furnished
In respect of credit facilities to Others | - Nil - | - Nil - |
| d. Liabilities in respect of bills
Discounted with Banks | - Nil - | - Nil - |
| e. Claims against the Company
Not acknowledged as debts | - Nil - | - Nil - |
11. Licensed & Installed Capacity
- | | | |
|--|----------------------|-----------------------|
| | Licenced
Capacity | Installed
Capacity |
| | N/A | N/A |
13. Expenditure in Foreign Currency
- | | | |
|--|---------|---------|
| | - Nil - | - Nil - |
|--|---------|---------|
14. Earning on Foreign Exchange
- | | | |
|--|---------|--|
| | - Nil - | |
|--|---------|--|
15. Cash in hand & closing stock at the end of the year has not been physically verified by us.
16. According to the management explanation there are no contingent liabilities/ losses as on the Balance-Sheet date which shall affect future business of the enterprise hence not provided for. To the best of our knowledge & according to the management representation given to us, no event has occurred during the period from the Balance sheet date to the date of our report which shall materially affect the financial position of the enterprise.
17. Revenue is recognized only when all significant risk & rewards of ownership have been transferred to the buyer & the enterprise has retained no effective control of goods, shares, securities and properties sold.
18. No provision has been made for gratuity as there is no liability at present.
19. Additional information required under schedule VI of part II of the Companies Act, 1956 to the extent not applicable is not given.
20. Disclosure in respect of Related party pursuant to AS 18:
- 1) List of Key Management Personnel :
 1. Shri Krishnawatar Kabra - Director
 2. Shri Satyanarayan Kabra - Director
 - 2) Relatives of Key Management Personnel :

1. M/s K S Associates- A Prop. Firm of Shri Kailash Kabra - Son of Director Shri Satyanarayan Kabra
 2. M/s Krishna Corporation – A Prop. Firm of K J Kabra HUF
- 3) Aggregated Relate Party Disclosure (Rs. in lacs)

Particulars	Key Management Personnel	Relatives of Key Management Personnel	Total
Remuneration	0.90	0.00	0.90

No amount has been provided as doubtful debts or advances/written of or written back in the year in respect of debts due from or to above related parties.

21. Earning per Share:

Particulars	31/03/2010	31/03/2009
Profit after tax (Earnings available to Equity Shareholders)	2171635	2855459
Weighted avg. no. of Equity Shares O/S	7315500	7315500
Earnings per Share	0.30	0.39

22. Net Profit / Loss for the period, prior period item, and change in Accounting policies.

All the extra ordinary and prior period items of income and expenses are separately disclosed in the statement of Profit & Loss in manner such that it's impact on the current profit or loss can be perceived. Further there has not been any change in the company's accounting polices or accounting estimate so as to have a material impact on the current year profit/loss or that of former or latter periods. All the items of income and expenses from ordinary activities with such size and nature such that they become relevant to the explain the performance of the company have been disclosed separately.

23. Taxation :-

- [I] Provision for current Income tax is made in accordance with income tax act 1961.
[II] Deferred Tax Accounting :-

Deferred tax expenses or benefit is recognized on timing difference being the difference between taxable income and accounting income that originate in one period and are capable of reversal in on or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted are substantively enacted by the balance sheet date.

Deferred tax assets in respect of un absorbed depreciation and carry forward losses are recognized only to the extent that there is virtual certainty that sufficient taxable income will be available to relies these assets. All other deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available to realizes these assets.

24. As the company has 99.10 % income being generated out of interest on advances, it does not have a separately disclosable Business or Geographic segment as per requirement of AS 17.

Referred to in our report of even date.
For Arihant Avenue And Credit Limited

For V K Moondra & Co.
Chartered Accountants

Director Director

Proprietor
[M.ship No.:70431]

Place: Ahmedabad
Date: 17/06/2010

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2010.

(Pursuant to the Listing Agreement with Stock Exchange)

PARTICULARS	2009-2010 Rs.	2008-2009 Rs.
A.CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit(Loss) Before Tax	3397277	3697368
Adjustment for:		
Depreciation	00	00
Profit/Loss On Sale Of Fixed Assets	00	00
Add/Less Income Tax/ Provision	(1225642)	(841909)
Operating Profit (Loss) before Working Capital changes	2171635	2855459
Adjustment for :		
Increase/Decrease in current assets, Loans & Advances.	21017129	6868135
Increase/Decrease in current Liab.	(72500)	(2884276)
CASH FLOW FROM WORKING CAPITAL CHANGES	20944629	3983859
NET CASH FLOW FROM OPERATING ACTIVITIES	23116264	6839318
 B.CASH FLOW FROM INVESTING ACTIVITIES:-		
Purchase/Sale of Fixed Assets		
Increase/Decrease In Capital Advance		
Investment in shares		
Net Cash use/surplus in investing Activities	(24001000)	(6000000)
 C.CASH FLOW FORM FINANCIAL ACTIVITIES:-		
Proceeds from issue of Share Capital		
Unsecured Loans	00	00
Net Increase(Decrease) in cash and cash Equivalents	(884736)	839318
Cash & Cash Equivalents as at 31/3/08	945866	106548
Cash & Cash Equivalents as at 31/3/09	61130	945866

Referred to in our report of even date.
For Arihant Avenue And Credit Limited

For V K Moondra & Co.
Chartered Accountants

Director Director

Proprietor
[M.ship No.:70431]
PAN : ABDPM 8334 K

Place: Ahmedabad
Date: 17/06/2010

**15TH ANNUAL REPORT
2009-2010**

**ARIHANT AVENUES
AND CREDIT LIMITED**

BOARD OF DIRECTORS	Mr. Krishnaavtar Kabra	<i>Chairman & Managing Director</i>
	Mr. Satyanarayan Kabra	<i>Executive</i>
	Mr. Pawankumar Somani	<i>Non-Executive Independent</i>
	Mr. Dinesh A. Turakia	<i>Non-Executive Independent</i>
	Mr. Jayantilal N. Shah	<i>Non-Executive Independent</i>

AUDITORS	V K Moondra & Co. Chartered Accountants
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REGISTERED OFFICE	3, Rajesh Apartment, B/h. Navgujarat College, Ashram Road, Income Tax, Ahmedabad - 380 014
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ARIHANT AVENUES AND CREDIT LIMITED

REGISTERED OFFICE

3, Rajesh Apartment, B/h. Navgujarat College,
Ashram Road, Income Tax, Ahmedabad - 380 014

ATTENDANCE CARD

L.F. No.
No. of Shares held

I / We hereby record my / our presence at the 15th Annual General Meeting of the Company at 3, Rajesh Apartment, B/h. Navgujarat College, Ashram Road, Income Tax, Ahmedabad - 380 014 at 11.00 A.M. on Thursday, 30th day of September, 2010.

NAME OF THE SHARE HOLDER (IN BLOCK LETTERS) _____

SIGNATURE OF THE SHAREHOLDER / PROXY* _____

- NOTE : *Strike out whichever is not applicable.
1. You are requested to sign and hand this over at the entrance.
 2. If you intend to appoint a proxy to attend the meeting instead of yourself, the Proxy form must be deposited at the Registered Office of the Company not less than 48 hours before the time for holding the meeting.

ARIHANT AVENUES AND CREDIT LIMITED

REGISTERED OFFICE

3, Rajesh Apartment, B/h. Navgujarat College,
Ashram Road, Income Tax, Ahmedabad - 380 014

FORM OF PROXY

L.F. No.
No. of Shares held

I / We _____ of _____

being a member / members of the above mentioned Company hereby appoint _____

_____ of in the district of _____ as my / our proxy to vote for

me / us on my / our behalf at the Fifteenth Annual General Meeting of the Company to be held on

Thursday, 30th day of September, 2010. and at any adjournment thereof.

Signed this _____ day of _____ 2010.

Affix 1 Rupee Revenue Stamp

NOTES: Signature _____

1. The Proxy form must be deposited at the Registered Office of the Companies, not less than 48 hours before the time for holding the meeting.
2. This form must be used in favour / against of the resolution, unless otherwise directed, the proxy will vote as he / she thinks fit.

* Strike out whichever is not applicable.



Book Post
Printed Matter

If undelivered please return to :

Registered Office:

ARIHANT AVENUES AND CREDIT LIMITED

3, Rajesh Apartment, B/h. Navgujarat College,
Ashram Road, Income Tax, Ahmedabad - 380 014

