

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 29th Annual General Meeting of the members of the Company will be held on Saturday the 29th day of September 2012 at 10.00 a.m. at the registered office of Precious Trading and Investments Limited at "Sheth House", Next to Dindoshi Fire Station, Opp. Oberoi mall, Gen. A.K. Vaidya marg, Malad (East), Mumbai 400097 to transact the following business:

Ordinary Business:

1. To receive, consider and adopt the Audited Balance Sheet as on March 31, 2012 and Profit & Loss Account for the year ended on that date, together with the Directors' & Auditor's Report thereon;
2. To appoint a Director in place of Mr. Vallabh N. Sheth, who retires by rotation and being eligible, offers himself for re-appointment;
3. To re-appoint the Auditors to hold office from the conclusion of this meeting until conclusion of the next Annual General Meeting and to authorize the Board to fix their remuneration.

"RESOLVED THAT M/s. M. B. Agrawal & Company, Chartered Accountants, having firm registration number 100137W, being retiring Auditor of the Company, be and are hereby re-appointed as Auditor of the Company to hold the office from the conclusion of the ensuing Annual General Meeting until the conclusion of the next Annual General Meeting, on such remuneration as may be decided by the Board of Directors of the Company in addition to reimbursement of all out of-pocket expenses in connection with audit of the accounts of the company."

Notes:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend the meeting and the proxy need not be a member of the Company. Under the Companies Act, 1956, voting is by a show of hands unless a poll is demanded by a member or members present in person, or by proxy, holding at least one-tenth of the total shares entitled to vote on the resolution or by those holding paid-up capital of at least Rs. 50,000. A proxy shall not vote except on a poll. The instrument appointing the proxy must be deposited at the registered office of the Company not less than 48 hours before the commencement of the meeting.
2. Members /Proxies should bring duly filled Attendance Slips sent herewith to attend the meeting.
3. The Register of Members and Share Transfer Books of the Company will remain closed on **September 29, 2012** for the purpose of Annual General Meeting.
4. Members holding shares in physical form and desirous of making/changing nomination in respect of their shareholding in the Company, may send their request to the Registrar & Transfer Agents of the Company.
5. Corporate Members are requested to send to the Company, a duly certified copy of the Board Resolution authorizing their representative to attend and vote at the Annual General meeting.
6. Members seeking any information or clarifications on the Annual Report are requested to send in written queries to the Company at least one week before the meeting to enable the Company to compile the information and provide replies at the meeting.
7. Members are requested to notify changes, if any, in their registered addresses along with the pin code to the Company's Registrar and Share Transfer Agent.
8. Members are requested to bring their copy of Annual Report to the Meeting.

29TH Annual Report-2011-2012
PRECIOUS TRADING AND INVESTMENTS LIMITED

9. All documents referred to in the notice are open for inspection at the registered office of the Company between 10.00 a.m. and 1.00 p.m. on all working days upto the date of the meeting.
10. Member are requested to address all correspondences, including dividend matters, to the Registrar and Share transfer Agents, M/s. Bigshare Services Pvt. Ltd. E-2/3, Ansa Industrial Estate, Sakivihar Road, Saki Naka, Andheri (E), Mumbai – 400072.
11. As per the provisions of the Companies Act, 1956, facility for making nominations is available for shareholders, in respect of the shares held by them. Nomination forms can be obtained from the Registrar and Transfer agents of the Company.

By the Order of the Board of Directors
For Precious Trading and Investments Limited



Ashwin N. Sheth
Director

Mumbai, September 7, 2012

DIRECTORS' REPORT

Dear Members,

Your directors are pleased to present their 29th Annual Report, to the members, on the business and operations of Precious Trading & Investments Limited together with the Audited Accounts for the financial year ended 31st March 2012.

Financial Highlights:

Particulars	(Amount in Rupees)	
	31st March 2012	31st March 2011
Sales & other operational income	-	-
Less: Operational expenses	114,679	114,743
Profit/(Loss) before Taxation	(114,679)	(114,743)
Less: Provision for Taxation		
Current	-	-
Deferred (Asset)/Liability	-	381,781
Income Tax Adjustment-Previous Year	-	-
Profit/(Loss) for the year	(114,679)	(496,524)
Earning per share Basic	(0.48)	(2.07)

Dividend:

In view of loss suffered by your Company during the year, the Directors express their inability to declare dividend for the year 2011-2012.

Deposits:

During the year under review, Company has not invited or accepted nor renewed any deposits from public under the Companies (Acceptance of Deposits) Rules, 1975 and that as on 31st March 2012, the Company did not have any outstanding / unclaimed/ overdue deposits.

Director:

Mr. Vallabh N. Sheth, Director, will retire by rotation. Mr. Vallabh N. Sheth, being eligible offers himself for re-appointment. Accordingly, the board recommends his re-appointment.

Corporate governance:

Since the paid up capital of the Company is less than Rs. 3 Crores, particulars as mentioned in clause 49 of the Listing Agreement with the Stock Exchange, Mumbai, is not required to be given.

Auditors:

M/s. M. B. Agrawal & Company, Chartered Accountants, having firm registration number 100137W, the auditors of the Company, retire at the conclusion of this Annual General Meeting and are eligible for re-

appointment and if re-appointed, their appointment will be in accordance with the applicable provisions, if any, of the Companies Act, 1956.

Auditor's Report:

The Auditor's Report to the Shareholders on the Accounts of the Company as on 31st March 2012 does not contain any qualification.

Share Registrar & Transfer Agent

The Company's share registry function is being looked after by Bigshare Services Private Limited which is a SEBI-registered Registrar & Transfer Agent. The contact details of Bigshare Services Private Limited are mentioned in the Company Information section of Annual Report. Investors are requested to address their queries, if any, in this regard, to Bigshare Services Private Limited; however, in case of difficulties, they are welcome to contact the Corporate Office of the Company.

Listing Fees:

The Company declares that its Securities are listed on the Bombay Stock Exchange, and the Company confirms that it has paid Annual Listing Fees due to the Stock Exchange for the year 2011-12.

Compliance Certificate:

As required by the provisions of the Section 383A of the Companies Act, 1956 read with the Companies (Compliance Certificate) Rules, 2001, a Certificate from the Secretary in Whole-time Practice is appended herewith certifying that the Company has complied with all the applicable provisions of the Companies Act, 1956 has been furnished with this report.

Directors' Responsibility Statement:

In terms of and as required by the provisions of Section 217(2AA) of the Companies Act, 1956, the Directors confirm that:

- a. in the preparation of annual accounts for the year ended on 31st March 2012 the applicable accounting standards have been followed
- b. In case of any material departures from the applicable accounting standards, proper explanations have been provided.
- c. appropriate accounting policies have been selected and applied consistently and have made judgments and estimates that are reasonable and prudent so as to give a true & fair view of the state of affairs of the Company as at 31st March 2012 and that of Profit & Loss for the year ended on 31st March 2012;
- d. proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- e. the annual accounts have been prepared on a going concern basis.

Cash Flow Statement & Consolidated Financial Accounts:

The Cash Flow Statement & Consolidated Financial Statements pursuant to Clause 32 of the Listing Agreement entered into with Bombay Stock Exchange, prepared in accordance with the applicable Accounting Standards, as prescribed by the Institute of Chartered Accountants of India, is attached as enclosures to the Company's Financial Statements.

Subsidiary Company:

As per Section 212 of the Companies Act, 1956, the Company is required to attach the Balance Sheet, Profit & Loss Account along with the report of the Auditors and Directors thereon and Statement of the holding Company's interest in the subsidiary. A statement of the Holding Company's interest in the Subsidiary pursuant to Section 212 of the Companies Act, 1956, to the extent applicable has been furnished with this report.

The Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 as regards to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings & Outgoes:

a. **Energy Conservation & Technology Absorption:** The particulars as regards conservation of energy and technology absorption are not applicable to the Company since its establishment is not covered by the Rules made under this Section.

b. **Foreign Exchange Earnings & Outgoes:** During the period under review, the Company had not earned any foreign exchange nor incurred any outflows in Foreign Exchange.

Particulars of Employees:

No employee of the Company is covered by the provisions of Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, as amended from time to time.

Acknowledgement:

The Directors place on record their appreciation for support and co-operation received from all the stakeholders

By the Order of the Board of Directors
For Precious Trading and Investments Limited


Ashwin N. Sheth
Director


Valmiki N. Sheth
Director

Mumbai; September 7, 2012



M.B. AGRAWAL & CO.
CHARTERED ACCOUNTANTS

204, Mhatre Pen Bldg., Senapati Bapat Marg,
Dadar (West), Mumbai - 400 028.
Tel.: 4029 8218, Fax : 2436 3312
Web.: www.mbaconsultants.in

M. B. AGRAWAL F.C.A., F.I.V.
YATIN MEHTA F.C.A.
RAMESHMAL SANGHAVI F.C.A.
SANJAY LUNKAD F.C.A., D.I.S.A. (ICA)

HEMANT AGRAWAL F.C.A.
HARSHAL AGRAWAL F.C.A., D.I.S.A. (ICA), C.I.S.A.
SUBODH N. AGRAWAL F.C.A.
ASHISH BANGAD A.C.A.

AUDITORS' REPORT

To,
The Members
M/S PRECIOUS TRADING & INVESTMENTS LIMITED.
MUMBAI.

1. We have audited the attached balance sheet of M/S. **PRECIOUS TRADING & INVESTMENTS LIMITED**, as at 31st March 2012, the statement of profit and loss and the cash flow statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the 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.
3. 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 audit;
 - ii) In our opinion, proper books of account as required by the Companies Act, 1956 have been kept by the company so far as appears from our examination of the books.
 - iii) The Balance Sheet, statement of Profit and Loss and the cash flow statement dealt with by this report are in agreement with the Books of Account.
 - iv) In our opinion, Balance Sheet, statement of Profit and Loss and the cash flow statement comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
 - v) On the basis of information and explanation given to us, as on March 31, 2012, none of the directors is disqualified u/s 274(1) (g) of the Companies Act, 1956 from being appointed as a directors.

- vi) In our opinion and to the best of our information and according to the explanations given to us the said financial statements read together with notes thereon, 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 the Balance Sheet of the state of affairs of the company as at 31st March 2012 and
- b) In the case of the statement of Profit and Loss, Loss for the year ended on that date.
- c) In case of the Cash Flow Statement, of the cash flows for the year ended on that date.
4. As required by the Companies (Auditor's Report) Order,2003 and the Companies (Auditor's Report) (Amendment) Order,2004 issued by the central Government in terms of Section 227(4A) of the Companies Act, 1956,we enclose in the annexure a statement on the matters specified in paragraphs 4 & 5 of the said Order.

FOR M. B. AGRAWAL & CO.
CHARTERED ACCOUNTANTS



As Harshal

HARSHAL AGRAWAL
PARTNER
M. No.109438
Firm No.100137W

Place:Mumbai
Date: September 7th, 2012

Annexure to the Auditor's Report

Referred to in paragraph (4) of our report of even date on the accounts for the year ended 31st March 2012 of M/S PRECIOUS TRADING & INVESTMENTS LIMITED. Clauses (i),(ii),(vi),(viii),(xi),(xii),(xiii),(xiv), (xv), (xvi), (xvii), (xviii), (xix) and (xx) of CARO 2003 are either nil or not applicable to the company.

- i)
 - (a) The Company has granted the unsecured loan of Rs.1060.99 Lakhs (PY Rs.969.99 Lacs) to a one party covered in the register maintained under Section 301 of The Companies Act, 1956.
 - (b) The rate of interest and other terms and conditions of the aforesaid loan are not prima-facie prejudicial to the interest of the company.
 - (c) The receipt of the principal amount is as per the terms of the agreement.
 - (d) There are no overdue amounts of Rupees one Lakh.
 - (e) The company has taken unsecured loan of Rs.904.53 lacs. (PY Rs.811.92 lacs.) from one party covered in the register maintained under Section 301 of The Companies Act,1956.
 - (f) The rate of interest and other terms and conditions of the aforesaid loan are not prima-facie prejudicial to the interest of the company.
 - (g) The repayment of principal amount of loan and interest are in accordance with the terms of contract.
- ii) In our opinion and according to the information and explanation given to us, there are adequate internal control procedures which commensurate with the size of the Company and nature of its business with regard to the purchase of inventory and 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 controls.
- iii)
 - a) The particulars of contracts and arrangements referred to in section 301 of the Act have been entered in the register maintained under that section.
 - b) In our opinion and according to information and explanation given to us, transaction made in pursuance of such contracts or arrangements have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- iv) The internal audit system commensurate with the size and nature of the company's business.
- v)
 - a) According to the records of the Company and information and explanation given to us, the company has been generally regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other statutory dues with the appropriate authorities during the year.



- b) In our opinion and according to the information and explanation given to us, there are no dues of Income Tax/ Sales Tax/ Wealth Tax/ Service Tax/ Custom Duty/ Excise Duty/ Cess which are not deposited on account of any dispute.
- vi) The Company has no accumulated losses as at the end of the financial year. Company has incurred a cash loss of Rs.1,14,679/- for current financial year and in the immediately preceding financial year Rs1,14,743/-
- vii) To the best our knowledge and belief and according to the information and explanation given to us, no fraud on or by the Company was noticed or reported during the year.

For M. B. Agrawal & Co.
Chartered Accountants

A. Manshale

HARSHAL AGRAWAL
PARTNER
M. No.109438
Firm No.100137W

Place: Mumbai
Date:September7th,2012



PRECIOUS TRADING & INVESTMENTS LIMITED

BALANCE SHEET

as at 31st March, 2012

(Currency : Indian Rupees)

	Note No	2012	2011
EQUITY AND LIABILITIES			
Shareholder's funds			
Share capital	2	2,400,000	2,400,000
Reserves and surplus	3	108,621,978	108,736,657
		<u>111,021,978</u>	<u>111,136,657</u>
Non current liabilities			
Long term borrowings	4	90,453,064	81,192,103
		<u>90,453,064</u>	<u>81,192,103</u>
Current liabilities			
Trade payable	5	47,522	51,530
Other current liabilities	6	246	671
Short term provisions	7	750	750
		<u>48,518</u>	<u>52,951</u>
TOTAL		<u>201,523,560</u>	<u>192,381,711</u>
ASSETS			
Non Current Assets			
Non current investments	8	95,368,349	95,368,349
Long term loans and advances (No schedule of receipt has been determined.)	9	106,099,000	96,999,000
Other non current	10	5,000	-
		<u>201,472,349</u>	<u>192,367,349</u>
Current Assets			
Cash and Bank	11	48,711	14,362
Other current assets	12	2,500	-
		<u>51,211</u>	<u>14,362</u>
		<u>201,523,560</u>	<u>192,381,711</u>
Notes to Accounts Significant accounting Policies	1		

The schedules referred to above form an integral part of the balance sheet.

As per our report of even date attached.

For M. B. Agrawal & Co.

Chartered Accountants

FRN No. 100137 W

As Harshad
Harshal Agrawal
Partner
Membership No: 109438
Mumbai
Date: September 07, 2012



For and on behalf of the Board of Directors

Ashwin Sheth

Ashwin Sheth
Director

Mumbai
Date: September 07, 2012

Jitendra Sheth

Jitendra Sheth
Director

PRECIOUS TRADING & INVESTMENTS LIMITED

Statement of Profit & Loss Account for the year ended 31 March 2012


(Currency : Indian Rupees)

	Note No	2012	2011
<u>INCOME</u>			
Revenue from Operations		-	-
<u>EXPENSES</u>			
Other expenses	13	114,679	114,743
		114,679	114,743
PROFIT / (LOSS) BEFORE TAX		(114,679)	(114,743)
Tax expense			
- Current tax		-	-
- Deferred tax		-	381,781
PROFIT / (LOSS) FOR THE PERIOD		(114,679)	(496,524)
<u>EARNINGS PER EQUITY SHARE</u>			
Basic and diluted earnings per share		(0.48)	(2.07)

Notes to Accounts
Significant accounting Policies

1


The schedules referred to above form an integral part of the profit and loss account.
As per our report of even date attached.
For M. B. Agrawal & Co.
Chartered Accountants
FRN No. 100137 W


Harshal Agrawal
Partner
Membership No: 109438
Mumbai
Date: September 07, 2012



For and on behalf of the Board of Directors


Ashwin Sheth
Director


Jitendra Sheth
Director

Mumbai
Date: September 07, 2012

PRECIOUS TRADING & INVESTMENTS LIMITED

Notes to the financial statements (Continued)
as at 31st March, 2012

(Currency : Indian Rupees)

	2012	2011
2 Share capital		
Authorised capital		
2,50,000 (2,50,000) Equity Shares of Rs. 10/- each	<u>2,500,000</u>	<u>2,500,000</u>
Issued, subscribed and paid-up		
2,40,000 (2,40,000) Equity Shares of Rs. 10/- each	<u>2,400,000</u>	<u>2,400,000</u>

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

Equity Shares	2012		2011	
	Number	Rupees	Number	Rupees
Shares at the beginning of the year	240,000	2,400,000	240,000	2,400,000
Issued during the year	-	-	-	-
Outstanding at the end of the year	<u>240,000</u>	<u>2,400,000</u>	<u>240,000</u>	<u>2,400,000</u>

(b) Terms / rights attached to the shares

The company has only one class of equity shares having a par value of Rs 10 per share. Each holder of equity shares is entitled to one vote per share.

- (c) In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. However no such preferential amounts exist currently. The distribution will

(d) Shares held by holding company

	2012	2011
Sheth Developers Private Limited		
1,79,970 (2011: 1,79,970) equity shares of Rs 10 each fully paid.	1,799,700	1,799,700

(e) Detail of shareholders holding more than 5% shares in the company

	2012		2011	
	% holding in the class	No. of Shares Held	% holding in the class	No. of Shares Held
Equity Shares of Rs 10 each fully paid up				
Sheth Developers Private Limited	75%	179,970	75%	179,970

3 Reserves and surplus

Capital Reserve	<u>98,265,518</u>	<u>98,265,518</u>
	98,265,518	98,265,518
Profit and Loss Account		
Balance as per last financial statements	10,471,139	10,967,663
Add: Loss for the year transferred from the statement of Profit and loss	<u>(114,679)</u>	<u>(496,524)</u>
Closing balance at the end of the year	<u>10,356,460</u>	<u>10,471,139</u>
	<u>108,621,978</u>	<u>108,736,657</u>



4 Long term borrowings		
Unsecured loan from related party		
from Corporate	90,453,064	81,192,103
(No schedule of repayment has been determined.)		
	<u>90,453,064</u>	<u>81,192,103</u>
5 Trade Payable		
Trade payables towards goods purchased and services rendered		
-Others	47,522	51,530
	<u>47,522</u>	<u>51,530</u>
6 Other current liabilities		
Statutory dues payable	246	671
	<u>246</u>	<u>671</u>
7 Short term provisions		
Provision for Expense	750	750
	<u>750</u>	<u>750</u>
8 Non current investments		
Long term investments - at cost		
Non - Trade (Unquoted)		
Investment in Equity Shares		
In Subsidiary		
1,37,70,000 Fully paid up equity shares of Rs. 10/- each of	7,688,249	7,688,249
Sheth Developers & realtors (I) Ltd (P.Y. 1,37,70,000)		
In other		
1 equity share of Rs. 100/- each of Sheth Shelters Pvt Ltd	100	100
(P.Y 1)		
Investment in Preference Shares		
4,38,400, 6% Redeemable Non-Cumulative,		
Non-Participating Preference shares of Rs. 10/- each		
of Sheth Shelters Pvt Ltd. (P.Y. 4,38,600)		
(Face Value of Rs.10/- and Premium of Rs.190/- per share)	87,680,000	87,680,000
	<u>95,368,349</u>	<u>95,368,349</u>
9 Long term loans and advances (Unsecured, considered good)		
Unsecured loan to related party		
To Corporate	106,099,000	96,999,000
	<u>106,099,000</u>	<u>96,999,000</u>
10 Other non current assets		
Prepaid expenses	7,500	-
Less: Current maturity of non current assets	(2,500)	-
(Transfer to other current assets)		
	<u>5,000</u>	<u>-</u>
11 Cash and Bank balances		
Cash and cash equivalents		
Cash in hand	3,519	3,549
Balance with scheduled banks	45,192	10,813
- in current accounts	<u>48,711</u>	<u>14,362</u>
	<u>48,711</u>	<u>14,362</u>
12 Other current assets		
Current maturity of other non current asset	2,500	-
	<u>2,500</u>	<u>-</u>



PRECIOUS TRADING & INVESTMENTS LIMITED

Notes to the financial statements *(Continued)*
for the year ended 31 March 2012

(Currency : Indian Rupees)

	2012	2011
13 Operating, administrative and other expenses		
Printing and stationery	-	3,024
Legal, professional and other fees	21,400	20,500
Filing fees and stamping charges	4,500	2,000
Auditors remuneration (including service tax)		
- Audit fee	11,236	11,030
Bank charges and commission	110	148
Advertisement Expenses	50,032	55,531
Directors Meeting Fees	3,000	3,000
Stock Exchange Listing Fees	16,545	11,030
Other Fees & Stamps	5,292	5,736
Miscellaneous expenses	2,564	2,744
	<u>114,679</u>	<u>114,743</u>



PRECIOUS TRADING & INVESTMENTS LIMITED

Notes annexed to and forming part of Accounts for year Ended 31st March, 2012

NOTE 1:

Significant Accounting Policy:

1. GENERAL :

a) The Financial Statements have been prepared under the Historical Cost Convention in accordance with the generally accepted Accounting principles, the Accounting Standards issued by the Institute of Chartered Accountants of India and as referred to in Section 211 (3C) and other Provisions of the Companies Act, 1956.

B) The company follows the mercantile system of accounting and recognizes Income & Expenditure on accrual basis.

2. INVESTMENTS:

Long Term Unquoted investments are stated At Cost. Cost Includes the Purchase Cost and the incidental expenses to Acquisition.

3. OTHER ACCOUNTING POLICIES:

These are consistent with generally accepted accounting policies

4. CLAIMS, DEMANDS AND CONTINGENCIES:

Disputed and/or contingent liabilities are either provided for or disclosed depending on management's judgment of potential outcome.

5. PROVISION FOR DEFERRED TAXATION:

Income tax on Income are provided for after considering the tax effect of timing difference, which arise during the Year and reversed in subsequent period, Deferred Tax has been calculated at the tax rates and laws that have been enacted or substantially enacted as of the Balance Sheet date and is recognized on Timing differences that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets, subject to consideration of prudence, are recognized and carried forward only to the extent that they can be realized.

Notes to Accounts:

14. In the opinion of the Directors the Current Assets and creditors have the value at which they are stated in the balance sheet, if realized in the ordinary course of business. The provision for all known Liabilities is adequate and not in excess of the Amount reasonably necessary.

PRECIOUS TRADING & INVESTMENTS LIMITED

Notes annexed to and forming part of Accounts for year Ended 31st March, 2012

15. AUDITOR'S REMUNERATION:

Particulars	2011-12	2010-11
Audit Fees (Including service Tax)	11,236	11,030
Total	11,236	11,030

16. DIRECTORS' REMUNERATION:

Particulars	2011-12	2010-11
Salary	NIL	NIL
Meeting Fees	3,000	3,000
Total	3,000	3,000

17. REVENUE RECOGNITION :

Income & expenses considered receivable and payable are accounted for on accrual basis when no significant uncertainties as to its realization or determination exist.

18. Expenditure in Foreign Currency during the year Rs. Nil (Previous Year - Rs. NIL)

19. As per the guidelines provided under AS-13 on 'Accounting for Investments' all the long term unquoted investments and are stated At Cost. Cost Includes Purchase Cost and the cost of Acquisition.

20. The Liability for Retirement benefits as per Accounting Standard -15 in view of absence of employees. Provision during the year is Rs NIL. (Previous Year Rs. NIL)

21. Amount of Borrowing Cost capitalized as per Accounting Standard 16 during the year is Rs. NIL (Previous Year Rs NIL).

22. Since the Company is operating its Investment Activity only in one Segment no Segment wise Reporting per accounting Standard AS-17 is provided.

23. Related party Disclosures:

As per Accounting Standard 18, issued by The Institute of Chartered Accountants of India, the disclosure of transactions with the related parties as defined in the Accounting Standard are given below:

PRECIOUS TRADING & INVESTMENTS LIMITED

Notes annexed to and forming part of Accounts for year Ended 31st March, 2012

(i) List of related parties where control exists and relationships:

Sr No.	Name of the Related Party	Relationship
1.	Sheth Realcon Ventures Pvt. Ltd.	Associate Concerns
2.	Sheth Estate (International) Ltd.	
3.	Middle East Exports Pvt. Ltd.	
4.	Sheth Building Materials Pvt. Ltd.	
5.	Lohitka Properties Pvt. Ltd.	
6.	Atlaz Digi-Tel Pvt. Ltd.	
7.	Sheth Infrastructure Pvt Ltd	
8.	Laxmiprabha Impex & Investments Pvt. Ltd.	
9.	Sheth Shelters Pvt. Ltd.	
10.	Sheth Creators Pvt. Ltd.	
11.	Sheth Buildwell Pvt. Ltd.	
12.	Sheth Landmarks Pvt. Ltd.	
13.	Sheth Creator and Realtor Pvt. Ltd.	
14.	Sheth Creator and Promoter Pvt. Ltd.	
15.	Sheth Developers and Realtors (I) Limited	Subsidiary Company
16.	Sheth Developers Pvt Ltd.	Holding Company
17.	Ashwin N. Sheth	Directors / Key Management Personnel
18.	Jitendra N. Sheth	
19.	Vallabh N. Sheth	
20.	Sheth Vasantben Natwarlal Charitable Trust	Enterprises over which key managerial personnel are able to exercise significant influence.

(ii) Transaction carried out with Related parties in the ordinary course of business:

Sr No.	Particulars	Associate Concerns	Directors
1	Meeting Fees	Nil	3,000 (3,000)
2	Sheth Shelters Private Limited (Loan given O/s as on March 31, 2012)	10,60,99,000 (9,69,99,000)	
3	Sheth Developers Private Limited (Loan taken O/s as on March 31, 2012)	9,04,53,064 (8,11,92,103)	

Figures in Parenthesis represent previous year figures.

24. As required by Accounting Standard - 20 the basic and Diluted (EPS) during the year is Rs. (0.48) [Previous Year Rs. (2.07)] arrived at by dividing net profit/ (loss) for the year after tax (NPAT) by the total number of Equity Shares issued and subscribed as at the end of the year.

25. The Disclosure of Financial Information about the subsidiary has been made as per the requirements of Accounting Standard 21 - 'Consolidated Financial Statements'.

26. DEFERRED TAXATION :

The breakup of Net Deferred Tax Asset as at March 31, 2012 comprising of temporary differences between the profit as per financial statements and profit as per Income tax as recognized in the profit & loss account is as under:

PRECIOUS TRADING & INVESTMENTS LIMITED

Notes annexed to and forming part of Accounts for year Ended 31st March, 2012

Deferred tax assets subject to the consideration of prudence are recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Therefore no DTA is recognized.

Particulars	March 31, 2012	March 31, 2011
Deferred Tax Asset on account of: C/f Unabsorbed Business Losses	0	0
Net Deferred Tax Asset/(Liability)	0	0

27. The Disclosure of Investments made in Associate concern other than those in subsidiary concern has been made as per the requirements of Accounting Standard 23 - 'Accounting for Investments in Associates in Consolidated Financial Statements'.

28. There is no joint venture arrangement or control over operations requiring disclosure of per Requirements of AS -27 'Financial Reporting of Interest in Joint ventures'.

29. **PRIOR PERIOD COMPARITIVES:**

Prior period figures have been regrouped/ reclassified wherever necessary for comparative purpose.

For M. B. AGRAWAL & CO.
Chartered Accountants



Harshal Agrawal
(Partner)

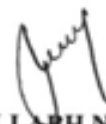
Member No : 109438
Mumbai, 7th September, 2012



FOR AND ON BEHALF OF THE BOARD



ASHWIN N.SHETH
(Director)



VALLABH N.SHETH
(Director)

PRECIOUS TRADING & INVESTMENTS LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH,2012

PARTICULARS	31.03.2012	31.03.2011
A. Cash Flow from Operating Activities		
Net Profit / (Loss) before tax & extra-ordinary items	(114,679)	(114,743)
Adjustments for:		
Profit on Sale of Investment	-	-
Income Tax Payment (net of T.D.S./Advance/Self Assessment Tax Paid)	-	-
Operating Profit / (Loss) before Working Capital Changes	(114,679)	(114,743)
Adjustments for:		
Increase / (Decrease) in Current Liabilities & Provisions	(4,433)	(807)
(Increase) / Decrease in Loans	(9,107,500)	(40,000,000)
Cash generated from Operations before Extra-Ordinary Items	(9,226,612)	(40,115,550)
Less: Income Tax paid	-	-
Net Cash From Operating Activities (A)	(9,226,612)	(40,115,550)
B. Cash Flow from Investment Activities		
Sale of Investment	-	-
Net Cash From Investing Activities (B)	-	-
C. Cash Flow from Finance Activities		
Unsecured loan received	9,260,961	40,087,668
Net Cash from Finance Activities (C)	9,260,961	40,087,668
Net Increase / (Decrease) in Cash & Cash Equivalents [(A)+(B)+(C)]	34,349	(27,882)
Cash & Cash Equivalents as on 01/04/2010 & 01/04/2009	14,362	42,244
Cash & Cash Equivalents as on 31/03/2012 & 31/03/2011	48,711	14,362

In terms of our report of even date

For M. B. Agarwal & Co.
Chartered Accountants

A. Harshad
Harshal Agarwal
(Partner)

Member No : 109438

Mumbai; September 07,2012



FOR AND ON BEHALF OF THE BOARD

Ashwin N. Sheth

Ashwin N. Sheth
Director



M.B. AGRAWAL & CO.
CHARTERED ACCOUNTANTS

204, Mhatre Pen Bldg., Senapati Bapat Marg,
Dadar (West), Mumbai - 400 028.
Tel.: 4029 8218, Fax : 2436 3312
Web.: www.mbaconsultants.in

M. B. AGRAWAL F.C.A., F.I.V.
YATIN MEHTA F.C.A.
RAMESHMAL SANGHAVI F.C.A.
SANJAY LUNKAD F.C.A., D.I.S.A. (ICA)

HEMANT AGRAWAL F.C.A.
HARSHAL AGRAWAL F.C.A., D.I.S.A. (ICA), C.I.S.A.
SUBODH N. AGRAWAL F.C.A.
ASHISH BANGAD A.C.A.

AUDITOR'S REPORT

To,
The Members
M/S PRECIOUS TRADING & INVESTMENTS LIMITED.
MUMBAI.

1. We have audited the attached consolidated balance sheet of M/S. **PRECIOUS TRADING & INVESTMENTS LIMITED**, as at 31st March 2012 and the profit and loss account for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the generally accepted auditing standards in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are prepared. In all material respects in accordance with an identified financial reporting framework and 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. We believe that our audit provides a reasonable basis for our opinion.
3. We have audited the financial statements of Sheth Developers and Realtors (India) Limited (previously known as Henkel Switchgear Limited), as subsidiary. Whose financial statements for the year ended 31/03/2012 reflect total assets of 4984.12 million (previous year 4010.12 million) and total of revenues of Rs.1.30 million (previous year Rs.43.50 million) for the year ended.
4. We report that the consolidated financial statements have been prepared by the company in accordance with the requirement of Accounting Standards issued by the ICAL VIZ. AS-21. Consolidated Financial statements, AS - 23 Accounting for Investments in Associates in the Accounting Standards Interpretations and amendments issued hereto, to the extent applicable for the year ended 31st march, 2012 and on the basis of the separate audited statements of **PRECIOUS TRADING & INVESTMENTS LIMITED**, its subsidiaries, associate and joint venture included in the consolidated financial statements.
5. In our opinion and to the best of our information and according to the explanations given to us the said accounts read together with notes thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view:



- a) In the case of the Balance Sheet of the state of affairs of the company as at 31st March 2012 and
- b) In the case of the Profit and Loss Account of Profit for the year ended on that date.

FOR M. B. AGRAWAL & CO.
CHARTERED ACCOUNTANTS
FRN:100137W



As Harshal

HARSHAL AGRAWAL
PARTNER
M. No.109438

Place: Mumbai
Date: 7th September, 2012

PRECIOUS TRADING & INVESTMENTS LIMITED

BALANCE SHEET

as at 31st March, 2012

(Currency : Indian Rupees)

	Note No	2012	2011
EQUITY AND LIABILITIES			
Shareholder's funds			
Share capital	2	2,400,000	2,400,000
Reserves and surplus	3	154,523,530	163,109,603
		<u>156,923,530</u>	<u>165,509,603</u>
Non current liabilities			
Deferred tax liability		111,154	-
Long term borrowings	4	90,453,064	81,192,103
Other long term liabilities	5	207,522,594	73,318,272
Long term provisions	6	59,000	59,000
		<u>298,145,812</u>	<u>154,569,375</u>
Current liabilities			
Short term borrowings	7	1,133,144,984	813,389,241
Trade payable	8	380,468,677	157,388,738
Other current liabilities	9	3,157,788,287	2,945,356,675
Short term provisions	10	750	750
		<u>4,671,402,698</u>	<u>3,916,135,404</u>
Minority Interest		51,488,240	59,627,422
TOTAL		<u><u>5,177,960,281</u></u>	<u><u>4,295,841,804</u></u>
ASSETS			
Non Current Assets			
Fixed assets			
(i) Tangible assets	11	3,880,571	288,760
(ii) Capital work in progress	12	4,881,326,574	3,207,032,047
		<u>4,885,207,145</u>	<u>3,207,320,807</u>
Non current investments	13	87,690,100	87,690,100
Deferred tax assets (net)		-	16,473,973
Long term loans and advances	14	170,450,902	161,894,592
Other non current assets	15	5,000	-
		<u>5,143,353,147</u>	<u>3,473,379,472</u>
Current Assets			
Inventories	16	6,964,388	13,246,672
Trade receivables	17	11,531	10,204
Cash and Bank	18	711,233	10,111,835
Short term loans and advances	19	26,917,483	799,093,622
Other current assets	20	2,500	-
		<u>34,607,135</u>	<u>822,462,333</u>
		<u><u>5,177,960,281</u></u>	<u><u>4,295,841,804</u></u>
Notes to account	1		
Significant accounting policies			

The schedules referred to above form an integral part of the balance sheet. As per our report of even date attached.

For M. B. Agrawal & Co.

Chartered Accountants

FRN NO: 100137 W

A. Agrawal
Harshal Agrawal

Partner

Membership No:109438

Mumbai

Date September 7th, 2012



For and on behalf of the Board of Directors

Ashwin N. Sheth
Ashwin N. Sheth

Director

Mumbai

Date September 7th, 2012

Jitendra N. Sheth
Jitendra N. Sheth

Director

PRECIOUS TRADING & INVESTMENTS LIMITED

Statement of Profit & Loss Account

for the year ended 31st March, 2012

(Currency : Indian Rupees)

	Note No	2012	2011
<u>INCOME</u>			
Other income	21	<u>1,291,028</u>	<u>43,503,584</u>
		<u>1,291,028</u>	<u>43,503,584</u>
<u>EXPENSES</u>			
Operating, administrative and other expenses	22	<u>1,177,648</u>	<u>544,511</u>
		<u>1,177,648</u>	<u>544,511</u>
		<u>113,381</u>	<u>42,959,073</u>
Depreciation and amortisation	11	<u>238,688</u>	<u>28,773</u>
PROFIT / (LOSS) BEFORE TAX		<u>(125,307)</u>	<u>42,930,300</u>
Tax expense			
- Current tax		-	-
- Deferred tax		16,585,127	15,114,216
- Tax adjustment of earlier year		14,820	-
PROFIT / (LOSS) FOR THE PERIOD		<u>(16,725,254)</u>	<u>27,816,084</u>
EARNINGS PER EQUITY SHARE			
Basic and diluted earnings per share		<u>(69.69)</u>	<u>115.90</u>

The schedules referred to above form an integral part of the profit and loss account.

As per our report of even date attached.

For M. B. Agrawal & Co.

Chartered Accountants

FRN NO: 100137 W

A. Harshad

Harshad Agrawal

Partner

Membership No. 109438

Mumbai

Date September 7th, 2012



For and on behalf of the Board of Directors

Ashwin N. Sheth

Ashwin N. Sheth

Director

Mumbai

Date September 7th, 2012

Jitendra N. Sheth

Jitendra N. Sheth

Director

PRECIOUS TRADING & INVESTMENTS LIMITED

Notes to the financial statements (Continued)
as at 31st March, 2012

(Currency : Indian Rupees)

2 Share capital

Authorised capital

2,50,000 (2,50,000) Equity Shares of Rs. 10/- each

2012

2011

2,500,000

2,500,000

2,500,000

2,500,000

Issued, subscribed and paid-up

2,40,000 (2,40,000) Equity Shares of Rs. 10/- each

2,400,000

2,400,000

2,400,000

2,400,000

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

Equity Shares

2012

2011

Number Rupees

Number Rupees

Shares at the beginning of the year

240,000

2,400,000

240,000

2,400,000

Issued during the year

-

-

-

-

Outstanding at the end of the year

240,000

2,400,000

240,000

2,400,000

(b) Terms / rights attached to the shares

The company has only one class of equity shares having a par value of Rs 10 per share. Each holder of equity shares is entitled to one vote per share.

- (c) In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. However no such preferential amounts exist currently. The distribution will

(d) Shares held by holding company

2012

2011

Sheth Developers Private Limited

1,79,970 (2011: 1,79,970) equity shares of Rs 10 each fully paid.

1,799,700

1,799,700

(e) Detail of shareholders holding more than 5% shares in the company

2012

2011

% holding in the class

No. of Shares Held

% holding in the class

No. of Shares Held

Equity Shares of Rs 10 each fully paid up

Sheth Developers Private Limited

75%

179,970

75%

179,970

3 Reserves and surplus

Capital Reserve

Balance as per last financial statements

98,265,518

98,265,518

Capital Reserve/ Goodwill on consolidation

14,969,699

14,969,699

113,235,217

113,235,217



Profit and Loss Account		
Balance as per last financial statements	10,471,139	10,967,663
Less: Loss for the year transferred from the statement of Profit and loss	(114,679)	(496,524)
Add: Consolidation Adjustment	30,931,853	39,403,247
	<u>41,288,313</u>	<u>49,874,386</u>
	<u>154,523,530</u>	<u>163,109,603</u>
4 Long term borrowings		
Unsecured loan from related party		
from Corporate	90,453,064	81,192,103
(No schedule of repayment has been determined.)		
	<u>90,453,064</u>	<u>81,192,103</u>
5 Other long term liabilities		
Security deposit	207,522,594	73,318,272
	<u>207,522,594</u>	<u>73,318,272</u>
6 Long term provisions		
Provision for Tax	59,000	59,000
	<u>59,000</u>	<u>59,000</u>
7 Short term borrowings		
Unsecured loans		
Temporary overdrawn bank balance	6,297,710	5,617,736
Loans from related party (repayable on demand)	1,126,847,274	807,771,505
	<u>1,133,144,984</u>	<u>813,389,241</u>
8 Trade Payable		
Trade payables towards goods purchased and services rendered		
-Others	380,468,677	157,388,738
	<u>380,468,677</u>	<u>157,388,738</u>
9 Other current liabilities		
Salary payable	1,477,302	788,740
Statutory dues payable	27,740,503	12,219,520
Current maturities of long term debt	3,000,000,000	2,898,000,000
Interest accrued but not due	128,570,482	34,348,415
	<u>3,157,788,287</u>	<u>2,945,356,675</u>
10 Short term provisions		
Provision for Expense	750	750
	<u>750</u>	<u>750</u>
12 Capital work in progress		
Cost of land	372,757,365	372,757,365
Material and contractual payments	2,934,221,394	1,832,499,397
Rates and taxes	328,527,987	297,744,835
Other construction costs	51,033,995	36,352,167
Professional and designing fees	195,873,042	181,505,225
Sales and administration expenses	27,696,178	25,776,273
Interest on bank loan	890,993,175	414,367,872
Other finance costs	31,444,064	26,229,688
Other expenses	48,779,373	19,799,227
	<u>4,881,326,574</u>	<u>3,207,032,047</u>
Less: transfer to fixed assets	-	-
	<u>4,881,326,574</u>	<u>3,207,032,047</u>



13 Non current investments

Non - Trade (Unquoted)

Investment in Equity Shares

Non Trade (Unquoted)

Investment in Equity Shares

1000 Fully paid equity shares of Rs. 10/- each

in the Saraswat Co-operative Bank Ltd.(p.y.1000)

10,000

10,000

In other

1 equity share of Rs. 100/- each of Sheth Shelters Pvt Ltd

(P.Y 1)

100

100

Investment in Preference Shares

4,38,400, 6% Redeemable Non-Cumulative,

Non-Participating Preference shares of Rs. 10/- each

of Sheth Shelters Pvt Ltd. (P.Y. 4,38,600)

(Face Value of Rs.10/- and Premium of Rs.190/- per share)

87,680,000

87,680,000

87,690,10087,690,100**14 Long term loans and advances (Unsecured, considered good)****Unsecured Loan to related party**

To Corporate

106,099,000

96,999,000

Deposits Paid

63,891,437

64,441,437

Advance tax

330,468

324,158

VAT credit entitlement

129,997

129,997

170,450,902161,894,592**15 Other non current assets**

Prepaid expenses

7,500

-

Less: Current maturity of non current assets

(2,500)

-

(Transfer to other current assets)

5,000-**16 Inventories (At lower of cost and net realisable value)**

Building materials, components and spares

6,964,388

13,246,672

6,964,38813,246,672**17 Trade receivables (Unsecured, considered good)**

Debts outstanding for a period exceeding six months

-

10,204

Others debts

11,531

-

11,53110,204**18 Cash and Bank balances****Cash and cash equivalents**

Cash in hand

82,311

34,891

Balance with scheduled banks

- in current accounts

628,922

3,168,548

711,2333,203,439**Other Bank Balances**

Fixed deposits (with maturity less than 12 months)

-

6,908,396

711,23310,111,835

19 Short term loans and advances (Unsecured, considered good)

Advances to vendors	26,717,483	68,931,492
Loans and advances to related parties	-	730,000,000
Prepaid expense	-	703
Interest receivable	-	161,427
Deposits paid	200,000	-
	<u>26,917,483</u>	<u>799,093,622</u>

20 Other current assets

Current maturity of other non current asset	2,500	-
	<u>2,500</u>	<u>-</u>



PRECIOUS TRADING & INVESTMENTS LIMITED

Notes to the financial statements (Continued)
for the year ended 31st March, 2012

(Currency : Indian Rupees)

	2012	2011
21 Other income		
Interest income	384,134	321,584
Dividend income	2,000	2,000
Miscellaneous income	904,894	43,180,000
	<u>1,291,028</u>	<u>43,503,584</u>
22 Operating, administrative and other expenses		
Travelling and conveyance	65,009	24,816
Communicatio Cost	287,794	126,906
Printing and stationery	498,842	425,414
Legal, professional and other fees	212,331	155,799
Filing fees and stamping charges	4,892	2,724
Auditors remuneration (including service tax)		
- Audit fee	31,236	30,663
Bank charges and commission	110	148
Advertisement Expenses	50,032	55,531
Directors Meeting Fees	3,000	3,000
Stock Exchange Listing Fees	16,545	11,030
Other Fees & Stamps	5,292	5,736
Miscellaneous expenses	2,564	2,744
	<u>1,177,648</u>	<u>544,511</u>
Finance costs		
Interest on fixed loans	476,625,303	296,282,423
Other borrowing costs	5,214,377	912,721
	<u>481,839,680</u>	<u>297,195,144</u>
Less: Finance cost transferred to capital work in progress	481,839,680	297,195,144
	<u>-</u>	<u>-</u>



Schedule to the financial statements (Continued)
as at 31st March, 2012

(Currency : Indian Rupees)

11 Fixed assets

Description of assets	Gross Block		Accumulated depreciation		Net block		
	At 01.04.2011	Additions Disposals / Adjustment	At 31.03.2012	For the year	Disposals / Adjustment	At 31.03.2012	At 31.03.2011
Plant and machinery	448,920	2,502,296	2,951,216	48,048	-	2,606,901	152,653
Office equipment	-	-	-	-	-	-	-
Computers System and Equipments	124,650	654,473	779,123	126,296	-	618,557	90,380
Furniture and fixture	303,765	673,730	977,495	64,344	-	655,113	45,727
Vehicle	-	-	-	-	-	-	-
Total	877,335	3,830,499	4,707,834	238,688	-	3,880,571	288,760
TOTAL	877,335	3,830,499	4,707,834	238,688	-	3,880,571	288,760
	724,930	152,405	877,335	28,773	-	288,760	165,128



PRECIOUS TRADING & INVESTMENTS LIMITED

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH,2012

PARTICULARS	31.03.2012	31.03.2011
A. Cash Flow from Operating Activities		
Net Profit / (Loss) before tax & extra-ordinary items	(125,308)	42,930,300
Adjustments for:		
Profit on Sale of Investment	-	-
Income Tax Payment (net of T.D.S./Advance/Self Assessment Tax Paid)	(14,820)	-
Dividend on Shares	2,000	2,000
Reversal on Loss of Sale of Assets	-	-
Loss on Sale of Fixed Assets	-	-
Depreciation	238,688	28,773
Increase / (Decrease) in Inventory	6,282,284	(10,058,651)
Operating Profit / (Loss) before Working Capital Changes	6,382,844	32,902,422
Adjustments for:		
Increase / (Decrease) in Current Liabilities	374,173,780	104,664,719
(Increase) / Decrease in Sundry Debtors	(1,327)	-
(Increase) / Decrease in Loans & Advances	763,457,212	(104,780,218)
Deferred Tax Assets	(511,680,577)	-
Cash generated from operations	632,331,933	32,786,923
Less: Taxes Paid	(511,674,267)	-
Net Cash From Operating Activities (A)	1,144,006,200	32,786,923
B. Cash Flow from Investment Activities		
(Purchase)/Sale of fixed Assets(Net)	(3,830,499)	(152,405)
Project Investment	(1,674,294,526)	(1,386,079,153)
Sale of Investment	-	-
Sale of Fixed Assets	-	-
Dividend on Shares	(2,000)	(2,000)
Net Cash From Investing Activities (B)	(1,678,127,025)	(1,386,233,558)
C. Cash Flow from Finance Activities		
Secured loan received	196,222,067	1,133,066,964
Unsecured loan received	328,336,730	217,780,653
Net Cash From Finance Activities (C)	524,558,797	1,350,847,617
Net Increase or Decrease in Cash & Cash Equivalents [(A)+(B)+(C)]	(9,562,028)	(2,599,018)
Cash & Cash Equivalents as on 01/04/2007 & 01/04/2006	10,273,262	12,872,279
Cash & Cash Equivalents as on 31/03/2008 & 31/03/2007	711,233	10,273,262



Notes:

1. Cash Flow statement has been prepared under the indirect method as set out in the Accounting Standard (AS)-3: 'Cash Flow Statements' issued by the Institute of Chartered Accountants of India.
2. Previous year's figures have been re-grouped/re-classified/re-arranged wherever required.

In terms of our report of even date

For M. B. Agarwal & Co.

Chartered Accountants



Harshal Agarwal

(Partner)

Member No : 109438

Mumbai: September 07, 2012



FOR AND ON BEHALF OF THE BOARD



ASHWIN N. SHETH

Director