

TWENTY FIFTH ANNUAL REPORT
2010-2011



BLUE BLENDS
FINANCE LIMITED



BLUE BLENDS FINANCE LIMITED

BLUE BLENDS FINANCE LIMITED

TWENTY FIFTH ANNUAL REPORT 2010-2011

ANNUAL GENERAL MEETING

on

Tuesday, the 20th September, 2011

At 12.30 p.m.

at JBF House, 2nd Floor,

Old Post Office Lane,

Kalbadevi Road, Mumbai - 400 002.

REGISTERED OFFICE

JBF House, 2nd floor
Old Post Office Lane
Kalbadevi Road
Mumbai - 400 002
Tel : 2208 5951/22085952

SECRETARIAL DIVISION

JBF House, 2nd floor
Old Post Office Lane
Kalbadevi Road
Mumbai - 400 002
Tel. 2208 8736

BOARD OF DIRECTORS

Shri Anand Arya
Chairman

Shri Remedias Pinto

Shri K. Srinivasa Varadhan

Shri Janardan Joshi

Shri Mahendra Dugar

Shri Pujaram Purohit

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BLUE BLENDS FINANCE LIMITED

NOTICE

NOTICE is hereby given that the **TWENTY FIFTH ANNUAL GENERAL MEETING** of the Members of **BLUE BLENDS FINANCE LIMITED** will be held on Tuesday, the 20th September, 2011 at 12.30 p.m. at JBF House, 2nd Floor, Old Post Office Lane, Kalbadevi Road, Mumbai 400 002, to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Balance Sheet as at 31st March, 2011 and the Profit & Loss Account and Cash Flow Statement of the Company for the year ended on that date, together with reports of the Board of Directors' and the Auditors' Report thereon.
2. To appoint a Director in place of Mr. Anand Arya who retires by rotation and being eligible, offers him for re-appointment.
3. To appoint a Director in place of Mr. K Srinivasa Varadhan who retires by rotation and being eligible, offers him for re-appointment.
4. To appoint Auditors M/s P .C. Surana & Co., Chartered Accountants, Mumbai, to hold office from the conclusion of this Meeting upto the conclusion of the next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS

5. To Consider and if thought fit, to pass the following resolution with or without modification(s) as on Ordinary Resolution :-

“**RESOLVED THAT** Mr. Pujaram Purohit was appointed as an Additional Director of the Company with effect from 18th July, 2011 and whose term of office expires on the conclusion of this Annual General Meeting and in respect thereof the Company has received notice from a shareholder under Section 257 of the Companies Act, 1956, expressing his intention to move necessary resolution for the appointment of Mr. Pujaram Purohit as a Director, be and hereby appointed a Director of the Company.”

Registered Office :

JBF House, 2nd Floor
Old Post Office Lane, Kalbadevi Road,
Mumbai 400 002.
Place : Mumbai
Date : 27th July, 2011

**By Order of the Board of Directors
For BLUE BLENDS FINANCE LTD.**

(ANANDARYA)
CHAIRMAN



BLUE BLENDS FINANCE LIMITED

NOTES:

- 1) A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT APPOINTING PROXY SHOULD, HOWEVER, BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY, NOT LESS THAN FORTYEIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
- 2) The Register of Members and the Share Transfer Books of the Company will remain closed from 14th September, 2011 to 16th September, 2011 (both days inclusive) for the purpose of Annual General Meeting.
- 3) The equity shares of the Company are admitted for dematerialisation with NSDL. The ISIN number is INE002I01011. The shareholders are requested to get their shares dematerialised through Depository Participants with NSDL.
- 4) Members are requested to bring their copies of the Reports and Accounts to the Meeting.

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956.

Item No.5

Mr. Pujaram Purohit was appointed as an Additional Director of the Company with effect from 18th July, 2011 and he holds office of Director upto the conclusion of forthcoming Annual General Meeting. The Company has received a notice in writing under section 257 of the Companies Act, 1956 with requisite security deposit from a shareholder expressing his intention to move necessary resolution for appointment of Mr. Pujaram Purohit as a Director of the Company.

The Board of Directors considers that it would be in the interest of the Company to have Mr. Pujaram Purohit on the Board of Directors of the Company and recommend the resolution for his re-appointment.

None of the Directors, except Mr. Pujaram Purohit, is concerned or interested in the resolution.

**By Order of the Board
For BLUE BLENDS FINANCE LTD.**

(Anand Arya)
Chairman

Registered Office :

JBF House, 2nd Floor, Old Post Office Lane,
Kalbadevi Road, Mumbai – 400002.

Place : Mumbai

Date : 27th July, 2011



BLUE BLENDS FINANCE LIMITED

DIRECTORS' REPORT

To,
The Members,

Your Directors have pleasure in submitting the Twenty Fifth Annual Report of your Company together with the Audited Statement of Accounts for the year ended 31st March, 2011.

FINANCIAL RESULTS:

The financial results for the period under review are summarized as under for your consideration:-

(Rs. in Lakhs)

Particulars	Year ended 31 st March, 2011	Year ended 31 st March, 2010
Gross Income	7.84	7.88
Profit/(Loss) before Depreciation, Interest & Tax	0.59	(0.36)
Less: Depreciation	0.08	0.20
Less: Interest	—	—
Profit/(Loss) before exceptional items and taxes	0.51	(0.56)
Add : Provision for NPA's written back	—	—
Profit/(Loss) before Tax	0.51	(0.56)
Fringe Benefit Tax	—	—
Add : Prior Period Expenses	—	—
Profit/(Loss) after Tax	0.51	(0.56)
Add: Balance brought forward	(794.47)	(793.91)
Deficit in Profit & Loss account carried to Balance Sheet	(793.96)	(794.47)

DIVIDEND

Your Directors have not recommended any dividend on Equity Shares for the year under review.

OPERATIONS

The Company is still concentrating only on recovery of its dues. Despite best efforts, the Company is finding it difficult to recover its dues from its defaulting lessees/hirers against whom decrees have been obtained, since the said lessees/hirers are either under winding up or under BIFR. In the other cases, the company is facing difficulties in tracing the main promoters of the lessees/hirers.



BLUE BLENDS FINANCE LIMITED

CURRENT YEAR OPERATIONS AND FUTURE BUSINESS PLANS

As you are aware, the company is presently not engaged in any business operations. Due to paucity of capital, which has been totally eroded, the company's plans to get into other avenues are not taking off. However, the company is striving its best to formulate a profitable business plan by looking out for new opportunities, which do not involve any capital outlay/investment. The Company shall also continue with its efforts for recovery of its dues.

FIXED DEPOSITS

The Company has neither invited nor accepted any deposit from the public within the meaning of Non Banking Financial Companies (Reserve Bank Directions) or Section 58A of the Companies Act, 1956 or Rules made thereunder.

DIRECTORS

Mr. Anand Arya and Mr. K Srinivasa Varadhan retire by rotation and being eligible offers themselves for re-appointment at the ensuing Annual General Meeting.

Mr. Pujaram Purohit was appointed as Additional Director of the Company with effect from 18th July, 2011 and he holds office of Director upto the conclusion of forthcoming Annual General Meeting. The Company has received a notice in writing under Section 257 of the Companies Act, 1956 with requisite security deposit form a shareholder proposing the candidature of Mr. Pujaram Purohit as a Director of the Company. The resolution for appointment of Mr. Pujaram Purohit are contained in the notice of the ensuing Annual General Meeting of the Members of the Company.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under section 217 (2AA) of the Companies Act, 1956, with respect of Director's Responsibility Statement, it is hereby confirmed that :

- (i) in the preparation of the accounts for the financial year ended 31st March, 2011, the applicable Accounting Standards have been followed along with proper explanations relating to material departures;
- (ii) the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that were 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 of the Company for the year ended that date;
- (iii) the Directors have taken proper and sufficient care 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 and
- (iv) the Directors have prepared the accounts for the financial year ended 31st March, 2011 on a going concern basis,



BLUE BLENDS FINANCE LIMITED

PERSONNEL

The Company had not paid any remuneration attracting the provisions of the Companies (Particulars of employees) Rules 1975 read with the Section 217 (2A) of the Companies Act, 1956. Hence no information is required to be appended to this report in this regard.

CORPORATE GOVERNANCE

In terms of Clause 49 of the Listing Agreement with the Stock Exchanges a report on the Corporate Governance is appended as Annexure to this report.

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

- 1) Information in accordance with the provisions of Section 217(1) of the Companies Act, 1956, read with Companies (Disclosures of Particulars in the Report of Board of Directors) Rules, 1988 regarding Conservation of energy & technology absorption, being not applicable, are not given.
- 2) Foreign Exchange earnings & Outgo :
Earnings : Nil
Outgo : Nil

AUDITORS

The Auditors of the Company, M/s. P. C. Surana & Co. retire at the conclusion of the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment. Necessary certificate under Section 224(1B) of the Companies Act, 1956 has been received from them.

ACKNOWLEDGMENT

The Directors acknowledge with gratitude the co-operation and support extended by the Bankers, Shareholders and Employees of the Company.

For and On Behalf of the Board

Place : Mumbai
Date : 27th July, 2011

(Anand Arya)
Chairman



BLUE BLENDS FINANCE LIMITED

Report On Corporate Governance (Annexure to Directors Report)

1. Corporate Governance

The Company firmly believes in the principles of Corporate Governance and is committed to conduct its business in a manner, which will ensure sustainable, capital-efficient and long-term growth thereby maximizing value for its shareholders, customers, employees and society at large. The Company's policies are in line with Corporate Governance guidelines prescribed under Listing Agreements with Stock Exchanges and the Company ensures that various disclosures requirements are complied in letter and Spirit for effective Corporate Governance.

2. Board of Directors

a) The Board of Directors comprises Executive and Non- Executive Directors. The Executive and Non-Executive Directors are expert professionals in their respective fields. The provisions for appointment of Directors, their powers and meetings are contained in the Articles of Association of the Company. During the previous financial year Five Board Meetings were held on 28th April,2010, 30th July,2010, 26th October,2010, 27th December,2010, 24th January,2011, The particulars of Board Meetings and Annual General Meeting attended by the Directors and the other details of the Board of Directors are as under:

Name of the Director	Category	Date of Appointment	No. of other Director ship held	No. of Meetings attended during F.Y. 01.04.2010 to 31.03.2011	Attendance at the last A.G.M.	No. of Membership/ Chairmanship in Committees across all the Companies
Mr. Anand Arya (AA)(Promoter)	Chairman	06.11.1985	5	4	Yes	Chairmanship- Nil Membership - Nil
Mr. Remedias Pinto (RP)	Whole Time Director	01.08.2009	—	5	Yes	Chairmanship-Nil Membership - Nil
Mr. K Srinivasa Varadhan (KSV)	Non Executive Director	29.07.2009	1	1	Yes	Chairmanship-Nil Membership-3
Mr. Janardan Joshi (JJ)	Independent Director	31.10.2005	3	5	Yes	Chairmanship-5 Membership - 8
Mr. Mahendra Dugar (MD)	Independent Director	31.10.2005	2	5	Yes	Chairmanship-2 Membership - 1
Mr. Pujaram Purohit (PP)	Independent Director (Additional Director)	18.07.2011	2	—	—	Chairmanship- Nil Membership - 1

Note: No Extra-Ordinary General Meeting took place during the previous financial year.

b) Details of sitting fees, remuneration etc. paid to Directors during the year ended 31st March, 2011

Name of the Directors	Remuneration paid during the year(Rupees)	Sitting Fees paid during the year (Rupees)	Total (Rupees)
Mr. Anand Arya – Chairman	—	—	—
Mr. Remedias Pinto - Whole Time Director	1,14,957/-*	—	1,14,957/-
Mr. K Srinivasa Varadhan- Non Executive Director	—	—	—
Mr. Janardhan Joshi –Independent Director	—	—	—
Mr. Mahendra Dugar – Independent Director	—	—	—
Mr. Pujaram Purohit- Independent Director	—	—	—
Total :	1,14,957/-	—	1,14,957/-



BLUE BLENDS FINANCE LIMITED

*Includes salary, bonus and other benefits. No other fixed component or performance linked incentive or stock option is paid to the Directors. The Whole Time Director is paid remuneration as per the agreement with the Company, which is approved by the shareholders and the Central Government. The agreement for appointment of Whole Time Director does not provide for any notice period or severance fees.

c) Other Provisions as to Board and Committee:

The Board Meetings were held on 28th April, 2010, 30th July, 2010, 26th October, 2010, 27th December, 2010 and 24th January, 2011 with a maximum time gap of four months between any two meetings. None of the Directors of the Company is a member of more than ten Committees or acts as Chairman of more than five Committees across all companies in which he is a Director. For the purpose of considering the limits of the Committees on which a Director can serve, only the two Committees, viz. Audit Committee and Shareholders Grievance Committee are considered. Every Director has informed the Company about Committee positions he occupies in other Companies.

d) Code of Conduct:

The Board of Directors has laid down a code of conduct for all Board Members and Senior Management of the Company. All the Board Members and Senior Management personnel have affirmed compliance with the code of conduct for the current year.

3. Audit Committee:

a) Brief description of terms of reference: To review the financial reporting process and financial statements, the accounting policies and practices and to examine accountancy, taxation and disclosure aspect of significant transactions and other items as per clause 49II (D) of the Listing Agreement. The Audit Committee comprises of three Directors with majority of them being Independent Directors. The Chairman of the Audit Committee is an Independent Director having financial and accounting knowledge. The Chairman of the Audit Committee was present at the previous Annual General Meeting to answer shareholders' queries.

b) Composition, names of Members and Chairperson as on 31st March, 2011

The Audit Committee comprises of three Directors with majority of them being Independent Directors. The Chairman of the Audit Committee is an Independent Director having financial and accounting knowledge.

The Composition of Audit Committee as on 31st March, 2011 is as under:

1. Mr. Janardan Joshi (JJ) - Chairman
2. Mr. Remedias Pinto (RP) - Member
3. Mr. Mahendra Dugar (MD) - Member

c) Meetings and attendance during the year from April,2010 to March, 2011

Date of Meeting	Attendance Record		
	JJ	RP	MD
28.04.2010	Yes	Yes	Yes
30.07.2010	Yes	Yes	Yes
26.10.2010	Yes	Yes	Yes
27.12.2010	Yes	Yes	Yes
24.01.2011	Yes	Yes	Yes

4. Management

Management Discussion and Analysis, forming part of Directors' Report, contains discussion on the required matters.

a) Disclosures by Management

All details of financial and commercial transactions where Directors may have an interest are provided to the Board and interested Directors neither participate in the discussion, nor do they vote on such matters. There are no transactions of material nature with the promoters, Directors or their relatives etc. that may have potential conflict with the interests of the Company.

b) As required by Accounting Standard AS-18, details of related party transactions are given in Schedule containing notes forming part of Balance Sheet and Profit & Loss Account.



BLUE BLENDS FINANCE LIMITED

5. Shareholders

a) Details of the Director's seeking appointment/reappointment at the forthcoming Annual General Meeting (In pursuance of Clause 49 of the Listing Agreements]

Name of Director	Mr. Anand Arya	Mr. K Srinivasa Varadhan	Mr. Pujaram Purohit
Date of Birth	06.04.1952	25.04.1961	03.07.1963
Date of Appointment	06.11.1985	26.09.2009	18.07.2011
Expertise in specific functional areas	Textile Industries	Banking, Legal & Financial Services	Accounting
Qualifications	B.Com, L.L.B	B.Com., LL.B. , ACS, CA IIB	Matriculate
List of other public limited Companies in which Directorship held.	Blue Blends (India) Ltd., Premier Synthetics Ltd., Blue Blends Stocks & Securities Ltd.	Blue Blends (India) Ltd.	Blue Blends (India) Ltd., Blue Blends Petrochemicals Ltd.
Chairman/Member of the Committees of the Board of other Companies in which he/she is a Director	Nil	Blue Blends (India) Ltd. Audit Committee , Remuneration Committee & Shareholders Grievance Committee - Member	Blue Blends Petrochemicals Ltd. Audit Committee - Member

b) A Committee under the Chairmanship of a Non-Executive Director is constituted to look into the redressal of shareholders complaints. The details are as under:

Composition, names of members and Chairperson of Shareholders Grievance Committee	1. Mr. Mahendra Dugar – Chairman (Independent Director) 2. Mr. Janardan Joshi – Member (Independent Director)
Name and designation of Compliance Officer	Mr. Remedias Pinto
Number of shareholders complaints received so far	There is no pending grievance of shareholders. During the year the Company had not received any complaints from the shareholders.
Number not solved to the satisfaction of shareholders	Nil
Number of pending share transfers	Nil

6. Compliance Certificate

Compliance Certificate for Corporate Governance from Auditors of the Company is annexed herewith.

7. General Body Meetings

Location and time where last three AGMs held:

Location	Date	Time
JBF House, 2 nd Floor, Old Post Office Lane, Kalbadevi Road, Mumbai-400002	29.09.2008	12.00 noon.
JBF House, 2 nd Floor, Old Post Office Lane, Kalbadevi Road, Mumbai-400002	26.09.2009	12.00 noon
JBF House, 2 nd Floor, Old Post Office Lane, Kalbadevi Road, Mumbai-400002	27.09.2010	3.30 p.m.

- No postal ballots were used for voting at the Annual General Meetings of Shareholders.
- No special resolution was passed in any of the last 3 Annual General Meetings of the Company.

8. Disclosures

- a. **Disclosures on materially significant related party transactions i.e. transactions of the company of material nature, with its promoters, the directors or the management, their subsidiaries or relatives etc. that may have potential conflict with interests of company at large :** Nil
- b. **Accounting Treatment:** In the preparation of financial statement the Company has followed the prescribed Accounting Standards.
- c. **Details of non compliance by the company, penalties and strictures imposed on the company by Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years :** Nil



BLUE BLENDS FINANCE LIMITED

9. Compliance with Non Mandatory Requirements

a) Remuneration Committee

The Composition of the Remuneration Committee as on 31st March, 2011 was as under:

1. Mr. Mahendra Dugar (MD) - Chairman
2. Mr. Remedias Pinto (RP) - Member
3. Mr. Janardan Joshi (JJ) - Member

Remuneration Committee is constituted to consider and approve remuneration to Managerial personnel. During the year, No meeting of the Remuneration Committee was held.

b) Whistle Blower Policy : The Company promotes ethical behaviour in all its business activities and has put in place a mechanism of reporting illegal & unethical behaviour. The Company has a Whistle Blower policy wherein the employees are free to report violation of law, rules, regulations & unethical behaviour to their immediate superior or such other persons as may be notified by the management to the work groups.

The confidentiality of those reporting violations is maintained and they are not subject to any discriminatory practice.

10. Means of Communication

- a) The quarterly financial results are published through BSE and Newspapers, namely Navshakti (Marathi) and Free Press Journal (English).
- b) The information of investors' interest is communicated either directly to the shareholders or through stock exchanges.
- c) Website of the Company is www.blueblendsfinance.com
The Website of the Company is periodically updated & results (Quarterly, half-yearly & yearly) are posted on the same.
- d) Official news releases are also posted on the website.

11. General Shareholder Information

AGM Date, time and venue	Tuesday the 20 th September, 2011 at 12.30 p.m. at JBF House, 2 nd Floor, Old Post Office Lane, Kalbadevi Road, Mumbai – 400 002.
Financial Calendar	01 st April to 31 st March
Date of Book Closure	From 14.09.2011 to 16.09.2011 (both days inclusive)
Dividend Payment Date	N.A.
Listing on Stock Exchanges	BSE.
Stock Code	BSE Stock Code : 511361
Market Price Data and performance In comparison to broad-based Indices such as BSE Sensex, CRISIL Index etc.	Since no trading had taken place in the previous six months, the market price data and performance in comparison to broad based indices such as BSE Sensex, CRISIL index etc. are not given.
Registrar and Transfer Agents	Sharex Dynamic (India) Pvt. Ltd. Unit 1, Luthra Ind. Premises, Safed Pool, Andheri Kurla Road, Andheri (East), Mumbai 400 072. Tel. : 2851 5606, 2851 5644 • Fax : 2851 2885 E-Mail ID : Sharexindia@vsnl.com
Share Transfer System	As regards, transfer of shares held in physical form, the transfer documents can be lodged with Sharex Dynamic (India) Pvt. Ltd. at above-mentioned address. Transfer of shares in physical form is normally processed within 25-30 days from the date of receipt provided the documents are complete in all respect and the shares under transfer are not under dispute. Share Transfer Committee has been delegated authority by the Board for expediting share transfers.



BLUE BLENDS FINANCE LIMITED

Shareholding Pattern as on 31st March, 2011:

Sr. No		Category	No. of shares held	Percentage of Shareholding	No of shares Pledged	% of Shares Pledged
A.	1.	PROMOTERS' HOLDING				
		Promoters				
		- Indian Promoters	52,00,200	74.50	50,18,300	96.50
		- Foreign Promoters	Nil	N.A		
	2.	Persons acting in concert	Nil	N.A	N.A.	N.A
		Sub - Total	52,00,200	74.50	50,18,300	96.50
B.		NON PROMOTERS' HOLDING				
	3.	Institutional Investors	Nil	N.A	N.A	N.A
	a.	Mutual Funds and UTI	Nil	Nil	Nil	Nil
	b.	Banks, Financial Institutions, Insurance Companies (Central/ State Gov. Institutions/ Non-Government Institutions)	10,40,000	14.90	Nil	Nil
	c.	FII's	Nil	N.A	N.A	N.A
		Sub - Total	10,40,000	14.90	Nil	Nil
	4.	Others				
	a.	Private Corporate Bodies	76,400	1.09	Nil	Nil
	b.	Indian Public	6,62,000	9.47	Nil	Nil
	c.	NRI's/OCBs	1,400	0.02	Nil	Nil
	d.	Any other (Please specify)	Nil	Nil	Nil	Nil
		Sub - Total	7,39,800	10.59	Nil	Nil
		GRAND - TOTAL	69,80,000	100.00	50,18,300	71.89
		TOTAL FOREIGN HOLDING	1,400	0.02		

Note:

		No. of Shares	%
Total foreign shareholding :	NRI	1400	0.02
in number of shares and per- :	OCBs & OTHERS	NIL	NIL
centage shareholding includ- :	GDR	NIL	NIL
ing GDR and ADR holdings :	ADR	NIL	NIL

Distribution of Shareholding as on 31.03.2011

Share holding of nominal value of (Rs.)	Shareholders		SHARE AMOUNT			
	Number	% to Total	NSDL Demat (In Rs.)	CDSL Demat (In Rs.)	Total (In Rs.)	% to Total
Upto 5000	2013	95.49	3817000.00	---	3817000.00	5.47
5,001 - 10,000	70	3.32	622000.00	---	622000.00	0.89
10,001 - 20,000	3	0.14	44000.00	---	44000.00	0.06
20,001 - 30,000	0	0.00	0	---	0	0.00
30,001 - 40,000	0	0.00	0	---	0	0.00
40,000 - 50,000	3	0.14	145000.00	---	145000.00	0.21
50,001 - 1,00,000	3	0.14	251000.00	---	251000.00	0.36
1,00,001 & above	16	0.76	64921000.00	---	64921000.00	93.01
	2108	100	69800000.00	---	69800000.00	100.00



BLUE BLENDS FINANCE LIMITED

Dematerialization of shares and Liquidity	The shares of the Company are in demat segment, and are available for demat with NSDL. As on 31 st March, 2011, 289200 equity shares of the Company representing 4.14% of the Company's share capital have been Dematerialised. Under the depository system the International Securities Identification Number (ISIN) allotted to the Company's shares is INE002I01011.
Outstanding GDRs/ADRs/ Warrants Or any Convertible instruments, Conversion date and likely Impact on equity	Nil
Plant Locations	Not Applicable
Address for correspondence	Blue Blends Finance Ltd. JBF House, 2 nd Floor, Old Post Office Lane, Kalbadevi Road, Mumbai – 400 002. Tel. 2208 5951/52
Name of the Contact Person	Mr. Remedias F. Pinto

CODE OF CONDUCT DECLARATION

Pursuant to Clause 49 I(D) of the Listing Agreement entered into with the Stock Exchanges, I hereby declare that the Company has obtained affirmative compliance with the Code of Conduct from all the Board Members and Senior Management personnel of the Company.

CEO/CFO CERTIFICATION

We in our official capacity do hereby confirm and certify that:-

- (a) We have reviewed financial statements and the cash flow statement for the year ended 31st March, 2011 and that to the best of our knowledge and belief:
 - i. these statements do not contain any materially untrue statements or omit any material fact or contain statements that might be misleading;
 - ii. these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) There are, to the best of our knowledge and belief, no transactions entered into by the company during the financial year 2010-2011 which are fraudulent, illegal or violative of the Company's code of conduct.
- (c) We accept responsibility for establishing and maintaining internal controls and that we have evaluated the effectiveness of the internal control systems of the Company and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps have been taken or proposed to rectify these deficiencies.
- (d) We have indicated to the auditors and the Audit Committee that there are no
 - i. Significant changes in internal control during the year ended 31st March, 2011.
 - ii. significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - iii. Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system.

For Blue Blends Finance Ltd.

(Remedias Pinto)
Whole Time Director

(Janardan Joshi)
Director

Place : Mumbai
Date : 27th July, 2011



BLUE BLENDS FINANCE LIMITED

CERTIFICATE

To
The Members of Blue Blends Finance Ltd.

We have examined the compliance of conditions of Corporate Governance by **Blue Blends Finance Ltd.** for the year ended on 31st March, 2011 as stipulated in Clause 49 of the Listing Agreement of the said Company with relevant stock exchanges.

The Compliance of conditions for Corporate Governance is the responsibility of the management. Our examination was limited to procedure and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreements.

We state that no investor grievances are pending for a period exceeding one month against the Company as per the record maintained by the Shareholders/Investors 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 P.C. Surana & Co.
Chartered Accountants
(Registration No. 110631W)

Place : Mumbai
Date : 27th July, 2011

Sunil Bohra
(Partner)
Membership No.39761



BLUE BLENDS FINANCE LIMITED

MANAGEMENT DISCUSSION AND ANALYSIS REPORT - 2011

(a) **Industry Structure and Development**

The Non-banking financial sector has been having a tough time since the last few years especially those engaged in leasing and hire purchase of industrial machineries. Initially, this sector was affected by persistent depressed economic scenario and of late it is severely affected by the fall in the interest rates resulting in very poor margins. This has forced a lot of NBFCs engaged in this sector out of business. The Company is also one among them.

(b) **Budgetary Proposals**

The Company is presently out of business and is in the process of evolving suitable future business plans. Also, in view of almost nil cash flows and credit facilities coupled with no definite business plans, the Company is not in a position to spell out the budgetary proposals.

(c) **Segmentwise or Productwise Performance**

The Company is not carrying on any business activities. The Company is concentrating mainly on recovery of its dues from lessees/hirers who have defaulted in their payments.

(d) **Outlook, Opportunities and Threats and Risks and Concerns**

NBFCs have been essentially acting as financial intermediaries. In other words, they are alternate sources of credit for the industries to whom the industrial units were looking for installation of plant and machinery by way of lease/hire purchase. The Company had entered into leasing and hire purchase through the cash credit limits from Banks. The said credit facilities were obtained at high interest costs. With the eventual depression in the economy, most of the lessees/hirers defaulted in their commitments to the Company and the Company is burdened with heavy financial liabilities on account of the said defaults. The opportunities for Non-Banking Financial Companies are absolutely nil as credit to the needy industries is available at very low rates of interest directly from the Banks and Financial Institutions. The Company has already settled its dues to the Banks and has become totally debt-free. The Company is presently in the process of working out an appropriate future business strategy.

(e) **Internal Control and their Adequacy**

The Company has an adequate system of internal controls commensurate with the size and nature of business. The Company is complying with all the mandatory requirements of Corporate Governance as laid down in Clause 49 of the Listing Agreement. This has improved the management of the affairs of the Company and strengthened transparency and accountability.

(f) **Financial Performance**

(Rs. In Lakhs)

	Year ended 31.03.2011	Year ended 31.03.2010
Gross Income	7.84	7.88
Profit/(Loss) before Depreciation, Interest & Tax	0.59	(0.36)
Less: Depreciation	0.08	0.20
Less: Interest	—	—
Profit/(Loss) before exceptional items and taxes	0.51	(0.56)
Add : Provision for NPA's written back	—	—
Profit/(Loss) before Tax	0.51	(0.56)
Fringe Benefit Tax	—	—
Add : Prior Period Expenses	—	—
Profit/(Loss) after Tax	0.51	(0.56)
Add: Balance brought forward	(794.47)	(793.91)
Deficit in Profit & Loss account carried to Balance Sheet	(793.96)	(794.47)

(g) **Human Resources**

As of now the Company is working with depleted staff strength due to almost nil operations. However, the Company is confident of attracting, developing and nurturing the best talent in the industry as and when it is ready to venture into future operations in view of the Company's and Group's inherent strengths gained over the years.

(h) **Cautionary Statement**

Statements in the Management Discussion and Analysis describing the Company's present position, objectives, expectations or predictions may be "forward looking" statements within the meaning of applicable laws and regulations.

For and on behalf of the Board

Place : Mumbai
Date : 27th July, 2011

(ANAND ARYA)
CHAIRMAN



BLUE BLENDS FINANCE LIMITED

AUDITOR'S REPORT

To,

The Members of

Blue Blends Finance Limited

We have audited the attached Balance Sheet of **Blue Blends Finance Limited**, as at 31st March, 2011 and also the Profit & Loss Account and Cash Flow Statement of the Company 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.

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 amount and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion. We report that: -

1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. In our opinion, proper books of account as required by law have been kept by the Company, so far as appears from our examination of the books of account.
3. The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with in this report are in agreement with the books of account.
4. In our opinion the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report comply with the mandatory Accounting Standards referred to in Sub Section 3C of Section 211 of the Companies Act, 1956.
5. In our opinion and on the basis of the information & explanations given to us and on the basis of the written representations received from the Directors and taken on record, none of the directors of the Company is disqualified as on 31st March, 2011 from being appointed as a director in terms of clause (g) of sub section (1) of Section 274 of the Companies Act, 1956.
6. Attention is drawn to the **Note No. 3 of Schedule-'X'- NOTES FORMING PART OF THE ACCOUNTS** regarding non-provision of doubtful advances of Rs. 143.11 lakhs.
7. Subject to above, in our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the Significant Accounting policies and other notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view;
 - (i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2011;
 - (ii) in the case of the Profit & Loss Account, of the profit of the Company for the year ended on the date.
 - (iii) In the case of the Cash Flow Statement, of the Cash Flows for the year ended on that date.
8. As required by the Companies (Auditors' Report) Order, 2003, (the Order) issued by the Central Government of India in terms of Section 227(4A) of the Companies Act, 1956 and on the basis of such checks of books and records of the Company as we considered appropriate and according to the information and explanations given to us during the course of audit, we further state on the matters specified in paragraphs 4 and 5 of the said Order that:
 - (i) In respect of its fixed assets:
 - a) The Company has maintained proper records showing full particulars/details including quantitative details and situation of fixed assets.



BLUE BLENDS FINANCE LIMITED

- b) As explained to us, the fixed assets have been physically verified by the management during the year in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
- c) In our opinion, the Company has not disposed off substantial part of fixed assets during the year and the going concern status of the Company is not affected.
- (ii) The company's operations do not require it to hold inventories. Accordingly clause 4 (ii) of the order is not applicable.
- (iii) (A) In respect of loans, secured or unsecured taken by the Company to/from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956:
 - a) The Company has not taken any loans and advances from such parties during the year.
 - b) In our opinion and according to the information and explanations given to us, the rate of interest, wherever applicable and other terms and conditions are *prima facie* not prejudicial to the interest of the Company.
 - c) In respect of loan taken by the Company, the loan is interest free and the principal amount is repayable on demand and there is no overdue amount.
- (B) In respect of loans, secured or unsecured given by the Company to/from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956:
 - a) The Company has given an advance of Rs. Nil to its subsidiary company during the year.
 - b) In our opinion and according to the information and explanations given to us, the rate of interest, wherever applicable and other terms and conditions are *prima facie* not prejudicial to the interest of the Company.
 - c) According to the information and explanations given to us, such parties are paying regular interest. In respect of loan given to the subsidiary company, same is interest free.
 - d) The loans/advances given by the company are repayable on demand and therefore the question of overdue amounts does not arise.
- (iv) In our opinion and according to the information and explanation given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business. During the course of our audit, we have not observed any major weaknesses in internal controls.
- (v) In respect of transactions covered under section 301 of the Companies Act, 1956:
 - a) In our opinion and according to the information given to us, the transactions made in pursuance of contracts or arrangements that needed to be entered into in the register maintained under section 301 of the Companies Act, 1956 have been so entered.
 - b) In our opinion and according to the information and explanations given to us, where such transactions are in excess of Rs. 5 lakhs in respect of any party, the transactions have been made at prices which are *prima facie* reasonable having regard to the prevailing market prices at the relevant time.
- (vi) The Company has not accepted any deposits from the public.
- (vii) In our opinion the internal audit system of the Company is adequate commensurate with its size and nature of its business.
- (viii) The Central Government has not prescribed maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 in respect of services of the Company.
- (ix) a) According to the records of the Company, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-Tax, Sales Tax, Wealth Tax, Customs Duty, Excise Duty, Cess and other statutory dues have been generally regularly deposited with the appropriate authorities. According to



BLUE BLENDS FINANCE LIMITED

the information and explanation given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2011 for a period of more than six months from the date of becoming payable.

- b) The disputed statutory dues aggregating to Rs. 0.04 Lakhs, that have not been deposited on account of matters pending before appropriate authorities are as under:-

Sr. No.	Name of the Statute	Nature of dues	Forum where dispute is pending	Amount (Rs.)
1.	Sales Tax Act	Sales Tax	The Asst. Comm. S.T.	3, 848/-

- (x) The Company has accumulated losses of Rs.7.94 Crores . The Company earned cash profit of Rs. 0.59 lakhs in the year under report and it incurred a cash loss of Rs.0.36 lakhs in the immediately preceding financial year
- (xi) According to the explanations and information given to us, the Company has repaid all of its loan dues to Banks without default and there is no dues outstanding to any Bank or Financial Institution as at year end date..
- (xii) In our opinion and according to the information and explanation given to us, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion the Company is not a chit fund or a nidhi /mutual benefit fund/society. Therefore, clause 4(xiii) of the Order is not applicable to the Company.
- (xiv) The Company has maintained proper records of transactions and contracts in respect of trading in securities, debentures and other investments and timely entries have been made therein. All shares, debentures and other investments have been held by the Company in its own name.
- (xv) The Company has not given guarantees for loans taken by others from banks or financial institutions.
- (xvi) The Company has not raised any new term loans during the year. Therefore, clause 4(xvi) of the Order is not applicable to the Company.
- (xvii) According to the information and explanations given to us the company has not raised any funds on short-term basis.
- (xviii) During the year, 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) The Company has not issued any Debentures. Therefore, clause 4(xix) of the Order is not applicable to the Company.
- (xx) The Company has not raised any money by way public issue during the year.
- (xxi) In our opinion and according to the information, explanations given to us, no fraud on or by the Company has been noticed or reported during the year that causes the financial statements to be materially misstated.

for **P.C. Surana & Co.**
Chartered Accountants
(Registration No.110631W)

Place : Mumbai
Date : 27th July,2011

Sunil Bohra
Partner
M. No.39761



BLUE BLENDS FINANCE LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2011

PARTICULARS	Schedule No.	As at 31.03.2011		As at 31.03.2010	
		Rs.	Rs.	Rs.	Rs.
I SOURCES OF FUNDS					
1) Shareholders Funds					
a) Share Capital	I	69,705,165		69,705,165	
b) Reserves and surplus	II	63,620,686	133,325,851	63,620,686	133,325,851
2) Loan Funds					
Unsecured loans	III	30,587,688	30,587,688	30,748,782	30,748,782
TOTAL			163,913,539		164,074,633
II APPLICATION OF FUNDS					
1) Fixed Assets					
(a) Gross Block	IV	48,292,017		48,292,017	
(b) Less: Accumulated Depreciation		16,799,318		16,791,134	
(c) Less: Lease Terminal Adjustment		30,922,450	570,249	30,922,450	578,433
2) Investments	V		58,936,520		58,936,520
3) Current Assets, Loans and Advances	VI				
(a) Sundry Debtors		1,870,405		1,870,405	
(b) Cash and Bank Balances		108,750		74,744	
(c) Loans and Advances		23,134,043		23,278,614	
		25,113,198		25,223,763	
Less: Current Liabilities and Provisions	VII				
Current Liabilities		102,475		110,978	
		102,475		110,978	
Net Current Assets			25,010,723		25,112,785
4) Profit and Loss Account			79,396,047		79,446,895
TOTAL			163,913,539		164,074,633

As per our report of even date attached
For P.C.SURANA & CO.
Chartered Accountants
Registration No. 110631W

For BLUE BLENDS FINANCE LIMITED

(SUNIL BOHRA)
Partner
M. No. 39761

(ANANDARYA)
Chairman

(REMEDIAS PINTO)
Whole Time Director

Place: Mumbai
Date :27th July,2011



BLUE BLENDS FINANCE LIMITED

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

PARTICULARS	Schedule No.	Year Ended 31.03.2011		Year Ended 31.03.2010	
		Rs.	Rs.	Rs.	Rs.
INCOME					
Interest Income		781,475		787,495	
Other income	VIII	2,665	784,140	865	788,360
EXPENDITURE					
Operating and Administration Expenses	IX	725,092		824,658	
Depreciation		8,184	733,276	19,606	844,264
Profit / (Loss) before tax for the year			50,864		(55,904)
Add / (Less) : Provision for taxation					
Deferred tax			-		-
Current tax			-		-
Profit / (Loss) after Taxes			50,864		(55,904)
Add / (Less) Adjustments in taxation of earlier years			16		-
Profit / (Loss) for the year			50,848		(55,904)
Add / (Less): Balance brought forward from previous year			(79,446,895)		(79,390,991)
Balance carried to Balance Sheet			(79,396,047)		(79,446,895)
Notes forming part of the accounts	X				

As per our report of even date attached
For P.C.SURANA & CO.
 Chartered Accountants
 Registration No. 110631W

(SUNIL BOHRA)
 Partner
 M. No. 39761

Place: Mumbai
 Date :27th July,2011

For BLUE BLENDS FINANCE LIMITED

(ANAND ARYA)
 Chairman

(REMEDIAS PINTO)
 Whole Time Director



BLUE BLENDS FINANCE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2011 PURSUANT TO CLAUSE 32 OF LISTING AGREEMENT	(Amount in Rs.)	
	March 31,2011	March 31,2010
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/ (Loss) after tax	50,848	(55,904)
Adjustment for :		
Depreciation	8,184	19,606
Operating Profit/(Loss) before working capital changes	59,032	(36,298)
Decrease in trade and other receivables	144,571	381,569
Increase/(Decrease) in current liabilities	(8,503)	(19,225)
NET CASH FROM OPERATING ACTIVITIES	195,100	326,046
B CASH FLOW FROM INVESTING ACTIVITIES		
Sale of Fixed Assets	-	5,815
Sale of Investments	-	-
NET CASH GENERATED FROM INVESTING ACTIVITIES	-	5,815
C CASH FLOW FROM FINANCING ACTIVITIES:		
Borrowed funds repaid.(Net)	(161,094)	(355,000)
Prior Period Expenses	-	-
NET CASH FROM FINANCING ACTIVITIES	(161,094)	(355,000)
Net Increase /(Decrease) in cash	34,006	(23,139)
Opening Balance of Cash & Cash equivalents	74,744	97,883
Closing Balance of Cash & Cash equivalents	108,750	74,744

- Notes: 1) The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard - 3 on Cash Flow Statement issued by the Institute of Chartered Accounts of India.
2) Previous year's figures have been regrouped wherever necessary.

As per our report of even date
For P.C.SURANA & CO.
 Chartered Accountants
 Registration No. 110631W

For BLUE BLENDS FINANCE LIMITED

(SUNIL BOHRA)
 Partner
 M. No. 39761

(ANANDARYA)
 Chairman

(REMEDIAS PINTO)
 Whole Time Director

Place: Mumbai
 Date :27th July,2011



BLUE BLENDS FINANCE LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE 'I' - SHARE CAPITAL

	As at 31.03.2011		As at 31.03.2010	
	Rs.	Rs.	Rs.	Rs.
Authorised				
90,00,000 equity shares of Rs.10/- each (Previous year 90,00,000 equity shares of Rs.10/- each)		90,000,000		90,000,000
Issued, subscribed and paid-up				
69,80,000 equity shares of Rs.10/- each (Previous year 69,80,000 equity shares of Rs.10/- each)		69,800,000		69,800,000
Less: Allotment money in arrears	29,335		29,335	
Less: Call money in arrears	65,500	94,835	65,500	94,835
		<u>69,705,165</u>		<u>69,705,165</u>

SCHEDULE 'II' - RESERVES AND SURPLUS

	As at 31.03.2011		As at 31.03.2010	
	Rs.	Rs.	Rs.	Rs.
General Reserve				
As at the commencement of the year	4,615,000		4,615,000	
Add: Transferred from profit and loss account	-	4,615,000	-	4,615,000
Securities Premium Account				
As at the commencement of the year	50,000,000		50,000,000	
Less: Allotment money unpaid	29,335		29,335	
Less: Calls money unpaid	65,500	49,905,165	65,500	49,905,165
Reserve for Waiver of Principal amount of working capital loans		9,100,521		9,100,521
TOTAL		<u>63,620,686</u>		<u>63,620,686</u>

SCHEDULE 'III' - UNSECURED LOANS

	As at 31.03.2011		As at 31.03.2010	
		Rs.		Rs.
From Corporate Bodies		30,587,688		30,748,782
TOTAL		<u>30,587,688</u>		<u>30,748,782</u>



SCHEDULES FORMING PART OF THE BALANCE SHEET
SCHEDULE "IV" - FIXED ASSETS

(Amount in Rs.)

Description	Gross Block			Depreciation				Lease Adj. Account				Net Block	
	Cost As at 01.04.2010	Deletions	Cost As at 31.03.2011	As at 01.04.2010	For the Year	Adjustments	As at 31.03.2011	Upto 01.04.2010	For the Year	Adjustments	As at 31.03.2011	As at 31.03.2011	As at 31.03.2010
A. ASSETS ON LEASE													
1. Plant & Machinery	47,863,503	-	47,863,503	16,438,187	-	-	16,438,187	30,922,450	-	-	30,922,450	502,866	502,866
B. OTHER FIXED ASSETS													
1. Plant & Machinery	155,000	-	155,000	93,409	8,184	-	101,293	-	-	-	-	53,707	61,891
2. Office Equipments	273,514	-	273,514	259,838	-	-	259,838	-	-	-	-	13,676	13,676
TOTAL	48,292,017	-	48,292,017	16,791,134	8,184	-	16,799,318	30,922,450	-	-	30,922,450	570,249	578,433
Previous Year	49,471,096	1,179,079	48,292,017	17,944,792	19,606	1,173,264	16,791,134	30,922,450	-	-	30,922,450	578,433	

Note: Regarding Depreciation on Leased Assets, please refer to Note No.4 of Schedule 'X' - Notes forming part of the Accounts



BLUE BLENDS FINANCE LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET SCHEDULE "V" - INVESTMENTS

	As at 31.03.2011		As at 31.03.2010	
	Rs.	Rs.	Rs.	Rs.
Long term - at cost				
Trade (unquoted) - in subsidiary				
Blue Blends Stocks and Securities Ltd.				
34,99,994 equity shares (prev. year 34,99,994) of Rs.10/- each fully paid-up		35,039,340		35,039,340
Trade (quoted)				
Blue Blends (India) Ltd.				
6,00,000 equity shares (prev. year 6,00,000) of Rs.10/- each fully paid-up	10,200,000		10,200,000	
Jaybharat Fabric Mills Ltd.				
3,000 equity shares (Prev. year 3,000) of Rs.10/- each fully paid-up	132,976		132,976	
Premier Synthetics Ltd.				
11,47,430 equity shares (prev. Year 11,47,430) of Rs.10/- each fully paid-up	13,655,831		13,655,831	
Rajendra Penta Appliances and Electric Ltd.				
300 equity shares (prev. year 300) of Rs.10/- each fully paid-up	3,000		3,000	
Reliance Capital Ltd.				
133 equity shares(Prev.year 133) of Rs.10/- each fully paid-up (Market Value of Rs. 77,320/-)	11,395		11,395	
UTI - Master Plus				
200 equity shares (prev. year 200)of Rs.10/- each fully paid-up	4,003		4,003	
State Bank of India				
60 equity shares (prev. Year 60) of Rs.10/- each fully paid-up (Market Value of Rs. 1,66,074/-)	25,951		25,951	
UTI - Master Plus				
200 equity shares (prev. year 200)of Rs.10/- each fully paid-up	4,003		4,003	
		24,033,156		24,033,156
		59,072,496		59,072,496
Less : Provisions for diminution in value of investments		135,976		135,976
TOTAL		58,936,520		58,936,520

Notes:

- 1) Due to suspension in trading on Stock Exchanges of Company's major investments in quoted equity shares, their market values as on 31.03.2011 are not given.
- 2) Given hereunder are details of shares pledged against loans granted to other companies for which counter guarantees are available with the company.

Sr. No.	Name of the Script	No. of shares	With
1.	Blue Blends (India) Ltd.	400,000	Oman International Bank
2.	Blue Blends (India) Ltd.	50,000	IFCI
3.	Premier Synthetics Ltd.	40,000	Adyashakti Finance Ltd.
4.	Premier Synthetics Ltd.	197,000	IFCI
5.	Premier Synthetics Ltd.	20,000	The Federal Bank Ltd.
6.	Premier Synthetics Ltd.	58,450	K S L Ltd.
7.	Premier Synthetics Ltd.	94,950	Oman International Bank



BLUE BLENDS FINANCE LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE "VI" - CURRENT ASSETS, LOANS AND ADVANCES

	As at 31.03.2011		As at 31.03.2010	
	Rs.	Rs.	Rs.	Rs.
CURRENT ASSETS				
Sundry Debtors				
Considered good				
Over six months old	7,563,494		7,563,494	
	7,563,494		7,563,494	
Less: Provision for doubtful debts(NPAs)	5,693,089	1,870,405	5,693,089	1,870,405
Cash and bank balances				
Cash on hand	10,121		13,605	
Balances with Scheduled banks in current account	98,629	108,750	61,139	74,744
LOANS AND ADVANCES				
(considered good unless otherwise stated)				
Advances recoverable in Cash or in Kind or for value to be received				
Dobutfull advances	14,311,239		14,311,239	
Other advances	1,416,964		1,480,485	
Deposits	7,405,270		7,480,340	
Advance tax and tax deducted at source	570	23,134,043	6,550	23,278,614
TOTAL		25,113,198		25,223,763



BLUE BLENDS FINANCE LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE "VIP" - CURRENT LIABILITIES AND PROVISIONS

	As at 31.03.2011 Rs.	As at 31.03.2010 Rs.
CURRENT LIABILITIES AND PROVISIONS		
Sundry creditors	102,475	104,944
Provisions	-	6,034
TOTAL	102,475	110,978

SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT

SCHEDULE "VIII" - OTHER INCOME

	Year Ended 31.03.2011		Year Ended 31.03.2010	
	Rs.	Rs.	Rs.	Rs.
Dividend received	2,665		865	
		2,665		865
TOTAL		2,665		865



SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT

SCHEDULE "IX" - OPERATING AND ADMINISTRATION EXPENSES

	Year Ended 31.03.2011		Year Ended 31.03.2010	
	Rs.	Rs.	Rs.	Rs.
Personnel expenses				
Salaries and bonus	232,839		257,508	
Contribution to PF and ESIC	28,357		28,065	
Staff welfare expenses	10,200	271,396	11,781	297,354
Advertising and marketing expenses		28,890		29,893
Auditors remuneration		33,090		33,090
Bank charges		814		827
Conveyance Expenses		-		2,405
Demat Charges		827		827
Annual Listing Fees		16,545		16,545
Postage & Telegram		37,226		14,840
Printing and stationery		32,466		23,616
Professional Tax		2,500		2,500
Rent,Rate & Taxes		1,440		-
Legal ,professional & Service charges		299,898		202,752
Telephone Expenses		-		2,858
Telephone Deposit Written off		-		196,336
Loss on Sale of Assets		-		815
TOTAL		725,092		824,658

**SCHEDULE "X" - NOTES FORMING PART OF THE ACCOUNTS****1) SIGNIFICANT ACCOUNTING POLICIES****(i) Method of Accounting**

(a) The financial statements are prepared on the historical cost convention and in accordance with the generally accepted accounting principles.

(b) The company follows accrual system of accounting in the preparation of accounts except where otherwise stated.

(ii) Fixed Assets

Leased fixed assets are stated at actual cost less accumulated depreciation and lease terminal adjustment. The actual cost capitalized includes material cost, freight, installation cost, duties, taxes and other incidental expenses.

(iii) Depreciation

Depreciation on fixed assets is computed on straight-line method at the rates prescribed in the Schedule XIV of the Companies Act, 1956. Depreciation on the assets added/disposed off during the year are provided on prorata basis with reference to the month of addition/disposal.

(iv) Investments

(a) Long Term Investments are stated at cost plus brokerage and stamp charges. Provision for diminution in the value of long - term investments is made only when such a decline is other than temporary in the opinion of the management.

(b) Current Investments are valued at the lower of cost and market value.

(v) Revenue Recognition

All expenses and incomes to the extent considered payable or receivable respectively are accounted for on accrual basis. Dividends on investments in equity shares are accounted for on receipt basis.

(vi) Hire Purchase/Leasing

(a) Lease income is net of Lease Equalization charges in accordance with the guidelines issued by the Institute of Chartered Accountants of India.

(b) No income has been accounted for in respect of Hire Purchase/Lease contracts as the periods of Hire Purchase/Lease Contracts have expired and there is no secondary period and hire charges/lease rentals therefore provided in the Agreement.

(vii) Provision for Bad and Doubtful Debts

Bad and doubtful debts are written off/provided for on the basis of the prudential guidelines for Non Banking Financial Companies issued by the Reserve Bank of India. Additional amount is written off or provided for if the management on a review of the debts considers it necessary.

(viii) Retirement Benefits

(a) Liability in respect of gratuity to employees is not provided for. However, gratuity is paid on the retirement/resignation of the employee as per the provisions of The Payment of Gratuity Act, 1972.

(b) No provision for leave encashment is made. The same will be accounted in the year in which the option of encashment is exercised by the employee.

(c) The company contributes to the employees' provident fund maintained under the Employees' Provident Fund Scheme of the Central Government and the same is charged to the profit and loss account.

(ix) Contingent Liabilities

No provision is made for liabilities which are contingent in nature but if material, the same are disclosed by way of notes to the accounts.

(x) Taxes on Income**Current Tax**

Provision for Income Tax is determined in accordance with the provisions of Income tax Act, 1961.

Deferred Tax Provision

Deferred Tax is recognized, on timing differences, being the difference between the taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

2) Contingent liabilities not provided for in respect of :

Appeal against the Sales Tax Demand of Rs. 3,848/- for the period 1997-98 is pending before the Asst. Commissioner of Sales Tax. The management is confident of succeeding in the appeal and hence has not provided for the demand in the accounts.

3) Advances of Rs.143.11 Lacs (Previous year Rs. 143.11 Lacs) due from its wholly - owned subsidiary company M/s Blue Blends Stocks & Securities Ltd. are doubtful. However the Company has not made any provision for the same in expectation of the recovery.**4) Depreciation on the leased fixed assets has not been provided as the lease periods have expired. As per the lease agreements, there is no secondary period of lease and hence no lease rentals are payable beyond the primary lease periods. The company has yet repossess the leased assets .**



BLUE BLENDS FINANCE LIMITED

- 5) In the opinion of the Board, the current assets, loans and advances are approximately of the value stated, if realized in the ordinary course of business.
- 6) The computation of net profit for the purpose of calculation of Director's remuneration u/s 349 of the Companies Act, 1956, is not enumerated since no commission has been paid to the Whole Time Director. During the year ended 31st March, 2011, the company has paid a sum of Rs.1,14,957/- (Previous Year Rs. 1,46,030/-) towards salary (including allowances) to its Whole Time Director.
- 7) Remuneration to the auditors
- | | <u>31-03-2011</u> | <u>31-03-2010</u> |
|------------------|---------------------|-------------------|
| Statutory audit | Rs. 23,090/- | Rs. 23,090/- |
| Taxation matters | Rs. 10,000/- | Rs. 10,000/- |
- 8) Balances of some of the sundry debtors, creditors, loans and advances are subject to confirmations from the respective parties and consequential reconciliation/adjustments arising therefrom, if any. The management however does not expect any material variations.

9) **Related Party Transactions**

A. **Key Management Personnel :**

Chairman	Mr. Anand Arya
Whole Time Director	Mr. Remedias Pinto
Independent Director	Mr. Janardhan Joshi
Independent Director	Mr. Mahendra Dugar
Non- Executive Director	Mr. K. S. Varadhan

B. **Associates**

Associates Blue Blends (India) Ltd., Premier Synthetics Ltd., Blue Blends Petrochemicals Ltd., Blue Blends Equity Ltd., Bindal Synthetics Pvt. Ltd., Blue Blends Leasing Pvt. Ltd., Blue Blends Holdings Ltd., Agarwal Synthetics, Cressida Traders Pvt. Ltd., Murbad Syntex Pvt. Ltd., Silvassa Span Yarn Industries, Amrut Packaging, Mohan Enterprises, Premier Equity Ltd., Mrs. Indu Anand Arya

C. **Subsidiary Company :** Blue Blends Stock & Securities Ltd.

Transactions taken place during the year with related parties :

- | | | |
|---|---------------------------------------|----------------|
| i. Key Management Personnel | : Remuneration Paid Rs.1.15 Lac | (Rs.1.46 Lacs) |
| | : Profession Fees Paid : Rs 1.80 Lacs | (Rs 1.65 Lacs) |
| ii. Associates | : Loans Re-paid Rs. 1.61 Lacs | (Rs.3.55 Lacs) |
| iii. Subsidiary Company : Advance given | Rs. Nil (Rs.0.55 Lacs) | |

(Note: Figures in brackets are of previous year)

- 10) In the opinion of the Board, considering the present circumstances, reasonable certainty may not be expected about the future profitability of the Company. Therefore, deferred tax assets arising on account of timing differences due to carry forward accumulated business losses and other provisions has not been adjusted/made.
- 11) In the absence of any business activity carried out by the only subsidiary company, consolidated financial statements have not been prepared.
- 12) **Segment Information**
The Company operates in only one segment, i.e. financing industrial enterprises. Therefore, no segment reporting is applicable.
- 13) **Basic and Diluted Earnings per share ("EPS")** computed in accordance with Accounting Standard (AS) 20 "Earnings Per Share".

Particulars			31.03.2011	31.03.2010
a.	Numerator			
	Profit/(Loss) after Tax	Rs.	50,848	(55,904)
b.	Denominator			
	Weighted average number of Equity Shares	Nos	69,80,000	69,80,000
c.	Earnings per Share (Basic & Diluted)			
	= Numerator/Denominator	Re.	0.0073	(0.008)

- 14) Foreign Exchange earning / outgo : Nil
- 15) Value of Imports on CIF Basis - Nil (Previous year - Nil)
- 16) Expenditure in foreign currency - Nil (Previous year - Nil)
- 17) Earning in foreign exchange - Nil (Previous year - Nil)
- 18) Figures of the previous year, wherever necessary, have been regrouped, recast, rearranged to conform to those of the current year. The figures have been rounded off to the nearest rupee.
- 19) Additional information pursuant to Paragraph 4, 4A, 4C and 4D of Part II of the Schedule VI to the Companies Act, 1956 is not applicable to the company.



BLUE BLENDS FINANCE LIMITED

20) **Balance Sheet Abstract and Company's General Business Profile**
(Information pursuant to Part IV to Schedule VI of the Companies Act, 1956)

I. Registration Details

Registration No.	37994
State Code	11
Balance Sheet Date	31.03.2011

II. Capital raised during the year

Public Issue	NIL
Right Issue	NIL
Bonus Issue	NIL
Private Placement	NIL

III. Position of Mobilisation and Deployment of Funds (Rs. in thousands)

Total Liabilities	163,913.54
Total Assets	163,913.54

Sources of Funds

Paid up Capital	69,705.16
Reserves and Surplus	63,620.69
Secured Loans	
Unsecured Loans	30,587.69

Application of Funds

Net Fixed Assets	570.25
Investments	58,936.52
Net Current Assets	25,010.72
Miscellaneous Expenditure	-
Accumulated Losses	79,396.05

IV. Performance of the Company

Turnover	784.14
Total Expenditure	733.28
Profit/ (Loss) Before Tax	50.86
Profit/(Loss) After Tax	50.85
Earning per Share (in Rupees)	0.0073
Dividend Rate (%)	-

V. Generic names of three principal products/services of the Company (as per monetary terms)

Product Description	Item Code (ITC Code)
Project Finance Consultancy	N.A.
Corporate Advisory Services	N.A.

Signatures to Schedules I to X

The Schedules referred to above form an integral part of the Balance Sheet as at 31st March, 2011 and the Profit and Loss Account for the year ended on that date.

As per our report of even date
For **P.C.SURANA & CO.**
Chartered Accountants
Registration No. 110631W

For **BLUE BLENDS FINANCE LIMITED**

(SUNIL BOHRA)
Partner
M. No. 39761

(ANAND ARYA)
Chairman

(REMEDIAS PINTO)
Whole Time Director

Place: Mumbai
Date : 27th July, 2011



BLUE BLENDS FINANCE LIMITED

STATEMENT PURSUANT TO SECTION 212 OF THE COMPANIES ACT, 1956 RELATING TO COMPANY'S INTEREST IN THE SUBSIDIARY COMPANY, VIZ. BLUE BLENDS STOCKS AND SECURITIES LIMITED

1. The Financial Year of the Subsidiary company ended on	31st March, 2011
2. Date from which it became subsidiary	15th February, 1995
3. (a) No. of Shares held by Blue Blends Finance Limited (holding company)	34,99,994 Equity Shares of Rs.10 each fully paid
(b) Extent of interest of holding company at the end of the financial year of subsidiary.	100%
4. The net aggregate amount of the subsidiary's Profits/(Loss) so far as it concerns the members of the holding company.	
(a) Not dealt with the holding company's account	
(i) For the financial year ended 31st March, 2011	Rs. (37,306/-)
(ii) For the previous financial years of the subsidiary since it became the holding company's subsidiary	Rs. (5,21,22,994/-)
(b) Dealt with the holding company's account	
(i) For the financial year ended 31st March, 2011	NIL
(ii) For the previous financial years of the subsidiary since it became the holding company's subsidiary	NIL
5. Changes in the holding company's interest in the subsidiary between the end of the financial year of the subsidiary and the end of the holding company's financial year	NIL
6. Material changes between the end of the financial year of the subsidiary and the end of the holding company's financial year in respect of :	
(a) Fixed Assets	N.A.
(b) Investments	N.A.
(c) Money lent by the subsidiary company	N.A.
(d) Money borrowed by the subsidiary company for any purpose other than that of meeting current liabilities.	N.A.

For BLUE BLENDS FINANCE LIMITED

(ANAND ARYA)
Chairman

(REMEDIAS PINTO)
Whole Time Director

Place: Mumbai
Date : 27th July, 2011



BLUE BLENDS STOCKS AND SECURITIES LIMITED

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BOARD OF DIRECTORS

Shri Anand Arya
Shri Bajrang Bardia
Shri Ramprakash Sharma
Shri Mahendra Dugar

BANKERS

Canara Bank,
Tamarind Lane,
Mumbai – 400 023.

AUDITORS

P.C. Surana & Co.
Chartered Accountants
205, Standard House, 83, M.K. Road,
Mumbai – 400 002

REGISTERED OFFICE:

JBF House, 2nd Floor
Old Post office Lane,
Kalbadevi Road,
Mumbai – 400 002



BLUE BLENDS STOCKS & SECURITIES LIMITED

NOTICE TO MEMBERS

Notice is hereby given that the 22nd Annual General Meeting of the Members of **Blue Blends Stocks & Securities Limited**, will be held On Thursday, the 28th day of July, 2011 at 10:30 a.m. at the Registered Office of the Company situated at JBF House, 2nd Floor, Old Post Office Lane, Kalbadevi Road, Mumbai - 400 002 to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Balance Sheet as at 31st March, 2011, Profit and Loss Account and Cash Flow Statement of the Company for the year ended on that date together with reports of the Board of Directors and Auditors' thereon.
2. To appoint a Director in place of Shri Ramprakash Sharma, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Shri Mahendra Dugar, who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint Auditors to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

Registered Office

JBF House, 2nd Floor,
Old Post Office Lane,
Kalbadevi Road,
Mumbai - 400 002.

For and on behalf of the Board
For Blue Blends Stocks & Securities Limited

Place: Mumbai.

Date : 30th June, 2011

(Anand Arya)

Director

NOTE:

- 1) **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT APPOINTING PROXY SHOULD, HOWEVER, BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.**



BLUE BLENDS STOCKS & SECURITIES LIMITED

DIRECTORS' REPORT

To
The Members,

The Directors have pleasure in presenting the 22nd Annual Report and audited accounts for the financial year ended 31st March, 2011.

Financial Results:

(Amount in Rupees)

Particulars	Year Ended 31 st March, 2011	Year ended 31 st March, 2010
Gross Income	22,007	20,092
Total Expenditure	20,927	46,605
Profit/ (Loss) for the year before taxes	1,080	(26,513)
Depreciation	38,386	38,386
Add/Less : Earlier Year Taxation		
Profit/ (Loss) for the year	(37,306)	(64,899)
Add : Profit/(Loss) brought forward from previous year	(52,122,994)	(52,058,095)
Balance carried forward to Balance Sheet	(52,160,300)	(52,122,994)

DIVIDEND

Your Directors have not recommended any dividend on Equity Shares for the year under review.

AUDITORS' QUALIFICATION

As regards Auditors qualification in Para 6 of their Report, your attention is drawn to Note no. 3.4 and 5 of Schedule IX which are self explanatory.

DIRECTORS

Shri Rampakash Sharma and Shri Mahendra Dugar, Directors of the Company, retire by rotation and being eligible offers themselves for reappointment at the ensuing Annual General Meeting.

PERSONNEL

The Company has not paid any remuneration attracting the provisions of the Companies (Particulars of employees) Rules 1975 read with the section 217 (2A) of the Companies Act, 1956. Hence no information is required to be appended to this report in this regard.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under section 217 (2AA) of the Companies Act, 1956, with respect to Director's Responsibility Statement, it is hereby confirmed that :

- in the preparation of the accounts, for the financial year ended 31st March, 2011 the applicable accounting standards have been followed;
- 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 31st March, 2011 and of the loss of the company for the year ended that date;
- the Directors have taken proper and sufficient care for the maintenance of adequate 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 and
- the Directors have prepared the accounts for the financial year ended 31st March, 2011 on a 'going concern' basis.

AUDITORS & AUDITORS REPORT

M/s P.C.Surana & Co., Statutory Auditors of the Company, hold office until the conclusion of the ensuing Annual General Meeting and are eligible for reappointment.

The Company has received a letter from M/s. P.C.Surana & Co., to the effect that their appointment, if made, would be within the limits prescribed under section 224 (1B) of the Companies Act, 1956 and that they are not disqualified from such appointment within the meaning of section 226 of the Companies Act, 1956.

The observations & comments given by Auditors in their report read together with notes to accounts are self explanatory and hence do not call for any further comments under Section 217 of the Companies Act, 1956.

FIXED DEPOSIT

The Company has neither invited nor accepted any deposit from the public within the meaning of Non Banking Financial Companies (Reserve Bank Directions) or Section 58A of the Companies Act, 1956 and Rules made there under.

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

- Information in accordance with the provisions of Section 217(1) of the Companies Act, 1956, read with Companies (Disclosures of Particulars in the Report of Board of Directors) Rules, 1988 regarding Conservation of energy & technology absorption, being not applicable, are not given.
- Foreign Exchange earnings & Outgo :
Earnings : Nil
Outgo : Nil

SECRETARIAL COMPLIANCE CERTIFICATE

A Copy of Secretarial Compliance Certificate as required under section 383A of the Companies Act, 1956 is attached to this report.

ACKNOWLEDGEMENTS

Your Directors take this opportunity to acknowledge with thanks the assistance and co-operation received from the National Stock Exchange of India, National Clearing Corporation of India, Banks and other Government agencies, the valued clients and shareholder.

For and on behalf of the Board of Directors
BLUE BLENDS STOCKS AND SECURITIES LTD.

Place : Mumbai
Date : 30th June, 2011

(ANANDARYA)
Director



BLUE BLENDS STOCKS & SECURITIES LIMITED

COMPLIANCE CERTIFICATE

Registration No. of the Company : 11-053746
Nominal Share Capital : Rs. 3,55,00,000

To,

The Members

Blue Blends Stocks and Securities Limited

JBF House, Old Post Office Lane

K.D. Road, Mumbai – 400 002,

Maharashtra.

We have examined the registers, records, books and papers of **Blue Blends Stocks & Securities Limited**, (the company) as required to be maintained under the Companies act, 1956, (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the year ended 31st March 2011 (Financial Year). In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company and its officers, we certify that in respect of the aforesaid financial year:

1. The company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions of the Act and the rules made there under and all entries have been recorded.
2. The Company has filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies, Maharashtra, within the time prescribed under the Act and the rules made there under.
3. The Company being a Public Limited Company the comments in respect of minimum prescribed paid up capital and maximum Number of members are not required.
4. The Board of Directors met (5) Five times respectively on 14th June, 2010, 21st July, 2010, 15th October, 2010, 28th December, 2010, and 28th March, 2011 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.
5. The Company was not required to close/ closed its Register of Members or Debenture Holders during the financial year.
6. The annual general meeting for the financial year ended on 31st March 2010 was held on 20th August, 2010, after giving due notice to the members of the Company and the resolutions passed thereat were recorded in the Minutes Book maintained for the purpose.
7. No extra ordinary general meeting was held during the financial year.
8. The Company has not advanced any loans to its directors or persons or firms or companies as referred in section 295 of the Act is not applicable.
9. As per information and explanation received the Company has not entered into any contracts attracting the provisions of Section 297 of the Act in respect of contracts specified in that section.
10. The company was not required to make any entries in the register maintained under section 301 of the Act.
11. As there were no instances falling within the purview of Section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, members or Central Government.
12. The Company has not issued any duplicate share certificates during the financial year.
13. The Company :
 - (i) has not allotted / transfer / transmission of securities during the financial year;
 - (ii) has not deposited any amount in a separate Bank Account as no dividend was declared during the financial year;
 - (iii) was not required to post warrants to any member of the company as no dividend was declared during the financial year; and



BLUE BLENDS STOCKS & SECURITIES LIMITED

- (iv) was not required to transfer any amounts to Investor Education and Protection Fund;
- (v) has complied with the requirements of section 217 of the Act.
14. The Board of directors of the company is constituted. There was no appointment of additional directors, alternate directors and directors to fill casual vacancy during the financial year.
 15. The Company has not appointed any Managing Director / Whole-Time Director / Manager during the financial year.
 16. The Company has not appointed any sole selling agents during the financial year.
 17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar of Companies and / or such other authorities prescribed under the various provisions of the Act during the financial year.
 18. The Directors have disclosed their interest in other firms / companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
 19. The Company has not issued any shares or other securities during the financial year.
 20. The Company has not bought back any shares during the financial year.
 21. There were no outstanding preference shares or debentures during the financial year and accordingly, there was no redemption of preference shares or debentures.
 22. There were no transactions necessitating the company to keep in abeyance the rights to dividend, rights shares & bonus shares pending registration of transfer of shares.
 23. The Company has not invited / accepted any deposits including any unsecured loans falling within the purview of section 58A during the financial year.
 24. The borrowing of the company are within the limit as per the resolutions passed by the company.
 25. The Company, has not made any loans or advances or given any guarantee or provided securities to other bodies corporate and consequently no entries were made.
 26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered office from one State to another during the year under scrutiny.
 27. The Company has not altered the provisions of the memorandum with respect to the objects of the Company during the year under scrutiny.
 28. The Company has not altered the provisions of the memorandum with respect to name of the Company during the year under scrutiny.
 29. The Company has not altered the provisions of the memorandum with respect to share capital of the Company during the year under scrutiny.
 30. The Company has not altered its Articles of Association during the financial year.
 31. There was no prosecution initiated against or show cause notices received by the company and no fines or penalties or any other punishment was imposed on the company during the financial year, for offences under the Act.
 32. The company has not received any money as security from employees during the financial year.
 33. The company has not deducted any contribution towards Provident Fund during the financial year.

For **Milan Mehta & Associates.**
Company Secretaries

Place : Mumbai
Date : 30/06/2011

Milan Mehta
Proprietor
(C. P. No. 4826)



BLUE BLENDS STOCKS & SECURITIES LIMITED

Annexure "A"

Registers maintained by the Company:-

Statutory and Other Registers

1. Register of Members U/s. 150

2. Register of Directors, Managing Directors, Manager and Secretary U/s. 303
3. Register of Director's Share Holding U/s. 307 of the Act.
4. Register of Contracts, Companies and Firms in which Directors of the Company are interested U/s. 297, 299, 301 and 301(3) of the Act.
5. Minutes Book of the General Meeting & Board Meeting U/s. 193 of the Act.
6. Register of Transfers
7. Register of Directors Attendance
8. Register of Fixed Assets

Annexure "B"

Forms and Returns as filed by the Company with the Registrar of Companies, Maharashtra during the financial year ended 31st March 2011.

Sr. No.	Form No./ Return	Filed Under Section	For	Date of Filing	Whether filed within prescribed time Yes/No	If delay in filing whether requisite additional fee paid Yes/No
1.	Annual Return	159	20/08/10	31/08/10	Yes	No
2.	Balance Sheet	220	31/03/10	31/08/10	Yes	No
3.	Compliance Certificate	383A	31/03/10	24/08/10	Yes	No



BLUE BLENDS STOCKS & SECURITIES LIMITED

AUDITORS' REPORT

To,
The members of
Blue Blends Stocks & Securities Limited,

We have audited the attached Balance Sheet of **M/s. Blue Blends Stocks & Securities Limited**, as at 31st March 2011 and also the Profit & Loss Account and Cash Flow Statement of the Company 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.

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

1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. In our opinion, proper books of account as required by law have been kept by the Company, so far as appears from our examination of the books of account.
3. The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt within this report are in agreement with the books of account.
4. In our opinion the Balance Sheet and Profit & Loss Account dealt with by this report comply with the mandatory Accounting Standards referred to in Sub Section 3 C of Section 211 of the Companies Act, 1956.
5. In our opinion and on the basis of the information & explanations given to us and on the basis of the written representations received from the Directors and taken on record, none of the directors of the Company is disqualified as on 31st March, 2011 from being appointed as a director in terms of clause (g) of sub section (1) of Section 274 of the Companies Act, 1956.
6. Attention is drawn to the following note in "Schedule VIII" :
Note No. 3 regarding Non -provision of Income Tax Liabilities in the accounts.
7. Subject to above, in our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the Significant Accounting policies and other notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view; in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2011;
ii) in the case of the Profit & Loss Account, of the loss of the Company for the year ended on the date.
iii) In the case of the Cash Flow Statement, of the Cash Flows for the year ended on that date.
8. As required by the Companies (Auditors' Report) Order, 2003, (the Order) issued by the Central Government of India in terms of Section 227(4A) of the Companies Act, 1956 and on the basis of such checks of books and records of the Company as we considered appropriate and according to the information and explanations given to us during the course of audit, we further state on the matters specified in paragraphs 4 and 5 of the said Order that:
 - i) In respect of its fixed assets:
 - a) The Company has maintained proper records showing full particulars details including quantitative details and situation of fixed assets.
 - b) As explained to us, the management during the year has physically verified the fixed assets in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
 - c) In our opinion, the Company has not disposed off substantial part of fixed assets during the year and the going concern status of the Company is not affected.
 - ii) In respect of its stock in trade of shares and securities:
 - a. As explained to us, the management at regular intervals during the year has physically verified inventories.
 - b. In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c. The Company has maintained proper records of inventories. As explained to us, there were no material discrepancies noticed on physical verification as compared to the book records.
 - iii) In respect of loans, secured or unsecured granted or taken by the Company to/from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956:
 - a. The Company has neither taken nor granted any loans or advances from / to companies, firms or other parties listed in the register maintained U/s 301 of the Companies act 1956 during the year.
 - b. In our opinion and according to the information and explanations given to us, the rate of interest, wherever applicable and other terms and conditions are *prima facie* not prejudicial to the interest of the Company.
 - c. In respect of loan taken by the Company, the loan is interest free and the principal amount is repayable on demand.



BLUE BLENDS STOCKS & SECURITIES LIMITED

- d. There is no overdue amount in respect of loans taken by the Company.
- iv) In our opinion and according to the information and explanation given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business. During the course of our audit, we have not observed any major weaknesses in internal controls.
- v) In respect of transactions covered under section 301 of the Companies Act, 1956:
- a. In our opinion and according to the information given to us, the transactions made in pursuance of contracts or arrangements that needed to be entered into in the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- b. In our opinion and according to the information and explanations given to us, we report that Company did not make any transaction in excess of Rs. 5 lakhs during the year under report with any such party.
- vi) The Company has not accepted any deposits from the public.
- vii) In our opinion the internal audit system of the Company is commensurate with its size and nature of its business.
- viii) The Central Government has not prescribed maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 in respect of services of the Company.
- a. According to the records of the Company, except Income Tax no statutory dues such as Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Sales Tax, Wealth Tax, Customs Duty, Excise Duty, Cess etc. arose during the year. According to the information and explanation given to us, the following undisputed Income Tax liabilities have remained outstanding as at 31st March, 2011 for a period of more than six months from the date of becoming payable:
- | | |
|-------------------|-----------------|
| A. Y. 1997 - 1998 | Rs. 72,13,520/- |
| A. Y. 1998 - 1999 | Rs. 2,36,711/- |
| A. Y. 1999 - 2000 | Rs. 1,79,576/- |
- b. There is no disputed statutory due outstanding.
- ix) The Company has accumulated losses of Rs. 521.60 lakhs at the end of the year under report. It earned cash profit of Rs. 0.01 Lakhs during the financial year covered by our audit, and it incurred cash loss of Rs. 0.26 Lakhs in the immediately preceding financial year.
- x) The Company has neither taken any loans from a Financial Institution and a bank nor issued debentures. Accordingly clause 4 (xi) of the Order is not applicable.
- xi) In our opinion and according to the information and explanation given to us, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.
- xii) In our opinion the Company is not a chit fund or a nidhi /mutual benefit fund/society. Therefore, clause 4(xiii) of the Order is not applicable to the Company.
- xiii) The Company has maintained proper records of transactions and contracts in respect of trading in securities, debentures and other investments and timely entries have been made therein. All shares debentures and other investments have been held by the Company in its own name except certain shares held as stock in trade.
- xiv) The Company has given guarantees for loans taken by others from banks or financial institutions. According to the information and explanation given to us, we are of the opinion that the terms and conditions thereof are not prima facie prejudicial to the interest of the Company.
- xv) The Company has not raised any new term loans during the year. Therefore, clause 4(xvi) of the Order is not applicable to the Company.
- xvi) According to the information and explanations given to us the company has not raised any funds on short-term basis.
- xvii) During the year, 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.
- xviii) The Company has not issued any Debentures. Therefore, clause 4(xix) of the Order is not applicable to the Company.
- xix) The Company has not raised any money by way public issue during the year.
- xx) In our opinion and according to the information explanations given to us, no fraud on or by the Company has been noticed or reported during the year that causes the financial statements to be materially misstated.

For P.C. Surana & Co.
Chartered Accountants
(Registration No.110631W)

Sunil Bohra
Partner
M. No. 39761

Place: Mumbai.
Date : 30th June, 2011



BLUE BLENDS STOCKS & SECURITIES LIMITED

**BALANCE SHEET
AS AT 31ST MARCH, 2011**

PARTICULARS	Schedule No.	As at 31.03.2011		As at 31.03.2010	
		Rs.	Rs.	Rs.	Rs.
Sources of Funds					
Shareholders Funds					
Share Capital	I	35,000,000		35,000,000	
Reserves and Surplus	II	1,038,454	36,038,454	1,038,454	36,038,454
Loan Funds					
Unsecured Loans	III		14,311,239		14,311,239
TOTAL			50,349,693		50,349,693
Application of Funds					
Fixed Assets	IV				
Gross Block		7,389,762		7,389,762	
Less: Depreciation		6,877,326		6,838,940	
Net Block			512,436		550,822
Investments					
Current Assets, Loans and Advances	V				
Stock of Securities		1,890,182		1,891,866	
Sundry Debtors		-		-	
Cash and Bank Balances		104,475		23,917	
Loans and Advances		-		78,000	
		1,994,657		1,993,783	
Less: Current Liabilities and Provisions	VI				
Current Liabilities		4,317,700		4,317,906	
Provisions		-		-	
		4,317,700		4,317,906	
Net Current Assets			(2,323,043)		(2,324,123)
Profit and Loss Account			52,160,300		52,122,994
TOTAL			50,349,693		50,349,693
Significant Accounting Policies and Notes to the Accounts	VIII		-		-

As per our report of even date
For P.C.SURANA & CO.
Chartered Accountants
Registration No. 110631W

For BLUE BLENDS STOCKS AND SECURITIES LIMITED

(SUNIL BOHRA)
Partner
M. No. 39761

(ANANDARYA)
Director

(BAJRANG BARDIA)
Director

Place: Mumbai
Date : 30th June, 2011



BLUE BLENDS STOCKS & SECURITIES LIMITED

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

PARTICULARS	Schedule No.	Year Ended 31.03.2011		Year Ended 31.03.2010	
		Rs.	Rs.	Rs.	Rs.
Income					
Income from operation		-	-	-	-
Increase in value of stocks in trade		-	-	-	-
Dividend Received		1,590		613	
Interest Received		20,417		-	
Sundry Balance written off		-	22,007	19,479	20,092
Expenditure					
Diminution in value of stock in trade		1,684		8,437	
Administrative and Other Expenses	VII	19,243		38,168	
Depreciation	IV	38,386	59,313	38,386	84,991
Profit / (Loss) before Exceptional items and taxes			(37,306)		(64,899)
Add / (Less) : Provision for Diminution in value of Investment written back			-		-
Profit / (Loss) before tax for the year			(37,306)		(64,899)
Less : Provision For Taxation					
Deffered Tax					
Current Tax					
Profit/ (Loss) for the year			(37,306)		(64,899)
Add / (Less) : Earlier Year Taxation					
Profit/ (Loss) for the year			(37,306)		(64,899)
Add / (Less): Balance of loss of earlier years			(52,122,994)		(52,058,095)
Balance carried to Balance Sheet			(52,160,300)		(52,122,994)
Significant Accounting Policies and Notes to the Accounts	VIII				

As per our report of even date
For P.C.SURANA & CO.
Chartered Accountants
Registration No. 110631W

For BLUE BLENDS STOCKS AND SECURITIES LIMITED

(SUNIL BOHRA)
Partner
M. No. 39761

(ANAND ARYA)
Director

(BAJRANG BARDIA)
Director

Place: Mumbai
Date : 30th June, 2011



BLUE BLENDS STOCKS & SECURITIES LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2011 PURSUANT TO CLAUSE 32 OF LISTING AGREEMENT	(Amount in Rs.)	
	March 31,2011	March 31,2010
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/ (Loss) after tax	(37,306)	(64,899)
Adjustment for :		
Depreciation	38,386	38,386
Operating Profit/(Loss) before working capital changes	1,080	(26,513)
Decrease in trade and other receivables	79,684	8,437
Increase/(Decrease) in current liabilities	(206)	(39,297)
NET CASH FROM OPERATING ACTIVITIES	80,558	(57,373)
B CASH FLOW FROM INVESTING ACTIVITIES		
Sale of Fixed Assets	-	-
Sale of Investments	-	-
NET CASH GENERATED FROM INVESTING ACTIVITIES	-	-
C CASH FLOW FROM FINANCING ACTIVITIES:		
Borrowed funds repaid.(Net)	-	54,739
Prior Period Expenses	-	-
NET CASH FROM FINANCING ACTIVITIES	-	54,739
NetIncrease / (Decrease) in cash	80,558	(2,634)
Opening Balance of Cash & Cash equivalents	23,917	26,551
Closing Balance of Cash & Cash equivalents	104,475	23,917

- Notes: 1) The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard - 3 on Cash Flow Statement issued by the Institute of Chartered Accounts of India.
2) Previous year's figures have been regrouped wherever necessary.

As per our report of even date
For P.C.SURANA & CO.
Chartered Accountants
Registration No. 110631W

For BLUE BLENDS STOCKS AND SECURITIES LIMITED

(SUNIL BOHRA)
Partner
M. No. 39761

(ANANDARYA)
Director

(BAJRANG BARDIA)
Director

Place: Mumbai
Date : 30th June,2011



BLUE BLENDS STOCKS & SECURITIES LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET

SCHEDULE "P" - SHARE CAPITAL

	As at 31.03.2011		As at 31.03.2010	
	Rs.	Rs.	Rs.	Rs.
Authorised 35,50,000 equity shares of Rs.10/- each (Previous year 35,50,000 equity shares of Rs.10/- each)		35,500,000		35,500,000
Issued, subscribed and paid-up 35,00,000 equity shares of Rs.10/- each (Previous year 35,00,000 equity shares of Rs.10/- each) [All of the above equity shares are held by Blue Blends Finance Ltd.]		35,000,000		35,000,000
TOTAL		35,000,000		35,000,000

SCHEDULE "IP" - RESERVES AND SURPLUS

	As at 31.03.2011		As at 31.03.2010	
	Rs.	Rs.	Rs.	Rs.
Capital Reserve				
Balance at the commencement of the year	1,038,454		1,038,454	
Add: Principal of Loan Amount Waived	-	1,038,454	-	1,038,454
TOTAL		1,038,454		1,038,454

SCHEDULE "IIP" - UNSECURED LOANS

	As at 31.03.2011		As at 31.03.2010	
	Rs.	Rs.	Rs.	Rs.
From holding Company	14,311,239		14,311,239	
TOTAL		14,311,239		14,311,239



SCHEDULES FORMING PART OF THE BALANCE SHEET
SCHEDULE "IV" - FIXED ASSETS

(Amount in Rs.)

Description	Gross Block			Depreciation				Net Block		
	As at 01.04.2010 Rs.	Additions Rs.	Deletions Rs.	As at 31.03.2011 Rs.	Upto 31.03.2010 Rs.	For the Year Rs.	Adjustments Rs.	As at 31.03.2011 Rs.	As at 31.03.2011 Rs.	As at 31.03.2010 Rs.
Vehicles	258,941	-	-	258,941	245,994	-	-	245,994	12,947	12,947
Computers	6,399,198	-	-	6,399,198	6,079,239	-	-	6,079,239	319,959	319,959
Office Equipments	501,609	-	-	501,609	316,198	23,826	-	340,024	161,585	185,411
Furniture and Fixtures	230,014	-	-	230,014	197,509	14,560	-	212,069	17,945	32,505
TOTAL	7,389,762	-	-	7,389,762	6,838,940	38,386	-	6,877,326	512,436	550,822
Previous year	7,389,762	-	-	7,389,762	6,800,554	38,386	-	6,838,940	550,822	

BLUE BLENDS STOCKS & SECURITIES LIMITED



BLUE BLENDS STOCKS & SECURITIES LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET
SCHEDULE "V" - CURRENT ASSETS, LOANS AND ADVANCES

	As at 31.03.2011		As at 31.03.2010	
	Rs.	Rs.	Rs.	Rs.
Current Assets				
Stock of Securities		1,890,182		1,891,866
Sundry Debtors - Unsecured and considered doubtful over six months	5,559,094		5,559,094	
	5,559,094		5,559,094	
Less: Provision for doubtful debts	5,559,094	-	5,559,094	-
Cash and Bank Balances				
Cash in hand	5,527		2,777	
Balances with Scheduled Banks in Current Accounts	98,948	104,475	21,140	23,917
Loans and Advances				
Advances recoverable in cash or in kind or for value to be received (unsecured) considered good	-		78,000	
considered doubtful	446,290		446,290	
	446,290		524,290	
Less: Provision for doubtful advances	446,290	-	446,290	78,000
TOTAL		1,994,657		1,993,783

SCHEDULES FORMING PART OF THE BALANCE SHEET
SCHEDULE "VI" - CURRENT LIABILITIES AND PROVISIONS

	As at 31.03.2011		As at 31.03.2010	
	Rs.	Rs.	Rs.	Rs.
Current Liabilities				
Sundry Creditors	4,317,700		4,317,906	
		4,317,700		4,317,906
Provisions				
Provision for tax		-		-
TOTAL		4,317,700		4,317,906

**BLUE BLENDS STOCKS & SECURITIES LIMITED****SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT****SCHEDULE "VII" - ADMINISTRATIVE AND OTHER EXPENSES**

	Year Ended 31.03.2011		Year Ended 31.03.2010	
	Rs.	Rs.	Rs.	Rs.
Audit fees	11,030		11,030	
Bank charges	1,426		578	
Demat charges	313		188	
Filing Fees	1,500		1,500	
Sundry Expenses	-		810	
Legal and professional fees	200		16,750	
Profession Tax	2,500		2,500	
Rates and taxes	480		400	
Secretarial Audit Fees	1,794		4,412	
		19,243		38,168
TOTAL		19,243		38,168



BLUE BLENDS STOCKS & SECURITIES LIMITED

Schedule - VIII

1. SIGNIFICANT ACCOUNTING POLICIES

(i) Method of Accounting

- (a) The financial statements are prepared on the historical cost convention and in accordance with the generally accepted accounting principles;
- (b) The Company follows accrual system of accounting in the preparation of accounts except where otherwise stated.

(ii) Fixed Assets

Fixed assets are stated at actual cost less accumulated depreciation.

(iii) Depreciation

Depreciation on fixed assets is computed on straight-line method at the rates prescribed in Schedule XIV of the Companies Act, 1956. Depreciation on assets added/disposed off during the year has been provided on pro rata basis with reference to the month of addition/disposal.

(iv) Investments

- (a) Long Term Investments are stated at cost plus brokerage and stamp charges. Provision for diminution in the value of long -term investments is made only when such a decline is other than temporary in the opinion of the management.
- (b) Current Investments are valued at the lower of cost and market value.

(v) Stock of Securities

Stock of securities is valued at lower of historic cost and net realizable value. The Company has followed Accounting Standard 2 (the accounting standard prescribed by the Institute of Chartered Accountants of India) for valuing the inventories.

(vi) Revenue Recognition

All expenses and the income to the extent considered payable or receivable respectively are accounted for on accrual basis. Dividends and interest on bank deposits are accounted for on receipt basis.

(vii) Contingent Liabilities

No provision is made for liabilities, which are contingent in nature, but if material, the same are disclosed by way of notes to the accounts.

(viii) Taxes on Income

Current Tax: Provision for Income Tax is determined in accordance with the provisions of Income Tax Act, 1961.

Deferred Tax Provision: Deferred tax is recognized, on timing difference, being the difference between the taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

2. Contingent Liabilities not provided for: Rs. Nil (Prev. Yr. Rs. Nil)

3. The Company has not provided for following income tax liabilities :

- i) A.Y. 1997-98 : Rs. 72,13,520/- (Prev. Yr. Rs.72,13,520/-)
- ii) A.Y. 1998-99 : Rs. 2,36,711/- (Prev. Yr. Rs. 2,36,711/-)
- iii) A.Y. 1999-2000 : Rs. 1,79,576/- (Prev. Yr. Rs. 1,79,576/-)

4. Shares of companies held as stock in trade, in respect of which quotation as at 31-03-2011 at BSE is not available have been valued at their carrying cost. Certain shares held by the company as stock-in-trade in physical form are not transferred in favour of the company because of bad delivery from the market.



BLUE BLENDS STOCKS & SECURITIES LIMITED

5. Balances of Sundry Debtors, Loans and Advances are subject to confirmations.
6. Payment to Auditors for Audit Fees Rs. 11,030/- (Including Services Tax) & Payment to Secretarial Audit 1,794/- (Including Service Tax).
7. In the opinion of the Board, the current assets, loans and advances, except otherwise mentioned, are approximately of the value stated, if realized in the ordinary course of business.
8. Figures of the previous year, wherever necessary, have been regrouped, recast, rearranged to conform to those of the current year. The figures have been rounded off to the nearest rupee.
9. Basic and Diluted Earnings per share ("EPS") computed in accordance with Accounting Standard (AS) 20 "Earnings per Share."

Particulars		31.03.2011	31.03.2010
Numerator			
Profit/ (Loss) after tax	Rs	(37,306)	(64,899)
Denominator			
Weighted average number of equity shares	Nos.	35,00,000	35,00,000
Earnings per Share (Basic & Diluted)= Numerator/Denominator	Re.	(0.011)	(0.018)

10. **Related Party Transactions**

A. Key Management Personnel

Director	Mr. Anand Arya
Director	Mr. Ramprakash Sharma
Director	Mr. Bajrang Bardia
Director	Mr. Mahendra Dugar

B. Associates : Blue Blends Finance Ltd.

C. Holding Company : Blue Blends Finance Ltd.

Transactions taken place during the year with related parties :

A. Key Management Personnel : Nil

B. Associates

&

C. Holding Company : Advance Taken Rs. Nil
(Advance Taken Rs. 0.55 Lacs)

(Note: Figures in brackets are of previous year)

11. In the opinion of the board, considering the present circumstances reasonable certainty may not be expected about the future profitability of the company. Therefore, deferred tax assets arising on account of timing difference due to carried forward accumulated business losses and other provisions had not been adjusted /made.

12. Earning and expenses in foreign currency :

2010-11	2009-10
Nil	Nil

Additional information pursuant to Paragraph 4 , 4A, 4C and 4D of Part II of Schedule VI to the Companies Act, 1956 is not applicable to the Company



BLUE BLENDS STOCKS & SECURITIES LIMITED

13. Information pursuant to Part IV of Schedule VI of the Companies Act, 1956.

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. Registration details

Registration No.	053746	State Code	11
Balance Sheet date	31.03.2011		

II. Capital raised during the year (Amount in Rs. thousands)

Public Issue	Right Issue	Bonus Issue	Private Placement
Nil	Nil	Nil	Nil

III. Position of mobilization and deployment of funds (Amount in Rs. thousands)

Total Liabilities	Total Assets		
50,349.69	50,349.69		
Sources of Funds			
Paid-up Capital	Reserves and Surplus	Secured Loans	Unsecured Loans
35,000.00	1,038.45	—	14,311.24
Application of Funds			
Net Fixed Assets	Investments	Net Current Assets	Miscellaneous Expenditure
512.43	—	(2,323.04)	—
Accumulated Losses			
52,160.30			

IV. Performance of the Company (Amount in Rs. thousands)

Turnover	
22.01	
Profit / (Loss) Before Tax	Total Expenditure
(37.30)	59.31
Earning Per Share (in Rupees)	Profit / (Loss) After Tax
(0.011)	(37.30)
	Dividend Rate (%)
	Nil

V. Generic Names of three principal products/services of the Company (Amount in Rs. thousands)

Product description	Item code
Stock Broking	N. A.
Investments	N. A.
Dealing in Securities	N. A.

Signatures to Schedules I to VIII

The Schedules referred to above form an integral part of the Balance Sheet as at March 31, 2011 and the Profit and Loss Account for the year ended on that date.

As per our report of even date attached

For P.C.SURANA & CO.

Chartered Accountants

Registration No. 110631W

(SUNIL BOHRA)

Partner

M. No. 39761

Place: Mumbai

Date : 30th June, 2011

For BLUE BLENDS STOCKS AND SECURITIES LIMITED

(ANANDARYA)

Director

(BAJRANG BARDIA)

Director



BLUE BLENDS FINANCE LIMITED

Registered Office : JBF House, 2nd Floor, Old Post Office Lane, Kalbadevi Road, Mumbai – 400 002

ATTENDANCE SLIP

To be handed over at the entrance of the meeting hall.

Name of the Shareholder (in Block Letters) _____

L.F. No./DP ID/Client ID _____

Name of the Proxy (in Block Letters) to be filled if the Proxy attends instead of the Member _____

Number of Shares held _____

I hereby record my presence, at the 25th Annual General Meeting of the Company held on Tuesday, 20th September, 2011 at 12.30 p.m. at JBF House, 2nd Floor, Old Post Office Lane, Kalbadevi Road, Mumbai – 400 002.

Member's / Proxy's Signature

1. To be signed at the time of handing over this slip.
2. Shareholders are requested to advise, indicating their folio number, the change of their address, if any, to the Company.



BLUE BLENDS FINANCE LIMITED

Registered Office: JBF House, 2nd Floor, Old Post Office Lane, Kalbadevi Road, Mumbai – 400 002

PROXY

L.F. No./DP ID/Client ID	
No. of Shares	

I/We _____

of _____

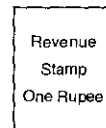
being a member/members of the above named Company, hereby appoint _____

of _____

or failing him _____

as my/our Proxy to vote for me/us on my/our behalf at the 25th Annual General Meeting of the Company to be held on Tuesday, 20th September, 2011 at 12.30 p.m. at JBF House, 2nd Floor, Old Post Office Lane, Kalbadevi Road, Mumbai – 400 002.

Signed at _____ this _____ day of _____ 2011.



Notes :

1. This instrument of Proxy should be deposited at the Secretarial Department of the Company, not less than 48 hours before the holding of the meeting.
2. The form should be signed across the stamp as per the specimen signature registered with the company.
3. A Proxy need not be a member.

BOOK - POST

If undelivered, Please return to :

BLUE BLENDS FINANCE LIMITED

JBF House, 2nd Floor,
Old Post Office Lane,
Kalbadevi Road,
Mumbai – 400002