

Annual Report | 2009 - 2010

SUCHAK TRADING LIMITED

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Board of Directors

Mr. N. K. Patel
Mr. Ketan Sorathiya
Mr. Anand Pardeshi

Registered Office

1-B, Ground Floor,
D'Mello Apts.,
S. V. Road,
Goregaon (W),
Mumbai - 400 062.

Statutory Auditors

S. Chandulal & Co.

Bankers

ABN AMRO Bank
Bank of India
HDFC Bank

Registrar & Share Transfer Agents

Adroit Corporate Services Pvt. Ltd.
19 / 20, Jaferbhoy Ind. Estate,
1st Floor, Makwana Road, Marol,
Andheri (E), Mumbai - 400 059.

DIRECTORS' REPORT

Dear Members,

Your Directors have pleasure in presenting Annual Report together with the Audited Accounts of the Company for the year ended 31st March 2010.

1. FINANCIAL RESULTS

Your Company has achieved improvement in its financial performance during the year 2009 - 10 which is summarized below :

(Rs. in Lacs)

Particulars	2009-2010	2008-2009
Profit Before Depreciation	11.72	12.65
Less : Depreciation	6.15	7.14
Profit Before Tax	5.57	5.51
Less : Taxation	1.88	2.17
Profit After Tax	3.69	3.34

2. OPERATIONS

During the year, there is marginal increase in profit compared to previous year. Profit before tax has gone up to Rs. 5.57 lacs compared to Rs. 5.51 lacs in previous year.

3. DIVIDEND

Your Directors have considered it prudent not to recommend any dividend on equity shares for the year ended 31st March 2010 in order to conserve the resources for future.

4. PUBLIC DEPOSITS

During the year, the Company has not accepted any deposit u/s. 58A of the Companies Act, 1956.

5. AUDITORS

M/s. S. Chandulal & Co., Chartered Accountants, Mumbai, Statutory Auditors of the Company retire at the conclusion of the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment. The Company has received confirmation that their appointment, if made, would be within the prescribed limit specified u/s. 224 (1B) of the Companies Act, 1956 and that they are not disqualified for such appointment within the meaning of Section 226 of the Companies Act, 1956. Your Directors recommend re-appointment of M/s. S. Chandulal & Co. as the Statutory Auditors of the Company for the current financial year and fixation of their remuneration.

6. DIRECTORS

In accordance with the Companies Act, 1956, Mr. Ketan Sorathiya, who is liable to retire by rotation and being eligible, have offered himself for re-appointment.

The proposal regarding re-appointment of Mr. Ketan Sorathiya as Director is placed for your approval.

7. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUTGO

The Company has no activities relating to conservation of energy and technology absorption. There are no foreign exchange transactions during the year.

8. PARTICULARS OF EMPLOYEES

The Company does not have any employee who is in receipt of remuneration aggregating to the sum prescribed u/s. 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 as amended till date.

9. DIRECTOR'S RESPONSIBILITY STATEMENT

Pursuant to the requirements u/s. 217 (2AA) of the Companies Act, 1956, your Directors hereby state and confirm that :

- i. In preparation of the Annual Accounts, the applicable Accounting Standards have been followed along with proper explanation relating to material departures, if any
- ii. They have selected the accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year under review and for the profit of the Company for the same period.
- iii. They 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.
- iv. They have prepared the Annual Accounts on "GOING CONCERN" basis.

10. LISTING

The equity shares of the Company is listed at the Bombay Stock Exchange Limited (BSE). Trading in the equity shares of the Company is resumed at BSE on 1st June, 2010 vide BSE Notice No. 20100526-14 dated 26th May, 2010.

11. CORPORATE GOVERNANCE

Clause 49 of the Listing Agreement is not mandatory for your Company. The Company is persistent in following best practices and hence has voluntarily adopted most of the provisions of Clause 49 of the Listing Agreement. A report on Corporate Governance along with a certificate from the Auditors of the Company regarding the compliance of conditions of Corporate Governance and also the Management Discussion and Analysis Report are annexed to this report.

12. ACKNOWLEDGMENT

Your Directors takes opportunity to show gratitude towards the assistance and co-operation received from Banks and other agencies and Shareholders resulting in good performance during the year under review.

Your Directors also wish to place on record their deep sense of appreciation for the dedicated services rendered by Executives, staff and workers of the Company.

For and on Behalf of the Board of Directors of
SUCHAK TRADING LIMITED

Place : Mumbai
Date : September 01, 2010

Ketan Sorathiya **N.K. Patel**
Director Director

MANAGEMENT DISCUSSION AND ANALYSIS

1. INDUSTRY STRUCTURE AND DEVELOPMENT

The Indian Warehousing sector is expected to develop in next few years supplemented by growth of logistics parks. The emergence of an organized warehousing segment and the fast growing area of requirement for logistics are likely to be other important factors that would positively impact the sector in the coming years.

2. OPPORTUNITIES AND THREATS

The strategic location of the warehouse is one of its core benefits. It is important for any industrial unit to have hassle free connectivity to commercial centers, ports, raw materials, man power and technology. Our warehouses enjoy few benefits for its location:

- a. The warehouses is connected through State Highway called Palanpur – Ahmedabad Highway which is a 4 lane Highway matching with the features of the Express Highway.
- b. Our warehouses are well connected with major cities and business hubs of India, key amongst them is Ahmedabad City. The commercial hub – Unjha is only 35 Km. from our warehouses. Unjha is known for its world famous spice “Jeera” (cumin-seed) and “Isabgol” (Ispaghula – an Indian Herb) market. Unjha has a strong export and local distribution network of its products. Our warehouses acts as a transit storage shed for these products both in the case of export and domestic market.
- c. Our warehouses in Palanpur are centrally located around various small villages. The requirement of cattle feed is met by the Cattle feed vendors of Palanpur. Our warehouses are also used as a storage house of Cattle feed.
- d. The nearest sea port is Kandla Sea Port which gives a boost to the export market. The closest railway station is Palanpur Junction. The junction has its own container Depot. The proximity to the railway station helps our clients to use the container facility for the transportation of its goods from one city to another.
- e. Deesa Airport, the proposed Airport which is closest to our warehouses and we have a firm belief that our Company will be benefited by it. Most of the products are seasonal and its harvesting depends upon the behavior of nature. Shortage of rainfall adversely affects the farming as well as production of various herbs etc. Also certain part of the year, especially during the month of the monsoon, the market experiences a slump in export sales, hence affecting the usability of our warehouses. The change in Export Policy by the Government and non completion of infrastructural projects by the Government as expected might hamper the connectivity and hence future growth of the Company, to some extent.

3. SEGMENTWISE PERFORMANCE

The Company is engaged in the business of Warehousing and in Investment activities. The market value of Investments as on the date of Balance Sheet has increased threefold to the cost of acquisition. The revenue from warehousing is mainly through the storage of various spices, bi-products of castor oil, cattle feed etc. In future, Company’s focus area would be to enhance its income by adding up more warehouses. The Company is also looking to acquire a land for various purpose.

4. OUTLOOK

The outlook for the warehousing & logistics looks positive. The Company is also proposing to raise funds for investment in warehouses and expand the business. In view of the strengths and initiative discussed above, the outlook for the Company’s business is positive.

5. RISK AND CONCERNS

The recessionary trend and tight liquidity position across the globe is a concern.

6. INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

Internal controls have been found to be adequate. These are reviewed periodically by the Audit Committee and found the performance satisfactory.

7. FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

During the year, there was marginal improvement in the performance of the Company compared to previous year. Profit before tax has also increased substantially. As there is substantial growth in the industry sector, your Directors are of confidence of achieving good turnover and profitability during the year 2010-11. During the year, the Company has purchased a plot of land of Rs. 9.50 lacs.

8. DEVELOPMENT IN HUMAN RESOURCES AND INDUSTRIAL RELATIONS

Information as per Section 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 is not required to be given as no employee falls under it. The Company continued to have cordial relations with all the employees.

CORPORATE GOVERNANCE

Clause 49 of the Listing Agreement is not mandatory to your Company; however, the Company has voluntarily adopted the same to the extent possible. The Company firmly believes that Corporate Governance and compliance practices are of paramount importance in order to maintain the trust and confidence of the stakeholders, clients, the good reputation of the Company and the unquestioned integrity of all personnel involved with the Company

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

The Company's philosophy on Corporate Governance envisages the attainment of highest levels of transparency, accountability and equity, in all facets of its operations and in all interactions with its stakeholders, including shareholders, employees, the government and lenders.

2. BOARD OF DIRECTORS

The Board of Directors along with its Committees provides leadership and vision to the management and supervises the functioning of the Company. In terms of the Company's Corporate Governance Policy, all statutory and other significant and material information are placed before Board to enable it to discharge its responsibilities of strategic supervision of the Company as trustees of stakeholders.

COMPOSITION

The Composition of the Board of Directors of the Company and their attendance is as follows:

Sr. No.	Name of Director	Category	Attendance in Board Meeting		Attendance at last AGM	No. of Directorship and Committee memberships / Chairmanships in Listed Co.		
			Held	Attended		Directorships	Committee Memberships	Committee Chairmanships
1.	MR. N.K. PATEL	ED	8	8	YES	0	0	0
2.	MR. ANAND PARDESI	NEID	8	8	YES	0	0	0
3.	MR. KETAN SORATHIYA	NEID	8	8	YES	0	0	0

ED = Executive Director

NEID = Non-Executive Independent Director

Note : None of the Director is a member of more than 10 committees or acting as Chairman of more than 5 committees across all companies in which he is a Director.

During the accounting year 2009-2010, eight (8) Board Meetings were held. The Annual General Meeting of the Company was held on September 30, 2009.

3. AUDIT COMMITTEE

The terms of reference of the Audit Committee include the matters specified under Clause 49(II)(D) and (E) of the Listing Agreement as well as in Section 292A of the Companies Act, 1956. The terms of reference of the Audit Committee, inter alia, include the following:

- a. Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- b. Reviewing with the management the financial statements at the end of the quarter, half year and the annual Statements before submission to the Board for approval with reference to:
 - i. Matters required being included in the Director's Responsibility statement which form part of the Board's Report in terms of clause (2AA) of Section 217 of the Companies Act, 1956.
 - ii. Changes, if any, in the accounting policies and practices and reason for the same.
 - iii. Major accounting policies and practices and reason for the same.
 - iv. Significant adjustments made in the financial statements arising out of audit findings.
 - v. Compliance with the listing and other legal requirements relating to financial statements.
 - vi. Disclosure of any related party transactions.
 - vii. Qualifications, in the draft audit report.
- c. Recommending the appointment and removal of external auditors, fixation of audit fees and also approval for payment of any other expenses.

The Audit Committee presently comprises of Mr. Anand Pardeshi as Chairman, Mr. N. K. Patel and Mr. Ketan Sorathiya as Member.

The Practicing Company Secretary, Mr. Ramesh Chandra was an invitee to the Audit Committee. He acted as the Secretary to the Audit Committee.

The Audit Committee met four times during the year ended March 31, 2010. Meetings and attendance of each member for Audit Committee are as follows:

Name of Members	No. of Meetings	
	Held	Attended
Mr. N. K. Patel	4	4
Mr. Ketan Sorathiya	4	4
Mr. Anand Pardeshi	4	4

4. SHAREHOLDERS' / INVESTORS' GRIEVANCE COMMITTEE

- a. The Committee looks into issues relating to shareholders/investors, including complaints relating to transfer/ transmission of shares, issue of duplicate share certificates, non-receipt of annual report etc. and their redressal.
- b. The Shareholders' / Investors' Grievance Committee presently comprises of four members namely:
 - i. Mr. N. K. Patel - Chairman
 - ii. Mr. Ketan Sorathiya - Member
 - iii. Mr. Anand Pardeshi - Member

- c. Mr. Ketan Sorathiya is the Compliance Officer and acts as a Secretary to this Committee.
- d. The Board has delegated power of approving transfer of shares to RTA.
- e. During the year under review, no complaints were received from Shareholders / Investors.

5. GENERAL BODY MEETINGS

The details of Annual General Meetings (AGM) of the Company held in last 3 years are as under:

AGM	DATE	TIME	VENUE
2006 - 07	29 / 09 / 2007	11.00 a.m	Registered Office
2007 - 08	29 / 09 / 2008	11.00 a.m	Registered Office
2008 - 09	29 / 09 / 2009	11.00 a.m	Registered Office

6. DISCLOSURES

- a. No transaction of material nature has been entered into by the Company with its Directors or Management and their relatives, etc. that may have a potential conflict with the interest of the Company.
- b. The Register of Contracts / Statement of related party transactions is placed before the Board / Audit Committee regularly.
- c. The Company has implemented all the applicable mandatory requirement of Clause 49 of the Listing Agreement.
- d. There has been no instance of non compliance by the Company of any matter related to capital markets. Hence, the question of penalties being imposed by SEBI or the Stock Exchanges or any other authority does not arise.
- e. Listing Fees for the financial year 2010-11 have been paid to the Stock Exchanges on which the shares of the Company are listed.
- f. The Clause 49 states that the non-mandatory requirements may be implemented as per the discretion of the Company. It disclosure of compliance with non-mandatory requirements and adoption (and compliance) / non adoption of the non mandatory requirements shall be need based.
- g. The Company has surrendered its NBFC certificate to Reserve Bank of India during the year under review and the same has been intimated to the Bombay Stock Exchange Limited.

7. MEANS OF COMMUNICATION

- a. The financial results of the Company are faxed / sent to the Bombay Stock Exchange Limited on which the Company's shares are listed.
- b. The results and official news are generally available on www.bseindia.com.

8. MANAGEMENT DISCUSSION & ANALYSIS REPORT

The Management Discussion and Analysis Report forms part of the Annual Report.

9. GENERAL SHAREHOLDER INFORMATION

- a. Annual General Meeting
 - Date - September 30, 2010 (Thursday)
 - Time - 11 a.m.
 - Venue - 1-B, Ground Floor, D'Mello Apartment,
S. V. Road, Goregaon (West), Mumbai – 400 062.

- b. Financial Calendar (tentative dates of declaration of Quarterly results)
- | | | |
|-------------------------|---|---|
| 1 st Quarter | - | Within one month from end of respective quarter |
| 2 nd Quarter | - | Within one month from end of respective quarter |
| 3 rd Quarter | - | Within one month from end of respective quarter |
| 4 th Quarter | - | Within 45 Days from end of respective quarter |
- c. Date of Book Closure : 29th September, 2010 to 30th September, 2010 (both days inclusive)
- d. Dividend : No dividend is recommended for the financial year ended on 31st March, 2010.
- e. Listing on Stock Exchange : The equity shares of the Company is listed at Bombay Stock Exchange Limited (BSE).
- f. Stock Code (Equity Shares) : 512075
- g. ISIN No. for Dematerialization of Equity Shares : INE035G01015
- h. Market Price Data : As the trading in Equity Shares of the Company was suspended, the stock prices data is not available for the financial year. The trading in equity shares resumed from June 01, 2010.
- i. Registrar and Transfer Agent :
Adroit Corporate Services Private Limited
 19/20 Jaferbhoy Ind. Estate,
 1st Floor, Makwana Road,
 Marol, Andheri (East), Mumbai - 400 059.
- j. Share Transfer System : Share Transfer in physical form are generally registered and returned within 15 days from the date of receipt in case if documents are complete in all respects.
- k. Distribution of Shareholdings as on 31st March, 2010.

No. of Shares Held	No. of Shareholders	%	No. of Shares	%
Upto 500	117	47.56	12650	0.85
501 - 1000	3	1.22	2400	0.16
1001 - 3000	9	3.66	15350	1.03
3001 - 4000	1	0.41	3500	0.23
4001 - 5000	9	3.66	45000	3.02
5001 - 10000	52	21.14	478450	32.06
10001 - Above	55	22.35	935000	62.65
TOTAL	246	100	1492350	100

- l. Dematerialization of shares : 100% of the shares are held in physical form. Company has DMAT connectivity with CDSL & NSDL.
- m. Categories of Shareholdings as on March 31, 2010.

No. of Shares Held	No. of Shares	%
Promoters / Persons Acting in Concert	182800	12.25
Bodies Corporate	332450	22.28
Individuals	977100	65.47
TOTAL	1492350	100

- n. Address for communication :
The Investors can send all correspondence to the Registered Office of the Company at the following address:

1-B, Ground Floor, D'Mello Aptment,
S.V. Road, Goregaon (West),
Mumbai - 400 062.
Email ID : suchaktrading@rediffmail.com

10. COMPLIANCE CERTIFICATE BY AUDITORS

The Company has obtained a certificate from the Statutory Auditors regarding compliances of conditions of Corporate Governance which is annexed herewith.

11. CODE OF CONDUCT

The Company's Board of Directors has adopted the Code of Conduct which governs the conduct of all Directors / Employees. All Directors and Senior Management personnel have affirmed compliance with respective codes for the year ended March 31st, 2010. The declaration by Board of Directors to this effect is as follows:

12. CEO / CFO CERTIFICATION

A certificate signed by Mr. N.K. Patel, Director is attached with this report.

DECLARATION BY THE DIRECTOR

It is hereby declared that all the Board Members and Senior Management Personnel have affirmed compliance of code of conduct, pursuant to Corporate Governance, for the year ended 31st March, 2010.

For and on Behalf of the Board of Directors of
SUCHAK TRADING LIMITED

Ketan Sorathiya **N.K. Patel**
Director Director

Place : Mumbai
Date : September 01, 2010

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

To,
The Members of
SUCHAK TRADING LIMITED

1. We have examined the compliance of the conditions of Corporate Governance by **SUCHAK TRADING LIMITED** for the year ended 31st March, 2010 as stipulated in clause 49 of the Listing Agreement of the said Company with stock exchange(s).
2. The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to procedures and implementations 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 statement of the Company.
3. In our opinion & to the best of our information & according to the explanations given to us, we certify that the Company has voluntarily adopted Clause 49 as a good management practice inspite of the same not mandatory for the company. The company has complied with all the conditions of corporate governance.

For **S. Chandulal & Co.**
Chartered Accountants

Suresh C. Shah
Proprietor
M. No. 37266

Place : Mumbai
Date : September 01, 2010

CHIEF EXECUTIVE OFFICER (CEO) CERTIFICATION

To,
The Board of Directors,
SUCHAK TRADING LIMITED

I, N. K. Patel, Director of the Company, do hereby certify that:

1. I have reviewed financial statements and the cash flow statement for the year and to the best of my knowledge and belief :
 - a. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
 - b. 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.
2. There are, to the best of my knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's Code of Conduct.
3. I accept the responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
4. I have indicated to the auditors and the Audit Committee:
 - a. Significant changes in internal control over financial reporting during the year.
 - b. Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - c. 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 over financial reporting.

For and On Behalf of the Board of Directors of
SUCHAK TRADING LIMITED

Place : Mumbai
Date : September 01, 2010

N. K. Patel
Director

AUDITORS' REPORT

To,
The Members of
SUCHAK TRADING LIMITED,

1. We have audited the attached Balance Sheet of **SUCHAK TRADING LIMITED** as at 31st March, 2010 and the related Profit and Loss Account for the year ended on that date annexed thereto, which we have signed under reference to this report. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conduct 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 amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis of our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 as amended by Companies (Auditor's Report) amendment Order, 2004 (together with the order) issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we annex here to a statement on the matters specified in paragraphs 4 and 5 of the said order.
4. Further to our comments in the Annexure referred in paragraph (3) The Management Discussion and Analysis Report forms part of the Annual Report as above and information and explanations provided to us, we report that:
 - a. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of the audit.
 - b. In our opinion, proper books of accounts as required by the law have been kept by the Company so far as it appears from our examination of such books.
 - c. The Balance Sheet, Profit & Loss Account and the Cash Flow Statement referred to in this report are in agreement with the Books of Account of the Company.
 - d. In our opinion, these financial statements comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956 except as stated in para f (i) and (ii) below.
 - e. On the basis of written representations received from the Directors as on 31st March, 2010 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2010 from being appointed as a Director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - f. In our opinion and to the best of our information and according to the explanations given to us, the accounts together with the notes thereon of Schedule 11 and in particular give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :

- i. In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2010 and
- ii. In the case of Profit and Loss Account, of the Profit for the year ended on 31st March, 2010.
- iii. In the case of Cash Flow Statement, of the Cash Flow for the year ended on 31st March, 2010.

For **S. Chandulal & Co.**
Chartered Accountants

Suresh C. Shah
Proprietor
M. No. 37266

Place : Mumbai
Date : September 01, 2010

Annexure referred to in paragraph 3 of our report even date :

As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of Section 227(4A) of the Companies Act, 1956 and in our opinion and on the basis of such checks as we considered appropriate, we further report that:

1.
 - a. The Company has maintained proper records showing full particulars including quantitative details & situation of fixed assets.
 - b. As explained to us, Fixed Assets have been physically verified during the year by the Management at the reasonable interval and no material discrepancies were noticed on such verification as compared with the available records.
 - c. During the year, the Company has not disposed off any substantial part of its Fixed Assets which has affected going concern status of the Company.
2. As the Company do not have stock of Inventory, paragraph 4(ii) of the said order is not applicable.
3. According to the information & explanation given to us, the Company has not granted or taken loans, secured or unsecured to / from companies or other parties listed in the register maintained u/s. 301 of the Companies Act, 1956. Accordingly, sub-clause 4(iii) (b), (c), (d), (e), (f) & (g) are not applicable to the Company.
4. According to the information and explanations given to us, there are generally adequate internal control procedure commensurate with the size of the Company and the nature of its business with regard to the purchase of fixed assets, inventories & sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal controls.
5. The Company has not entered into any transaction covered by section 297 and 299 of the Act and so paragraphs 4 (v) (a) and (b) of the said Order are not applicable.
6. In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from the public within the meaning of Section 58A and 58AA or any other provision of the Companies Act, 1956.
7. The Company has neither formal internal audit department nor internal auditors. However, Company's control procedure ensures reasonable internal checking of its financial and other records.
8. In our opinion and according to the information and explanation given to us, maintenance of cost records has not been prescribed by the Central Government under clause (d) of the Section 209(1) of the Companies Act, 1956, hence, the question of reporting under clause 4 (viii) of the said Order does not arise.
9.
 - a. In our opinion and according to the records of the Company, the Company is regular in depositing with the appropriate authorities undisputed statutory dues including Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess & other material statutory dues applicable to it. We have been informed by the Company, provision of Provident Fund, Employees State Insurance Scheme is not applicable and also provisions of Investor Education & Protection fund are not applicable.
 - b. As per records of the Company and according to the information & explanation given to us, generally no undisputed amount payable in respect of Income Tax, Wealth Tax, Service Tax, Sales Tax, Customs Duty, Excise Duty, Cess were outstanding as at 31.03.2010 for a period more than six months from the date they became payable.

- c. According to the information & explanation given to us, there are no dues of Sales Tax, Income Tax, Customs Duty, Service Tax, Wealth Tax, Excise Duty and Cess which have not been deposited on account of any dispute.
10. The Company does not have any accumulated losses at the end of the financial year and has not incurred cash losses at the end of the financial year and in the immediate preceding financial year.
11. According to the information & explanations given to us, the Company has not defaulted in the repayment of dues to financial institution & Banks. The Company has not borrowed any sums through Debentures.
12. Based on our examination of the records and information and explanations given to us, the Company has not granted any loans and advances on the basis of security, by way of pledge of shares, debentures and other securities.
13. In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provision of clause 4(xiii) of the said Order, 2003 is not applicable to the Company.
14. In respect of dealing in Shares, Securities, Debentures and other Investments, in our opinion and according to information & explanations given to us, proper records have been maintained of the transaction and contracts and timely entries have been made therein. The Shares, Securities, Debentures and other Investments have been held by the Company in its own name.
15. According to the information & explanations given to us, the Company has not given any guarantees for loans taken by others from a Bank or Financial Institutions.
16. The Company has not obtained any term loans. Accordingly, the question of reporting on its applications does not arise.
17. According to the information & explanation given to us and on overall examination of the Balance Sheet of the Company, we report that generally no funds raised on short term basis have been used during the year for the long term investment.
18. The Company has not made any preferential allotment of shares to parties and Companies covered in the register maintained u/s. 301 of the Companies Act, 1956.
19. There are no debentures issued or outstanding during the year.
20. The Company has not raised any money by public issue during the year, accordingly paragraph 4(xx) of the said Order is not applicable.
21. According to the information & explanation given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

For **S. Chandulal & Co.**
Chartered Accountants

Place : Mumbai
Date : September 01, 2010

Suresh C. Shah
Proprietor
M. No. 37266

SUCHAK TRADING LIMITED
BALANCE SHEET AS ON 31st MARCH, 2010

PARTICULARS	Sch. No.	AS ON 31-MAR-10 AMOUNT (Rs)	AS ON 31-MAR-09 AMOUNT (Rs)
SOURCES OF FUNDS			
Shareholders' Fund			
Share Capital	1	149,23,500	14,923,500
Reserves & Surplus	2	2,878,494	2,509,846
Loan Funds			
Unsecured Loan	3	24,606,570	11,987,370
Deferred Tax Liability	4	623,573	585,958
Total		43,032,137	30,006,674
APPLICATION OF FUNDS			
Fixed Assets	5		
Gross Block		17,454,578	16,504,578
Less: Depreciation		4,571,151	3,956,624
Net Block		12,883,427	12,547,954
Investments	6	28,970,907	16,351,707
Current Assets, Loans & Advances	7	1,694,212	1,472,225
Less: Current Liabilities & Provisions	8	516,409	365,212
Net Current Assets		1,177,803	1,107,013
Total		43,032,137	30,006,674

Significant Accounting Policies & Notes on Accounts Forming Part of the Financial Statements Schedules referred to herein form an integral part of the Financial Statements.

As Per Our Report Of Even Date Annexed

For S.Chandulal & Co.

Chartered Accountants

For & On behalf of Board of Directors

Suresh C. Shah

Proprietor
M.No: 37266

Ketan Sorathiya

Director

N. K. Patel

Director

Place : Mumbai

Date: September 01, 2010 .

SUCHAK TRADING LIMITED
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2010

PARTICULARS	Sch. No.	For the year ended 31-MAR-10 AMOUNT (Rs)	For the year ended 31-MAR-09 AMOUNT (Rs)
INCOME			
Income from Operation / Other Income	9	1,923,985	1,888,179
		1,923,985	1,888,179
EXPENDITURE			
Administrative & Other Expenses	10	752,195	623,482
		752,195	623,482
PROFIT BEFORE DEPRECIATION		1,171,790	1,264,697
Less : Depreciation	5	614,527	714,218
PROFIT / (LOSS) BEFORE TAX		557,263	550,479
Less : Provision for Tax			
- Fringe Benefit Tax		-	18,584
- Current Tax / MAT		151,000	158,000
- Deferred Tax Liability		37,615	40953
Add : Short / Excess Tax of Earlier year now written off.		-	506
PROFIT / (LOSS) AFTER TAX		368,648	333,448
Add : Balance carried from last year		2,261,976	1,928,528
Balance carried forward to Balance Sheet		2,630,624	2,261,976
Significant Accounting Policies & Notes on Accounts Forming part of the Financial Statements Schedules referred to herein an integral part of the Financial Statement	11		
Basic & Diluted Earning per Share		0.25	0.22

As Per Our Report Of Even Date Annexed
For S. Chandulal & Co.
Chartered Accountants

For & On behalf of Board of Directors

Suresh C. Shah
Proprietor
M.No: 37266

Ketan Sorathiya **N. K. Patel**
Director Director

Place : Mumbai
Date : September 01, 2010

SUCHAK TRADING LIMITED
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS

PARTICULARS	31-MAR-10 AMOUNT (Rs)	31-MAR-09 AMOUNT (Rs)
SCHEDULE 1 : SHARE CAPITAL		
Authorised Share Capital		
15,00,000 Equity Shares of Rs 10/- each	15,000,000	15,000,000
Issued, Subscribed & Paid Up Capital		
14,92,350 Equity Shares of Rs. 10/- each fully paid up	14,923,500	14,923,500
Total	14,923,500	14,923,500
SCHEDULE 2: RESERVES & SURPLUS		
Balance in Profit & Loss Account	2,630,624	2,261,976
Statutory Reserves	247,870	247,870
Total	2,878,494	2,509,846
SCHEDULE 3: UNSECURED LOAN		
From Companies	24,606,570	11,987,370
Total	24,606,570	11,987,370
SCHEDULE 4: DEFERRED TAX LIABILITY		
Opening Balance	585,958	545,005
Add: Provision made during year	37,615	40,953
Total	623,573	585,958

SUCHAK TRADING LIMITED
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS

SCHEDULE 5 : FIXED ASSETS

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	As on 01.04.2009	Addition/ Deletion	Total As on 31.03.2010	As on 01.04.2009	During the Year	Total As on 31.03.2010	Total As on 31.03.2010	Total As on 31.03.2009
PLOT OF LAND	3,626,500	950,000	4,576,500	-	-	-	4,576,500	3626,500
COMPUTER	319,500	-	319,500	231,398	35,242	266,640	52,860	88,102
CORPORATE OFFICE	2,012,340	-	2,012,340	210,881	90,073	300,954	1,711,386	1,801,459
FURNITURE & FIXTURE	437,330	-	437,330	160,403	50,124	210,527	226,803	276,927
WAREHOUSE	9,232,358	-	9,232,358	2,962,505	313,492	3,275,997	5,956,361	6,269,853
MOTOR CAR	876,550	-	876,550	391,437	125,596	517,033	359,517	485,113
TOTAL	16,504,578	950,000	17,454,578	3,956,624	614,527	4,571,151	12,883,427	12,547,954
PREVIOUS YEAR	16,504,578	-	16,504,578	3,242,406	714,218	3,956,624	12,547,954	13,262,172

PARTICULARS			31-MAR-10 AMOUNT (Rs)	31-MAR-09 AMOUNT (Rs)
SCHEDULE 6: INVESTMENT				
Shares - Quoted (at cost & fully paid-up)				
	No. of Units			
	Current Year	Previous Year		
Amradeep Industries Ltd. of Re.1/- each	2719000	2719000	271,900	271,900
Amraworld Agrico Ltd. of Re.1/- each	4954000	4954000	495,400	495,400
Simplex Trading & Agency Ltd. of Rs.10/-each	114000	114000	3,797,112	3,797,112
Robinson Worldwide Trade Ltd. Rs.10/- each	204700	204700	4,406,495	4,406,495
Anukaran Commercial Enterprises Ltd. Rs.10/- each	0	40000	-	380,800
XO Infotech Ltd. Rs.10/- each	2000000	0	20,000,000	-
Convertible Equity Warrants				
XO Infotech Ltd. Paid up Rs.3.50/- each	0	2000000	-	7,000,000
TOTAL			28,970,907	16,351,707

Note : Aggregate Market Value of Quoted Investment Rs.79,249,170/- (P.Y. Rs. 40,191,095).

SUCHAK TRADING LIMITED
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENT

PARTICULARS	31-MAR-10 AMOUNT (Rs)	31-MAR-09 AMOUNT (Rs)
SCHEDULE 7 : CURRENT ASSETS, LOANS & ADVANCES		
A) Sundry Debtors		
[Unsecured, considered good]		
Outstanding for a period exceeding 6 Months	-	-
Others	25,500	25,500
	25,500	25,500
B) Cash And Bank Balance		
Cash & Bank balance	918,712	696,725
	918,712	696,725
C) Loans And Advances		
Advance For Capital Assets	600,000	600,000
Deposits	150,000	150,000
	750,000	750,000
Total (A+B+C)	1,694,212	1,472,225

PARTICULARS	31-MAR-10 AMOUNT (Rs)	31-MAR-09 AMOUNT (Rs)
SCHEDULE 8 : CURRENT LIABILITIES & PROVISIONS		
A) Current Liabilities		
Sundry Creditors:		
For Expenses & Others	104,012	103,815
	104,012	103,815
B) Provision For Taxation		
For Income Tax	365,992	214,992
For Fringe Benefit Tax	46,405	46,405
	412,397	261,397
Total (A+B)	516,409	365,212

SUCHAK TRADING LIMITED
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENT

PARTICULARS	31-MAR-10 AMOUNT (Rs)	31-MAR-09 AMOUNT (Rs)
SCHEDULE 9 :		
INCOME FROM OPERATION /OTHER INCOME		
Warehousing Income	1,923,985	846,000
Income from Letting out of land	-	1,027,974
Dividend	-	13,680
Miscellaneous Income	-	525
Total	1,923,985	1,888,179

SUCHAK TRADING LIMITED
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS

PARTICULARS	31-MAR-10 AMOUNT (Rs)	31-MAR-09 AMOUNT (Rs)
SCHEDULE 10 :		
ADMINISTRATIVE & OTHER EXPENSES		
Salary, Bonus & Perquisites	290,000	265,500
Auditors Fees	19,500	19,303
Share Transfer Expenses	57,557	22,780
Bank Charges & Demat Charges	110	300
Books & Periodicals	10,314	9,145
Conveyance Expenses	49,521	49,854
Electricity Expenses	48,000	30,000
Legal & Professional Fees	49,314	10,000
Listing Fees	11,030	10,100
Motor Car Hire Charges	37,150	36,260
Motor Car Petrol Expenses	32,086	29,550
Office Maintenance	12,000	10,157
Postage & Courier	5,720	4,781
Printing & Stationary	29,625	26,957
Repairs & Maintenance	8,785	4,569
Staff Welfare	16,055	22,873
Sundry Expenses	21,428	16,794
Telephone Expenses	54,000	54,559
TOTAL	752,195	623,482

SUCHAK TRADING LIMITED
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS
SCHEDULE 11 : SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS

(A) SIGNIFICANT ACCOUNTING POLICIES**1. ACCOUNTING CONVENTIONS**

- i. The accompanying financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles in India, the applicable Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI) and the provisions of the Companies Act, 1956.
- ii. All Income and Expenditure items having material bearing on the financial statements are recognized on accrual basis except material uncertainty.

2. FIXED ASSETS

Fixed Assets are stated on cost less depreciation.

3. DEPRECIATION

Depreciation on fixed assets is provided on written down value method at the rates prescribed in Schedule XIV of the Companies Act, 1956. Depreciation on additions during the years have been provided on pro-rata basis.

4. VALUATION OF INVESTMENTS

Long term Investment is quoted at cost. No provision has been made for diminution in the value of the Investments as all the Investments are long term & in the opinion of the management diminution in the value of the shares, if any, is not of a permanent nature hence no provision has been made for such diminution.

5. RETIREMENT BENEFITS

Liability on account of gratuity & other retirement benefits is accounted when paid.

6. TAXATION

The provision for taxation is ascertained profit computed in accordance with the provision of Income Tax Act, 1961. Deferred Tax is recognized subject to the consideration of prudence, on timing difference, being the difference taxable income & accounting income that originate in one period and are capable of reversal in one or more subsequent period.

(B) NOTES ON ACCOUNTS

1. There are no creditors as defined under the Micro, Small and Medium Enterprises Development Act, 2006.
2. In our opinion the current assets, Loans & Advances are approximately of the value stated, if realized in the ordinary course of business. Investment is valued at cost of acquisition.
3. Provisions for all known liabilities are adequate and are not in excess of the amount considered reasonably necessary.
4. Expenditure incurred in foreign currency is NIL.
5. Additional information pursuant to part IV of the Schedule VI of the Companies Act, 1956 are as per annexure enclosed.
6. As per AS-18, notified in the Companies (Accounting Standards) Rules 2006, there is no related party transactions during the year.

7. Claim against the Company not acknowledge as debts : Rs. NIL.
 8. The Deferred Tax (Assets) / Liability comprises of following:

PARTICULARS	31/03/2010	31/03/2009
Deferred Tax Liability on Depreciation	6.23	5.86

9. Earnings per share :

PARTICULARS	31/03/2010	31/03/2009
Average Number of Equity Shares Outstanding	1492350	1492350
Net Profit after Tax for the Year (in Rs.)	368648	333448
Basic & Diluted Earning per shares (in Rs.)	0.25	0.22

10. The disclosures requirement under Part II of Schedule VI of the Companies Act, 1956 are given to the extent applicable to the Company.
 11. As the Company is not a manufacturing Company, information required under Paragraphs 3 and 4 of Part II of the Schedule of the Companies Act, 1956 is not given.
 12. Previous year figures have been re-grouped and re-arranged if required making them comparable with current year figures.

Signature to Schedule 1 to 11
 As Per Our Report Of Even Date Annexed

For S.Chandulal & Co.
 Chartered Accountants

For & On behalf of Board of Directors

Suresh C. Shah
 Proprietor
 M.No: 37266

Ketan Sorathiya **N. K. Patel**
 Director Director

Place : Mumbai
 Date : September 01, 2010

SUCHAK TRADING LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31st MARCH, 2010

PARTICULARS	2009-2010 AMOUNT (Rs)	2008-2009 AMOUNT (Rs)
(A) CASH FLOW FROM OPERATING ACTIVITIES :		
Profit /(Loss) before tax	557,263	550,479
Adjustment for :		
Depreciation	614,527	714,218
Operating Profit before working Capital Changes	1,171,790	1,264,697
	1,171,790	1,264,697
Adjustment For:		
Trade and other receivables	-	44,025
Increase in Loans & Advances (current Assets)	-	(590,651)
Increase in Loans (Liabilities)	12,619,200	6,995,500
Trade Payables	151,197	134,378
Cash Generation From Operations	13,942,187	7,847,949
	13,942,187	7,847,949
Direct taxes Paid or Tax Provisions	(151,000)	(176,078)
Net Cash Flow From Operating Activities	13,791,187	7,671,871
Extraordinary items effect		
BALANCE CARRIED FORWARD	13,791,187	7,671,871
(B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(950,000)	-
Purchase of Investment	(12,619,200)	(7,380,800)
Net Cash Flow From Investing Activities	(13,569,200)	(7,380,800)
(C) CASH FLOW FROM FINANCIAL ACTIVITIES		
Net Cash Flow From Financial Activities	-	-
Net Increase (Decrease) in cash & cash equivalent (A+B+C)	221,987	291,071
Opening Cash & Cash equivalents	696,725	405,654
Closing Cash & Cash equivalents	918,712	696,725

As Per Our Report Of Even Date Annexed

For S.Chandul & Co.

Chartered Accountants

For & On behalf of Board of Directors

Suresh C. Shah

Proprietor

M.No: 37266

Ketan Sorathiya

Director

N. K. Patel

Director

Place : Mumbai

Date : September 01, 2010

SUCHAK TRADING LIMITED
ADDITIONAL INFORMATION AS REQUIRED UNDER PART IV OF
SCHEDULE VI OF THE COMPANIES ACT, 1956
BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE.

1. Registration Details		
Registration No.	:	34089
State Code	:	11
Balance Sheet Date	:	31-03-2010
2. Capital Raised During the Year (Amount in Rs.)		
Public Issue	:	NIL
Right Issue	:	NIL
Bonus Issue	:	NIL
Private Placement	:	NIL
3. Position of Mobilization of Deployment of Funds (Amount in Rs.)		
Total Liabilities	:	43,032,137
Total Assets	:	43,032,137
Sources of Funds		
Paid up Capital	:	14,923,500
Share Application Money	:	NIL
Reserves & Surplus	:	3,502,067
Secured Loan	:	NIL
Unsecured Loan	:	24,606,570
Application of Funds		
Net Fixed Assets	:	12,883,427
Investment	:	28,970,907
Net Current Assets	:	1,177,803
Miscellaneous Expense & Accumulated Losses	:	-
4. Performance of Company (Amount in Rs.)		
Turnover / Income from Operations	:	1,923,985
Total Expenditure	:	752,195
Profit / (Loss) before Tax	:	557,263
Profit / (Loss) after Tax	:	368,648
Earning Per Share	:	0.25
Dividend Rate	:	NIL
5. Generic Names of Principal Product / Services of Company		
Item Code No.	:	-
Product Description	:	-

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Registrar & Share Transfer Agent
Adroit Corporate Services Private Limited
19/20 Jaferbhoy Ind. Estate,
1st Floor, Makwana Road,
Marol, Andheri (East), Mumbai - 400 059.