

SANKET INTERNATIONAL LIMITED



**27th
Annual Report
2011-2012**

DIRECTORS :

Shri Haresh V. Sutaria

Shri Anuj M. Patel

Shri Jignesh P. Waghela

Shri Nilesh C. Mehta

AUDITORS :

M/s. Chandan Parmar & Co.

Chartered Accountants

Alli Chambers, Ground Floor,

Homi Modi 2nd Cross Lane,

Fort, Mumbai 400023.

BANKERS :

Corporation Bank

REGISTERED OFFICE :

139, Seksaria Chambers,

2nd Floor, N. M. Road,

Fort, Mumbai - 400 023

NOTICE

Notice is hereby given that the 27th Annual General Meeting of the Shareholders of SANKET INTERNATIONAL LIMITED, will be held on Friday, the 28th September 2012, at 2.00 p.m. at the Registered Office of the Company at 139, Seksaria Chambers, 2nd Floor, N.M. Road, Fort, Mumbai-400 023 to transact the following business:

AS ORDINARY BUSINESS:-

- 1) To receive, consider and adopt the Directors' Report, the Audited Financial Statements including Profit and Loss account for the year ended 31st March, 2012 and the Balance Sheet as at that date and the Auditor's Report thereon.
- 2) To appoint a Director in place of Shri Jignesh P. Waghela, who retires by rotation and being eligible, offers himself for reappointment.
- 3) To appoint Auditors, to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

**By Order of
the Board of Directors**

Place: Mumbai Haresh V. Sutaria

Dated: 30th May, 2012

Director

NOTES FOR MEMBERS' ATTENTION:

- 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 AND THE PROXY NEED NOT BE A MEMBER. THE INSTRUMENT APPOINTING A PROXY TO BE VALID MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
- 2) The Register of Members and the Share Transfer Book of the Company will remain closed from Saturday 22nd September, 2012 to Friday 28th September, 2012 (both days inclusive).
- 3) The members are requested to:
 - a) bring their copy of Annual Report at the Annual General Meeting.
 - b) notify immediately change in their address, if any to the Company quoting their Folio Numbers.
 - c) to write to the Company at least 7 days in advance, those desiring any information regarding accounts of the Company, so as to enable the management to keep the information ready.
- 4) The Equity Shares of the Company are listed at the Stock Exchange, Mumbai.

By Order of the Board of Directors

Place: Mumbai Haresh V. Sutaria

Dated: 30th May, 2012

Director

DIRECTORS' REPORT

To
The Members,
Sanket International Limited.

Your Directors present their 27th Annual Report and the Audited Annual Accounts for the year ended 31st March, 2012.

1) Financial Results & Operations:

During the year under review your company has made a profit before tax of Rs.37,22,613/- (Previous year's profit before tax of Rs.20,37,081/-).

2) Dividend:

In view of inadequate profit, your Directors do not recommend any dividend.

3) Public Deposit:

The company has not invited/accepted any deposit from the Public during the year under review.

4) Requirement under Section 217(1) (e) of the Companies Act, 1956:

Information as per Section 217(1)(e) read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 regarding conservation of energy, technology absorption are not applicable to the Company. There were no foreign exchange earnings and outgo during the current period.

5) Personnel:

The Company does not have any employee drawing remuneration as stipulated under section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975.

6) Directors:

Shri Jignesh P. Waghela, Director retires by rotation from the Board and being eligible, offers himself for reappointment. The above appointments require approval of the Shareholders. The Board recommends their reappointment.

7) Auditors:

The retiring auditors M/s. Chandan Parmar & Co., Chartered Accountants have shown their willingness for reappointment as Auditors for the next year.

8) Director's Responsibility Statement:

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

- i) That in the preparation of accounts for the financial year ended 31-03-2012; the applicable Accounting Standards have been followed,
- ii) That the Directors have selected such accounting policies and applied them consistently and made judgment 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 and loss of the Company for the year under review,
- iii) That 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.
- iv) That the Directors have prepared the accounts for the year ended 31st March 2012, on a "Going Concern" basis.

Note: Notes given in the notes forming part of accounts are self-explanatory; therefore it does not require any explanation from the Board.

By Order of the Board of Directors

Place: Mumbai

Haresh V. Sutaria

Dated: 30th May, 2012

Chairman

AUDITOR'S REPORT

To
The Members,
Sanket International Limited

1. We have audited the attached Balance Sheet of "SANKET INTERNATIONAL LIMITED" MUMBAI as at 31st March, 2012 and also the Profit and Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

3. 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, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order to the extent applicable to the company.

4. Further to our comments in the Annexure referred to above, we report that:

- i) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- ii) In our opinion, proper books of account as required by law have been kept by the

Company so far as appears from our examination of those books;

iii) The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;

iv) In our opinion, the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956;

v) On the basis of written representations received from the directors as on 31st March, 2012 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2012 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;

vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with notes thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2012;

b) in the case of the Profit and Loss Account, of the profit for the year ended on that date; and

c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

FOR CHANDAN PARMAR & CO.
Chartered Accountants
ICAI FRN No. 101662W

Place : Mumbai
Date : 30th May, 2012

(Deepak H. Padachh)
Partner
Membership No. 45741

ANNEXURE TO THE AUDITOR'S REPORT

Referred to in Paragraph 3 of our report of even date

[i] (a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) These fixed assets have been physically verified by the management at reasonable intervals during the year and no material discrepancies were noticed on such verification.

[ii] (a) As informed to us, the inventory in the company's possession has been physically verified at reasonable intervals during the year by the management. In respect of inventory of shares lying with depository participants, the statements obtained from them have been verified at reasonable intervals.

(b) In our opinion and according to the information and explanation given to us, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.

(c) In our opinion, the company is maintaining proper records of inventory and no discrepancies were noticed on such physical verification.

[iii] The company has neither granted nor taken any loans, secured or unsecured, to/from the companies, firms or other parties covered in the register maintained u/s. 301 of the Companies Act, 1956. Accordingly, clause 4(iii) of the order is not applicable.

[iv] In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its

business, for the purchase of inventory and fixed assets and for the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system of the company.

[v] In our opinion and according to the information and explanations given to us, there are no contracts or arrangements that need to be entered into the register maintained under section 301 of the Companies Act, 1956.

[vi] The company has not accepted any deposits from the public during the year.

[vii] The company does not have an internal audit system.

[viii] As informed to us, maintenance of cost records has not been prescribed by the Central Government u/s. 209(1)(d) of the Companies Act, 1956 in respect of the activities carried on by the company.

[ix] (a) In our opinion and according to the information and explanations given to us, the company has generally been regular in depositing with the appropriate authorities the undisputed statutory dues applicable to it. As informed to us, there were no arrears of outstanding undisputed statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.

(b) According to information and explanations given to us, there are no dues of income tax, sales tax, service tax, custom duty, wealth tax, excise duty, cess which have not been deposited on account of any dispute.

[x] The company neither has accumulated losses as at 31st March, 2012 nor has it incurred cash losses during the financial year ended on that date and in the immediately preceding financial year.

[xi] According to the information and explanations provided to us, the company does not have any borrowing by way of debentures, loans from the bank or financial institution. Accordingly, clause 4(xi) of the order is not applicable.

[xii] According to the information and explanations given to us, the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Accordingly, clause 4(xii) of the Order is not applicable.

[xiii] The company is not a chit fund or a nidhi/mutual benefit fund or a society. Accordingly, clause 4(xiii) of the Order is not applicable.

[xiv] According to the information and explanations given to us, in our opinion, the company has maintained proper records of the transactions and contracts in respect of trading in shares and securities and timely entries have been made therein. All the shares have been held by the company in its own name except to the extent of the exemption granted under section 49 of the Companies Act, 1956.

[xv] According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions. Accordingly, clause 4(xv) of the Order is not applicable.

[xvi] According to the information and explanation given to us, the company has not borrowed any term loans during the year. Accordingly, clause 4(xvi) of the order is not applicable.

[xvii] According to the information and explanation given to us and on an overall examination of the balance sheet of the company, in our opinion, the funds raised on short term basis have not been used for long term investment.

[xviii] The company has not made any preferential allotment of shares during the year. Accordingly, clause 4(xviii) of the order is not applicable.

[xix] The company has not issued any debentures. Accordingly, clause 4(xix) of the Order is not applicable.

[xx] The company has not raised any money by public issues during the year. Accordingly, clause 4(xx) of the Order is not applicable.

[xxi] According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

FOR CHANDAN PARMAR & CO.
Chartered Accountants
ICAI FRN No. 101662W

Place : Mumbai (Deepak H. Padachh)

Date : 30th May, 2012 Partner

Membership No. 45741

BALANCE SHEET AS AT 31ST MARCH, 2012

	Note No.	AS AT 31/03/2012 (Rupees)	AS AT 31/03/2011 (Rupees)
I <u>EQUITY AND LIABILITIES</u>			
1) <u>Shareholders' Funds :</u>			
(a) Share Capital	1	23,950,000	23,950,000
(b) Reserves & Surplus	2	57,218,906	54,764,576
		81,168,906	78,714,576
2) <u>Current Liabilities</u>			
(a) Trade payables	3	5,409,251	3,934,843
(b) Other current liabilities	4	36,756,595	38,917,612
(c) Short-term provisions	5	834,589	408,885
		43,000,435	43,261,340
T o t a l		124,169,341	121,975,916
II <u>ASSETS</u>			
1) <u>Non-current Assets</u>			
(a) Fixed Assets :			
(i) Tangible assets	6	538,823	5,673
(b) Non-current investments	7	4,305,000	4,305,000
(c) Deferred tax asset (Net)	8	148,211	147,726
(d) Long-term loans & advances	9	30,904,961	21,280,760
		35,896,995	25,739,159
2) <u>Current Assets</u>			
(a) Inventories	10	54,367,362	40,961,298
(b) Trade receivables	11	-	-
(c) Cash and cash equivalents	12	27,380,069	29,767,893
(d) Short-term loans and advances	13	6,265,450	25,034,100
(e) Other current assets	14	259,465	473,466
		88,272,346	96,236,757
T o t a l		124,169,341	121,975,916

Significant Accounting Policies
Notes on Financial Statements
As per our report of even date

1 to 25

On behalf of the Board

For CHANDAN PARMAR & CO.,
Chartered Accountants

Haresh V. Sutaria
Whole-time Director

(Deepak H. Padachh)
Partner

Jignesh P. Waghela
Director

Membership No.45741
Place :MUMBAI
Date : 30-05-2012

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2012

	Note No.	2011-12 (Rupees)	2010-11 (Rupees)
<u>Income</u>			
I Revenue from Operations	15	4,345,394	2,443,293
II Other Income	16	15,152	10,149
III Total Revenue (I + II)		4,360,546	2,453,442
<u>IV Expenses :</u>			
Construction Expenses	17	13,445,177	3,306,496
Changes in inventories of construction WIP and stock-in-trade	18	(13,406,064)	(3,209,769)
Employee benefits expenses	19	29,401	29,636
Depreciation		31,975	-
Other Expenses	20	537,444	289,999
Total Expenses		637,932	416,362
V Profit before tax (III - IV)		3,722,613	2,037,081
<u>VI Tax Expense :</u>			
Current Tax		1,268,619	653,214
Deferred Tax		(485)	75
Fringe Benefit Tax		150	-
		1,268,284	653,290
VII Profit for the year (V-VI)		2,454,330	1,383,791
Earnings per share - Basic & Diluted	21	1.02	0.58

Significant Accounting Policies**Notes on Financial Statements****1 to 25****As per our report of even date****On behalf of the Board**

For CHANDAN PARMAR & CO.,
Chartered Accountants

Haresh V. Sutaria
Whole-time Director

(Deepak H. Padachh)**Partner****Membership No.45741****Place :MUMBAI**

Jignesh P. Waghela
Director

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2012		
	(Rs. '000)	
Particulars	2011-12	2010-11
	Rs.	Rs.
A. <u>Cash Flow from Operating Activities</u>		
Net Profit before tax	3,723	2,037
<u>Adjustment for :</u>		
Depreciation	32	-
Preliminary/ Amalgamation Expenses w/off	224	14
Operating Profit before Working Capital Changes	3,979	2,051
Less : Income Tax Paid	843	272
Operating Profit before Working Capital Changes	3,136	1,780
<u>Adjustment for :</u>		
(Increase)/Decrease in Inventories	(13,406)	(3,210)
(Increase)/Decrease in Other Current Assets	(10)	(249)
(Increase)/Decrease in Loans & Advances	9,144	7,025
Increase/(Decrease) in Other current liabilities	(2,161)	-
Increase/(Decrease) in Trade payables	1,474	29,360
	(4,959)	32,925
Net Cash Flow from Operations (A)	(1,823)	34,705
B. <u>Cash Flow from Investing Activities :</u>		
Purchase of Fixed Assets	(565)	-
Net Cash Flow from Investing Activities (B)	(565)	-
C. <u>Cash Flow from Financing Activities</u>		
Proceeds from /(Repayment of) Unsecured Borrowings	-	(5,000)
Net Cash Flow from Financing Activities (C)	-	(5,000)
Net (Decrease)/Increase in Cash and Cash Equivalents (A+B+C)	(2,388)	29,705
Opening Cash and Cash Equivalents	29,768	63
Closing Cash and Cash Equivalents	27,380	29,768
	(2,388)	29,705

As per our report of even date
For **CHANDAN PARMAR & CO.,**
Chartered Accountants

On behalf of the Board

Haresh V. Sutaria
Whole-time Director

(Deepak H. Padachh)
Partner
Membership No.45741
Place :MUMBAI
Date : 30-05-2012

Jignesh P. Waghela
Director

SANKET INTERNATIONAL LIMITED**SIGNIFICANT ACCOUNTING POLICIES****31-03-2012****i) Basis of Accounting**

The financial statements are prepared on historical cost convention on accrual basis in accordance with the generally accepted accounting principles in India and the provisions of the Companies Act, 1956.

ii) Fixed Assets

Fixed Assets are stated at cost less accumulated depreciation.

iii) Depreciation

Depreciation on Fixed Assets is provided on written down value method at the rates specified in Schedule XIV to the Companies Act, 1956 on prorata basis.

iv) Investments

Long Term Investments are stated at cost.

v) Inventories

Shares and Securities held as Stock-in-trade are valued at cost or market price, whichever is lower. Plots of land held as Stock-in-trade are valued at cost. Construction work in progress is valued at cost.

vi) Revenue Recognition

Revenue is recognized to the extent it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

vii) Taxation

Tax expenses comprise current tax and deferred tax charge/credit. The deferred tax charge/credit is recognized using current tax rates. Deferred tax assets/liabilities are reviewed at each Balance sheet date.

viii) Miscellaneous Expenditure

Preliminary Expenses are amortized over a period of 10 years.

ix) Provisions, Contingent Liabilities and Contingent Assets

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

x) Impairment of Assets

The Company assesses at each Balance Sheet date whether there is any indication that any assets may be impaired. If any such indication exists, the Company estimates the recoverable amount of the assets. If such recoverable amount of the assets or the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. If at the Balance Sheet there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

Notes on Financial Statements for the year ended 31st March, 2012

	AS AT 31/03/2012 (Rupees)	AS AT 31/03/2011 (Rupees)
1		
<u>SHARE CAPITAL</u>		
<u>AUTHORISED :</u>		
25,00,000 Equity Shares of Rs. 10/- each	25,000,000	25,000,000
	25,000,000	25,000,000
<u>ISSUED & SUBSCRIBED</u>		
23,95,000 Equity Shares of Rs. 10/- each fully paid-up.	23,950,000	23,950,000
	23,950,000	23,950,000
1.2		
The reconciliation of the number of shares outstanding is set out below :		
Equity Shares at the beginning of the year	2,395,000	2,395,000
Equity Shares at the end of the year	2,395,000	2,395,000
2		
<u>RESERVES AND SURPLUS</u>		
Securities Premium Reserve		
As per last Balance Sheet	40,250,000	40,250,000
Surplus as per Statement of Profit & Loss		
As per last Balance Sheet	14,514,576	13,130,785
Add : Profit for the year	2,454,330	1,383,791
	16,968,906	14,514,576
	57,218,906	54,764,576
3		
<u>TRADE PAYABLES</u>		
Trade payables	5,409,251	3,934,843
	5,409,251	3,934,843
4		
<u>OTHER CURRENT LIABILITIES</u>		
Booking Advance Against Flat	36,708,750	38,902,500
Other Payables	47,845	15,112
	36,756,595	38,917,612
5		
<u>SHORT-TERM PROVISIONS</u>		
For Income Tax (less tax paid)	834,589	408,885
	834,589	408,885

6. TANGIBLE ASSETS :

	GROSS BLOCK			DEPRECIATION			NET BLOCK	
Particulars	As at 01/04/2011	Additions	As at 31/03/2012	Upto 31/03/2011	For the year	Upto 31/03/2012	As at 31/03/2012	As at 31/03/2011
Furniture & Fixtures	-	487,125	487,125	-	28,596	28,596	458,529	-
Vehicle	35,715	-	35,715	33,929	-	33,929	1,786	1,786
Office Equipments	77,750	78,000	155,750	73,863	3,379	77,242	78,508	3,887
Total Current Year	113,465	565,125	678,590	107,792	31,975	139,767	538,823	5,673
Total Previous Year	113,465	-	113,465	107,792	-	107,792	5,673	5,673

	AS AT 31/03/2012 (Rupees)	AS AT 31/03/2011 (Rupees)
7 <u>NON- CURRENT INVESTMENTS</u>		
Other Investments - (Unquoted)		
4,920 Equity Shares of Royal Ceramics Industries Pvt Ltd. of Rs.10/- each	4,305,000	4,305,000
	4,305,000	4,305,000
8 <u>DEFERRED TAX ASSETS (NET)</u>		
Timing difference on account of depreciation	(864)	(1,349)
Provision for Bad Debts	149,075	149,075
Net Deferred Tax Assets	148,211	147,726
9 <u>LONG TERM LOANS & ADVANCES</u>		
(Unsecured, Considered Good)		
Other Loans & Advances	30,904,961	21,280,760
	30,904,961	21,280,760
10 <u>INVENTORIES</u>		
(As taken, valued and certified by the management)		
Construction WIP	42,131,137	28,685,960
Plots of Land	11,577,000	11,577,000
Stock-in-trade	659,225	698,338
	54,367,362	40,961,298
11 <u>TRADE RECEIVABLES</u>		
- (Unsecured, considered doubtful)		
-Outstanding for a period exceeding six months	482,444	482,444
Less: Provision	(482,444)	(482,444)
	-	-
12 <u>CASH & CASH EQUIVALENTS</u>		
Balances with banks	217,851	2,499,901
Cash on hand	52,745	29,149
Fixed deposits with banks	27,109,473	27,238,843
	27,380,069	29,767,893
12.1 Fixed deposits with banks include deposits of Rs. 2,71,09,473/- (Previous year Rs. 2,72,38,843/-) with maturity of more than 12 months.		
13 <u>SHORT TERM LOANS & ADVANCES</u>		
(unsecured, considered good)		
Advances recoverable in cash or kind or value to be received	6,265,450	25,034,100
	6,265,450	25,034,100

		AS AT 31/03/2012 (Rupees)	AS AT 31/03/2011 (Rupees)
14	<u>OTHER CURRENT ASSETS :</u>		
a)	Interest accrued on bank deposits	259,465	249,334
b)	<u>Unamortised Expenses</u>		
i)	<u>Preliminary Expenses</u>		
	As per last Balance Sheet	5,545	19,837
	Less: Written Off	(5,545)	(14,292)
		-	5,545
ii)	<u>Amalgamation Expenses</u>		
	As per last Balance Sheet	218,587	191,012
	Add: Incurred during the year	-	27,575
	Less: Written Off	(218,587)	-
		-	218,587
		259,465	473,466
15	<u>REVENUE FROM OPERATIONS</u>	4,345,394	2,443,293
	Interest Income	4,345,394	2,443,293
16	<u>OTHER INCOME :</u>	15,152	10,149
	Dividend	15,152	10,149
17	<u>Construction Expenses</u>	1,161,555	-
	Building Materials	69,000	830,730
	Bank commission & charges	2,497,029	978,237
	Consultancy charges	777,905	-
	Electricity Expenses	194,911	-
	Hiring Charges	3,185,871	-
	Labour Charges	3,767,760	22,000
	Rates & Fees	1,720,680	1,475,529
	Security Charges	35,222	-
	Pest Control Charges	23,066	-
	Water Charges	12,177	-
	Workman Compensation Insurance	13,445,177	3,306,496
18	<u>CHANGES IN INVENTORIES OF CONSTRUCTION WIP & STOCK-IN-TRADE</u>		
	Opening Stock :	698,338	791,791
	Stock of shares	11,577,000	11,577,000
	Plots of land	28,685,960	25,382,738
	Construction work in progress	40,961,298	37,751,529
	Closing Stock :	659,225	698,338
	Stock of shares	11,577,000	11,577,000
	Plots of land	42,131,137	28,685,960
	Construction work in progress	54,367,362	40,961,298
		(13,406,064)	(3,209,769)

	AS AT 31/03/2012 (Rupees)	AS AT 31/03/2011 (Rupees)
19 EMPLOYEE BENEFITS EXPENSES	24,000	24,000
Salaries and Wages	5,401	5,636
Employees Welfare Expenses	29,401	29,636
20 Other Expenses:		
Advertisement Expenses	45,180	39,226
Conveyance & Travelling	5,431	5,549
Demat Charges	552	552
Share processing/custodian charges	88,791	88,792
Legal & Professional Fees	18,428	1,103
Membership Fees	16,545	11,030
Professional Tax	2,500	5,813
Postage Expenses	12,844	11,454
General Expenses	24,370	14,090
Printing & Stationery	22,279	12,357
Bank Charges	9,409	-
Telephone Expenses	5,649	6,346
Vehicle Expenses	6,047	7,575
Interest on late payment of T D S	69	81
Interest on late payment of Income Tax	-	45
Payment to Auditors :		
- As Auditor	33,708	33,090
- For Taxation matters	-	11,030
- For Other matters	21,510	27,575
	55,218	71,695
Preliminary / Amalgamation expenses written off	224,132	14,292
	537,444	289,999

21. Earnings per Share:-

		Current Year	Previous Year
a)	Profit after Tax	24,54,330	13,83,791
b)	Weighted Average Number of Equity shares outstanding	23,95,000	23,95,000
c)	The nominal value per Equity Share	Rs. 10/-	Rs. 10/-
d)	Earnings per Share – Basic and Diluted	Rs. 1.02	Rs.0.58

22. The details of amount outstanding to Micro, Small and Medium Enterprises based on the information available with the Company are given below :-

	31-3-2012	31-3-2011
i) Principal amount remaining unpaid on	Nil	Nil
ii) Interest due thereon as on	Nil	Nil
iii) Interest paid by the Company in terms of Section 16 of Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the year.	Nil	Nil
iv) Interest due and payable for the period of delay in making payment (which have been paid but beyond the day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006.	Nil	Nil
v) Interest accrued and remaining unpaid as at	Nil	Nil
vi) Further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises.	Nil	Nil

23. Segment Reporting

The Company has disclosed and reported Business Segment as the primary segment. Segments have been identified taking into account the nature of the products, the differing risks and returns, the organizational structure and the internal business reporting system. Accordingly, the company has identified two reportable segments viz. Finance & Investments and Real Estate Development as the main business segments as per the Accounting Standard on “Segment Reporting” (AS-17) issued by The Institute of Chartered Accountants of India.

The company operates primarily in India and there is no other significant geographical segment.

Segment Revenue, Segment Results, Segment Assets and Segment Liabilities include the respective amounts identifiable to each of the segments as also amounts allocated on a reasonable basis. The income & expenses, which are not directly relatable to the business segment, are shown as unallocated corporate costs net of unallocable income. Similarly Assets and Liabilities that cannot be allocated between segments are shown as unallocated corporate assets and liabilities respectively.

	Particulars	Year ended 31-3-2012	Year ended 31-3-2011
1	Segment Revenue		
a.	Finance & Investment	23,06,934	9,92,023
b.	Real Estate Development	20,53,612	14,61,419
	Total	43,60,546	24,53,442
	Less : Inter Segment Revenue	Nil	Nil
	Net Sales/Income from Operations	43,60,546	24,53,442

2	Segment Results		
	Profit /(loss) before tax and Interest		
a.	Finance & Investment	22,67,269	8,98,018
b.	Real Estate Development	20,21,637	14,61,419
	Total	42,88,906	23,59,437
	Less : (i) Interest	Nil	Nil
	(ii)Other un-allocable expenditure net off un-allocable income	5,66,293	3,22,357
	Total Profit / (loss) Before Tax	37,22,613	20,37,081
3	Capital Employed		
	(Segment Assets - Segment Liabilities)		
a.	Finance & Investment	5,19,51,859	6,21,66,771
b.	Real Estate Development	2,96,83,004	1,41,16,116
	Add /(Less):- Unallocable Assets less Liabilities	(4,65,958)	24,31,689
	Total Capital Employed in the Company	<u>8,11,68,906</u>	<u>7,87,14,576</u>

24. Information on Related Party transactions as required by the Accounting Standard 18 "Related Party Disclosure" are given below :

1) Name of related parties and description of relationships :-

a) **Key Management Personnel**

- i) Haresh V Sutaria - Whole Time Director
ii) Jignesh Waghela - Director

2) Transactions during the year with related party and balance outstanding at the year end: Nil.

25. The previous year's figures are grouped / regrouped or arranged / rearranged wherever necessary to be in conformity with the revised schedule VI of the Companies Act.

As per our report of even date

For CHANDAN PARMAR & CO.
Chartered accountants

On Behalf of the Board

(Deepak H. Padachh)
Partner
Membership No.45741

Whole Time Director
Haresh V. Sutria

Director
Jignesh P. Waghela

PLACE : MUMBAI
DATE : 30-05-2012

SANKET INTERNATIONAL LIMITED

Regd.Office : 139, Seksaria Chambers, 2nd Floor, N.M.Road, Fort, Mumbai - 400 023

ATTENDANCE SLIP

(To be handed over at the entrance of the meeting Venue)

Reg. Folio No. / Client ID No. _____ No. of Shares Held _____ Name of
the Shareholder / Proxy _____

I hereby record my presence at the Twenty Seventh Annual General Meeting of the company held on Friday, 28th
September, 2012 at 2 p.m. at 139, Seksaria Chambers, 2nd Floor, N. M. Road, Fort, Mumbai - 400 023.

SIGNATURE OF THE SHAREHOLDER OR PROXY _____

NOTES : Shareholders / proxy holders are requested to bring the Attendance slip with them duly completed
when they come to the Meeting and hand it over at the gate after affixing their signature on it.

.....

FORM OF PROXY

(Code No. & Name of the shareholder / Joint holders & address as given on the envelope in BLOCK LETTERS to be furnished
below.)

I / WE _____
of _____ being a
member/members of **SANKET INTERNATIONAL LIMITED** hereby appoint _____
_____ of _____ or
failing him _____ of _____ as my /
our proxy to vote for me / us and on my / our behalf at the Annual General Meeting of the company to be held on Friday,
28th September, 2012 at 2.00 p. m. and at any adjournment thereof.

Signed this _____ day of _____ 2012.

Note : The proxy must be returned so as to
reach the Registered office of the
company not less than 48 hours before
the time for holding the aforesaid
Meeting.

Affix a
Revenue
stamp
Re. One

.....

Book - Post

To,

If undelivered, Pleas Return to,
SANKET INTERNATIONAL LIMITED
139, Seksaria Chambers, 2nd Floor,
N. M. Road, Fort, Mumbai - 400 023