

GAMMA INFOWAY EXALT LIMITED
BALANCE SHEET AS AT MARCH 31st, 2011

(Figures Rupees in Lacs)

(Figures Rupees in Lacs)

	Sch	As at		As at	
		Rs.	March 31st, 2011 Rs.	Rs.	March 31st, 2010 Rs.
SOURCES OF FUNDS					
Shareholders' funds					
Share capital	1	454.19		454.19	
Reserves and surplus	2	0.00		0.00	
			454.19		454.19
Loan funds					
Unsecured Loan	3		0.94		1.00
Total funds employed			455.13		455.19
APPLICATION OF FUNDS					
Fixed assets					
Gross block	4	124.92		124.92	
Depreciation		105.05		103.63	
Net block			19.87		21.29
Investments					
	5		-		-
Current assets, loans and advances					
Sundry debtors	6	73.42		165.75	
Sundry Deposits	7	0.02		0.02	
Cash and bank balances	8	1.68		1.93	
Loans and advances	9	167.64		166.52	
	(A)	242.75		334.23	
Less : Current liabilities and provisions (B)	10	33.65		124.95	
		33.65		124.95	
Net current assets (A-B)			209.10		209.27
Miscellaneous expenditure (to the extent not written off or adjusted)			-		-
PROFIT & LOSS A/c			226.15		224.63
Total funds utilised			455.13		455.19
Significant Accounting Policies & Notes To Accounts	15				

For & on behalf the Board
 For Gamma Infoway Exalt Ltd.

(Vijay N. Shah)
 Chairman & Managing Director




M. V. Shah
 (Meena V Shah)
 Director

GAMMA INFOWAY EXALT LTD


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

		(Figures Rupees in Lacs)	(Figures Rupees in Lacs)
		<u>For the year ended</u> <u>March 31st, 2011</u>	<u>For the year ended</u> <u>March 31st, 2010</u>
	Sch	Rs.	Rs.
INCOME			
Sales & Services	11	20.14	1,010.86
		20.14	1,010.86
EXPENDITURE			
Cost of Sales	12	15.54	1,000.90
Administrative, Selling & Distribution Exp	13	3.96	6.47
Employee Cost	14	0.73	2.47
Depreciation	4	1.41	1.53
		21.65	1,011.36
PROFIT / (LOSS)			
<u>Profit before taxation</u>		(1.51)	(0.50)
<u>Provision for taxation:</u>			
Current tax		-	-
Profit after taxation		(1.51)	(0.50)
Balance brought forward from previous year		(224.63)	(224.13)
Balance carried to balance sheet		(226.15)	(224.63)

For & on behalf the Board
For Gamma Infoway Exalt Ltd.


(Vijay N. Shah)
Chairman & Managing Director




(Meena V Shah)
Director

GAMMA INFOWAY EXALT LTD

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2011
PURSUANT TO CLAUSE 32 OF THE LISTING AGREEMENT

	2011-12 Rs.	2010-11 Rs.
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Loss before tax and extraordinary items		
ADJUSTMENTS FOR	(1.51)	(0.50)
Depreciation		
Operating profit before working capital changes	1.41	1.53
ADJUSTMENTS FOR WORKING CAPITAL CHANGES :	(0.10)	1.02
Trade and other receivables		
Inventory	92.33	(123.44)
Loans and Advances	-	-
Trade payables and other trade liabilities	(1.11)	(0.37)
Cash generated from/(used in) operations	(91.31)	123.58
Interest Paid	(0.08)	(0.23)
Net cash from/(used in) operating activities	-	-
	(0.18)	0.79
B CASH FLOW FROM INVESTING ACTIVITIES		
Loans Deposits		
Loans and Advances		
Payment of purchase of fixed assets		
Sale of Fixed Asset		
Net cash generated from / (used in) investing activities	-	-
C CASH FLOW FROM FINANCING ACTIVITIES		
Share Application Money		
Net Proceeds from borrowings *		
Fixed deposits placed (net)	(0.07)	(0.06)
Net cash (used in) / generated from financing activities	-	-
	(0.07)	(0.06)
Net (decrease) / increase in cash and cash equivalents (A+B+C)	(0.25)	0.73
Cash and cash equivalents - Opening balance	1.93	1.19
Cash and cash equivalents - Closing balance	1.68	1.93
Net increase/(decrease) as disclosed above	(0.25)	0.74

* Proceeds from long term & other borrowings are shown net of repayments

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS ARE GIVEN IN SCHEDULE '15'

For and on behalf of the
Board of directors
Gamma Infoway Exalt Ltd.

A. Ashraf
MANAGING DIRECTOR



GAMMA INFOWAY EXALT LTD

(Figures Rupees in Lacs)

	As at March 31st, 2011	As at March 31st, 2010
SCHEDULE - 1 : SHARE CAPITAL		
Authorised: 50,00,000 Equity shares of Rs.10 each	500.00	500.00
Issued Capital 49,42,400 Equity shares of Rs.10 each,	494.24	494.24
	494.24	494.24
Issued, subscribed and paid-up 49,42,400 Equity shares of Rs.10 each, Less : Calls in arrears	494.24 (40.05)	494.24 (40.05)
	454.19	454.19
SCHEDULE - 2 : RESERVES & SURPLUS		
Share Premium	0.00	0.00
	0.00	0.00
SCHEDULE - 3 : Unsecured Loans		
From Others	0.94	1.00
	0.94	1.00
SCHEDULE - 5 : Investments		
	0.00	0.00
	0.00	0.00
SCHEDULE - 6 : SUNDRY DEBTORS (Unsecured, considered good, unless otherwise stated) Outstanding for a period exceeding six months		
Advance to suppliers	20.30	130.81
	53.12	34.94
	73.42	165.75
SCHEDULE - 7 : Sundry Deposits		
Deposits with MTNL	0.02	0.02
	0.02	0.02
SCHEDULE - 8 : CASH & BANK BALANCES		
Cash on hand	1.66	1.38
Balance with scheduled banks:	0.02	0.56
	1.68	1.94
	1.70	2.50
SCHEDULE - 9 : LOANS AND ADVANCES (Unsecured, considered good, unless otherwise stated) Advance recoverable in cash or in kind or for Value to be received		
Duties and Taxes	167.26	166.17
	0.38	0.36
	167.64	166.52
SCHEDULE - 10 : CURRENT LAIBILITIES		
Sundry creditors	32.10	123.41
Other Current Liabilities	1.54	1.54
	33.65	124.95



GAMMA INFOWAY EXALT LTD

SCHEDULE - 4 : FIXED ASSETS

Description of assets	Rate of Depreciation	GROSS BLOCK (AT COST)			DEPRECIATION			NET BLOCK			
		As at 01/04/2010 Rs.	Additions during the year Rs.	Deductions Adjustments Rs.	As at 31/03/2011 Rs.	Upto 31/03/2010 Rs.	For the Year Rs.	Deductions/ Adjustments Rs.	Upto 31/03/2011 Rs.	As at 31/03/2011 Rs.	As at 31/03/2010 Rs.
Office Equipments	4.75%	4.06	-	-	4.06	2.76	0.06	-	2.83	1.23	1.30
Computer	16.21%	52.25	-	-	52.25	51.25	0.16	-	51.41	0.84	1.00
Furniture & Fixtures	6.33%	36.77	-	-	36.77	28.34	0.53	-	28.87	7.90	8.43
EPABX	4.75%	1.24	-	-	1.24	0.88	0.02	-	0.90	0.34	0.36
Air Conditioner	4.75%	4.33	-	-	4.33	2.68	0.08	-	2.76	1.57	1.65
Fax	4.75%	5.25	-	-	5.25	3.69	0.07	-	3.76	1.49	1.56
Plant & Machinery	7.07%	16.89	-	-	16.89	11.04	0.41	-	11.45	5.44	5.85
Electrical Fittings	6.33%	4.13	-	-	4.13	3.00	0.07	-	3.07	1.06	1.13
Total		124.92	-	-	124.92	103.63	1.41	-	105.05	19.87	21.29
Previous Year		124.92	-	-	124.92	102.11	1.53	-	103.63	21.29	22.81



GAMMA INFOWAY EXALT LTD

	<u>For the Year Ended</u> <u>March 31st 2011</u> Rs.	<u>For the Year Ended</u> <u>March 31st, 2010</u> Rs.
SCHEDULE - 11		
Sale & Service Charges Received	20.14	1,010.86
	<u>20.14</u>	<u>1,010.86</u>
SCHEDULE - 12		
Cost of Sales	15.54	
Purchases during the year	15.54	1,000.90
	<u>15.54</u>	<u>1,000.90</u>
SCHEDULE - 13		
Administrative , Selling & Distribution Expenses		
Advertisement expenses	0.18	0.28
Auditor's Remuneration	0.51	1.00
Bank Charges & Interest	0.04	0.12
Business Promotion	0.22	0.47
Conveyance Expenses	0.09	0.15
Directors Remuneration	1.20	1.20
Electricity Expenses	0.55	0.69
Interest on Loan	0.06	0.19
Legal & Professional Fees	0.23	0.59
Listing Fees	0.06	0.12
Other Office Expenses	0.39	0.70
Printing & Stationery	0.18	0.37
Repairs & Maintenance	0.03	0.13
Registration Charges	-	0.12
Telephone Expenses	0.23	0.35
	<u>3.96</u>	<u>6.47</u>
SCHEDULE - 14		
EMPLOYEES' REMUNERATION AND BENEFITS		
Payment to Employees	0.57	2.42
Staff Welfare	0.16	0.05
	<u>0.73</u>	<u>2.47</u>



GAMMA INFOWAY EXALT LTD

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

(As per GSR No. 388(E) [F No. 3/24/94-CLV] dated 15/05/1995)

I. Registration Details

Registration No : 11-52028 State Code: 11
Balance Sheet Date : 31/03/2010

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

Public Issue : Nil
Rights Issue : Nil
Bonus Issue : Nil
Private Placement : Nil

III. Position of Mobilization and Deployment of Funds

(Amount in Rs. Lacs)
Total Liabilities : 488.78
Total Assets : 488.80

Sources of Funds

Paid-up Capital : 454.19
Reserves & Surplus : 0.00
Share application money : Nil
Secured Loans : 0
Unsecured Loans : 0.94
Deferred tax liability (net) : Nil

Application of Funds

Net Fixed Assets : 19.87
Investments : Nil
Deferred tax assets(net) : Nil
Net Current Assets : 209.13
Miscellaneous expenditure : Nil

IV. Performance of Company (Amount in Rs. Lacs)

Turnover (including other income) : 20.14
Total Expenditure : 21.65
Profit before tax : (1.51)
Profit after tax : (1.51)
Basic and diluted earning per share in Rs : (0.01) (Face value Rs. 10 each)

Dividend rate : Nil

V. Generic Names of Three Principal Products / Services of the Company : (As per monetary terms)

Item Code No (ITC Code) : Not applicable
Service Description : Dealing in Tele -Communication Devices

For & On Behalf of Board of Directors
Gamma Infoway Exalt Ltd.

(Managing Director)



(Director)

@rohan *M.V. Shah*

GAMMA INFOWAYS EXUALT LTD.

SCHEDULE '15'

SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE ACCOUNTS

1. Significant Accounting Policies:

a) Accounting convention:

The financial statements have been prepared in compliance with all material aspects of the Accounting Standards prescribed in the Companies (Accounting Standards) Rules, 2006 issued by the Central Government, to the extent applicable and in accordance with the relevant provisions of the Companies Act, 1956.

The financial statements are prepared on the basis of historical cost convention, and on the accounting principle of a going concern.

The Company follows mercantile system of accounting and recognizes income and expenditure on accrual basis except those with significant uncertainties.

b) Use of estimates:

The presentation of financial statements in conformity with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affects the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of financial statements and reported amounts of revenue and expenses for that year. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively.

c) Fixed assets:

Fixed assets are stated at cost less accumulated depreciation. Cost includes all cost incidental to acquisition, installation, commissioning, pre-operative expenses allocated to such assets.

d) Depreciation:

- i. Depreciation on fixed assets has been provided on straight-line method at the rates and in the manner specified in Schedule XIV to the Companies Act, 1956.
- ii. Fixed assets whose actual cost does not exceed Rs.5,000 or less are depreciated fully in the year of acquisition

f) Foreign currency transactions:

Foreign currency transactions are recorded at the exchange rates prevailing on the date of such transactions. Monetary assets and liabilities as at the Balance Sheet date are translated at the rates of exchange prevailing at the date of the Balance Sheet.

g) Borrowing cost:

Borrowing cost attributable to the acquisition and construction of qualifying assets up to the date of such acquisition or construction are capitalised as part of the cost



of respective assets. Other borrowing costs are charged to revenue in the period in which they are incurred.

h) Revenue recognition:

Income arising on account dealing in Tele communication equipments is accounted on the accrual basis.

i) Retirement benefits:

No provision is made for present liability or future payment of gratuity. In the opinion of the management the same is not applicable to the company

o) Provisions, contingent liability and contingent assets:

The Company creates a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation.

2. Contingent Liability at the year end amounts to Nil.

3. Sundry Debtors aggregating to Rs 58.90 Lacs (PY 165.75 Lacs) have been considered 'good', though the same are outstanding for a considerable period of time. No provision has been made against these amounts as the management expects that the same would be recovered in due course of time and that no provision is required to be made at this stage.

4. The Company has not received any information from its suppliers regarding registration under 'The Micro, Small and Medium Enterprises Development Act, 2006.' Hence, the information required to be given in accordance with Section 22 of the said Act, is not ascertained and not disclosed.

5. Remuneration to Directors (Rs in Lacs)

	<u>2010-11</u>	<u>2009-10</u>
Directors Salary	1.20	1.20

6. Remuneration to Auditors (Rs in Lacs)

	<u>2010-11</u>	<u>2009-10</u>
As Audit Fees	--	0.75
As Tax Audit	--	0.15
As Tax Advisory	--	0.10
As Service Tax	--	0.10

7. **Related party disclosure:**

The related party relationships have been determined on the basis of the requirements of the Accounting Standard (AS)-18 'Related Party Disclosures' issued by the Institute of Chartered Accountants of India.

List of Related parties with whom transactions have taken place during the year :

1. **Subsidiaries:**

N.A.

2. **Associates:**

Diviyoni Investments Pvt Ltd.

3. **Key Managerial Personnel:**



- a) ShriP - Vijay Shah - Managing Director
b) Mrs - Meena V Shah - Director
c) Mrs - Jyoti Dedhia - Director

i. Transactions with related parties:

The relationships as mentioned above pertain to those related parties with whom transactions have taken place during the year.

(Figures in Rs Lakhs)

Particulars	Associate Concern	Subsidiaries	Key Management Personnel and relatives
Equity Share Capital	--	--	--
a) Issued During the year	(-)	(-)	(-)
Loans & Advances	167.64 (166.17)	-- (-)	-- (-)
Current Liabilities	1.54 (1.37)	-- (-)	-- (-)
Expenditure	-- (-)	-- (-)	-- (-)
Receivable	-- (-)	-- (-)	-- (-)
Payable	-- (-)	-- (-)	-- (-)

Figures in bracket pertains to previous year

8. Deferred tax assets / liabilities (net)

In view of the uncertainty regarding the extent to which the Unabsorbed Business Loss of previous years could be set off in subsequent year's business profit, as a prudent measure Deferred tax asset as on 31/03/2011 has been recognized as Rs Nil.(PY Rs Nil)

9. Previous year's figures have been rearranged or regrouped, wherever considered necessary.

Signature to Schedule '1' to '15'

On behalf of the Board of Directors

  M. V. Shah
Managing Director Director



Gamma Infoway Exalt Limited

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DIRECTORS REPORT

Your Directors have pleasure in submitting to the Shareholders their Annual Report on the Affairs of the Company for the year ended 31st March, 2011 together with the Audited Statements of Accounts.

FINANCIAL RESULTS:

During the year ended 31st March 2011 the company had made a Net Loss of Rs. 1.69 lacs after taxation.

DIVIDEND:

In view to further strengthen the financial position of the company directors have decided against declaring dividend.

PARTICULARS OF EMPOLYEES:

During the period under review, relations with the employees have been cordial; none of the employees are in receipt of remuneration in excess of the limits specified in Section 217 (2A) of the Companies Act, 1956.

DIRECTORS RESPONSIBILITY STATEMENT:

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

- I) That in preparation of annual accounts for the financial year ended 31st March 2011 the applicable accounting standards have been followed along with proper explanation relating to material departures.
- II) That the directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give true and fair view of the state of affairs at the end of the financial year and of the profits of the company for the year under review.
- III) That the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with Companies Act, 1956.
- IV) Safeguarding the assets of the company and preventing fraud and other irregularities.
- V) That the directors had prepared the accounts for the financial year ended 31st March, 2011 on a 'going concern' basis.

Gamma Infoway Exalt Limited

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AUDITORS:

The Company's existing auditors i.e. M/s Snehal & Associates have tendered their resignation and the same has been accepted. The company is yet to appoint the auditors for the subsequent financial year.

ENVIRONMENTAL PROTECTION & CONSERVATION OF ENERGY:

The requirement of Section 217 (l) (e) of the Companies Act, 1956 read with the Companies (Disclosure of particulars in the report of the Board of Directors) Rules, 1988, the information regarding conservation of energy, technology, absorption and foreign exchange earnings are not applicable to the Company.

FOREIGN EXCHANGE EARNINGS: NIL

EMPLOYEES:

None of the employees were drawing a Salary of Rs. 60,00,000/- or more per annum, if employed throughout the year or Rs. 5,00,000/- or more per month, if employed for part of the year.

FIXED DEPOSITS

Your company has not accepted any deposits during the year.

ACKNOWLEDGEMENT:

The Directors are grateful to the suppliers, employees, valued customers and above all to the esteemed members of the Company for their continued support and valuable co-operation.

For and on behalf of the Board
GAMMA INFOWAYS EXUALT LIMITED



(VIJAY N. SHAH)
CHAIRMAN

Place : Mumbai.

Dated : 8/8/2011