



NOTICE

Notice under Regulation no. 23 of General Regulations of the Corporation is hereby given that the 50th Annual General Meeting of the shareholders of the Corporation will be held on **Thursday, the 2nd December, 2010 at 4.00 P.M. in the office of the Chairman at Head Office at Udyog Bhavan, Block No. 10, 1st Floor, Sector-11, Gandhinagar-382 017** to transact the following business :

- (i) To receive, consider and adopt the Profit and Loss Account and Balance Sheet of the Corporation for the year ended 31st March, 2010 along with Auditor's Report thereon and the report of the Board of Directors.
- (ii) To appoint M/s. Mahendra N Shah & Co. Chartered Accountants, Ahmedabad as Auditors of the Corporation to hold office from the conclusion of this Annual General Meeting till the conclusion of next Annual General Meeting as recommended by RBI and to fix their remuneration.

Note :

1. A shareholder shall be entitled for one vote for each share held by him for the whole period of six months prior to the date of 50th Annual General Meeting.
2. **A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and such proxy need not be a member of the Corporation.**
3. The instrument(s) appointing proxy, if any, shall be delivered at the Head Office of the Corporation not less than seven clear days before the date fixed for the meeting.
4. Pursuant to Regulation 12 of the GSFC General Regulations, the Register of Members and Share Transfer Books will remain closed from 30.11.2010 to 02.12.2010 (both days inclusive).
5. Shareholders desirous of having any information are requested to send their queries to the Corporation at least seven days before the date of the meeting so that the requisite information is made available at the meeting.
6. Shareholders are requested to bring their copies of Annual Report to the Annual General Meeting.

By order of the Board of Directors,

Place : Gandhinagar
Date : 18-10-2010

(ARVIND AGARWAL)
MANAGING DIRECTOR



DIRECTOR'S REPORT

To the Members,

Your Directors present the 50th Annual Report of the Corporation together with the audited statements of Accounts for the year ended 31st March 2010.

1.0 Economy :

The Indian Economy has been able to recover faster than its peers due to the combined and timely efforts of Government of India and Reserve Bank of India. The GDP growth in Financial Year 2009-10 is expected to be between 7.2% and 7.5% as against 6.7% for the financial year 2008-09. As per RBI's Annual Monetary and Credit policy announced on 20th April 2010, Indian economy is expected to grow by 8% in 2010-11. The sustained growth may as well be attributed to dynamic commercial sector, active capital market, acceleration in GDP growth, turnaround in exports, strong recovery in industrial production especially in manufacturing, services sectors, revival of stock market activities, revival in capital inflows and indications of positive corporate sales leading to signs of improved profitability and credit growth. In a nut-shell, the year 2009-10 is characterized by soft interest rate scenario, abundant liquidity but rising inflationary pressure. The challenge before Indian economy is thus to adopt such policy measures which would strike a balance between controlling rising inflation and maintaining growth with stability.

2.0 Operational Results/Financial Highlights :

Corporation continued to stop lending and disbursement, which were its main business activities. Corporation made concerted efforts to dispose off units under possession. During the year under report, an amount of Rs. 11.29 crore was realized from sale of units/assets as against the realized amount of Rs.24.82 crore during 2008-09.

Corporation once again introduced a 'One Time Settlement Scheme' during the year for accelerated recovery of over dues from its loanees. During the year, an amount of Rs.21.69 crore was realized under the OTS Scheme. During the year under review, as against the total income of Rs.55.45 crore, the total expenditure was Rs.184.83 crore resulting into a net loss of Rs.129.38 crore. The accumulated loss as on balance sheet date is of Rs.1548.58 crore.

3.0 Resources/Financial Restructuring :

State Government has continued to extend financial support to the Corporation. During the year under report, State Government provided an assistance of Rs.20.00 crore which was utilised for repayment of dues of Bonds guaranteed by the State Government. The outstanding Government guaranteed bonds as on 31/03/2010 was Rs.18.98 crore as against Rs.60.14 crore during the last year.

4.0 Scheme for Physically Handicapped :

Corporation has discontinued functioning as a channelising agency of the NHFDC, Faridabad since November 2006 and therefore, no amount was sanctioned and disbursed during the year. However, an amount of Rs. 7.91 lacs has been recovered by the Corporation during the year under NHFDC scheme.



5.0 Recovery :

During the year 2009-10, Corporation recovered an amount of Rs. 35.22 crores as against Rs.75.13 crores during FY 2008-09.

6.0 Staff Strength :

The total staff strength as on 31/03/2010 is as under :

1.	Grade 'A' Officers	14
2.	Grade 'B' officers	141
3.	Grade 'C' employees	30
	Total	185

7.0 Audit :

The Corporation re-appointed M/s. R S Patel & Company, Chartered Accountants, Ahmedabad as Statutory Auditors in the Annual General Meeting held on 22/01/2010, as per the recommendation of RBI under the provisions of Section 37 (I) of the SFC Act, 1951 to conduct audit of the Books of Accounts of the Corporation for Financial Year 2009-10. The audit of the accounts was completed for the year by them.

8.0 Board of Directors :

During the financial year, the nomination of Smt. Gauri Kumar, IAS, was withdrawn by the Government of Gujarat on 02/04/2009 and in her place Shri M Sahu, IAS, Principal Secretary, Industries & Mines Department, Government of Gujarat was nominated. SIDBI vide letter dated 09/07/2009 appointed Shri M Sahu, IAS, as Chairman of the Corporation. Government of Gujarat also withdrawn the nomination of Shri G P Joshi, IAS, from the Board of the Corporation vide notification dated 02/04/2009 and in his place, Shri C L Meena, IAS, Principal Secretary (Expenditure), Finance Department, Government of Gujarat, was nominated.

9.00 Corporate Governance

Pursuant to Clause 49 of the Listing Agreement with the Stock Exchanges, Management Discussion and Analysis, Corporate Governance Report and certificate regarding compliance of conditions of Corporate Governance are made a part of this Annual Report.

10.0 Directors' Responsibility Statement

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statement in terms of Section 217 (2AA) of the Companies Act, 1956 :

1. That in the preparation of the annual accounts for the year ended 31st March 2010, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any.

2. That such accounting policies as mentioned in Schedule 16 of the Annual Accounts have been selected and applied consistently and judgments and estimates that are reasonable and prudent are made so as to give a true and fair view of the state of affairs of the Corporation at the end of the financial year ended 31st March 2010 and of the loss of the Corporation for that year.
3. That proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act 1956 for safeguarding the assets of the Corporation and for preventing and detecting fraud and other irregularities.
4. That the annual accounts for the year ended 31st March 2010 has been prepared on a going concern basis.

11.0 Acknowledgement :

The Board is grateful to the Government of India, Government of Gujarat and Small Industries Development Bank of India for their advise, support and guidance. The Board thanks GIIC, GIDC, DICs and various Banks for extending their support and co-operation.

The Board thanks Industries Department as well as Finance Department of Government of Gujarat for their valuable guidance and support. The Board is obliged to the shareholders of the Corporation for reposing their confidence and supporting the Corporation.

Board also takes on record the commendable services rendered by outgoing Chairperson, Smt. Gauri Kumar, IAS and also outgoing Director Shri G P Joshi, IAS.

The Board conveys its appreciation to all employees of the Corporation for their performance during the year and calls upon similar performance in the current year.

For and on behalf of the Board

Place : Gandhinagar
Date : 28-07-2010

Sd/-
(Arvind Agarwal)
Managing Director



ADDENDUM TO THE DIRECTORS' REPORT

EXPLANATORY NOTES OF THE BOARD ON QUALIFICATIONS/OBSERVATIONS OF STATUTORY AUDITORS

Point No. V

Interest provision of Rs.13.46 lakh on PSB bonds IV has not been made due to the fact that all bondholders, except three, have agreed for restructuring and such agreed bondholders have been paid installments regularly in accordance with the agreement. Since these bonds have already matured and three bondholders have not agreed for restructuring, provision could not be made.

Point No. VI

Reconciliation of General Ledgers and Sub-ledgers

Some credit balances have come because of loanees are paying in advance. Reconciliation is an ongoing exercise and most of the accounts have already been reconciled with the general ledger. Since the amount under review is insignificant compared to the total asset block, it hardly makes any difference in the provisions.

Point No. VII & VIII

Corporation is traditionally adopting the practice of making actual payment at the time of retirement of employees and debiting the actual amount to the Profit & Loss Account in the year in which liability arises. For gratuity, Corporation is operating a Group Gratuity Scheme with LIC and contribution made to the scheme is charged to Profit & Loss Account. In case of any shortfall, the same is met in the year of occurrence and charged to Profit & Loss Account. Thus actuarial valuation as per project unit credit method is not adopted. In case of leave encashment also, Corporation adopts the method of charging to Profit & Loss Account in the year of occurrence.

FIXED ASSETS

Corporation provides depreciation as per the provisions of Income Tax Act. Corporation has decided to calculate Profit or Loss on the assets sold where the nature of assets are significant, outdated unrepairable computers where the gain hardly makes any difference and required lengthy calculation. The gain or loss is recognized and suitable adjustments are made in the respective accounts.

GSFC TOWER AT SURAT

Corporation is reviewing the legal, administrative and accounting treatment of Surat Tower. As soon as this is accomplished, necessary accounting entries will be passed.

INVESTMENT

The securities under question are not tradable in the open market and hence are not disposed off though more than 7 years have passed. However, Corporation has made total provision on investment keeping aside a token value of Rs.1/- in abeyance.



UNCLAIMED/UNPAID DIVIDEND

Corporation has utilized the unclaimed dividend on partly paid shares since provision of SFCs Act are applicable to the Corporation instead of Companies Act. Further, Regulation 58 (iv) empowers the Corporation to retain the dividend. Since there is a specific provision, unpaid dividend cannot be transferred to Investor Education & Protection Fund.

Loan and Advances & NPA Provision

Corporation has more than 5000 units under doubtful category scattered in State of Gujarat where valuation of each unit is not feasible. Moreover, Corporation has already made 99.55% provision under doubtful category. As a prevailing practice, Corporation gets valuation done from outside valuers for those units which are under possession of the Corporation.





MANAGEMENT DISCUSSION AND ANALYSIS REPORT

(1) Term Lending Institutions :

GSFC is established as a State level development financial institution to provide a comprehensive array of financial services to entrepreneurs who set up industrial units in Small Scale Sector in the State of Gujarat. Due to financial sector reforms, the traditional areas have been entered into by new entrants like Banks and NBFCs who have access to cheap funds. SFCs could not withstand the competition from these institutions due to operational limitations. Therefore, the performance of State Financial Corporation is adversely affected in terms of volume of business and profitability during the year under report.

(2) Corporation's Performance :

Due to discontinuance of sanction and disbursement, deregulation of Industrial sectors and dereservation of more SSI items, Corporation is solely dependent upon recovery of dues. Corporation has recovered Rs.35.22 crores during the year.

(3) Opportunities & Threats :

In the prevailing scenario, the Corporation is unable to raise resources at competitive rates due to various limitations. The only sources of finance is recovery proceeds. Corporation endeavored for restructuring debts which yielded good results. Corporation does not envisage extending financial assistance in the near future.

(4) Internal control system and their adequacy :

The Corporation has proper and adequate system of internal controls proportionate to its size and business. The Corporation engaged an external Chartered Accountants firm for internal audit. The internal control system of the Corporation is designed to ensure that the financial and other records are reliable for preparing financial statements and other data and for maintaining accountability of assets.

(5) Human Resources :

The Corporation continues its efforts to reduce the administrative burden and at the same time motivate the existing staff and get support from them to discharge their responsibilities.

(6) Financial Performance :

Share Capital

The share capital of your Corporation comprises of equity shares of Rs.10/- each. Your Corporation's shares are listed with National and Mumbai Stock Exchanges.

Long term borrowings

Your Corporation has restructured long term borrowings in tune with the recommendation of Task Force constituted by Government of Gujarat. Government guaranteed bonds having face value of Rs.41.16 crore were repaid during the year leaving a balance of

Rs.18.98 crore to be repaid as against Rs.60.14 crore during the last year. Corporation also repaid Priority Sector Bonds (Non-guaranteed) worth Rs.3.93 crore during the year. The outstanding Priority Sector Bonds on balance sheet date was Rs.5.02 crore as against Rs.8.95 crore during the last year

The dues payable to Government of Gujarat under Soft Loan portfolio is Rs. 612.17 crore as on 31/03/2010 as against Rs.592.17 crore during last year.

Financial Results

(Rs. in lakh)

Particulars	Year ended 31/03/2010	Year ended 31/03/2009
Total Income	4740.88	8898.77
Interest expenses	16144.02	13505.14
Other expenses	2310.93	7151.29
Loss before depreciation & tax	13714.07	11757.66
Depreciation	28.15	35.27
Loss after depreciation & tax	13742.22	11792.93
Profit on sale of assets	803.96	00
Net loss after extra ordinary item	12938.26	11792.93
Balance carried over to balance sheet	154858.06	141919.80

(7) Cautionary Statements :

The Management Discussion and Analysis Report may contain certain statements that might be considered forward looking. These statements are subject to certain risks and uncertainties. Actual results may differ materially from those expressed in the statements as important factors could influence the Corporation's operations such as Government policies and economic developments.



REPORT ON CORPORATE GOVERNANCE FOR THE YEAR 09-10

1. PHILOSOPHY ON CODE OF GOVERNANCE

Gujarat State Financial Corporation believes that sound ethical practices, transparency in operations and timely disclosures go a long way in enhancing long-term shareholder value while safeguarding the interest of all the stakeholders. The policies, procedures and practices that are installed in the organization ensure fairness, courtesy and dignity in all transactions within and outside the Corporation with customers, employees, investors, competitors, the Government and the society.

2. BOARD OF DIRECTORS

Composition of Board

The constitution of Board of Directors is governed by the provisions of Section 10 of the State Financial Corporations Act, 1951. As on March 31, 2010, the Board of the Corporation consists of five Directors viz., Chairman nominated as Director by Govt. of Gujarat and appointed as Chairman by SIDBI, Managing Director, a Director nominated by the Government of Gujarat and two representatives of Small Industries Development Bank of India.

A. Attendance of each Director at the Board meetings and the last AGM

Sr. No.	Name of Director	No. of meetings			No. of other companies BODS/Board/Committee where he is a member/ Director/Chairman
		Held during the tenure	Attended	Attendance at the AGM held on 22-1-2010	
1	Smt. Gauri Kumar, IAS (From 22-5-08 to 1-4-09) Chairperson	0	0	NA	05
2	Shri M Sahu, IAS, as Director (From 2-4-09) & as Chairman (From 9-7-09)	4	4	Present	02
3	Shri Arvind Agarwal, IAS Managing Director (From 7.5.2007)	4	4	Present	14
4	Shri G P Joshi, IAS (from 21-5-08 to 1-4-09)	0	0	NA	07
5	Shri C L Meena, IAS (From 2-4-09)	4	1	Present	10
6	Shri Harsh Kaul, Director (Since 10.4.07)	4	2	Present	02
7	Shri D Ghosh, Director (From 19-12-08)	4	3	Present	02

Shri M Sahu, IAS, Principal Secretary, Industries & Mines Department, Government of Gujarat, was nominated as a Director on the Board of the Corporation on 2-4-2009 in place of Smt. Gauri Kumar, IAS. SIDBI vide letter dated 9th July, 2009 nominated Shri M Sahu, IAS, Director, as Chairman of the Corporation.

Govt. of Gujarat also nominated Shri C.L.Meena, IAS, Principal Secretary (Expenditure), Finance Department, vide letter dated 2-4-2009 on the Board of the Corporation in place of Shri G P Joshi, IAS

Subsequent to the year under reference, SIDBI vide letters dated 10-6-2010, nominated Sarvashri K C Bhanoo and R.D.'Silva as its nominees on the Board of the Corporation replacing Sarvashri Harsh Kaul and D Ghosh.

Shri K.C. Bhanoo, an Arts Graduate, is a Banker by profession and he has 23 years of experience in Development Banking in various capacities. At present, he is working as General Manager with SDBI at its Ahmedabad office. Shri Bhanoo is a Nominee Director on the Boards of Friends of Women's Worlds Banking and Gujarat Industrial and Technical Consultancy Organisation. He is also a nominee on the GVFL Investment Board.

Shri R. D. Silva, is a Science Graduate from Mumbai University. He has 32 years of experience in Development Banking in various capacities. He at present holds the position of Deputy General Manager with SIDBI at its Ahmedabad office. He holds no other Directorship.

A. Board Meetings

During 2009-10, Board of Directors met four times on 6th June, 09, 30th September, 2009, 22nd January, 2010 and 30th March, 2010.

B. Code of Conduct

The Board had approved a Code of Conduct for Directors and Senior Management Personnel of the Corporation. The code has been displayed on Corporation's website viz. gsfc.gujarat.gov.in. The Board members and Senior Management Personnel have affirmed compliance with the aforesaid code. A declaration to this effect signed by the Managing Director is annexed to this Report.

C. CEO/CFO Certification

The Certificate in compliance with Clause 49(V) of the Listing Agreement issued by the Managing Director and General Manager on the accounts of the Corporation for the year 2009-10, as required under the Corporate Governance guidelines, was placed before the Board of Directors and taken on record.

D. Compliance Report

Corporation has complied with mandatory requirements, except minimum required meetings of Audit Committee, on the Corporate Governance Guidelines as per Clause 49 of the Listing Agreement.



3. AUDIT COMMITTEE

Composition, names of members and Chairman:

The Audit Committee, as last reconstituted on 6th June,2009, consists of following members:

1. Shri C L Meena, IAS - Chairman
2. Shri Harsh Kaul - Member
3. Shri D Ghosh - Member

Secretary (Board) is acting as Secretary to Audit Committee.

During the year under reference, the Audit Committee met twice on 22.1.10 and 30.3.2010. Audit Committee meeting held on 22-1-2010 was not attended by Shri Harsh Kaul, Member. Audit Committee meeting on 30-3-2010 was held under the Chairmanship of Shri Harsh Kaul, as the Chairman was granted leave of absence.

4. REMUNERATION COMMITTEE

Corporation has not constituted Remuneration Committee as the non-executive Directors are not entitled for any remuneration. The Managing Director is on deputation from Government of Gujarat and the remuneration payable is in accordance with the conditions prescribed by Government of Gujarat. Each Director (other than Managing Director and other Directors who are employees of the State Government) are entitled to sitting fee of Rs.1000/- for attending each Board meeting. Actual travelling expenses incurred for attending the Board and Audit Committee meetings are also reimbursed. During the year under reference, Shri Harsh Kaul, Director, was reimbursed Rs. 21,221/- towards travelling and other expenses in connection with attending Board/Audit Committee meetings.

No remuneration was paid to Chairman during the year. Shri Arvind Agarwal, IAS is holding the additional charge of Managing Director of the Corporation since February, 2009. During the year he was paid Rs. 39,014/- towards charge allowance and medical reimbursement.

Sitting fee paid to other Directors is as under:-

Sr. No.	Name of the Director	Sitting Fee
1.	Shri Harsh Kaul	2000/-
2.	Shri D Ghosh	3000/-

Details of equity shares of the Corporation held by the Directors as on 31st March, 2010 :

None of the Directors hold equity shares of the Corporation in their individual capacity.

5. SHAREHOLDERS'/INVESTORS' GRIEVANCE COMMITTEE :

As on 31-3-2010 the shareholders'/investors' Grievance Committee of the Corporation comprises of three members namely Shri S J Shah, General Manager (Chairman of the Committee), Shri R K Patel, Manager (Resources) and Shri PVR Nair, Deputy Manager & Secretary (Board). During the year, the committee met 10 times to approve share transfer requests and other related matters. All the meetings were held in full quorum.

Details of approval given by the Committee, during the year under report, are as under :-

Particulars	No. of shares
1. Dematerialisation	28,200
2. Transfer	8.100
3. Transmission	200
4. Rematerialisation	100
5. Issuance of Duplicate	16,400

During the year, Corporation received 11 investor complaints and all of them were attended to. There was no complaint pending as on 31-3-2010.

Name and designation of Compliance Officer

Shri PVR Nair - Dy.Manager & Secretary (Board)

6. GENERAL BODY MEETING

The details of the General Meetings of the shareholders of the Corporation viz. Annual General Meetings held during the last three years are given below :-

Year	Date	Time	Location of holding AGM
2006-07	23-11-2007	4.00 PM	Dr. Baba Saheb Ambedkar Bhavan, Nr. Gram Technology Institute, Sector 12, Gandhinagar-382 016.
2007-08	23-01-2009	4.00 PM	Office of Chairperson at Head Office at Udyog Bhavan, Block No. 10, 1st Floor, Sector-11, Gandhinagar - 382 017
2008-09	22-01-2010	3.00 PM	Office of Chairman at Head Office at Udyog Bhavan, Block No. 10, 1st Floor, Sector-11, Gandhinagar - 382 017

No resolutions were put through postal ballot during the year and no special resolution was passed at any of the last three AGMs.

7. DISCLOSURES

- i. Corporation has not entered into any materially significant transactions during the year under review which would have potential conflict of interest between the Corporation and its promoters, Directors, management and/or their relatives.
- ii. Corporation received communications from BSE and NSE for delay in compliance of Clause 41 as well as non-compliance of clause 49 IIB of the Listing Agreement.

8. MEANS OF COMMUNICATION

The quarterly, half yearly and annual financial results of the Corporation are published in dailies viz. "The Economic Times" in English and Gujarati editions and also displayed on the web-site of the Corporation.

Management Discussion and Analysis forms part of the Directors Report and is given separately.

9. GENERAL SHAREHOLDER INFORMATION

AGM date, time and venue	Thursday, the 2nd December, 2010 at 4.00 p.m. in the office of the Chairman at Head Office at Udyog Bhavan, Block No. 10, 1st Floor, Sector-11, Gandhinagar-382017.																																							
Financial Calendar	1st April to 31st March																																							
Date of Book closure	30-11-2010 to 2-12-2010 (both days inclusive)																																							
Dividend payment date	Not applicable																																							
Listing on Stock-Exchange	Mumbai NSE																																							
Stock Code	532160 GUJSTATFIN Listing fee has been paid to BSE and NSE based on listed capital for the year 2010 11. However, the demand of NSE to remit Listing fee on paid up capital excluding holding of Government of Gujarat is pending for resolution.																																							
Demat ISIN Number (NSDL)	INE944A01011																																							
Market price data	<p>High/Low price quoted at Mumbai Stock Exchange (as collated) during each month in last financial year 2009-10 is as under:- (Price in Rs.)</p> <table border="1"> <thead> <tr> <th>2008-09</th> <th>High</th> <th>Low</th> </tr> </thead> <tbody> <tr> <td>April,09</td> <td>4.27</td> <td>2.80</td> </tr> <tr> <td>May</td> <td>6.24</td> <td>3.35</td> </tr> <tr> <td>June</td> <td>6.72</td> <td>4.78</td> </tr> <tr> <td>July</td> <td>6.85</td> <td>4.96</td> </tr> <tr> <td>Aug.</td> <td>7.94</td> <td>6.05</td> </tr> <tr> <td>Sept.</td> <td>7.81</td> <td>6.00</td> </tr> <tr> <td>Oct.</td> <td>8.49</td> <td>6.23</td> </tr> <tr> <td>Nov.</td> <td>7.86</td> <td>5.71</td> </tr> <tr> <td>Dec.</td> <td>7.25</td> <td>5.96</td> </tr> <tr> <td>Jan.10</td> <td>9.53</td> <td>6.75</td> </tr> <tr> <td>Feb.</td> <td>7.92</td> <td>5.72</td> </tr> <tr> <td>March</td> <td>6.92</td> <td>4.50</td> </tr> </tbody> </table> <p>There was no transaction reported at National Stock Exchange during the year.</p>	2008-09	High	Low	April,09	4.27	2.80	May	6.24	3.35	June	6.72	4.78	July	6.85	4.96	Aug.	7.94	6.05	Sept.	7.81	6.00	Oct.	8.49	6.23	Nov.	7.86	5.71	Dec.	7.25	5.96	Jan.10	9.53	6.75	Feb.	7.92	5.72	March	6.92	4.50
2008-09	High	Low																																						
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Jan.10	9.53	6.75																																						
Feb.	7.92	5.72																																						
March	6.92	4.50																																						
Registrar & Transfer Agents	M/s. MCS Ltd. Satdal Complex, 1st Floor, Ashram Road, Ahmedabad-380 009.																																							
Share Transfer System	The powers to approve transfer, transmission, dematerialisation etc., have been delegated to Share Transfer Committee. All requests are received by the Secretarial Cell and the documents are processed and disposed off within the stipulated time limit.																																							

Shareholdings Pattern as on 31st March 2010

Sr. No.	Particulars of shareholding	No. of shares held (Rs.10/- each)	Percentage share
1	Government of Gujarat		
	"a" Class of shares	4,72,60,000	53.03
	"c" Class of shares	250	-
	"d" Class of shares	30,150	0.03
	Special Class of shares	18,00,000	2.02
2	Small Industries Development Bank of India		
	"b" Class of shares	2,46,20,000	27.63
	Special Class of shares	7,00,000	0.79
3	Scheduled Banks, Co. Op. Banks, Insurance Cos.		
	"c" Class of shares	4,00,000	0.45
4	Others (Public Shareholders)		
	"d" Class of shares	1,43,03,600	16.05
	T O T A L	8,91,14,000	100.00

Dematerialisation of shares and Liquidity

The equity shares of the Corporation are actively traded at BSE. Out of the total equity capital, 1,43,03,600 Class "D" shares issued pursuant to Section 4 (3) (d) of the SFCs Act, 1951, are allowed for dematerialization through National Securities Depository Ltd. As on 31.3.2010, 91,22,990 shares are held in electronic mode.

Plant Location : GSFC is a financial institution having Head Office at Gandhinagar

Regional Offices at Other office at : **Ahmedabad, Surat & Rajkot Mumbai**

Address for Correspondence : The Compliance Officer
Gujarat State Financial Corporation
Secretarial Cell
Udyog Bhavan, Block No.10, Sector-11,
GANDHINAGAR-382 017
% 079-23256766 Fax: 23252204 & 05
E mail : sec-cell-gsfc@gujarat.gov.in.

Kishor Dudhara

Company Secretaries
B.B.A., A.C.S.

CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE GOVERNANCE UNDER CLAUSE 49 OF THE LISTING AGREEMENT(S).

To,

The Members of
Gujarat State Financial Corporation
Gandhinagar.

1. We have examined the compliance of the conditions of Corporate Governance by Gujarat State Financial Corporation, for the year ended 31st March, 2010, as stipulated in amended Clause 49 of the Listing Agreement of the said Corporation with the Stock Exchange.
2. The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to procedures and implementation thereof, adopted by the Corporation for ensuring compliance with the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Corporation.
3. We further state that such compliance is neither an assurance as to future viability of the Corporation nor the efficiency of effectiveness with which the Management has conducted the affairs of the Corporation.
4. We hereby report that :
 - (a) Corporation has reconstituted the Audit Committee on 6-6-2009, however it has not complied with the conditions of Clause 49II(B) during the year.
 - (b) Except subject 4(a) above, in our opinion and to the best of our information and according to the explanations given to us, the conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement(s) with the Stock Exchange(s) have been complied with by the Corporation.
5. As required by the Guidance Note issued by the Institute of Chartered Accountants of India, we have to state that no investor grievances are pending for a period exceeding one month against the Corporation as per the records maintained by the Corporation which are presented to share holders/investors.

Place : Ahmedabad

Date : 14-07-2010



Sd/-
Kishor Dudhara
Company Secretary
ACS-12439 (C.P. 3959)

101,1st Floor, Shanti Arcade, 132 Ft. Ring Road, Nr. Akash-III, Naranpura, Ahmedabad -
380 013. Phone : (O) 27430594/595, (Mobile) 98250 12960

GUJARAT STATE FINANCIAL CORPORATION

To,
The Board of Directors,
GSFC.

CEO & CFO Certificate under clause 49 of the Listing Agreement

This is to certify that

- (a) We have reviewed financial statements and the cash flow statement of Gujarat State Financial Corporation for the year (2009-10) and that to the best of our knowledge and belief :
 - (i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (ii) These statements together present a true and fair view of the Corporation's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) There are, to the best of our knowledge and belief, no transactions entered into by the Corporation during the year which are fraudulent, illegal or violative of the Corporation's codes of conduct.
- (c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of the internal control systems of the Corporation pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (d) We have indicated to the auditors and the Audit Committee
 - (i) Significant changes in internal control over financial reporting during the year.
 - (ii) Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statement; and
 - (iii) Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Corporation's internal control system over financial reporting.

Place : Gandhinagar
Date : 28-7-2010

(S. J. Shah)
General Manager

(Arvind Agarwal)
Managing Director



GUJARAT STATE FINANCIAL CORPORATION

Secretariat Cell, Udyog Bhavan, Gandhinagar.

Affirmation of Compliance with the Code of Business Conduct for Directors and Senior Executives

I declare that the Corporation has received affirmation of compliance with the “Code of Conduct for Directors and Senior Executives” laid down by the Board of Directors, from all the Directors and Senior Management Personnel of the Corporation, to whom the same is applicable, for the financial year ended 31st March 2010.

Place : Gandhinagar

Date : 28-7-2010

Arvind Agarwal

Managing Director



AUDITORS' REPORT

To

**The Members,
Gujarat State Financial Corporation Ltd.
Gandhinagar (Gujarat)**

1. We have audited the attached Balance Sheet of Gujarat State Financial Corporation Ltd, Gandhinagar as at March 31, 2010, Profit and Loss Account and the cash flow statement annexed thereto for the year ended on that date.
2. These financial statements are the responsibility of the Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.
3. We conducted our audit in accordance with the auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from any material misstatements. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.
4. On the basis of our audit, subject to audit limitations indicated in paragraph 3 above and further to our comments in the Annexure attached herewith, 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 purposes of our audit;
 - b) In our opinion, proper books of accounts have been kept by the Corporation so far as appears from our examination of those books;
 - c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
5. In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with the notes thereon as given in the Schedule 16, and in particular subject to our observation in Annexure attached herewith give the information required by the State Financial Corporation Act, 1951 as amended by the State Financial Corporation (Amendment) Act, 2000 and are properly drawn up in the manner so required and give a true and fair view, in conformity with the accounting principles generally accepted in India:
 - (a) In case of the Balance Sheet, of the state of affairs of the Corporation as at March 31, 2010 and,
 - (b) In case of Profit and Loss Account of the Loss for the year ended on that date.
 - (c) In the case of cash flow statement, of the cash flow for the year ended on that date.

Date : 28-07-2010
Place : Ahmedabad

For R.S. Patel & Co.
Chartered Accountants
FRN 107758W

Rajan B. Shah
Partner
M. No. 101998

ANNEXURE

SYSTEM OF ACCOUNTING, INTERNAL CONTROL SYSTEM AND INTERNAL AUDIT :

- (I) The day to day transactions of the corporation are recorded on cash system of accounting in order to account for income and expenses on mercantile basis, at the year end provisions are made for income and expenses on the basis of information and estimates available. (Refer note no. A (2)(a) of Schedule (16).
- (II) The value of securities under possession is accounted on realization instead of adjusting at the time of writing off bad debts. (Refer note no. A (2)(d) of schedule 16).
- (III) The Corporation has incurred cash losses during the year and in the immediately preceding 5 years. For the time being it has discontinued the business of lending and due to the liquidity problems defaulted in repayment obligations and its networth is completely eroded. In spite of that accounts of the Corporation have been prepared on going concern basis (Refer note no. A (1) of Schedule 16) which is not in accordance with AS -1" Disclosure of Accounting Policies", where in one of the fundamental accounting assumption is going concern, and since the quantification of the same on realization and settlement basis is not done, it is not possible to ascertain its impact on profit and loss and balance sheet of the corporation.
- (IV) As per information given by the management, details of default position as on 31-3-2010 are as under: :-

(Rs. in lacs)

	Principal Default	Interest Default	Total Default
Aggregate Non Guaranteed Borrowings	117.00	94.19	211.19
Loan from Government	22454.63	47542.25	69996.88
Guarantee fees payable	-	-	3535.96

As explained, management is in the process of rescheduling/restructuring the repayment obligations and future viability of Corporation can still be maintained with proper financial management and assets restructuring of Corporation.

- (V) Interest provision of Rs. 13.46 lacs due on PSB Bonds is not made in the accounts resulting in understatement of loss for the year to that extent.
- (VI) **Reconciliation of General Ledger and Subsidiary Ledgers :**

Refer Note No.B (4) Schedule 16, regarding non reconciliation of the general ledger balances with the balances of the subsidiary ledgers and differences of Rs 85.32 lacs found. In few cases, credit balances are also disclosed in the accounts. Hence, we are unable to express our opinion as to correctness of these balances.

(VII) Corporation has not made provision for Leave Encashment payable on retirement which is not in accordance with AS-15 " Employee benefits", since corporation has not obtained actuarial valuation as per Project Unit Credit Method, its impact on actual increase in loss could not be ascertained.

(VIII) Corporation has charged amount paid to LIC towards Gratuity Fund Contribution and shortfall between gratuity received from LIC and actual amount paid to employees as expenses. However Corporation has not obtained actuarial valuation as per Project Unit Credit Method as required by AS- 15 "Employee benefits", as well as gratuity paid account is unreconciled and hence its impact on the loss could not be ascertained.

(IX) Fixed Assets :

- (a) (Refer note No.A (3&4) of Schedule 16) Till year ended on 31.3.2002 in case of disposal of fixed assets the Corporation neither eliminated the assets from financial statements nor recognized gain or loss arising from disposal of fixed assets in Profit & Loss Account, which practice was contrary to the Accounting Standard 10 "Accounting for Fixed Assets " issued by ICAI. Due to this practice followed by the Corporation till 31.3.2002, both the gross block and the net block are over stated/under stated to the extent of loss/gain on disposal of assets. As a result the depreciation provision during the year is also erroneous, which is not in accordance with AS -6 "Depreciation Accounting". In absence of sufficient information, effect of this practice on the value of assets and the correct depreciation is not quantified by the management Moreover estimated life of assets is not ascertained by the corporation hence correct depreciation could not be ascertained, hence due to the lack of details, quantification and its impact on the Profit and loss and balance sheet of the corporation could not be ascertained.
- (b) Corporation has not properly maintained the record of fixed assets to exhibit complete details of gross and net value, itemwise original cost, accumulated depreciation and depreciation for the year including quantitative details and location of fixed assets.
- (c) There is no specific program for physical verification of fixed assets as compared to the book records.

(X) GSFC TOWER AT SURAT :

Corporation had obtained the lease of land admeasuring 4000 sq.m. for 99 years from Surat Municipal Corporation for the purpose of construction of GSFC tower at Surat, at premium price of Rs.240.00 lacs plus legal/incidental expenses. In terms of Board resolution, Chairman and Managing Director were authorized to dispose off surplus property in the said property on commercial lines. Accordingly Corporation has allotted majority portion of the assets to various parties and entered into the Memorandum of Understanding (MOU) on 12.12.2001 for joint construction and development of above plot of land with various parties on commercial lines. The Corporation has also executed deed of assignment dated 5.9.2002 in favour of various parties.

As per information and explanation given to us, whatever amount received against the tower and the construction bills for development of above property are separately accounted for, for which no entries pertaining to same are passed in books of accounts



of the corporation. Hence, we are unable to verify the accounting transactions pertaining to the above project. However amount of Rs.414.87 lacs received as advance against the sale is credited in books of accounts of Corporation is shown in Schedule 4 under the head sundry (other liabilities) and legal & incidental expenses of Rs.38.85 lacs in connection with the above property are shown in schedule 8 as capital work in progress under the head fixed assets.

As explained to us, pending the completion of legal formalities, profit/loss on sale of property will be booked after complete development of property, though the Corporation has issued allotment letter and also executed deed of assignment.

INVESTMENTS :

To fulfill its underwriting liability, Corporation acquired shares for Rs. 218.86 lacs of various companies which have not been disposed off, though the period of 7 years has been expired, to that extent provisions of SFC Act, 1951, have not been complied with.

UNCLAIMED/UNPAID DIVIDEND :

There is an outstanding of Rs. 164989/- in unclaimed and unpaid dividend account 97-98 and Rs. 592033 in unpaid and unclaimed dividend account 98-99 which should have been transferred to Investor Education and Protection Fund. In the year 2002-03 aggregate amount of Rs. 1,45,50,833/- lying in Unclaimed/Unpaid Dividend account was transferred and credited to Profit and Loss Appropriation Account, which is not in consonance with provisions of Section 205 of the Companies Act, 1956 applicable to the Corporation in view of listing agreement. To that extent accumulated losses are understated and other liabilities are understated.

LOANS & ADVANCES AND NPA PROVISION :

- (I) The provision for NPA is subject to the note no. B (4) of Schedule 16, regarding non reconciliation of difference in general ledger balance and subsidiary ledger balance in the case of advances.

The effect of our observation in foregoing paras and consequential effect of the above on the Loss/Assets/Liabilities as on business ratios for Capital, asset quality & credit, liquidity, operating results and disclosure requirements of SIDBI has not been ascertained by the management and are subject to consequential adjustment.

Date : 28-07-2010
Place : Ahmedabad

For R.S. Patel & Co
Chartered Accountants
FRN 107758N

Rajan B. Shah
Partner
M. No. 101998



**GUJARAT STATE FINANCIAL CORPORATION
BALANCE SHEET AS AT 31st March 2010**

Particulars	Schedule	AS AT 31.3.2010	Rs.	AS AT 31.3.2009	Rs.
<u>CAPITAL / LIABILITIES</u>					
SHARE CAPITAL	1	891,140,000		891,140,000	
SHARE FORFEITED	1-A	46,048,000		46,048,000	
RESERVE & SURPLUS	2	2,733,666,913		2,733,666,913	
LONG TERM BORROWINGS	3	6,768,558,978		7,019,428,978	
OTHER LIABILITIES & PROVISION	4	5,344,037,826		3,795,769,120	
	TOTAL Rs.	15,783,451,717		14,486,053,011	
<u>ASSETS</u>					
CASH & BANK BALANCES	5	122,594,714		53,132,169	
INVESTMENT	6	48,794,597		48,794,597	
LOANS & ADVANCES	7	8,093,744		29,460,333	
FIXED ASSETS	8				
1 OWN ASSETS		56,946,249		74,796,689	
2 LEASE ASSETS		16	56946265	16	74796705
OTHER ASSETS	9	-----	61,216,251	-----	87,889,022
PROFIT & LOSS ACCOUNT		15,485,806,146		14,191,980,185	
	TOTAL Rs.	15,783,451,717		14,486,053,011	

NOTES ON ACCOUNTS

16

FOR AND ON BEHALF OF BOARD,

Sd/-
S. J. SHAH
General Manager

Sd/-
ARVIND AGARWAL,
Managing Director

Sd/-
K. C. BHANOO
Director

As per our report of even date
attached herewith

Sd/-
For R. S. Patel & Co. Chartered
Accountants
FRN 107758W

Date : 28-07-2010
Place : Gandhinagar

Rajan B. Shah Partner
Member No. 101998



GUJARAT STATE FINANCIAL CORPORATION
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH 2010

Particulars	Schedule	Amount 2009-10	Rs.	Amount 2008-09	Rs.
INCOME					
INTEREST ON LOANS & ADVANCES		271,134,161		424,924,981	
INTEREST-SACRIFICE ON RESTRUCTURING		0		127,997,701	
INTEREST ON TERM DEPOSITS		4,277,116		8,801,048	
OTHER INCOME	10	89,202,353		22,850,749	
PROVISION AGAINST NON-PERFORMING ASSETS (NPA) WRITTEN BACK		189870147		305,301,831	
NET LOSS (Trf. P & L APPROPRIATION A/C)		1,293,825,961		1,179,293,285	
TOTAL Rs.		1,848,309,738		2,069,169,595	
EXPENDITURE					
INTEREST ON BONDS, DEPOSITS & OTHER BORROWINGS	11	1,614,402,302		1,350,513,885	
FINANCIAL EXPENSES & COMMITMENT CHARGES	12	6,071,337		9,875,879	
PERSONNEL EXPENSES	13	28,170,785		221,473,623	
OTHER EXPENSES	14	139,292,908		337,675,801	
FRINGE BENEFIT TAX		57,208		339,831	
DEPRECIATION ON OWN ASSETS	8	2,814,971		3,527,149	
INCOME TAX EXPENSES		0		2,715,000	
PROVISION FOR ASCERTAINED BAD DEBTS		57500227		143048427	
TOTAL Rs.		1,848,309,738		2,069,169,595	

NOTES ON ACCOUNTS 16

EARNINGS PER SHARE : BASIC AND DILUTED (14.52) (13.23)
 NOMINAL VALUE OF SHARE 10 10

THE SCHEDULES REFERRED TO ABOVE AND NOTES TO ACCOUNTS FORM AN INTEGRAL PART OF THE PROFIT AND LOSS ACCOUNT.

FOR AND ON BEHALF OF BOARD.

Sd/-
S. J. SHAH
General Manager

Sd/-
ARVIND AGARWAL,
Managing Director

Sd/-
K. C. BHANOO
Director

As per our report of even date attached herewith

Sd/-
For R. S. Patel & Co. Chartered
Accountants
FRN 107758W

Date : 28-07-2010
Place : Gandhinagar

Rajan B. Shah Partner
Member No. 101998



GUJARAT STATE FINANCIAL CORPORATION
PROFIT AND LOSS APPROPRIATION ACCOUNT FOR THE YEAR ENDED ON
31ST MARCH 2010

Particulars	Schedule	Amount 2009-10	Rs.	Amount 2008-09	Rs.
BALANCE AS PER LAST BALANCE SHEET					
ADD :					
1 PROFIT AS PER PROFIT & LOSS A/C			-		-
2 TRANSFERRED FROM INVESTMENT DEPRECIATION RESERVE FUND			-		-
3 PRIOR PERIOD ADJUSTMENT (LEASE ACCOUNT)			-		-
BALANCE IS CARRIED TO BALANCE SHEET		15485806146		14191980185	
	TOTAL Rs.	15485806146		14191980185	
LESS					
1 BALANCE AS PER LAST BALANCE SHEET		14191980185		13012686900	
2 LOSS AS PER P & L ACCOUNT		1,293,825,961		1,179,293,285	
	TOTAL Rs.	15485806146		14191980185	

FOR AND ON BEHALF OF BOARD,

Sd/-
S. J. SHAH
General Manager

Sd/-
ARVIND AGARWAL,
Managing Director

Sd/-
K. C. BHANOO
Director

As per our report of even date
attached herewith

Sd/-
For R. S. Patel & Co. Chartered
Accountants
FRN 107758W

Date : 28-07-2010
Place : Gandhinagar

Rajan B. Shah Partner
Member No. 101998



GUJARAT STATE FINANCIAL CORPORATION

CASH FLOW STATEMENT FOR THE PERIOD FROM 01/04/09 TO 31/03/2010

Particulars	Amount Rs. 2009-10	Amount Rs. 2009-10	Amount Rs. 2008-09	Amount Rs. 2008-09
Cash Flow from operating activitie				
Net Loss before tax and extraordinary activities	-	-1293825961	-	-1179293285
Adjustment for :				
Depreciation	2814971		3527149	
OTS Scheme Sacrifice Income	-113357054		-319926645	
Profit on sales of Investment	0		-3270745	
Profit on sales of Assets	-80395780		0	
OTS Waiver	113357054		319926645	
Provision for NPA and ascertained Bad Debts	57500227		143048427	
Provision for NPA written back	-189870147		-305301831	
Dividend and Investment	-967551	-210918280	-717453	-162714453
Operating loss before working capital changes		-1504744241		-1342007738
Decrease in current asset	27056477		28106223	
Increase/(Decrease) in current liabilities	1548268704	1575325181	-37628293	-9522070
Cash generated from operation		70580940		-1351529808
Extra ordinary and prior period item		0		0
Net Cash outflow from operating activities (A)		70580940		-1351529808
Cash Flow from Investing Activities				
Purchase of Fixed Asset	-144873		-1329059	
Disposal/Adjustment of Leased Assets	0		1	
Proceeds from Sales / Disposal of Fixed Assets	105060241		689206	
Addition to Investment	0		0	
Disposal of Investment	0		700000	
Profit on sale of Investments	0		3270745	
Adjustment in Depreciation	-9484117			
Dividend and Investment Income	967551	96398802	717453	4048346
Net Cash Flow from Investment Activities (B)		96398802		4048346
Cash Flow from Finance Activities				
OTS waiver of principal borrowed	0		80735116	
Movement in Borrowings (Net)	-250870000		385170750	
Movement in Lending	153352803		633328359	
		-97517197		1099234225
Net Cash Flow from Financing Activities (C)		-97517197		1099234225
Net Cash Flow (A+B+C)		69462545		-248247237
Cash and Cash Equivalent at beganing of year		53132169		301379406
Cash and Cash Equivalent at end of year		122594714		53132169

FOR AND ON BEHALF OF BOARD

Sd/-
S. J. SHAH
General Manager

Sd/-
ARVIND AGARWAL,
Managing Director

Sd/-
K. C. BHANOO
Director

As per our report of even date attached herewith

For R. S. Patel & Co. Chartered Accountants, FRN 107758W
Rajan B. Shah Partner
Member No. 101998

Date : 28-07-2010
Place : Gandhinagar

SCHEDULES FORMING PART OF BALANCE SHEET

	AS AT 31.3.2010	Rs.	AS AT 31.3.2009	Rs.
SCHEDULE-1 : SHARE CAPITAL				
AUTHORISED				
10,00,00,000 SHARES OF Rs. 10/- EACH (PREVIOUS YEAR 10,00,00,000 SHARES OF Rs. 10/- EACH)	1,000,000,000		1,000,000,000	
ISSUED ,SUBSCRIBED & PAID UP				
A. 8,66,14,000 SHARES (PREVIOUS YEAR 8,66,14,000 SHARES OF Rs.10/- EACH)				
B. 25,00,000 SHARES OF Rs.10/- EACH SPECIAL CAPITAL (PREVIOUS YEAR 25,00,000 OF Rs.10/- EACH) ISSUED U/S 4-A OF THE SFC'S ACT,1951	866,140,000		866,140,000	
	25,000,000		25,000,000	
TOTAL	891,140,00 0		891,140,000	
SCHEDULE : 1-A SHARE FORFEITED				
SHARE FORFEITED 92,09,600 EACH OF Rs. 10/-	46,048,000		46,048,000	
TOTAL	46,048,000		46,048,000	
SCHEDULE : 2 RESERVES AND SURPLUS				
A. SPECIAL RESERVE (U/S 36(1)(VIII) OF THE I.T. ACT 1961 BALANCE AS PER LAST BALANCE SHEET	643,416,722		643,416,722	
B. BAD DEBTS RESERVE (U/S 36(1)(VII) OF THE INCOME TAX ACT) BALANCE AS PER LAST BALANCE SHEET	46,988,000		46,988,000	
C. BAD DEBTS RESERVE : BALANCE AS PER LAST BALANCE SHEET	547,006		547,006	
D. SPECIAL RESERVE (CREATED U/S. 35 A OF THE SFC'S ACT,1951) (DIVIDEND FOREGONE BY GOVT. OF GUJARAT & IDBI) BALANCE AS PER LAST BALANCE SHEET	25,000,000		25,000,000	
E. INVESTMENT DEPRECIATION RESERVE FUND : BALANCE AS PER LAST BALANCE SHEET	42,542,053		42,542,053	
Less : TRANSFER TO P & L APPROPRIATION A/C	39,732,113		39,732,113	
BALANCE TRANSFER TO INVESTMENT A/C (AS PER CONTRA)	2,809,940		2,809,940	
F. SHARE PREMIUM	188,988,000		188,988,000	
G. CAPITAL RESERVE - GAIN ON RESTRUCTURING OF PRINCIPAL DEBTS	1,828,727,185		1,828,727,185	
TOTAL	2,733,666,913		2,733,666,913	

	AS AT 31.3.2009 Rs.	AS AT 31.3.2008 Rs.
SCHEDULE-3 : LONG TERM BORROWINGS		
(A) GSFC BONDS (Guaranteed by State Govt. U/S 7(1) of the SFC's Act 1951)		
1. 11.50% BONDS OF Rs.100/ = EACH REDEEMABLE IN 2009-II SERIES	0	30,000,000
2. 11.50% BONDS OF Rs.100/ = EACH REDEEMABLE IN 2009-III SERIES	0	17,000,000
3. 11.50% BONDS OF Rs.100/ = EACH REDEEMABLE IN 2010-I SERIES	0	12,250,000
4. 11.50% BONDS OF Rs.100/ = EACH REDEEMABLE IN 2010-II SERIES	15,000,000	15,000,000
5. 11.50% BONDS OF Rs.100/ = EACH REDEEMABLE IN 2010-III SERIES	0	16,500,000
6. 11.50% BONDS OF Rs.100/ = EACH REDEEMABLE IN 2011-I SERIES	0	8,000,000
7. 11.50% BONDS OF Rs.100/ = EACH REDEEMABLE IN 2011-II SERIES	1,000,000	3,500,000
8. 12.00% BONDS OF Rs.100/ = EACH REDEEMABLE IN 2012-I SERIES	0	2,500,000
9. 8.35% BONDS OF Rs.100/ = EACH REDEEMABLE IN 2011-III SERIES	0	10,000,000
10. 8.30% BONDS OF Rs.100/ = EACH REDEEMABLE IN 2012-III SERIES	160,300,000	256,600,000
11. 8.00% BONDS OF Rs.100/ = EACH REDEEMABLE IN 2012-IV SERIES	0	20,000,000
12. 7.92% BONDS OF Rs.100/ = EACH REDEEMABLE IN 2012-V SERIES	13,500,000	150,000,000
13. 6.75% BONDS OF Rs.100/ = EACH REDEEMABLE IN 2013-I SERIES	0	60,000,000
TOTAL (A)	189,800,000	601,350,000
(B) PRIORITY SECTOR BOND		
1. PRIORITY SECOTR BOND SERIES III (2000/I)	0	20,000,000
2. PRIORITY SECOTR BOND SERIES IV	50,220,000	69,540,000
TOTAL (B)	50,220,000	89,540,000
(C) OTHERS		
1. FROM STATE GOVT. FOR MARGIN LOAN TO BALISANA PROJECT	210,000	210,000
2. FROM STATE GOVT. SALES TAX INT.FREE LOAN	17,686,346	17,686,346
3. SALES TAX INT. FREE DEEMED LOAN (CONTRA)	314,932,320	314,932,320
4. LOAN FROM NHFDC	3,696,345	3,696,345
5. FROM STATE GOVT. FOR HERITAGE HOTEL FUND	10,000,000	10,000,000
6. SOFT LOAN FROM GOVT. OF GUJARAT	6,121,680,000	5,921,680,000
TOTAL (C)	6,468,205,011	6,268,205,011
(D) LOAN IN LIEU OF SHATE CAPITAL		
STATE GOVERNMENT	60,333,967	60,333,967
TOTAL (D)	60,333,967	60,333,967
TOTAL-(A+B+C+D)	6,768,558,978	7,019,428,978



Particulars	AS AT 31.3.2010	Rs.	AS AT 31.3.2009	Rs.
SCHEDULE - 4 : OTHER LIABILITIES & PROVISIONS				
A. I. CURRENT LIABILITIES				
1 LOAN APPLICATION DEPOSITS & OTHER DEPOSITS		9,027,593		9,654,593
2 UNCLAIMED DIVIDEND		36,874,951		36,874,951
3 TAX DEDUCTED AT SOURCE PAYABLE		141,144		187,881
4 SUNDRIES (OTHER LIABILITIES)	135,473,051		162,009,562	
LESS : STD NO LIEN A/C (CONTRA SCH-9)	84,561,806		105,727,354	
(PRITHVI COTTON MILLS, PAN AUTO KAYTEE COTSPIN & SUGAM PAPER BOARD)		50,911,245		56,282,208
5 SECURITY DEPOSIT (HP/LEASE FINANCE)		821406		821406
6 DEPOSIT FROM LOANEES		(3224211)		8864789
7 UNPAID GUARANTEE FEE		353595681		347582181
8 INTEREST PAYABLE ON BORROWINGS AND UNPAID EXPENSES		4876464816		3313215067
9 INTEREST PAYABLE ON SECURED DEPOSITS		57491		817084
TOTAL		5,324,670,116		3,774,300,160
II. SUBVENTION RECEIVED FROM STATE GOVT. ON A/C OF DIVIDEND (U/S 6 Read with Sec. 35 of SFC's Act,1951)				
BALANCE AS PER LAST BALANCE SHEET		166,956,010		166,956,010
LESS: DIVIDEND DEFICIT A/C		(164,619,096)		(164,619,096)
TOTAL		2,336,914		2,336,914
III SUBSIDY FROM GOVT. (AS AN AGENCY)				
LESS : DISBURSED UPTO END OF THE YEAR		2,059,736,976		2,059,836,976
		2,042,711,180		2,040,711,180
		17,025,796		19,125,796
TOTAL OF (A)		5,344,032,826		3,795,762,870
B. PROVISIONS				
(I) PROVISIONING MADE AGAINST STANDARD ASSETS		5000		6250
TOTAL OF (B)		5,000		6,250
TOTAL OF (A+B)		5,344,037,826		3,795,769,120



Particulars	AS AT 31.3.2010	Rs.	AS AT 31.3.2009	Rs.
SCHEDULE-5 : CASH & BANK BALANCES				
A. CASH ON HAND *		121,517		90,289
B. BALANCE WITH BANKS (IN CURRENT ACCOUNT & IN TERM DEPOSITS)				
1 RESERVE BANK OF INDIA		0		0
2 STATE BANK OF INDIA (INCLUDING ITS SUBSIDIARIES) IN CURRENT ACCOUNTS	11,360,151		3,335,996	
	-----	11,360,151	-----	3,335,996
C. 3 SCHEDULED BANKS				
I IN CURRENT ACCOUNTS	33626497		9980884	
OTHERS	-----	33,626,497	-----	9,980,884
C. LIQUID DEPOSIT WITH GSFS		37,172,233		31,425,000
GSFS INTER CORPORATE DEPOSIT		38,953,562		0
D. SHORT TERM DEPOSIT WITH GSFS		1360754		8300000
TOTAL		122,594,714		53,132,169

* Cash received from the loanee after closing of the banking hours as on 31st March,2010 has been shown as cash deposited in Bank

SCHEDULE-6 : INVESTMENT (AT COST) (Under Section 34 of the SFC's Act,1951)				
A. SHARES ACQUIRED UNDER UNDERWRITING AGREEMENT U/S 25(1) (C) OF THE SFC'S ACT,1951				
1. PREFERENCE SHARES,FULLY PAID-UP (UNQUOTED)		740,500		740,500
2 A. EQUITY SHARES,FULLY PAID (UNQUOTED)		20,064,000		20,064,000
B. EQUITY SHARES, PARTLY PAID (UNQUOTED)		300,000		300,000
B. PREFERENCE SHARES ACQUIRED UNDER SPECIAL CAPITAL SCHEME (2000 Shares of Rs.100/- each fully paid up)		200,000		200,000
C. EQUITY SHARES FULLY PAID-UP (QUOTED)		52,337,200		52,337,200
D. G.S.F.C STAFF CO.OP CREDIT SOCIETY LTD. 1 SHARE OF Rs. 10/=		10		10
E EQUITY SHARES OF GUJARAT INDUSTRIAL & TECHNICAL CONSULTANCY (GITCO) (1100 SHARES OF Rs.100/- EACH FULLY PAID UP)		110,000		110,000
F. INVESTMENT IN BONDS/NCD (UNQUOTED)		14,775,000		14,775,000
TOTAL (GROSS)		88,526,710		88,526,710
LESS :				
INVESTMENT DEPRECIATION PROVIDED (AS PER CONTRA)		(39,732,113)		(39,732,113)
TOTAL (NET)		48,794,597		48,794,597
AGGREGATE BOOK VALUE OF UNQUOTED INVESTMENTS		36,189,510		36,189,510
AGGREGATE BOOK VALUE OF QUOTED INVESTMENTS		52,337,200		52,337,200
AGGREGATE MARKET VALUE OF QUOTED INVESTMENTS		72274636		56722778



Particulars	AS AT 31.3.2010	Rs.	AS AT 31.3.2009	Rs.
SCHEDULE-7 : LOANS & ADVANCES				
A. PRINCIPAL AMOUNT (TERM LOAN , HIRE PURCHASE & LEASE FINANCE) (DETAILS AS PER SCHEDULE-17 ANNEXED)		5,544,259,614		5,697,616,497
LESS : 1. PROVISION FOR NPA	(4,069,881,387)		(4,259,761,864)	
2. PROVISION FOR ASCERTAINED BAD DEBTS	(1,470,065,617)		(1,412,559,140)	
B ADD : INTEREST ACCRUED THEREON	3,781,134		4,164,840	
	-----	8,093,743	-----	29,460,333
TOTAL		8,093,743		29,460,333
SCHEDULE-9 : OTHER ASSETS				
A. EMPLOYEES				
I. LOANS & ADVANCES	10,056,555		13,210,159	
II. ADD : INTEREST ACCRUED THEREON	32,663,551		33,876,069	
	-----	42,720,106	-----	47,086,228
B. CAPITAL SUBSIDY RECEIVABLE		580,971		580,971
C. SUNDRIES	99,696,562		142,261,759	
LESS : STD ON LIEN A/C (CONTRA SCH.4A)	84,561,806		105,727,354	
	-----	15,134,756	-----	36,534,405
D. SALES TAX ON H.P. PAID UNDER PROTEST		2120671		3027671
E. TDS - FROM INVESTMENT INCOME		659747		659747
TOTAL		61,216,251		87,889,022

SCHEDULES FORMING PART OF PROFIT & LOSS A/C

	<u>2009-10</u>	<u>2008-09</u>
SCHEDULE-10 : OTHER INCOME		
A. COMMITMENT CHARGES	193,187	20,585
B. INTEREST ON LOANS TO EMPLOYEES	2,937,610	8,664,045
C. BAD DEBTS RECOVERED	2,608,698	2,245,449
D. RENT RECEIVED FROM EMPLOYEES	27,540	19,000
E. MISCELLANEOUS INCOME	2,071,987	7,913,472
H. PROFIT ON SALE OF INVESTMENT	0	3,270,745
J. DIVI/INTEREST	967,551	717,453
K. PROFIT ON SALE OF ASSETS	80,395,780	0
TOTAL	89,202,353	22,850,749



Particulars	AS AT 31.3.2010	Rs.	AS AT 31.3.2009	Rs.
	2009-10		2008-09	
SCHEDULE-11 : INTEREST ON BONDS, DEPOSITS & OTHER BORROWINGS				
A. INTEREST ON BONDS		45,644,302		55,653,646
B. INTEREST ON PRIORITY SECTOR BONDS		0		26,106,120
C. INTEREST ON FIXED DEPOSITS		(3,095)		783,573
E. INTEREST ON LOAN TOWARDS SHARE CAPITAL		4,111,689		4,111,689
H. INTEREST ON NHFDC LOAN		102,329		102,332
I. INTEREST ON HERITAGE HOTEL FUND		500,000		500,000
K. INTEREST ON GOVT.LOAN		1,441,688,565		1,189,563,178
L. PENAL INTEREST ON GOVT.LOAN		122,358,512		73,483,295
M. INTEREST ON INCOME TAX		0		210,052
TOTAL		1,614,402,302		1,350,513,885
SCHEDULE-12 : COMMITTEMENT CHARGES & FINANCIAL CHARGES				
I. GURANTEE FEES TO STATE GOVERNMENT	6,013,500		9,619,150	
II. BANK CHARGES AND COMMISSION	57,837		256,729	
TOTAL	6,071,337	6,071,337	9,875,879	9,875,879
SCHEDULE-13 : PERSONNEL EXPENSES				
I. SALARY,BONUS & ALLOWANCES				
A. MANAGING DIRECTOR	289,908		635,456	
B. OTHERS	31,795,685		110,261,128	
		32,085,593		110,896,584
II. CONTRIBUTION TO STAFF PROVIDEND FUND		3,525,521		4,746,212
III. CONTRIBUTION TO GROUP GRATUITY TRUST AND GRATUITY PAID		(7,691,410)		2,544,220
IV. STAFF WELFARE EXPENSES		251,081		375,208
V. PAYMENT UNDER VRS (2008-09)		0		102,911,399
TOTAL		28,170,785		221,473,623



Particulars	AS AT 31.3.2010 <u>2009-10</u>	Rs.	AS AT 31.3.2009 <u>2008-09</u>	Rs.
SCHEDULE-14 : OTHER EXPENSES				
1. TRAVELLING & OTHER ALLOWANCES				
A. MANAGING DIRECTOR	118,127		224,682	
B. OTHERS	769,779		1,242,335	
	-----	887,906	-----	1,467,017
2. DIRECTORS & COMMITTEE MEMBERS SITTING FEES		3,000		3,750
3. DIRECTORS & COMMITTEE MEMBERS		22,172		10,162
4. MEDICAL EXPENSES (MD SHRI)		11,319		145,385
5. RENT, RATES, TAXES, INSURANCE & TELEPHONE		4,460,080		4,865,524
6. POSTAGE STAMP,TELEGRAMS & TELEPHONE		941,768		1,010,481
7. PRINTING STATIONERY		506,573		419,508
8. PUBLICITY & ADVERTISEMENT		168,784		375,002
9. REPAIRS & RENEWALS		1,734,644		1,741,464
10. AUDIT FEES		242,250		129,372
11. LEGAL CHARGES		(153,391)		473,341
12. VEHICLES MAINTENANCE EXPENSES		709,118		570,471
13. OTHER EXPENSES		15,087,257		5,543,953
14. BAD DEBT WRITTEN OFF		113,357,054		319,926,645
15. COMPUTERISATION EXPENSES		189,198		150,179
16. CONVEYANCE CHARGES		677,918		750,646
17. OUTSOURCING EXPENSES TO INDEXTb		415,454		33,258
18. REFRESHMENT TO STAFF		31,804		59,643
TOTAL		139,292,908		337,675,801



SCHEDULE :- 8 & 15 DETAILS OF FIXED ASSETS & DEPRECIATION FOR THE ACCOUNTING YEAR 01.04.2009 TO 31.3.2010

Sr. No.	Particular	GROSS BLOCK			DEPRECIATION			NET BLOCK			
		AS ON 01-04-09	ADDITION DURING 2009-10	DEDUCTION DURING 2009-10	CLOSING BALANCE AS ON 31-03-10	PROVIDED UP TO 31-03-2009	ADJUSTMENT DURING 2009-10	PROVIDED DURING 2009-10	TOTAL DEPRECIATION AS ON 31-03-2010	AS ON 31-03-2009	AS ON 31-03-2010
1	OWN ASSETS										
i	FURNITURE & FIXTURE	42380643	39963	2258	42418348	33877965	0	1282909	35160874	8502678	7257474
ii	OFFICE EQUIPMENTS	24953114	104910	0	25058024	23133389	0	475824	23609213	1819725	1448811
iii	OFFICE VEHICALS	5644023	0	66145	5577878	4584881	0	211841	4796722	1059142	781156
iv	LAND & BUILDINGS	92295262	0	24596058	67699204	32784721	9484117	839125	24139729	59510541	43559475
v	COMPUTERS	22146918	0	0	22146918	22126923	0	5272	22132195	19995	14723
vi	CWIP	3884608	0	0	3884608	0	0	0	0	3884608	3884608
	TOTAL	191304568	144873	24664461	166784980	116507879	9484117	2814971	109838733	74796689	56946247
2	LEASE ASSETS										
	MACHI / EQUIP.	16	0	0	16	0	0	0	0	16	16
	LEASE ADJUSTMENTS										
	TOTAL OF (2)	16	0	0	16	0	0	0	0	16	16
	TOTAL OF (1 + 2)	191304584	144873	24664461	166784996	116507879	9484117	2814971	109838733	74796705	56946263



SCHEDULE-16

NOTES FORMING PART OF PROFIT & LOSS A/C AND BALANCE SHEET AS AT 31.03.2010

[A] ACCOUNTING POLICIES AND METHOD OF ACCOUNTING :

[01] Accounts are prepared on accrual basis as a going concern under historic cost convention, in accordance with the requirements of the State Financial Corporations Act, 1951 and the rules framed there under, and generally accepted accounting principle.

[02] REVENUE RECOGNITION :

[a] The Corporation recognises income by way of interest, penalty and other charges after realisation of cheques as intimated by banks. Adequate provision is made in the year end in respect of income to be recognised on mercantile basis on all standard assets. The provisions are reversed on first day of the new financial year. Interest income includes penal interest received.

[b] In view of the prudential norms prescribed by RBI/SIDBI, no income is recognised in respect of Non Performing Assets (NPA). Income on such assets shall be recognised as and when received. Provision for NPA has been made as per the above norms.

[c] Amount received from the loanees are credited in the books in the following order:-

[1] Penalty & other charges

[2] Interest

[3] Principal

[d] Where the unit of the loanee is sold or collateral security is sold, the amount realised is first credited towards principal and if there is any surplus, it is credited towards other dues. However, where the amount realised in respect of the units which were written off in previous year/years and subsequently sold, the amount is credited to Bad Debts Recovery A/c. under the group of Other Income.

[e] In case of loanees under OTS, amount received from the loanees is first apportioned as per normal practice as under :

[i] Penalty & other charges

[ii] Interest

[iii] Principal

At the time of issuance of No Due Certificate , the effect of OTS scheme is given. whereby amount credited to interest/penalty account during recovery period of OTS which otherwise was principal recovery as per OTS scheme is being given effect. The shortfall in principal account is compensated by crediting interest income and write off of the same amount.

[03] FIXED ASSETS :

Fixed assets including the assets given on lease are recorded at the cost of acquisition including incidental expenses in connection thereto. All fixed assets are stated at cost less depreciation and in case of leased assets after taking into consideration the lease adjustments account.

All leased assets are shown at Re. 1/- book value since lease terms of all the assets have expired

[04] DEPRECIATION :

[a] Depreciation of all assets is provided in accordance with the Written Down Value Method as per following rates

Furniture & Fixtures	15%
Office Equipments	25%
Motor Cars	20%
Land & Building	10%
Computers	60%

In case of additions to fixed assets, depreciation is provided for full year in case all additions are made on or before 30th September and depreciation is provided @ 50% of the rates for assets acquired after this date. In case of sale of fixed assets, profit or loss on fixed assets is recognized.

[05] EMPLOYEE BENEFITS :

- (A) Salaries and non monetary benefits are accrued in the year in which the services are rendered by the employees.
- (B) The Corporation has taken a policy under Group Gratuity Scheme with Life Insurance Corporation of India for payment of gratuity to its employees and the premium thereof is charged to Profit and Loss account. Besides, the shortfall between gratuity amount received from LIC and actual amount paid to the employees is also charged to Profit and Loss Account. However Corporation has not made provision for gratuity as per Project Unit Credit Method, loss to that extent are understated.

As per the practice consistently followed leave encashment is accounted for on payment basis and no provision for the same is made which is not in accordance with AS15 " Employee benefits" issued by ICAI, Loss to that extent are understated.

[06] INVESTMENTS :

Investments are valued in accordance with SIDBI guidelines (investment classification & valuation). All investments are classified in one category viz. "Available for sale" for the purpose of valuation and accordingly provision has been made.

[07] BORROWING COST :

Borrowing cost are recognised as expenses and charged to Profit & Loss account. Interest on non-guaranteed priority sector bonds amounting Rs. 13.46 lacs is not provided as concerned bondholders are still persuaded to agree to restructuring accepted by other bondholders.

[08] WRITE OFFS :

While writing off loans, the Corporation takes into consideration the following where

- A] Assets of the loanees are lost
- B] Loanees are not in existence
- C] To the extent of deficit on sales of loanee assets
- D] The units are closed and no recovery is forthcoming
- E] Waiver/sacrifice on account of One Time Settlement

[09] RELATED PARTY DISCLOSURE :

There are no transactions under the said clause except remuneration paid to key management personnel as under :

Shri Arvind Agrawal, Managing Director

Remuneration paid	Rs. 24304.00
Travelling and other allowance	Rs. 118127.00
Medical Expenses	Rs. 11319.00

During the year under reference, arrears of pay was paid to following ex-chairpersons and ex Managing Director as under :

- | | |
|------------------------------------------------|-----------------|
| 1. Smt. Netra Shenoy, IAS, Ex-Chairperson | Rs. 2,83,710=00 |
| 2. Ms S K Sekhon, IAS, Ex-Chairperson | Rs. 97,120=00 |
| 3. Shri P V Trivedi, IAS, ex-Managing Director | Rs. 2,65,604=00 |

[10] TAXATION :

Deferred Tax Assets is not recognized in view of the Corporation not being virtually certain of realizing adequate profits in the foreseeable near future.

[11] Impairment of Assets :

A substantial portion of the Corporation's assets comprise of 'financial assets' to which Accounting standard 28 "Impairment of assets" is not applicable. In respect of assets to which Standard applies, in the opinion of the management, there are no indications, internal or external, which could have the effect of impairing the value of the assets to any material extent as at 31st March,2010 requiring recognition in terms of the said standard.

[12] EVENTS OCCURRING AFTER THE BALANCE SHEET DATE :

Material adjusting events (that provides evidence of condition that existed at the balance sheet date) occurring after the balance sheet date are recognized in the financial statements. Non adjusting events (that are indicative of conditions that arose subsequent to the balance sheet date) occurring after the balance sheet date that represents material change and commitment affecting the financial position are disclosed in the reports of the Board of Directors.

[13] PROVISION :

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 even though the amount cannot be determined with certainty and represents only a best estimate in the light of available information. Contingent liabilities are not recognized but are disclosed in the notes. Contingent assets are neither recognized nor disclosed in the financial statements

[B] NOTES ON ACCOUNTS :

[01] The State Government vide Circular No. BHD/1098/3764 dated 9th December, 1998 has increased the rate of guarantee fees on bonds from 0.25% to 1.00% on the bonds guaranteed by the State Government on outstanding amount as on date. Amount of Rs. 0.60 crore is provided towards guarantee fee payable during the current year based on outstanding amount in the previous year is charged to P & L account. The default in guarantee fee as on 31/03/2010 is Rs. 35.36 crore.

[02] While writing off principal amount as bad debts in certain cases, the value of securities available has not been ascertained and deducted from the principal amount. The sale proceeds of the securities will be accounted as bad debts recovered under the head other income as and when the amounts are realized.

During the year under review, the Corporation has recovered the amount of Rs. 26,08,698/- (Previous year Rs. 22,45,449/-) towards Bad Debts written off.

[03] CONTINGENT LIABILITIES :

- [a] Towards partly paid up equity shares shown as investment Rs.3 lacs.
- [b] Towards net amount disputed on sales tax on hire purchase/lease transactions Rs. 39.11 crore and interest and penalty thereon.(for FY 1995-96 to 2001-2002). GOG convened a meeting of all concerned officials in this regard on 15-09-2003 and decided that equity capital contribution be made available to GSFC from the State Government, which should be adjusted towards payment of Sales Tax dues. The sales tax dues would be principal plus interest and not other charges or penalty etc.
- [c] Claims in Civil suits against Corporation not acknowledged as debt estimated amount to Rs 1.61 crore (previous year Rs. 6.17 crore).
- [d] Rs. 29.58 lacs towards rent expense payable to Gujarat Industrial Investment Corporation Limited (GIIC) being share of expenses for Mumbai office and Mumbai Guest House upto 31st March 2004. Management has not accepted this claim.

- [04] In some of the cases the balance as per the General Ledger are not tallied with the respective subsidiary ledgers. Some accounts also show credit balances. The total difference between General Ledger balances and the balances as per the subsidiary ledger is to the tune of Rs 8531653.78 (previous year Rs. 2277803.18) which is under reconciliation.
- [05] The outstanding balance of current liabilities including the other liabilities and other assets are subject to confirmation and adjustment, if any.
- [06] The figures of previous year have been regrouped and rearranged wherever necessary to make them comparable with figures of the current year.
- [07] Unpaid expenses of Rs 0.80 crores (Previous year Rs. 0.85 Crore) is un-reconciled.
- [08] The Corporation has made provisions as per the prudential norms prescribed by SIDBI on the principal outstanding and not on expenses incurred for recovery of dues shown as receivable. The provision made is subject to the note no. B-4 regarding non reconciliation of general ledger balances as per the subsidiary ledger. However since there is reduction in NPA on an overall net basis after considering all relevant provisions, corporation has written back Rs. 18.99 Crores in the current year.
- [09] The Staff Advance Balance of Rs. 1.01 crore is to be reconciled with individual ledger balances.
- [10] Corporation's operations are solely in the Finance Service Industry including Investment Operation. As interest income accounts for nearly 95 % of company's total revenue separate segment reporting as per Accounting Standard-17 is not considered necessary.
- [11] There is difference of Rs. 0.69 Crs. in Sales Tax deferment Deemed loan between subsidiary ledger and General Ledger which needs to be reconciled
- [12] Corporation has made specific provision @100% of outstanding principal and other expenses amounting to Rs. 5.75 crore against the principal outstanding, assets of which are acquired under section 29 of SFC Act 1951 and sold out by corporation.



Disclosure requirement for SFC's (Financial Year 2009-10)

A. CAPITAL

- (a) Capital to Risk Assets Ratio (CRAR) -1937.30%
- (b) The amount of subordinated debt raised and outstanding as Tier-II Capital Nil
- (c) Risk weighted assets - separately for on and off balance sheet items 19279.59
- (d) The share holding pattern as on the date of the Balance Sheet

The Share Holding Patters as on 31.03.2010 is as under :

Sr. No.	Particulars of Share Holding	No.of Shares Held (of Rs.10 each)	Percentage of Share Holding
1	Govt.of Gujarat *	49090400	55.09
2	SIDBI *	25320000	28.41
3	Banks & Insurance Co.	400000	0.45
4	Others	14303600	16.05
	Total	89114000	100

* Includes special class of shares of 18,00,000 & 7,00,000 held by Govt. of Gujarat & SIDBI respectively

B. Assets Quality and Credit Concentration

- (e) Percentage of net NPA's to net loans and advances.

	Amount Rs. (In Crores)	Percentage
Net NPA =	406.99	99.80%
Net Loans & Advances = (Principal only)	0.81	0.20

- (f) Amount and percentage of net NPA's under the prescribed assets classification categories.

	Amount Rs. (In Crores)	Percentage
Standard Assets	0.20	0.02%

- (g) Amount of provision made during the year towards standard assets, NPA's Investments (other than those in the nature of an advance), income tax.

Sr.		Amount Rs. (in Crores)	NPA Provision Required FY 08-09	NPA Provision Required FY 09-10	Difference
1.	Standard Assets	0.20	0.0025	0.0005	(-) 0.01
2.	NPA's	18.99	425.76	406.99	- 18.77
3.	Income Tax	NIL	-	-	-

(h) Movement in net NPA's

	Amount Rs. (in Crore)
Opening Balance of Net NPA's	567.23
Closing Balance of Net NPA's	553.99
Movement in Net NPA's	-13.24

As the figures of recoveries in NPA's were not available, the addition in Net NPA's has been netted by the amount of recoveries made during the year.

(I) Credit Exposure as percentage to capital fund and as percentage to total assets in respect of

Credit exposure as a percentage of	Capital Funds%	Total Assets%
The largest single borrower	1.92	6.87
The largest borrower group	1.28	6.97
The 10 largest single borrowers	11.62	37.76

Capital Funds :	Amount Rs. (In Crore)
Paid up Share Capital	89.11
Share Premium	18.90
Statutory & Free Reserves	254.47
Less : Deficit in P & L A/C	
Misc. Expenses not written off	
Capital Fund	
Total Assets	
Total of Assets Side	1578.34
Less : Deficate in P & L A/C	1548.58
Misc.Expenses not written off	16.46
	13.3

(j) Credit exposure to the five largest industrial sector as percentage to total loan assets Industrieswise gross sanction/disbursement/outstanding as on 31.03.10

(Rs. Crore)

Industry	Sanction FY 2007-08	Disb. FY 2008-09	Principal O/S as on 31-3-10	Ind wise O/S %
Chem & Chemical Prod	0.00	0.00	92.64	16.71
Services	0.00	0.00	5.16	0.93
Textile	0.00	0.00	79.41	14.32
Food Mfg.	0.00	0.00	45.52	8.21
Plastic Ind.	0.00	0.00	43.6	7.86
Total	0.00	0.00	266.33	48.03

Total loan outstanding Rs. 554.43 Crores as on 31-3-2010

C. Liquidity

(k) Maturity pattern of assets and liabilities are as under :

(Rs. in Crore)

Items	Less than or equal to 1 year	More than 1 year upto 3 years	More than 3 years upto 5 years	More than 5 years upto 7 years	More than 7 years upto 10 years	More than 10 years	Total
Rs assets Total assets	515.10	2.07	0.08	0.00	0.00	0.00	517.25
Rs. liabilities Foreign currency	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Liabilities (Considering Restructuring)	231.39	141.96	122.56	94.20	46.42	0.00	636.53

D. Operating Results

(m) Interest income as a percentage to average working funds = 11.99%

Amount Rs. (in Crore)

Interest Income	27.54
Average working Capital Fund as on 31.03.2010	- 39.91
Balance of Total Assets as on 31.03.2009	1465.05
Less : Deficit in P & L A/c.	1419.19
Misc. Expenses not Written off as on 31.03.2009	16.46
Working Capital Fund as on 31.03.2009 = (A)	29.41
Balance of total Assets as on 31.03.2010	1578.34
Less : Deficit in P & L A/c.	1548.55
Misc. Expenses not Written off as on 31.03.2010	16.46
Working Capital fund as on 31.03.2010 = (B)	13.3
Average Working Capital Fund = (A+B)/2	21.355

(n) Non-interest income as a percentage to average working funds = 41.77%

Amount Rs. (in Crore)

Non interest Income	8.92
Average working Capital Fund	21.355

(o) Operating loss as percentage to average working funds = 577.62%

Amount Rs. (in Crore)

Total Loss	129.38
Operating loss	123.35
Average working Capital Fund	21.355



(p) Return on average assets =

	Amount Rs. (in Crore)
Loss	129.38
Total Average Assets	21.355
Balance of Total Assets as on 31.03.2009	1465.06
Less : Deficit in P & L A/c.	1419.19
Misc. Expenses not Written off as on 31.03.09	16.46
Assets as on 31.03.2009 = (A)	<u>29.41</u>
Balance of Total Assets as on 31.03.2010	1578.34
Less : Deficit in P & L A/c.	1548.58
Misc. Expenses not Written off as on 31.03.10	16.46
Assets as on 31.03.2010 = (B)	<u>13.3</u>
Average Assets = (A+B) /2	21.355
(q) Net loss per employee	0.73096
No.of Employees	177





GUJARAT STATE FINANCIAL CORPORATION

SCHEDULE : 17

SCHEDULE SHOWING PARTICULARS IN RESPECT OF LOANS AND ADVANCES REFERRED TO IN THE BALANCE SHEET AS ON 31.03.2010

	PARTICULARS OF LOANS AND ADVANCES	PRINCIPAL AMOUNT (Rs.)
I	General Loan	2815900725
II	Special Loan	
	1 BANKABLE RJT PRINCIPAL ADVANCE	1980965
	2 CYCLONE 1982 PRINCIPAL ADVANCE	792169
	3 CYCLONE 1983 PRINCIPAL ADVANCE	473318
	4 DOCTOR FRIENDS SCHEME	18252308
	5 DOCTOR'S SCH PRINCIPAL ADVANCE	345856
	6 EARTH QUACK 2001 (PRIN ADV)	25073969
	7 ELITE CLIENTS CHANEL SCHEME	11595177
	8 EQUI.FIN.AHD PRINCIPAL ADVANCE	58263779
	9 FISHING LOAN PRINCIPAL ADVANCE	102051
	10 GEN LOAN FWD DST PRINCIPALADV N	28333795
	11 GOLD CARD LINE OF CREDI SCHEME	185725449
	12 HANDICAPPED PERSON'S PRIN ADV	12773598
	13 HARITAGE HOTEL	3776180
	14 HI-TECH AGRICULTURE SCHEME	2892096
	15 JET TRAIL SCHEME	937633
	16 LEASE ASSETS A/C	104212471
	17 LINE OF CREDIT FOR FINANCE	265373925
	18 LOAN A/C MAHILA SOFT SEED CAPI	917554
	19 LOAN A/C MAHILA UDYAM NIDHI	2560769
	20 LOAN A/C NURSING HOME SCH	540096
	21 LOAN A/C SEMFEX TRANSPORT LOAN	2238809
	22 LOAN A/C SEMFX GENERAL LOAN	3311685
	23 LOAN A/C SMFX GEN SOFT SEED	1519826
	24 LOAN A/C SMFX TRAN SOFT SEED	458074
	25 LOAN FOR REHB LI CORPO	5381681
	26 LOAN FOR REHB LI NES	99535
	27 MAR ORG LOAN PRIN ADV	14170103
	28 MINI LOAN PRINCIPAL ADVANCE	2792107
	29 MORDENISATION SCHM PRINCIPAL AD	276233
	30 N.E.S.LOAN PRINCIPAL ADVANCE	5378926
	31 NATIONAL EQ.DOCOTR'S FRIENDS	124940
	32 NATIONAL EQUIT SL PRIN ADV	4248568
	33 NATIONAL EQUIT TL PRIN ADV	9992435
	34 NATIONAL EQUIT WC PRIN ADV	81000
	35 PRIN.TECHNOLOGY UPGRAD FUND	30266569
	36 PRINCIPAL DISBURSEMENT	370815673
	37 PRINCIPAL OF DP LOAN	1358178
	38 PRINCIPAL OF HIGHER PURCHASE	483663268



	PARTICULARS OF LOANS AND ADVANCES	PRINCIPAL AMOUNT (Rs.)
39	PRINCIPAL WORKING CAPITAL LOAN	429545277
40	PROF LOAN PRIN ADVANCE	623285
41	QF TERM LOAN PRINCIPAL LN.	3727441
42	QUA.CONTL.AHD PRIN ADVANCE	175000
43	REHEBILATION OF BHUKAMP 2001	231675090
44	RIOT LOAN PRINCIPAL ADVANCE	14871
45	S.T.INT FREE PRINCIPAL ADV.	45000
46	S.T.INT FREE PRINCIPAL ADVANCE	4546101
47	SEED CAP NES PRINCIPAL ADVANCE	12260
48	SPL CAP CORP PRINCIPAL ADVANCE	2332723
49	SEED CAPCORP PRINCIPAL ADVANCE	273905
50	SEED MONEY PRINCIPAL ADVANCE	93485
51	SL SCHEME PRIN ADVANCE	14972421
52	SOFT HARITAGE SCHEME	2998847
53	SPL CAP NES PRINCIPAL ADVANCE	57595
54	SPL CAP TINY PRINCIPAL ADVANCE	27700
55	SW TERM LOAN PRINCIPAL LN.	20724598
56	T.L.SUBS NES PRINCIPAL ADVANCE	8391
57	TINY LOAN PRINCIPAL ADVANCE	12253450
58	TM SCHEME PRIN ADVANCE	15474220
59	TRANSPORT LN PRINCIPAL ADVANCE	5423433
60	TRAN STG ADV PRINCIPAL ADVANCE	631948
61	UNBANKED PRINCIPAL ADVANCE	846587
62	WES PRIN ADVANCE	5858353
63	S.T.INT FREE PRINCIPAL ADV(ST)	314916140
		5544259614
	LESS :	
	1. Provision for NPA	(4069881387)
	2. Provision for Ascertained Bad Debts	(1470065617)
	Total Rs.	4312610

SIGNATORIES TO SCHEDULES "1" TO "17"

FOR AND BEHALF OF BOARD,

Sd/-
S. J. SHAH
General Manager

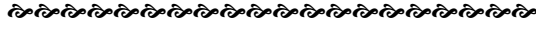
Sd/-
ARVIND AGARWAL,
Managing Director

Sd/-
K. C. BHANOO
Director

As per our report of even date attached herewith

Date : 28-07-2010
Place : Gandhinagar

For R. S. Patel & Co. Chartered Accountants, FRN 107758W
Rajan B. Shah Partner
Member No. 101998



**GUJARAT STATE FINANCIAL CORPORATION
PERFORMANCE OF THE CORPORATION AT A GLANCE DURING THE LAST DECADE**

(Rs. in crores)

Sr. No.	Particulars	2000-2001 2001-2002 2002-2003 2003-2004 2004-2005 2005-2006 2006-2007 2007-2008 2008-2009 2009-2010 Since inception												
		3	4	5	6	7	8	9	10	11	12	13		
(A)	Assistance													
	1. Flow of Applications Term Loans	No.	640	—	—	—	—	—	—	—	—	—	—	61756
		Rs.	157.77	—	—	—	—	—	—	—	—	—	—	5385.60
	2. Loan Sanctioned													
	a. Term Loan	No.	535	21	—	—	—	—	—	—	—	—	—	46646
		Rs.	86.99	3.18	—	—	—	—	—	—	—	—	—	3732.10
	b. Lease Finance	No.	—	—	—	—	—	—	—	—	—	—	—	41
		Rs.	—	—	—	—	—	—	—	—	—	—	—	28.62
	c. Short Term Finance	No.	3	—	—	—	—	—	—	—	—	—	—	299
		Rs.	1.24	—	—	—	—	—	—	—	—	—	—	219.48
	d. Line of Credit	No.	—	—	—	—	—	—	—	—	—	—	—	11
		Rs.	—	—	—	—	—	—	—	—	—	—	—	80.00
	e. Bill discounting	No.	—	—	—	—	—	—	—	—	—	—	—	130
		Rs.	—	—	—	—	—	—	—	—	—	—	—	227.96
	f. Working Capital Term Loan	No.	43	7	—	—	—	—	—	—	—	—	—	225
		Rs.	22.17	4.56	—	—	—	—	—	—	—	—	—	174.73
	g. N.H.F.D.C.	No.	631	298	114	34	538	113	16	1744	1744	1744	1744	1744
		Rs.	2.81	1.07	0.73	0.17	2.00	0.35	0.04	7.17	7.17	7.17	7.17	7.17
	h. Fund Based Merchant Banking Activity	No.	—	—	—	—	—	—	—	—	—	—	—	20
		Rs.	—	—	—	—	—	—	—	—	—	—	—	26.29
	i. Small Scale Units (SSI)	No.	442	525	21	—	—	—	—	—	—	—	—	45170
		Rs.	175.99	64.48	3.18	—	—	—	—	—	—	—	—	3000.59
	j. Backward District	No.	155	313	—	—	—	—	—	—	—	—	—	18168
		Rs.	72.93	29.17	—	—	—	—	—	—	—	—	—	1482.14
	k. Backward Talukas	No.	137	19	—	—	—	—	—	—	—	—	—	9759
		Rs.	42.17	1.31	—	—	—	—	—	—	—	—	—	1574.47
	l. Rural Areas	No.	207	282	6	—	—	—	—	—	—	—	—	13599
		Rs.	95.81	47.92	1.16	—	—	—	—	—	—	—	—	1935.50
	m. Tribble Area/Talukas Pockets	No.	27	8	—	—	—	—	—	—	—	—	—	4479
		Rs.	10.55	1.44	—	—	—	—	—	—	—	—	—	652.30



Sr. No.	Particulars	Since inception											
		2000-2001	2001-2002	2002-2003	2003-2004	2004-2005	2005-2006	2006-2007	2007-2008	2008-2009	2009-2010	12	13
1	2	3	4	5	6	7	8	9	10	11	12	13	
3.	Disbursement												
a.	Term Loan	Rs. 193.25	76.81	21.76	3.09	—	—	—	—	—	—	2748.92	
b.	Lease Finance	Rs. —	—	—	—	—	—	—	—	—	—	23.14	
c.	Short Term Finance	Rs. 5.51	3.00	—	—	—	—	—	—	—	—	187.49	
d.	Line of Credit	Rs. —	—	—	—	—	—	—	—	—	—	65.79	
e.	Bill discounting	Rs. 0.12	—	—	—	—	—	—	—	—	—	200.72	
f.	Working Capital Term Loan	Rs. 20.49	9.31	—	—	—	—	—	—	—	—	154.42	
g.	Fund Based Merchant Banking Activity	Rs. —	—	—	—	—	—	—	—	—	—	11.52	
h.	N.H.F.D.C.	Rs. 0.08	1.29	0.36	0.05	0.60	0.26	9.67	—	—	—	12.31	
4.	Recovery												
a.	Term Loan	Rs. 275.39	173.13	132.37	119.47	139.76	156.23	70.21	91.92	70.22	27.22	3366.73	
b.	Lease Finance	Rs. 1.38	1.21	0.64	0.17	0.03	0.04	0.03	—	—	—	14.64	
c.	Short Term Finance	Rs. 10.25	10.13	5.56	4.07	1.79	2.25	0.67	0.54	—	—	208.16	
d.	Line of Credit	Rs. 4.79	4.67	3.99	0.25	0.07	—	—	2.34	0.62	0.53	59.25	
e.	Bill discounting	Rs. 4.75	1.51	1.81	0.83	1.13	1.00	0.51	0.70	0.88	—	204.65	
f.	Working Capital Term Loan	Rs. 20.26	17.94	17.27	5.71	5.55	2.08	6.09	2.70	3.18	7.39	102.06	
g.	Fund Based Merchant Banking Activity	Rs. —	—	—	—	—	—	—	—	—	—	0.10	
h.	N.H.F.D.C.	Rs. —	—	0.18	0.22	0.24	0.31	0.27	0.24	0.23	0.08	1.77	
5.	Loan Outstanding(at year end)	No. 11848	10952	—	—	—	—	—	—	—	—	—	
(B)	Working Results												
1.	Earning												
a.	Interest	Rs. 96.51	92.73	36.11	41.05	61.78	71.14	28.32	65.61	55.29	27.11	—	
b.	Other Income	Rs. 11.95	7.41	3.59	7.88	2.89	3.02	2.14	2.29	3.17	9.34	—	



Sr. No.	Particulars	2000-2001 to 2008-2009													Since inception		
		3	4	5	6	7	8	9	10	11	12	13					
2	Expenditure																
a	Interest on bond, deposits & Other Borrowings	Rs. 145.65	149.65	146.66	120.85	113.39	73.17	87.79	112.55	135.05	161.44						
b	Financial Expenses & Commitment Charges	Rs. 2.05	2.45	10.06	11.26	8.18	2.73	2.06	1.75	9.88	0.61						
c	Personnel Expenses	Rs. 24.71	21.69	22.92	21.13	20.35	11.99	7.83	6.10	22.15	2.82						
d	Other expenses	Rs. 10.24	4.32	25.33	2.91	34.19	39.25	14.75	26.53	33.80	13.93						
e	Depreciation	Rs. 2.82	1.95	1.60	1.15	0.93	0.54	0.46	0.40	0.35	0.28						
f	Provision against NPA	Rs. 23.80	46.93	34.73	50.10	25.85	89.74	229.21	29.69	14.30	5.75						
3	Profit/(Loss) before tax	Rs. -100.80	126.85	-201.60	-158.47	-138.22	-12.01	-311.64	-109.13	-117.93	-129.38						
4	Profit/(Loss) after tax	Rs. -100.80	126.85	-201.60	-158.47	-138.22	-12.01	-311.64	-109.13	-117.93	-129.38						
(C)	Capital & Resources (as at the end of)																
1	Paid up capital	Rs. 94.01	94.01	89.11	89.11	89.11	89.11	89.11	89.11	89.11	89.11	89.11	89.11	89.11	89.11	89.11	89.11
2	Share Forfeited	Rs. —	—	9.21	9.21	9.21	4.60	4.60	4.60	4.60	4.60	4.60	4.60	4.60	4.60	4.60	4.60
3	Reserves	Rs. 91.05	91.05	85.89	85.89	85.89	249.95	249.95	265.29	273.36	273.36						
4	Borrowings	Rs. 1184.29	1215.23	1203.01	1200.49	1155.61	927.83	942.55	965.41	1000.92	676.86						
a	Market Bonds	Rs. 368.32	382.41	380.59	348.19	196.94	97.01	77.36	67.31	60.14	18.98						
b	Govt. Loan	Rs. 8.82	8.82	8.82	48.82	187.60	288.65	412.82	532.17	592.17	612.17						
c	SIDBI Loan	Rs. —	—	—	—	—	—	—	—	—	—						
d	Refinance	Rs. 515.41	542.80	558.28	557.66	557.36	299.87	179.87	59.87	—	—						
e	Fixed Deposits	Rs. 0.13	0.13	0.13	0.13	0.13	0.13	—	—	—	—						
f	Line of Credit from Banks	Rs. 70.32	63.08	42.63	40.13	40.13	30.00	16.00	—	—	—						
g	Priority Sector Bond	Rs. 218.73	214.73	208.93	182.07	162.33	141.10	116.05	76.67	8.95	5.02						
h	Loan from NHFDC	Rs. 2.56	3.26	3.63	3.49	1.12	0.68	0.38	0.37	0.37	0.37						
i	Short Term Loan GIDC	Rs. —	—	—	20	10	0.00	—	—	—	—						

HEAD OFFICE
GUJARAT STATE FINANCIAL CORPORATION
SECTOR – 11, GH – 4, UDYOG BHAVAN GANDHINAGAR – 382 017

TELE.NO: 23256761 to 66, 23256772-74, FAX NO. 23252204-05
Email : webmaster –gsfc@gujarat.gov.in, Web site : http:// www.gsfc.gujarat.gov.in

REGIONAL & OTHER OFFICES :

<p>AHMEDABAD REGIONAL OFFICE CHILDREN'S HOSPITAL BUILDING OPP. ELLIS BRIDGE POLICE LINE, ELLIS BRIDGE, AHMEDABAD – 380006. TELE.NO. (079) 26402372, 26464480 FAX NO. (079) 26463837</p>	<p>RAJKOT REGIONAL OFFICE RACE COURSE, RING ROAD, NEAR LIFE BUILDING, RAJKOT – 360 001. TELE.NO. (0281) 2443664, 2442715 FAX NO. (0281) 2479292</p>
<p>SURAT REGIONAL OFFICE VIKAS BUILDING, DUTCH GARDEN ROAD NANPURA, SURAT – 395 001 TELE.NO. (0261) 2475821, 2471173 FAX NO. (0261) 2473061</p>	<p>MUMBAI OFFICE 198, KHETAN BHAVAN, 1ST FLOOR, 198 J-TATA ROAD, CHURCH GATE, MUMBAI – 400 020 TELE / FAX NO. (022) 22845041</p>



GUJARAT STATE FINANCIAL CORPORATION

Head Office : UDYOG BHAVAN, 1st FLOOR, BLOCK NO. 10,
SECTOR-11, GH-4, GANDHINAGAR-382 017.

ATTENDANCE SLIP

Folio No.	
DP ID	
Client ID	
No. of shares	

I certify that I am a registered shareholder of the Corporation. I hereby record my presence at the FIFTIETH ANNUAL GENERAL MEETING of the Corporation in the office of the Chairman at Head Office at Udyog Bhavan, Block No. 10, 1st Floor, Sector-11, Gandhinagar-382 017 on Thursday, the 2nd December, 2010 at 4.00 p.m.

**Signature of the attending
Member/Proxy**

Note : A Shareholder/Proxyholder wishing to attend the meeting must bring the Attendance Slip to the meeting and hand it over at the entrance duly signed.

GUJARAT STATE FINANCIAL CORPORATION

Head Office : UDYOG BHAVAN, 1st FLOOR, BLOCK NO. 10,
SECTOR-11, GH-4, GANDHINAGAR-382 017.

PROXY FORM

I/We _____ of _____ in the district of _____ being a Member/Members of the above named Corporation hereby appoint _____ of _____ in the district of _____ or failing him _____ of _____ in the district of _____ as my/our proxy to attend and vote for me/us and on my our behalf at the FIFTIETH ANNUAL GENERAL MEETING of the Corporation in the office of the Chairman at Head Office at Udyog Bhavan, Block No. 10, 1st Floor, Sector-11, Gandhinagar-382 017 on Thursday, the 2nd December, 2010 at 4.00 p.m. and at any adjournment thereof.

Signed this _____ day of _____ 2010.

Folio No.	
DP ID	
Client ID	
No. of shares	

Affix Re. 1
Revenue
Stamp
Signature

1. This form, in order to be effective, should be duly stamped, completed and signed and must be deposited at the Head Office of the Corporation at Gandhinagar not less than 7 clear days before the date of the meeting.
2. A Proxy need not be a member of the Corporation.

Y-230/1	Y-230/1	Y-230/1	Y-230/1	Y-230/1
Y-230/2	Y-230/2	Y-230/2	Y-230/2	Y-230/2
Y-230/3	Y-230/3	Y-230/3	Y-230/3	Y-230/3
Y-230/4	Y-230/4	Y-230/4	Y-230/4	Y-230/4
Y-230/5	Y-230/5	Y-230/5	Y-230/5	Y-230/5
Y-230/6	Y-230/6	Y-230/6	Y-230/6	Y-230/6
Y-230/7	Y-230/7	Y-230/7	Y-230/7	Y-230/7

Y-230/1	Y-230/1	Y-230/1	Y-230/1
Y-230/2	Y-230/2	Y-230/2	Y-230/2
Y-230/3	Y-230/3	Y-230/3	Y-230/3
Y-230/4	Y-230/4	Y-230/4	Y-230/4
Y-230/5	Y-230/5	Y-230/5	Y-230/5
Y-230/6	Y-230/6	Y-230/6	Y-230/6
Y-230/7	Y-230/7	Y-230/7	Y-230/7



BOARD OF DIRECTORS

(As on 30th September, 2010)

CHAIRMAN

SHRI M. SAHU, IAS

(Nominated as Director by State Government & appointed as
Chairman by SIDBI)

SHRI C. L. MEENA, IAS, Director

(Nominated by State Government)

SHRI K. C. BHANOO,

(Nominated by SIDBI)

SHRI R. D'SILVA

(Nominated by SIDBI)

MANAGING DIRECTOR

SHRI ARVIND AGARWAL, IAS

DEPUTY MANAGER & SECRETARY (BOARD)

SHRI P. V. R. NAIR

AUDITORS

SHRI R. S. PATEL & Co.

CHARTERED ACCOUNTANTS,
AHMEDABAD.

HEAD OFFICE

Udyog Bhavan, Block No. 10, 1st Floor, GH-4,
Gandhinagar-382 017.

REGIONAL OFFICES

Ahmedabad, Surat, Rajkot.

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