

V.R.BHABHRA & CO.
CHARTERED ACCOUNTANTS

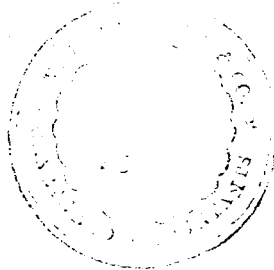
C/155,JUMBO DARSHAN,
ANDHERI(EAST),MUMBAI - 400 069.

FORM NO.3CA
[See rule 6G(1)(a)]

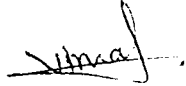
Audit report under section 44AB of the Income-tax Act, 1961, in the case where the accounts of the business or profession of a person have been audited under any other law

we report that the statutory audit of M/S. SANCHAY FINVEST LIMITED (Formerly - D. S. Sancheti Securities & Financial Services Limited), 209, Rajani Bhavan, 569, M.G. road, Indore (M.P.) (P.A. No. Applied for / JCIT, Range - III (5), Indore was conducted by us in provisions of the Companies Act, 1956 and We annex hereto a copy of our audit report dated 31th July, 2004. along with a copy each of :-

- (a) the audited * profit and loss account / income and expenditure account for the year ended on 31st March 2004.
 - (b) the audited balance sheet as at 31st March, 2004; and
 - [c] documents declared by the said Act to be part of, or annexed to, the * profit and loss account/ income and expenditure account and balance sheet.
- 2 The statement of particulars required to be furnished under section 44AB is annexed herewith in Form No. 3CD.
- 3 In *my / our opinion and to the best of * my / our information and according to explanations given to * me/ us, the particulars give in the said Form No.3CD are true and correct.



Place : MUMBAI
Date : 31st JULY,2004.


M. No. 46043
Name : M/S V. R. BHABHRA & CO.
CHARTERED ACCOUNTANTS
Address : 120-A, SAGAR SHOPPING CENTRE,
1st FLOOR, 76, JAI PRAKASH ROAD,
ANDHERI (WEST),
MUMBAI 400 058.

V.R.BHABHRA & CO
C/115, Jumbo Darshan,
Andheri (East),
Mumbai – 400069

022 - 26775905


ANNEXURE REFERRED TO IN PARAGRAPH 2 OF OUR REPORT OF
EVEN DATE IN THE CASE OF **SANCHAY FINVEST LIMITED**

1. In respect of Fixed Assets
 - a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
 - b. As explained to us, the fixed assets have been physically verified by the management during the year in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
 - c. In our opinion, the Company has not disposed of substantial part of fixed assets during the year and the going concern status of the company is not affected,

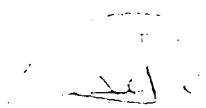
2. In respect of its inventories:
 - a. As explained to us, the management at regular intervals during the year has physically verified inventories.
 - b. In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c. The Company has maintained proper records of inventories. As explained to us, there was no material discrepancies noticed on physical verification of inventory as compared to the book records.

3. In respect of loans, secured or unsecured, granted or taken by the Company to/from companies, firms or other parties covered in the register maintain under Section 301 of the Companies Act, 1956 as pr hereunder:

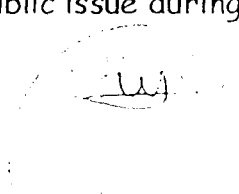
We were informed that company neither taken nor granted any loan Companies covered in the register maintained under section 301 of the Companies Act, 1956.



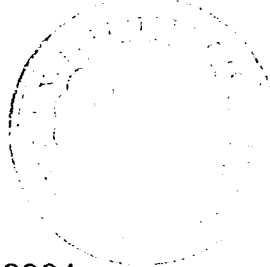
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory, fixed assets and also for the sale of goods. During the course of our audit, we have not observed any major weaknesses in internal controls.
5. In our opinion and according to the information and explanations given to us, transactions made in pursuance of contracts or arrangements, that needed to be entered into in the register maintained under Section 301 of the Companies Act, 1956. We were informed that the transactions that the with the parties exceeding the value of Rs. five lacs have been entered into during the financial year are at prices, which are reasonable, having regard to the prevailing market prices at the relevant time.
6. The Company has not accepted any deposits from the public.
7. In our opinion the internal audit system of the Company is commensurate with its size and nature of its business.
8. The Central Government has not prescribed maintenance of Cost Records under Section 209(1)(d) of the Companies Act, 1956 in respect of certain manufacturing activities of the Company.
9. In respect of statutory dues:
 - a. According to the records of the Company undisputed statutory dues including Provident funds, Investor Education and Protection Fund, Employees State Insurance, Income Tax, Sales Tax, wealth Tax, Custom Duty, Excise Duty, Cess and other statutory dues have been generally regularly deposited with the appropriate authorities. According to the information and explanations given to us. No undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2004 for a period of more than six months from the date of becoming payable.
 - b. There are no disputed statutory dues that require be deposited on account of matters pending before appropriate authorities.
10. The Company is not incurred loss during the current financial year & has no accumulated losses at the beginning of the year or in the immediately preceding financial year.



11. Based to our audit procedures and according to the information and explanation given to us, we are of the opinion that the Company has not defaulted in repayment of dues to financial institutions, banks or debenture holders.
12. In our opinion and according to the information and explanation given to us, no loans and advances have been granted by the Company on the basis of security by way of pledge of share, debenture and other securities.
13. In our opinion, the Company is not a chit fund or a nidhi/mutual benefit society. Therefore, clause 4(Xiii) of the Companies (Auditor's Report) Order 2003 is not applicable to the Company.
14. As Company is traded in security/debenture or any other investment during the year under review & in our opinion proper record have been kept for the same.
15. The Company has not given any guarantees for loans taken by others from banks or financial institutions.
16. The Company has taken term loans during the year from ICICI Bank for purchase of motor car. The term loans outstanding at the end of the year were applied for the purposes for which they were raised.
17. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we are of the opinion that the Company has not utilized from short term sources towards repayment of long term borrowings and acquisition of fixed asset.
18. During the year, the Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956.
19. As Company has not issued any debentures, Company need not require to create securities in respect of debentures issued.
20. The Company has not raised any money by way of public issue during the year.



21. In our opinion and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year that causes the financial statement to be materially misstated.



FOR V.R. BHABHRA & CO.
CHARTERED ACCOUNTANTS

A handwritten signature in black ink, appearing to read 'V.R. Bhabhra', written over a horizontal line.

(V.R. BHABHRA)
PROPRIETOR

MEMBERSHIP NO.: 46043

DATE: 30.07.2004

PLACE: Mumbai:

V.R.BHABHRA & CO
C/115, Jumbo Darshan,
Andheri (East),
Mumbai – 400069

022 - 26775905

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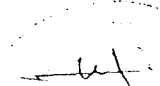
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 - c. The Company has maintained proper records of inventories. As explained to us, there was no material discrepancies noticed on physical verification of inventory as compared to the book records.

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[Handwritten Signature]

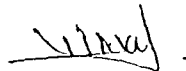
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 - b. There are no disputed statutory dues that require be deposited on account of matters pending before appropriate authorities.
10. The Company is not incurred loss during the current financial year & has no accumulated losses at the beginning of the year or in the immediately preceding financial year.



11. Based to our audit procedures and according to the information and explanation given to us, we are of the opinion that the Company has not defaulted in repayment of dues to financial institutions, banks or debenture holders.
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19. As Company has not issued any debentures, Company need not require to create securities in respect of debentures issued.
20. The Company has not raised any money by way of public issue during the year.

21. In our opinion and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year that causes the financial statement to be materially misstated.

FOR V.R.BHABHRA & CO.
CHARTERED ACCOUNTANTS



(V.R.BHABHRA)
PROPRIETOR

MEMBERSHIP NO.:46043

DATE:30.07.2004

PLACE: Mumbai:

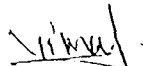
SANCHAY FINVEST LIMITED : INDORE

BALANCE SHEET AS ON 31st MARCH, 2004.

<u>PARTICULARS</u>	<u>SCH</u>	<u>CURRENT YEAR</u>	<u>PREVIOUS YEAR</u>
		<u>RS.</u>	<u>RS.</u>
<u>SOURCES OF FUND</u>			
<u>SHARE HOLDERS FUND</u>			
Share Capital	1	31,500,000.00	31,500,000.00
Reserves & Surplus	2	17,395,520.31	17,398,106.67
<u>LOAN FUND</u>			
Secured Loans	3	6,125,093.37	2630287.96
		<u>55,020,613.68</u>	<u>51,528,394.63</u>
<u>APPLICATION OF FUND</u>			
<u>FIXED ASSETS</u>	4		
Gross Block		6,052,977.04	4,637,857.04
Less : Depreciation to Date		2,249,189.04	1,614,391.04
<u>NET BLOCK</u>		<u>3,803,788.00</u>	<u>3,023,466.00</u>
<u>INVESTMENT (at cost)</u>	5	13,063,884.75	13,063,884.75
<u>CURRENT ASSETS LOANS & ADVANCE :</u>			
<u>Inventories (Shares, Deb etc)</u> (lower of cost or market price)	6	15,053,072.49	15,850,353.45
Sundry Debtors	7	33,135,241.30	11,062,860.44
Cash and Bank balance	8	3,481,869.93	1,951,385.71
<u>LOANS & ADVANCES</u>	9		
Advances recoverable in cash or in kind or for value to be received		760,474.25	722,791.25
Security deposits		13187000.00	14894000.00
Prepaid expenses		54193.00	5095.00
		<u>65,671,850.97</u>	<u>44,486,485.85</u>
Less : Current liability & Provision	10	27,718,910.04	9,801,131.97
<u>Net current Assets</u>		<u>37,952,940.93</u>	<u>34,685,353.88</u>
<u>MISCELLANEOUS EXPENDITURE</u> (to the extend not written off or adjusted)	11	200,000.00	755,690.00
<u>TOTAL RUPEES</u>		<u>55,020,613.68</u>	<u>51,528,394.63</u>
<u>NOTES ON ACCOUNTS</u>	18		
The schedules referred to herein above form an integral part of balance sheet			

AS PER OUR REPORT OF EVEN DATE

FOR V R. BHABHRA & CO.
CHARTERED ACCOUNTANTS

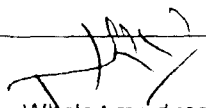

(VIMAL BHABHRA)

proprietor


PLACE: MUMBAI
DATED 30.07.2004

For on behalf of the board of Directors

NAROTTAM KUMAR SHARMA


Whole time director

NARESH KUMAR SHARMA


Director

SANGHAY FINVEST LIMITED : INDORE

TRADING & PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED 31ST MARCH 2004

<u>PARTICULARS</u>	<u>SCH</u>	<u>CURRENT YEAR</u>	<u>PREVIOUS YEAR</u>
INCOME			
Gross Receipts/Income from operation	12	2,554,768.87	2,678,426.86
Other Income	13	477,790.54	314,443.16
Deferred Tax Asset		100,079.00	3,016.00
Total (A)		<u>3,132,638.41</u>	<u>2,995,886.02</u>
EXPENSES			
Operative Expenses	14	802,549.16	317,322.30
Administrative & Other Expenses	15	945,604.42	773,130.69
Finance Expenses	16	490,098.49	554,625.22
Depreciation		634,798.00	114,207.00
Miscellaneous Exp.W/off provision under NBFC Norms	17	555,690.00 (393,594.30)	581,808.00 525,979.00
Total (B)		<u>3,035,145.77</u>	<u>2,867,072.21</u>
NET PROFIT BEFORE TAX (A-B)		97,492.64	128,813.81
Less : Provision for Income Tax		0.00	0.00
C. NET PROFIT AFTER TAX		0.00	128,813.81
Add : Balance Brought forward from Previous year		616,695.67	487,884.86
		<u>714,188.31</u>	<u>616,698.67</u>
Add : Taxes pertaining to prior years		0.00	-
Balance Carried to Balance Sheet		<u>714,188.31</u>	<u>616,698.67</u>

basic and diluted earning per equity share
of Rs. 10/- each (in Rupees)

0.03 0.04

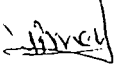
AS PER OUR REPORT OF EVEN DATE

For on behalf of the board of Directors

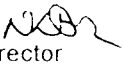
OR V.R. BHABHRA & CO.
CHARTERED ACCOUNTANTS

NAROTTAM KUMAR SHARMA


Whole time director


(VIMAL BHABHRA)
proprietor

NARESH KUMAR SHARMA


Director

PLACE: MUMBAI
DATED: 30.07.2004

SANCHAY FINVEST LIMITED : INDORE**SCHEDULES FORMING PART OF BALANCE SHEET & TRADING & PROFIT & LOSS
ACCOUNT FOR THE PERIOD ENDED ON 31ST MARCH, 2004**

<u>PARTICULARS</u>	<u>CURRENT YEAR</u>	<u>PREVIOUS YEAR</u>
SCHEDULE :- 1 : SHARE CAPITAL		
AUTHORISED		
80,00,000 Equity shares of Rs.10/- each (previous year 80,00,000 Equity shares of Rs.10/- each)	80,000,000.00	80,000,000.00
ISSUED,SUBSCRIBED CALLED & PAIDUP		
31,50,000 Equity shares of Rs.10/- each fully paid-up (previous year 31,50,000 Equity shares)	31,500,000.00	31,500,000.00
TOTAL :	<u>31,500,000.00</u>	<u>31,500,000.00</u>
SCHEDULE :- 2 : RESERVES & SURPLUS		
SHARE PREMIUM ACCOUNT		
	12,000,000.00	12,000,000.00
GENERAL RESERVE		
Balance as per last Balance sheet	4,781,112.00	4,781,112.00
Less:Deferred Tax Liabilities	-	-
	<u>16,781,112.00</u>	<u>16,781,112.00</u>
PROFIT AND LOSS ACCOUNT		
	714,188.31	616,695.67
DEFERRED TAX LIABILITY		
Deferred Tax of earliar years	299.00	3,315.00
Less: Deferred tax Assets of Current year	100,079.00	3,016.00
	<u>(99,780.00)</u>	<u>299.00</u>
	<u>614,408.31</u>	<u>616,994.67</u>
TOTAL :	<u>17,395,520.31</u>	<u>17,398,106.67</u>
SCHEDULE :- 3 : LOAN FUND		
UTI Bank Ltd.Overdraft a/c.no.18470 (Agianst pledge of Shares & Securities)	5,304,262.88	2630287.96
ICICI motor car loan (Secured against Car)	820830.49	
TOTAL :	<u>6,125,093.37</u>	<u>2630287.96</u>
SCHEDULE :- 4 : FIXED ASSETS		
As per separate sheet attached	3,803,788.00	3,023,466.00
TOTAL :	<u>3,803,788.00</u>	<u>3,023,466.00</u>
SCHEDULE :- 5 : INVESTMENT (AT COST)		
(Shares/Debenture etc.as per annexure I)		
TRADE INVESTMENTS :		
QUOTED : (at cost)	1,063,784.75	1,063,784.75
(Market value of Quoted shares Rs. 3,05,815.00) previous year- Rs. 2,72,285.00)		
Sub-Total	<u>1,063,784.75</u>	<u>1,063,784.75</u>
UNQUOTED : (at cost)		
M/s Sanchay Fincom Ltd (1200010 equity shares of Rs 10/-each)	12,000,100.00	12,000,100.00
Sub-Total	<u>12,000,100.00</u>	<u>12,000,100.00</u>
TOTAL :	<u>13,063,884.75</u>	<u>13,063,884.75</u>
SCHEDULE :- 6 : INVENTORIES (AT COST)		
Shares Debenture etc (As per Annexure I)	15,000,000.00	15,000,000.00

SANCHAY FINVEST LIMITED:INDORE(M.P.)

SCHEDULE :- 4

FIXED ASSETS:

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	AS ON 01.04.2003	ADDITIONS DURING THE THE YEAR	SALE/ TRANSFER	TOTAL	UP TO 31.03.2004	PROVIDED FOR THE PERIOD	SALE/ TRANSFER	TOTAL	AS ON 31.03.2004	AS ON 31.03.2003
FURNITURE & FIXTURES	288105.04	0.00	0.00	288105.04	236877.04	9272.00	0.00	246149.04	41956.00	51228.00
EPABX	81048.00	0.00	0.00	81048.00	47372.00	4684.00	0.00	52056.00	28992.00	33676.00
OFFICE EQUIPMENT	154498.00	0.00	0.00	154498.00	115678.00	5400.00	0.00	121078.00	33420.00	38820.00
PHOTOCOPY MACHINE	75100.00	0.00	0.00	75100.00	54289.00	2895.00	0.00	57184.00	17916.00	20811.00
GODREJ ELECTROTYPewriter	33070.00	0.00	0.00	33070.00	29580.00	632.00	0.00	30212.00	2858.00	3490.00
VEHICLE MARUTI CAR (MP-0)	195450.00	0.00	0.00	195450.00	178168.00	4471.00	0.00	182639.00	12811.00	17282.00
AUDIO VISUAL EQUIPMENT	4791.00	0.00	0.00	4791.00	3904.00	123.00	0.00	4027.00	764.00	887.00
COMPUTER	1069795.00	0.00	0.00	1069795.00	948523.00	48509.00	0.00	997032.00	72763.00	121272.00
M.P. STOCK EXCHANGE	2300000.00	0.00	0.00	2300000.00	0.00	0.00	0.00	0.00	2300000.00	2300000.00
OFFICE PREMISES	436000.00	0.00	0.00	436000.00	0.00	0.00	0.00	0.00	436000.00	436000.00
AIR CONDITIONER	0.00	21900.00	0.00	21900.00	0.00	1524.00	0.00	1524.00	20376.00	0.00
MOTOR CAR	0.00	1393220.00	0.00	1393220.00	0.00	557288.00	0.00	557288.00	835932.00	0.00
	4637857.04	1415120.00	0	6052977.04	1614391.04	634798.00	0	2249189.04	3803788.00	3023466.00

SCHEDULE :-7 & ANNEXURE - III
SUNDRY DEBTORS

PARTICILARS	DUE OVER SIX MONTH	OTHERS	AMOUNT
Agrawal Capital Market	688022.22	0.00	688022.22
Ashok Gupta	0.00	28686.47	28686.47
Atul s Kothari	10678.98	0.00	10678.98
Anant Kankani Huf (f)	0.00	22456.44	22456.44
Anant Investment	0.00	270.00	270.00
Arvind Sethia (f)	0.00	2158.76	2158.76
Arvind Chaudhary	0.00	30093.86	30093.86
Ashwini S Mandewal	0.00	5049.39	5049.39
Abhay Dugodia	0.00	6866.80	6866.80
Bhagirath Somani	275381.22	0.00	275381.22
Chainroop Duggar	0.00	15639.91	15639.91
Deepak Sharma	0.00	56890.86	56890.86
Dilip Dalmia (f)	109.38	0.00	109.38
Gaurav Daga	28900.53	0.00	28900.53
Girraj Chandak (f)	0.00	79.13	79.13
Hemal Vijay Raja	0.00	19451.59	19451.59
Indra Kauchar	0.00	2922.15	2922.15
Jayshree D Rathi	1918.29	1150.38	3068.67
K S.PAI	0.00	15202.80	15202.80
Krishna D Sharma	0.00	366755.12	366755.12
Krishna D Sharma(f)	6156.91	41511.19	47668.10
Kanta Chhager	0.00	5321.08	5321.08
Kishan Kabra (f)	0.00	346832.63	346832.63
Kamal Duggar (f)	0.00	17763.39	17763.39
Merchant Cap pvt Ltd	95374.23	0.00	95374.23
Mudrika T Dongrey	844.00	0.00	844.00
Madan Mohan Singhi	0.00	111429.08	111429.08
Mita Arvind Sethiya	0.00	3661.09	3661.09
Manmal Thard	0.00	543252.64	543252.64
Nirmal Sharma	0.00	53178.63	53178.63
Narendra Agrawal	0.00	17792.36	17792.36
Naval Kishore Vyas	0.00	263516.01	263516.01
Naval Kishore Vyas (f)	0.00	2905893.04	2905893.04
Nilima A Gupta	0.00	53974.28	53974.28
Neelima Sanghvi	0.00	6090247.11	6090247.11
Nikunj Raj Poddar (f)	0.00	25285.89	25285.89
Pulhraj Chauhan	53928.56	27.00	53955.56
Pramod Gadia (f)	0.00	145162.63	145162.63
Pramod Gadia (f)	0.00	2322.05	2322.05
Pallavi Trivedi	3517.94	0.00	3517.94
Patodia Investment	49736.87	0.00	49736.87
Patodia Investment (f)	26372.53	0.00	26372.53
Priti R Agrawal	23245.75	0.00	23245.75
Prem Bulchandani (f)	0.00	67369.09	67369.09
Rekha Somani	703977.86	1676.79	705654.65
Ritesh Damani	0.00	102139.81	102139.81
Rajesh Maurya	21957.68	0.00	21957.68
Rashmi Sunil	0.00	24918.69	24918.69
Ravindra Phad	0.00	4013.49	4013.49
Raju K Soni (f)	24026.65	0.00	24026.65
Rajesh G Jain (f)	0.00	1810092.91	1810092.91
Rama J Dokwal(f)	0.00	190192.77	190192.77

Sanchay Fincom Ltd.		5664892.87	5664892.87
Shree Shyam Investment	0.00	10830.85	10830.85
Salian Karunakar Narayan	0.00	352652.13	352652.13
Sanghvi Securities	0.00	5737717.91	5737717.91
Shri Vallabh Investment	0.00	3468.87	3468.87
Sunita Chaudhary	0.00	41504.53	41504.53
Sunil K Purohit	0.00	7690.37	7690.37
Sunil Gupta (f)	0.00	81703.98	81703.98
Sangita Sharma (f)	0.00	71329.64	71329.64
Suresh Bhatia (f)	0.00	2618383.28	2618383.28
S.C.Kankani HUF(F)	0.00	20633.26	20633.26
Sheetal Mundra(f)	0.00	17355.47	17355.47
Shri Suraj Resorseg Ltd(f)	0.00	53002.12	53002.12
Saurabh Sharma(f)	0.00	125049.23	125049.23
S.N.Singhi(f)	0.00	45225.75	45225.75
Tejas D Ghelani	0.00	59909.43	59909.43
Uttamchand D Doshi	0.00	2487.47	2487.47
V Light Trading	0.00	21250.63	21250.63
Venktash Share Investment	0.00	169.78	169.78
Vijay Sharma	0.00	427003.81	427003.81
Vaibhay Duggad	0.00	58615.90	58615.90
Veena Ramesh sethiya (f)	0.00	10493.58	10493.58
V-Light Trading(f)	0.00	1000128.79	1000128.79
Veena Sharda(f)	0.00	15850.28	15850.28
Vinit Sharma (f)	0.00	23502.30	23502.30
Vivek Sharma(f)	0.00	110094.41	110094.41
Vision Financial Services	0.00	434669	434669
NSE F& O SETT A/C	0.00	639228.75	639228.75
NSE CLEARING HOUSE	0.00	65000	65000

2014149.6	31121091.70	33135241.30
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SCHEDULE :- 7 : SUNDRY DEBTORS

(As per Annexure III)

Due Over Six Month	2,014,149.60	8,082,541.74
Others	31,121,091.70	2,980,318.70
TOTAL :	33,135,241.30	11,062,860.44

SCHEDULE :- 8 : CASH & BANK BALANCE

Cash in hand (As certified by a Director)	93,898.95	15,629.33
Balance with Banks :		
On Fixed Deposits with		
Bank of India, Palasia Branch, Indore (In the joint name with M.P. Stock Exchange Indore)	50,000.00	50,000.00
UTI Bank Ltd. Mumbai (FDR A/c) (pledge with bank toward margin money for bank guarantee)	4,441,772.00	1,619,081.00
On Current Account :	(1,103,801.02)	266,675.38
TOTAL :	3,481,869.93	1,951,385.71

SCHEDULE :- 9 : LOANS & ADVANCES

ADVANCES RECOVERABLE IN CASH

OR IN KIND FOR VALUE TO BE RECEIVED

Advance payment of income tax & T.D.S. (As per Annexure -IV) margin dep of client	745,974.25	708,291.25
Other (As per Annexure - V) icici motor car loan	14,500.00	14,500.00
Sub-Total	760,474.25	722,791.25
SECURITY DEPOSITS (As per Annexure - VI)	13,187,000.00	14,714,114.00
PREPAID EXPENCES	54,193.00	5,095.00
TOTAL :	14,001,667.25	15,442,000.25

SCHEDULE :- 10**CURRENT LIABILITIES AND PROVISION****CURRENT LIABILITIES :****SUNDRY CREDITORS :**

(As per Annexure - VII)

Margin Dep of Client	1,000,000.00	
stock exchange vallon a/c	49,196.54	
Sub-Total	24,794,959.36	7,093,561.41

PROVISION

Outstanding Liabilities	678,218.17	57,500.00
T.D.S Payable		
Stamp duty collected	51,372.32	44,322.46
SEBI Fees Collected	21,366.21	854.50
CM Chares Collected	-	8,544.75
NSE Turn over chares	309,022.00	3,239.04
Service Tax	38,592.28	15,196.27
Turnover Chares Collected	-	147,859.54
Porvision for Purchase	-	1,490.00
Prof. Tax payable	-	2,500.00
Sebi T.O.Tax collected	-	207,090.00
Provision made for M.P. Stock Exchange		

SCHEDULE :- 15 :**Administrative & Other Expenses****Employee Remuneration & Benefits**

(As per Annexure - ix)

Share transfer Agency fees	121,011.84	-
conveyance	8,830.20	1,150.00
Registration & Filing fees	15,000.00	-
Stamp & Registration Exp	560.00	4,000.00
Stationery & Printing	60,265.25	10,063.00
Advertisement	8,423.00	829.00
Books & Periodical	-	4,500.00
Telephone, Telex & Fax charges	208,391.63	73,579.13
Insurance Charges	29,395.00	31,500.00
Traveling Exp	22,400.00	-
Postage & Courier	828.00	-
general chargses	71,903.68	-
auction chargses	986.86	-
Staff Welfare	3,125.00	3,818.00
Proffesional Tax	2,500.00	2,500.00
Repairs & Maintenance	-	525.00
Miscellaneous Exp	256.13	6,393.66
Listing Fees	30,000.00	40,000.00
Society Maintenance Charges	13,316.00	-
Software Maintenance Exp	92,000.00	19,000.00
Legal & Proffesional Fees	28,920.00	24,550.00
Filling Fees	-	2,500.00
Annual Sbscription Charges	-	125,000.00
Arbitration Charges	-	302,600.00
Providend Fund	-	63.00
C.D.S.L.Charges	-	9,438.00
bank guarantee comm chargses	-	-
Penalty & Fine	125,055.00	68,121.90
Director Meeting Fees	-	18,000.00
vehile exp	49,528.83	-
office exp	14,338.00	-
<u>Auditors Remuneration</u>		
Audit fees	27,550.00	17,500.00
Tax Audit fees	11,020.00	7,500.00
TOTAL :	945,604.42	773,130.69

SCHEDULE :-16
FINANCE EXPENSES

	<u>CURRENT YEAR</u>	<u>PREVIOUS YEAR</u>
Bank Charges	66,875.00	16,587.69
Interest paid to Bank	394,316.49	469,924.53
Bank Guarantee Comm Charges	28,907.00	68,113.00
	<u>490,098.49</u>	<u>554,625.22</u>

SCHEDULE :- 17
MISCELLANEOUS EXPENDITURE
WRITTEN OFF

	<u>CURRENT YEAR</u>	<u>PREVIOUS YEAR</u>
Preliminary Exp	-	26,120.00
pre operative Exp	4,609.00	4,615.00
Public Issue Exp	351,081.00	351,076.00
Diferred Revenue Exp	200,000.00	200,000.00
TOTAL :	<u>555,690.00</u>	<u>581,811.00</u>

SCHEDULE :- 18 :
PROVISION UNDER NBFC NORMS

	<u>CURRENT YEAR</u>	<u>PREVIOUS YEAR</u>
For sub-standard Assets	(360,064.30)	72,370.00
For Diminution in value of Investment	(33,530.00)	453,609.00
TOTAL :	<u>(393,594.30)</u>	<u>525,979.00</u>

PARTICULARS

	<u>CURRENT YEAR</u>	<u>PREVIOUS YEAR</u>
Amount used as the numerators		
Net Profit after tax.	97,492.64	128,813.81
LESS : Preference dividend and tax thereon	-	-
Net profit available for equity shareholders (A)	<u>97,492.64</u>	<u>128,813.81</u>
Weighted average number of equity shares (Nos.) (B)	<u>315000</u>	<u>315000</u>
Basic and Diluted Earning Per Share (Rs.) (A/B)	<u>0.03</u>	<u>0.04</u>

M/S. SANCHAY FINVEST LIMITED : INDORE
(Formerly D.S. SANCHETI SECURITIES & FINANCIAL SERVICES LIMITED : INDORE (M.P.)

SCHEDULE :-5 AND ANNEXURE I

SR NO	NAME OF THE COMPANY	OPENING STOCK 01.04.2003		PURCHASE		SALES		CLOSING STOCK 31.03.2004		PROFIT / (LOSS)	MARKET VALUE	MARKET PRICE
		NO. OF SHARES	AMOUNT	NO. OF SHARES	AMOUNT	NO. OF SHARES	AMOUNT	NO. OF SHARES	AMOUNT			
(A)	<u>QUOTED :</u>											
1	BANK OF INDIA	700	31500.00	0	0.00	0	0.00	700	31500.00	0.00	16800.00	41.00
2	HANSU CONTROLS LTD.	20700	207000.00	0	0.00	0	0.00	20700	207000.00	0.00	20700.00	1.00
3	CVBEL FOODS LTD	18200	182000.00	0	0.00	0	0.00	18200	182000.00	0.00		0.00
4	RELIANCE INDUSTRIES LTD.	41	96194.00	0	0.00	0	0.00	41	96194.00	0.00	96194.00	310.00
5	RESHCO COMPUTER PRINTS	37900	379000.00	0	0.00	0	0.00	37900	379000.00	0.00	163121.00	4.31
6	SHRIYAM SECURITIES & FINANCE (II)	300	9000.00	0	0.00	0	0.00	300	9000.00	0.00	1500.00	5.00
7	SNEHADHARA INDUSTRIES LTD.	7200	152712.00	0	0.00	0	0.00	7200	152712.00	0.00	7200.00	1.75
8	VIPPY SPINPRO LTD.	300	6378.75	0	0.00	0	0.00	300	6378.75	0.00	300.00	0.45
(B)	<u>UNQUOTED :</u>										305815.00	
1	SANCHAY FINCOM LIMITED (D.S. SANCHETI FINANCE CORPORATION)	120010	12000100.00	0	0.00	0	0.00	120010	12000100.00	0.00	12000100.00	10.00
TOTAL			13063884.75						13063884.75		12611730.00	

(II) SHARDUL SECURITIES & FINANCE (Formerly Shriyam Securities & Finance)

SCHEDULE :-8 & ANNEXURE - 1V
ADVANCE RECOVERABLE IN CASH OR IN KIND

Advance Income Tax	46,758.00
Advance Income Tax (under MAT)	590,318.00
T.D.S.Paid at source	90,566.25
Advance Interest tax	631.00
T.D.S. (2002-2003)	17,701.00
TOTAL :	<u>745,974.25</u>

SCHEDULE :-9 & ANNEXURE - V
ADVANCE

	<u>AMOUNT</u>
Advance to staff	14,500.00
TOTAL :	<u>14,500.00</u>

SCHEDULE :-9 & ANNEXURE - VI
SECURITY DEPOSITS

	<u>AMOUNT</u>
For office premises at city center	1,000,000.00
M.P.stock exchange Membership	50,000.00
National stock Erxchange	9,100,000.00
Membership deposits	
National security clearing corporation	900,000.00
N.S.E. F&O Deposits	900,000.00
Telephone Deposits	2,000.00
OTC Exchange of India	225,000.00
Advance Against Flat	1,010,000.00
TOTAL :	<u>13,187,000.00</u>

SCHEDULE :-10 & ANNEXURE - VII**SUNDRY CREDITORS :****AMOUNT**

Ankit Consultancy Pvt Ltd	127288.00
Anant Kankani HUF	20000.00
Abhisekh Nair (f)	1436.40
Bhagwan Agrawal	200000.00
Basant Marketing Pvt Ltd (f)	249696.67
Charulata V Patel (f)	27202.13
Deepak Agrawal (f)	31119.61
Dhamendra Beghani (f)	9951.80
H B SHAH (f)	38901.87
Jyoti Satish Dongrey(f)	373.91
Jin Prabhu Sec pvt ltd(f)	5837.65
K.M.Sharma	150000.00
Kishan Kabra	197629.96
Kishan Kabra (f)	330000.00
Kanta Chagger (f)	33573.63
Komal N Sharma (f)	17653.63
Kamla Patel (f)	90550.17
Laxminarayan Sharma	300000.00
L.B.Sanghvi(f)	1386576.24
Manish J Tiwari	353370.37
Millenium Enterprises	506179.62
Madan Mohan (f)	160000.00
Mahendra D Gandhi (f)	37045.54
Manmal Thard (f)	700000.00
M.M.Duggar HUF (F)	19898.21
Narbada N Sharma	600000.00
Namita N Sharma	450000.00
Naval Kishore Vyas (f)	2900000.00
Nilima A Gupta (f)	2119.49
Nilima A Gupta (f)	200000.00
Nilima Sanghvi (f)	3950000.00
Nikunj Raj Poddar (f)	140000.00
Provincial Fin & Lea Co Ltd	35.15
Provincial Fin & Lea Co Ltd(f)	150000.00
Prakash Duggar	48097.26
Pramod Gadia	135391.54
Pannalal Duggar HUF (F)	22521.31
Ritesh Damani (f)	1043.26
Rajesh G Jain (f)	663625.07
Rama Dokwal (f)	120577.17
Rohit Vinay Gupta	9926.66
Rakhi U Shah	15385.11
Raju K Soni	341.73
Rajesh G Jain	750629.85
Rajiv G Shah HUF	800000.00

Shiv Bhagwan Sharma	4768.91
Shailesh U Doshi	46796.91
Shashi S Sharma	4693.93
S.C.Kankani HUF	20000.00
Sheetal Mundra	20000.00
Shiv Shakti corporation	1874.59
Sandeep Kasat	10809.10
Shri Niwas Singhi (f)	256.89
Shashi Nair HUF (F)	1512.00
Sunil Gupta (f)	150000.00
Shree Shyam Investment(f)	4320.32
Suresh Bhatia (f)	2075000.00
Snehal Patel HUF (F)	202231.54
Saurabh Sharma (f)	15000.00
sanchay fincom ltd	5134818.23
Uttam Chand D Doshi (f)	2711.15
Vikas Agrawal (f)	11532.36
Vijay Chaturvedi (f)	65241.80
Vivek Sharma (f)	5216.08
Veena Sarda	15000.00

23745762.82

SANCHAY FINVEST LIMITED INDORE
SCHEDULE 6, Annexure 11

sr no	NA ME OF THE COMPANY	Opening Stock 01,04,03		Purchases		Sales		Closing Stock 31.03.2004		profit / (loss)	cost price	market value	
		no of share	amount	no. of share	amount	no. of share	amount	no. of share	amount				
1	APPOLO TYRE MILLS	50	6165.00	0	0.00	0	0.00	50	9584.78	3419.78	9584.78	245.75	12287.50
2	ARVIND MILLS LTD	600	11130.00	4400	176000.00	5000	200250.00	0	0.00	13120.00	0.00	45.55	0.00
3	Aftec Info	0	0.00	25	7837.50	0	0.00	25	1412.50	-6425.00	7837.50	56.50	1412.50
4	BHEL	50	7100.50	0	0.00	0	0.00	50	7100.50	0.00	7100.50	604.35	30217.50
5	BHARAT ELECTRIC	300	24015.00	0	0.00	0	0.00	300	25626.00	1611.00	25626.00	496.65	148995.00
6	Bank of Baroda	0	0.00	2000	230000.00	2000	229925.00	0	0.00	-75.00	0.00	242.70	0.00
7	CEM INDIA	0	0.00	400	52000.00	0	0.00	400	52460.00	460.00	60840.00	131.15	52460.00
8	CASTROL INDIA LTD	10	1889.00	0	0.00	0	0.00	10	1960.50	71.50	5231.19	196.05	1960.50
9	D-Link	0	0.00	400	81600.00	400	81615.75	0	0.00	15.75	0.00	175.05	0.00
9	D & H WELDING ELECT	1500	12000.00	0	0.00	0	0.00	1500	11250.00	-750.00	19650.00	7.50	11250.00
10	DHOOT HOUS & FINAN	300	600.00	0	0.00	0	0.00	300	300.00	-300.00	3000.00	1.00	300.00
11	DIGITAL EQUIPMENT	1500	903000.00	0	0.00	1500	1186318.80	0	0.00	283318.80	0.00	840.80	0.00
12	Esser Oil	0	0.00	1900	52674.00	0	0.00	1900	27645.00	-25029.00	52674.00	14.55	27645.00
13	ELDER PHARMA	0	0.00	1300	157355.00	0	0.00	1300	157355.00	0.00	157355.00	129.05	167765.00
14	FAG PRECISION BEARI	1000	44000.00	0	0.00	0	0.00	1000	46600.00	2600.00	46600.00	105.05	105050.00
15	GLOBAL TELE	10	530.00	0	0.00	0	0.00	10	809.00	279.00	1750.10	80.90	809.00
16	GRAMOPHONE	580	24940.00	0	0.00	0	0.00	580	28855.00	3915.00	263922.00	49.75	28855.00
17	GEOMETRIC	0	0.00	50	17495.50	40	14544.00	10	3479.50	528.00	3479.50	494.95	4949.50
18	HINDUSTAN MOTORS	0	0.00	3000	44990.00	3000	44700.00	0	0.00	-290.00	0.00	11.55	0.00
19	HANSU CONTROL LTD	500	5000.00	0	0.00	0	0.00	500	4300.00	-700.00	5700.00	8.60	4300.00
20	HCL INFO	100	8000.00	0	0.00	0	0.00	100	60380.00	52380.00	60380.00	663.75	66375.00
21	HINDUSTAN LEVER LTD	800	76600.00	3600	709100.30	0	0.00	4400	679360.00	-106340.30	785700.30	154.40	679360.00
22	HUGESH TELE	8650	57955.00	0	0.00	0	0.00	8650	57955.00	0.00	57955.00	16.25	140562.50
23	HEXWARE	500	55450.00	0	0.00	500	78800.00	0	0.00	23350.00	0.00	0.00	0.00
24	HIMACHAL FUT COMM	0	0.00	10000	203000.00	10000	219500.00	0	0.00	16500.00	0.00	0.00	0.00
25	ICICI BANK	100	13470.00	20	2764.00	0	0.00	120	25244.00	9010.00	25244.00	296.30	35556.00
26	INFOSYS	338	1436500.00	429	1483816.11	0	0.00	767	2950816.11	30500.00	2950816.11	4938.20	3787599.40
27	INDO GULF FERTILISER	1300	35483.00	0	0.00	0	0.00	1300	35483.00	0.00	35483.00	96.45	125385.00
28	INDUS IND BANK	200	2802.00	0	0.00	0	0.00	200	2802.00	0.00	2802.00	40.30	8060.00
29	JAI PRAKASH	550	15235.00	0	0.00	0	0.00	550	39621.00	24386.00	39621.00	115.55	63552.50
30	KARAM CHAND HIRA C	25	25.00	0	0.00	0	0.00	25	0.00	-25.00	375.00	0.00	0.00
31	KOTAK MAHINDRA FINA	1221	192856.95	0	0.00	0	0.00	1221	383463.50	190606.55	383463.50	403.25	492368.25
32	KESORAM	150	3975.00	0	0.00	0	0.00	150	8655.00	4680.00	17295.00	57.70	8655.00
33	KOTHARI SUGAR LTD	75	150.00	0	0.00	0	0.00	75	255.00	105.00	18750.00	3.40	255.00
34	LLOYD METAL	1400	2100.00	0	0.00	0	0.00	1400	1400.00	-700.00	10050.00	1.00	1400.00
35	LARSEN & TUBRO	3700	684500.00	0	0.00	0	0.00	3700	1019720.00	335220.00	1019720.00	574.35	2125095.00
36	MRF LTD	50	43000.00	0	0.00	0	0.00	50	74230.00	31230.00	96632.50	1484.60	74230.00
37	MARUTI UDHYOG	0	0.00	50	10900.00	50	11187.00	0	0.00	287.00	0.00	0.00	0.00
38	MARUTI	0	0.00	40	4044.00	0	0.00	40	4044.00	0.00	4044.00	128.25	5130.00
39	MARUTI LTD	340	35700.00	0	0.00	0	0.00	340	61200.00	25500.00	65574.60	180.00	61200.00
40	MIRMA LTD	100	22350.00	0	0.00	0	0.00	100	30255.00	7905.00	147460.00	302.55	30255.00
41	PENTA SOFT	2000	16000.00	5000	58560.00	0	0.00	7000	16100.00	-58460.00	133460.00	2.30	16100.00
42	PENTA FOUR COMPANY	450	1800.00	0	0.00	0	0.00	450	1912.50	112.50	183255.90	4.25	1912.50
43	PACMINI POLY	100	200.00	0	0.00	0	0.00	100	50.00	-150.00	5293.00	0.50	50.00
44	POLARIES SOFTWARE	3000	384000.00	0	0.00	0	0.00	3000	526650.00	142650.00	607055.00	175.55	526650.00
45	PUNJAB TRACTOR	0	0.00	200	32520.00	200	43220.00	0	0.00	10700.00	0.00	0.00	0.00
46	RELIANCE CAPITAL	1650	43220.00	0	0.00	0	0.00	1650	43220.00	0.00	43220.00	131.60	217140.00
47	RELIANCE INDUSTRIES LTD	265	75127.50	0	0.00	0	0.00	265	79302.00	4174.50	79302.00	538.05	142583.25

48 RADDAN	0	0.00	2150	133602.50	1225	88425.00	925	44076.25	-1101.25	58017.00	47.65	44076.25
49 ROLTA INDIA	110	6270.00	0	0.00	0	0.00	110	7199.50	929.50	8961.00	65.45	7199.50
50 Realson Credit p Ltd	55000.00	110000.00	0	0.00	0.00	0.00	55000.00	110000.00	0.00	110000.00	2.00	110000.00
51 SALSTAR FOOD & BEVRAG	25	75.00	0	0.00	0	0.00	25	50.00	-25.00	400.00	2.00	50.00
52 SOLITARIES MACHINE TOOL	50	200.00	0	0.00	0	0.00	50	150.00	-50.00	500.00	3.00	150.00
53 SQUARE DSQ	700	7700.00	0	0.00	0	0.00	700	5915.00	-1785.00	648425.00	8.45	5915.00
54 STATE BANK OF INDIA	50	9932.50	0	0.00	0	0.00	50	9932.50	0.00	9932.50	605.85	30292.50
55 S.S.INFOLINE	310000	10850000.00	175000	11873168.00	175000	9984732.24	310000	7623000.00	-5115435.76	10850000.00	15.00	4650000.00
56 SATYAM COMPUTER	1825	355875.00	0	0.00	0	0.00	1825	438018.25	82143.25	438018.25	293.65	535911.25
57 STERLITE INDUST	150	23625.00	0	0.00	0	0.00	150	76515.00	52890.00	223094.75	510.10	76515.00
58 SHREE RAMA	0	0.00	10000	93600.00	10000	105005.00	0	0.00	11405.00	0.00	0.00	0.00
59 TUBE INVESTMENT	500	38125.00	0	0.00	500	62538.09	0	0.00	24413.09	38125.00	0.00	0.00
60 TRANCEMETIC SYSTEMS	300	420.00	0	0.00	0	0.00	300	645.00	225.00	9330.00	2.15	645.00
61 TIMES GURA	0	0.00	4485	43987.20	0	0.00	4485	23322.00	-20665.20	43987.20	5.20	23322.00
62 UNITED PHOSHP	400	21787.00	0	0.00	0	0.00	400	21787.00	0.00	21787.00	459.50	183800.00
63 JTI BANK	200	7600.00	0	0.00	0	0.00	200	7600.00	0.00	7600.00	148.65	29730.00
64 WOCKHARDT IND	100	36500.00	0	0.00	0	0.00	100	56500.00	20000.00	56500.00	790.65	79065.00
65 WOCKHARDT LIFE	100	0.00	0	0.00	0	0.00	100	0.00	0.00	0.00	22.75	2275.00
66 WIPRO	100	128500.00	0	0.00	0	0.00	100	133425.00	4925.00	133425.00	1361.20	136120.00
67 ZEE T.V.	110	6875.00	0	0.00	0	0.00	110	14081.10	7206.10	14081.10	133.95	14734.50

15850353.45

15469014.11

12350760.88

15053072.49

-3915534.19

20115486.28

18723.20

15137531.90

Square up Transaction Loss

-210707.96

-4126242.15

SCHEDULE 12 & ANNEXURE - VIII

PARTICULARS	SCH	CURRENT YEAR	PREVIOUS YEAR
(A) CREDIT			
SALE		12,350,760.88	34,410,992.86
CLOSING STOCK		<u>15,053,072.49</u>	<u>15,850,353.45</u>
Sub Total (A)		<u>27,403,833.37</u>	<u>50,261,346.31</u>
(B) DEBIT			
OPENING STOCK		15,850,353.45	15,460,743.80
PURCHASES		15,469,014.11	32,862,920.83
SUB Total (B)		31,319,367.56	48,323,664.63
GROSS PROFIT (A-B)		(3,915,534.19)	1,937,681.68

NOTES ON ACCOUNTS & SIGNIFICANT ACCOUNTING POLICIES :

A) ACCOUNTING POLICIES :

1. SYSTEM OF ACCOUNTING :

The Company adopt the accrual concept in the preparation of accounts.

2. INFLATION :

Assets and liabilities are recorded at historical cost of the company.

3. FIXED ASSETS :

These are capitalized at cost inclusive of taxes and / or installation expenses.

4. DEPRECIATION :

Depreciation on fixed assets is provided on pro – rata basis. Rates of depreciation have been taken as prescribed in Schedule XIV of Companies Act, 1956 and amended by Companies Act (Amendment Act) 1988 on reducing balance method.

5. METHOD OF STOCK VALUATION :

Long term Investments are stated at cost provision for diminution is made to recognize Adeline, Other than temporary in the value of Investment. Current Investments are valued at cost.

6. INVESTMENTS :

These are valued at cost. Dividend and / or interest are accounted for as and when they are received and deposited into bank.

7. REVENUE RECOGNITION :

Revenue from sales and service transactions have been taken on accrual basis.

8. BENEFITS OF EMPLOYEES :

No provision is made for the future liabilities arising out of gratuity and leave encashment, which are accounted on cash basis.

9. TAXES ON INCOME:

Current tax is determined as the amount of tax payable in respect of taxable income for the period . Deferred tax is recognized. Subject to the consideration of prudence in respect of deferred tax as such, an timing differences, being the difference between taxable income & accounting income that originate in one year and are capable of reversal in one or more subsequent years.

10. NOTES ON ACCOUNTS :

1. In the opinion of the Board, the current assets, Loans & Advances, have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet & that the provision for known liability is adequate and not in excess of the amount reasonable necessary.
2. The previous year's figures have been reworked, regrouped, rearranged and reclassified wherever necessary.
3. As the Company is not a manufacturing company, information required under paragraphs 3 and 4 of schedule VI of the Companies Act, 1956 is not given.
4. Expenditures / Earning in foreign Currency – NIL –
5. None of the employees of the company is covered under section 217 (2A) of the Companies Act, 1956 read with Companies (Particulars of employees) Rule 1975 and amendments thereto from time to time.
6. The Company has been granted certificate of registration under section 45IA of the Reserve Bank of India Act 1934 vide registration no. 03-00036 dated 03.03.1998. The Company has complied with the prudential norms relating to income recognition, accounting standard, assets classification and provisioning for bad and doubtful debts. Accordingly provision of Rs. 10,67,409.70 on sub – standard assets i.e. over due debtors and Rs 7,57,970/- for diminution in value of investments in adequate.

7. CONTINGENT LIABILITIES :

(Not provided for)

Guarantee given by UTI Bank, Mumbai in favour of National Stock Exchange, Mumbai on behalf of the Company Rs. 50.00 Lacs. (Previous year Rs. 50 / -Lacs)

8. We were informed that Keeping in view ,carried forward losses there is no tax liability for the period under .
9. The Income tax assessment of the company have been completed up to assessment year 2000-2001. The total demand raised by the Income tax Department is for the Assessment year is Rs.12,74,300/- . Which is disputed. In the opinion of the Board, the company has been advised that no provision for tax is required.

10. Information on related party transactions as per Accounting Standard 18 on related party disclosures :

SR. NO.	RELATED PARTY	RELATION-SHIP	DESCRIPTION OF TRANSACTIONS	AMOUNT (IN RS.)
1.	Hemlata SharmaSmt.	Relative	Sale of Shares	15,573.87
2.	Archana Sharma	Relative	Sale of Shares	72,243.09
3.	Sangeeta sharma	Relative	Purchase of shares Sale of Shares	1,96,457.70 2,04,139.06
4.	Sanchay Fincom Ltd.	Director is Director	Payment made	56,64,892.00

11. Information on Earning per Shares as per Accounting Standard 20 on Earning Per Share:

	<u>31.03.2004</u>	<u>31.03.2003</u>
(a) No. of Equity Shares outstanding during the year.	31,50,000	31,50,000
(b) Profit /(Loss) available to equity share holders	97,492	128813.81
(In Rupees)		
(c.) Normal Value per Equity Share (Rupees)	Rs. 10/-	Rs. 10/-
(d.) Basic & Diluted Earning Per Share	Rs.0.03	Rs. 0.04

12. The Break up of Deferred Tax assets and liabilities and the effect thereof on the reserves and the profit/ loss after tax consequent to the change in method of accounting for deferred taxation are as under :-

Nature of Timing Difference	Deferred Tax Assets/ Liabilities as at 01.04.2003	Charge/Credit for the Current Year	Deferred Tax Assets/ as at 31.03.2004
Depreciation	299.00	(1,00,079)	(99,780)
Net Deferred Tax	299.00	(1,00,079)	(99,780)

Effect of Charges:

In accordance with "Accounting Standard 22" the company has recognized the accumulated Deferred Tax Asset (Net) of Rs. 1,00,079/- for the year has been recognized in the Profit & Loss Account. The said amounts have been grouped in Deferred Tax Reserve, which has been included in Reserves and Surplus as on March 31, 2004.

13. Additional Informations as required vide notification No. GSR388 (E) dated 15.05.1995.

Balance Sheet Abstract and Company's General Business Profile

I Registration Details :

Registration No. 6650 of 1991 State Code 10
Balance Sheet Date. 31.03.2003

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

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

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

Total Liabilities	55,021	Total Assets	55,021
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Sources of Funds :-

Paid Up Capital	31,500	Reserves & Surplus	17,396
Secured Loans	6,125	Unsecured Loans	--

Application of Funds :-

Net Fixed Assets	3,804	Investment	13,065
Net Current Assets	37,952	Misc. Expenditure	200
Accumulated Losses	--		

IV Performance of Company (Amount in Rs. Thousands)

Turnover/Income	31,326	Total Expenditure	30,351
Profit Before Tax	97	profit after Tax	97

Earning Per Share (in Rs.)	Rs. 0.03	Dividend	NIL
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V. Generic Names of Three Principal Products/ Services of Company (As per monetary terms)

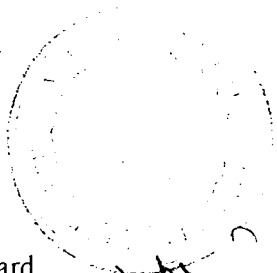
Item Code No. (ITC Code) : Not Applicable.

TRADING : Shares/ Debentures, and other Securities etc.

SERVICES : Share Broking/ Underwriting.

PLACE : MUMBAI
DATE : 30.07.2004

For. V. R. BHABHRA & CO.
CHARTERED ACCOUNTANTS



V. R. Bhabhra

(V. R. BHABHRA)
PROPRIETOR.

For and on behalf of the Board

Whole Time Director

Director

[Signature]

[Signature]

FORM NO.3CD
[See rule 6G(2)]

Statement of Particulars required to be furnished under section 44AB of the Income -tax Act, 1961

PART - A

1. Name of the assessee : **SANCHAY FINVEST LIMITED**
(FORMERLY - D.S. SANCHETI SECURITIES & FINANCIAL SERVICES LIMITED)
2. Address : 209, RAJANI BHAWAN, 569,
M. G. ROAD,
INDORE.
3. Permanent Account Number : APPLIED FOR / J.C.I.T. - III (5), INDORE
4. Status : LIMITED CO.
5. Previous year ended : 31ST MARCH, 2004
6. Assessment Year : 2004-2005.

PART - B

7. (a) If firm or Association of Persons, indicate names of partners / members and their profit sharing ratios. N.A.
- (b) If there is any change in the partners / members or their profit sharing ratios, the particulars of of such change. N.A.
8. (a) Nature of business or profession Stock Broker & Dealing in Shares & Securities.
- (b) If there is any change in the nature of business or profession, the particulars of such change. NO
9. (a) Whether books of account are prescribed under section 44AA, if yes, list of books so prescribed. N. A
- (b) Books of account maintained.
(In case books of account are maintained in a computer system, mention the books of account generated by such computer system)
- A 1) PURCHASE REGISTER
2) BANK BOOK
3) CASH BOOK
4) JOURNAL
5) LEDGER
B NSE/ BSE related registers & records, party ledgers etc.
- (c) List of books of account examined
- A 1) PURCHASE REGISTER
2) BANK BOOK
3) CASH BOOK
4) JOURNAL
5) LEDGER
B NSE/ BSE related registers & records.

(2)

10. Whether the profit and loss account includes any profits and gains assessable on presumptive basis, if yes, indicate the amount and the relevant section (44AD, 44AE, 44AF, 44B, 44BB, 44BBA, 44BBB or any other relevant section) NO
11. (a) Method of accounting employed in the previous year. MERCANTILE .
- (b) Whether there has been any change in the method of accounting employed vis-à-vis the method employed in the immediately preceding previous year. NO
- (c) If answer to (b) above is in the affirmative, give details of such change, and the effect thereof on the profit or loss. N.A.
- (d) Details of deviation, if any, in the method of accounting employed in the previous year from accounting standards prescribed under section 145 and the effect thereof on the profit or loss. NO
12. (a) Method of valuation of closing stock employed in the previous year. At Cost or Market Price whichever is lower.
- (b) Details of deviation, if any, from the method of valuation prescribed under section 145A, and the effect thereof on the profit or loss. NO
13. Amounts not credited to the profit and loss account, being :-
- (a) the items falling within the scope of section 28 ; NIL
- (b) the proforma credits, drawbacks, refunds of duty of customs or excise, or refunds of sales tax, where such credits, drawbacks or refunds are admitted as due by the authorities concerned ; NIL
- (c) escalation claims accepted during the previous year ; NIL
- (d) any other item of income ; NIL
- (e) capital receipt, if any. NIL
14. Particulars of depreciation allowable as per the Income-tax Act, 1961 in respect of each asset or block of assets, as the case may be, in the following form :- AS PER ANNEXURE " 1 " OF AUDITED BALANCE SHEET ATTACHED .
- (a) Description of asset / block of assets }
}
- (b) Rate of depreciation }
}
- (c) Actual cost or written down value, as the case may be }
}

(3)	}	
(d) Additions / deductions during the year with dates : in the case of any addition of an asset, date put to use : including adjustments on account of -	} } }	AS PER ANNEXURE " I " OF AUDITED BALANCE SHEET ATTACHED..
(i) Modified Value Added Tax Credit claimed and allowed under the Central Excise rules, 1944, in respect of assets acquired on or after 1st March, 1944,	} } } }	NIL
(ii) change in rate of exchange of currency, and	} }	NIL
(iii) subsidy or grant or reimbursement, by whatever name called.	} } }	
(e) Depreciation allowable.	}	NIL
(f) Written down value at the end of the year.	}	NIL

Amounts admissible under section 33AB, 33ABA,
33AC,35, 35ABB, 35AC, 35CCA, 35CCB, 35D,35E-

(a) debited to the profit and loss account (showing the amount debited and deduction allowable under each section separately)		Priliminery & Pre- Operative Expenses Rs. 5,55,690.00 Allowable U/s. 35D as per assessment order dt. 7.8.98 for A.Y. 95-96. Rs. 16,895.00 only.
(b) not debited to the profit and loss account		NIL
(a) Any sum paid to an employee as bonus or commission for services rendered, where such sum was otherwise payable to him as profits or dividend. [Section 36(1)(ii)]		NIL
(b) Any sum received from employees towards contributions to any provident fund or superannuation fund or any other fund mentioned in section 2(24)(x) ; and due date for payment and the actual date of payment to the concerned authorities under section 36(1)(va)		NIL

17 Amount debited to the profit and loss account, being :-

(a) expenditure of capital nature ;	NIL
(b) expenditure of personal nature ;	NIL
(c) expenditure on advertisement in any souvenir, brochure, tract, pamphlet or the like, published by a political party ;	NIL
(d) expenditure incurred at clubs,-	NIL
(i) as entrance fees and subscriptions ;	
(ii) as cost for club services and facilities used ;	

(4)

(c)	(i)	expenditure by way of penalty or fine for violation of any law for the time being in force;	NIL
	(ii)	any other penalty or fine ;	NIL
	(iii)	expenditure incurred for any purpose which is an offence or which is prohibited by law ;	NIL
(f)		amounts inadmissible under section 40(a) ;	NIL
(g)		interest, salary, bonus, commission or remuneration inadmissible under section 40(b) / 40(ba) and computation thereof ;	N.A.
(h)		amount inadmissible under section 40A(3) read with rule 6DD and computation thereof ;	NIL
(i)		provision for payment of gratuity not allowable under section 40A(7) ;	NIL
(j)		any sum paid by the assessee as an employer not allowable under section 40A(9) ;	NIL
(k)		particulars of any liability of a contingent nature.	NIL.
18.		Particulars of payment made to persons specified under section 40A(2)(b).	<u>SALES:</u> Sanchay Fincom Limited Rs. 56,64,892/-
19.		Amounts deemed to be profits and gains under section 33AB or 33ABA or 33AC.	NIL
20.		Any amount of profit chargeable to tax under section 41 and computation thereof.	NIL
21.	* (i)	In respect of any sum referred to in clause (a), (c) (d) or (e) of section 43B, the liability for which :-	NIL
	(A)	pre-existed on the first day of the previous year but was not allowed in the assessment of any preceding previous year and was	
	(a)	paid during the previous year ;	
	(b)	not paid during the previous year ;	
	(B)	was incurred in the previous year and was	AS PER ANNEXURE II
	(a)	paid on or before the due date for furnishing the return of income of the previous year under section 139(1) ;	
	(b)	not paid on or before the aforesaid date.	NIL

(5)

(ii) In respect of any sum referred to in clause(b) of section 43B, the liability for which -

(A) pre-existed on the first day of the previous year but was not allowed in the assessment of any preceding previous year : NIL.

(a) nature of liability ; NIL.

(b) due date of payment under second proviso to section 43B ;

(c) actual date of payment ;

(d) if paid otherwise than in cash, whether the sum has been realised within fifteen days of the aforesaid due date ;

(B) was incurred in the previous year : NIL.

(a) nature of liability ;

(b) due date of payment under second proviso to section 43B ;

(c) actual date of payment ;

(d) if paid otherwise than in cash, whether the sum has been realised within fifteen days of the aforesaid due date ;

* State whether sales tax, customs duty, excise duty or any other indirect tax, levy, cess, impost etc. is passed through the profit and loss account.

(a) Amount of Modified Value Added Tax credits availed of or utilised during the previous year and its treatment in the profit and loss account and treatment of outstanding Modified Value Added Tax credits in the accounts. NIL

(b) Particulars of income or expenditure of prior period credited or debited to the profits and loss account. NIL

Details of any amount borrowed on hundi or any amount due thereon (including interest on the amount borrowed) repaid, otherwise than through an account payee cheque. [Section 69D]. NIL

(6)

24. (a) * Particulars of each loan or deposit in an amount exceeding the limit specified in section 269SS taken or accepted during the previous year :- NIL.

- (i) name, address and permanent account number (if available with the assessee) of the lender or depositor;
- (ii) amount of loan or deposit taken or accepted ;
- (iii) whether the loan or deposit was squared up during the previous year ;
- (iv) maximum amount outstanding in the account at any time during the previous year ;
- (v) whether the loan or deposit was taken or accepted otherwise than by an account payee cheque or an account payee bank draft.

* (These particulars need not be given in the case of a Government company, a banking company or a corporation established by a Central, State or Provincial Act.)

(b) Particulars of each repayment of loan or deposit in an amount exceeding the limit specified in section 269T made during the previous year :- NO

- (i) name, address and permanent account number (if available with the assessee) of the payee;
- (ii) amount of the repayment ;
- (iii) maximum amount outstanding in the account at any time during the previous year ;
- (iv) whether the repayment was made otherwise than by account payee cheque or account payee bank draft.

25. Details of brought forward loss or depreciation allowance, in the following manner, to the extent available :

Serial Number	Assessment Year	Nature of loss / allowance (in rupees)	Amount as returned (in rupees)	Amount as assessed (give reference to relevant order)	Remarks
---------------	-----------------	--	--------------------------------	---	---------

NIL

26. Section-wise details of deductions, if any, admissible under Chapter VIA. NIL

27. (a) Whether the assessee has deducted tax at source and paid the amount so deducted to the credit of the Central Government in accordance with the provisions of Chapter XVII-B

(7)

(b) If the answer to (a) above is in negative, then give the following details :

Serial Number	Particulars of head under which tax is deducted at source	Amount of tax deducted	Due date of	Details of payment : Date / Amount (in rupees)	Remarks
		at source (in rupees) Government	remittance to		

NIL

28. (a) In the case of a trading concern, give quantitative details of principal items of goods traded :

AS PER ANNEXURE "I" OF SCHEDULE 6 OF AUDITED BALANCE SHEET ATTACHED

- (i) Opening stock ;
- (ii) Purchases during the previous year ;
- (iii) Sales during the previous year ;
- (iv) Closing stock ;
- (v) shortage / excess, if any.

(b) In the case of a manufacturing concern, give quantitative details of the principal items of raw materials, finished products and by-products ;

A. Raw materials :

NOT APPLICABLE.

- (i) opening stock ;
- (ii) purchase during the previous year ;
- (iii) consumption during the previous year ;
- (iv) sales during the previous year ;
- (v) closing stock ;
- (vi) * yield of finished products ;
- (vii) * percentage of yield ;
- (viii) * shortage /excess, if any.

B. Finished products / By-products :

NOT APPLICABLE.

- (i) opening stock ;
- (ii) purchases during the previous year ;
- (iii) quantity manufactured during the previous year ;
- (iv) sales during the previous year ;
- (v) Closing stock ;
- (vi) shortage / excess, if any.

* Information may be given to the extent available.

(8)

29. In the case of a domestic company, details of tax on distributed profits under section 115O in the following form :- NOT APPLICABLE.

- (a) total amount of distributed profits ;
- (b) total tax paid thereon ;
- (c) dates of payment with amounts.

30. Whether any cost audit was carried out, if yes, enclose a copy of the report of such audit [See section 139(9)]. NO

31. Whether any audit was conducted under the Central Excise Act, 1944, if yes, enclose a copy of the report of such audit. NO

Accounting ratios with calculations as follows :-

- 32.
- (a) Gross profit / Turnover, $(3915534.19)/12350760.88*100$ -31.71%
 - (b) Net profit / Turnover ; $97492.64/12350760.88*100$ 7.67%
 - (c) Stock-in-trade / Turnover ; $15053072.49/12350760.88*100$ 121.88%
 - (d) Material consumed /Finished goods produced. NO

For on behalf of the board of Directors

NAROTTAM KUMAR SHARMA Whole time director

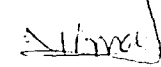
NARESH KUMAR SHARMA Director

SURESH KUMAR SHARMA Director

PLACE : MUMBAI

DATED : 30/07/2004.

V. R. BHABHRA AND CO.
(CHARTERED ACCOUNTANTS.)


PROPREITOR
Name : VIMAL R. BHABHRA

Address : C/115, Jumbo Darshan,
Koldogri, andheri (East),
MUMBAI - 400 069.