

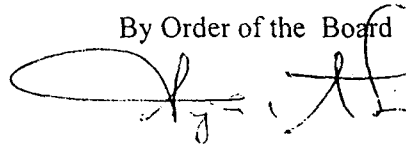
**SURYANAGRI FINLEASE LIMITED.**  
**Regd.Off: 2nd Floor, Sarthik Annexe,**  
**Nr. Fun Republic, Satellite Road, Ahmedabad.**

**NOTICE**

NOTICE is hereby given that the Annual General Meeting of the members of the Company will be held on Friday, the 28th September, 2007, at 11.30 a.m. at the Registered Office of the Company at 2nd Floor, Sarthik Annexe, Nr. Fun Republic, Satellite Road, Ahmedabad - 380015, to transact the following business :-

1. To receive and adopt the Director's Report and Audited Balance sheet as at 31st March, 2007 with the documents required by law to be annexed thereto.
2. To appoint a Director in place of Shri Rakesh Prajapati, who retires by rotation and being eligible offers herself for re-appointment.
3. To appoint auditors and to fix their remuneration.

By Order of the Board



CHAIRMAN

Place : AHMEDABAD  
Date : 30.06.2007

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. The Proxies in order to be effective , must be lodged with the Company not less than 48 hours before the meeting.
3. Members, seeking any information with regard to accounts are requested to write to the Company at an early date so as to enable the Company to keep the information ready.
4. Members are requested to bring their copies of Annual Report to the meeting.

**SURYANAGRI FINLEASE LTD  
AHMEDABAD  
DIRECTORS REPORT**

To the Members

Your Directors have pleasure in presenting their report together with the audited Accounts for the year ended 31st March, 2007.

Financial Results	Rs. in lacs	
	For the year Ended 31.3.2007	For the year Ended 31.3.2006
Total Income	97.92	30.22
Profit before depreciation & Taxation	66.19	0.99
Depreciation	2.27	2.27
Taxation	1.27	--
Net Profit/(Loss).	52.65	(1.29)

**Dividend**

In view of carry forward losses for the previous years, your directors have not recommended any dividend for the year under report.

**Operations**

During the year under review, your company has not carried major business activities. The net income of the company for the year under report was Rs. 97.92 lacs as compared to Rs. 30.22 lacs during the previous year. The operations of the company has been resulted into a net profit of Rs. 63.92 lacs as compared to net loss of Rs. 1.29 lacs for the preceding year.

**Fixed Deposits**

During the year under review, your Company has complied with the provisions of the Companies Act, 1956 and directions, guidelines and notifications issued by the Reserve Bank of India for acceptance of deposits by the company and there are neither any overdue deposits nor any deposit remained unpaid. The company has not have accepted any public deposit during the year under report.

**Deregistration with Reserve Bank of India**

In view of the fact that since some time the Company has not been carrying business activities which falls under the Non Banking Financial Company, the Company voluntarily requested the Reserve Bank of India for cancellation of its registration at

Non Banking Financial Company and at the request of the Company, after due examination the Reserve Bank of India cancelled company's registration as Non Banking Financial Company.

### **Directors**

Shri Pakesh Prajapati retires by rotation and being eligible offer himself for reappointment.

### **Directors' Responsibility statement**

As required under Section 217(2AA) of the Companies Act, 1956, your directors state that :-

A. in the preparation of annual accounts, the applicable accounting standards have been followed.

B. appropriate accounting policies have been selected and applied consistently and have made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2007 and of the Profits of the Company for the year ended on that date.

C. 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 Company and for preventing and detecting fraud and other irregularities.

D. the annual accounts have been prepared on going concern basis.

### **Corporate Governance**

Your company is complying with the code of corporate governance which has been introduced by the Securities and Exchange Board of India (SEBI). Please find a comprehensive report on corporate governance duly annexed herewith.

### **Management discussion and analysis**

The company has two key areas of business operations viz. trading in shares and securities and Investments. Both these areas have been under constant pressure during last few years. Further there are unexpected ups and downs in the share markets. The company is hoping to do better during the times to come.

### **Disclosures under Section 217 of the Companies Act.**

i. The provisions of Section 217 of the Companies Act, 1956, read with the Companies (particulars of Employees) Rules, 1975 do not apply as the Company has not employed any employee drawing remuneration in excess of the prescribed limits.

ii. Since the Company is not engaged in manufacturing activities, the particulars required to be included in terms of Section 217(1)(e) of the Companies Act, 1956 are not applicable.

iii. During the year under report there was no foreign exchange earnings and outgo.

**Auditors**

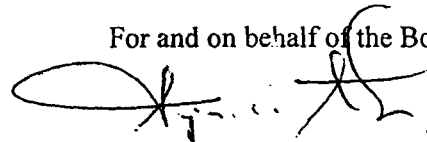
M/s Ashok Dhariwal & Co., Chartered Accountants, auditors of the Company, retires at the conclusion of the ensuing annual general meeting. The auditors being eligible for reappointment, the Board recommends their reappointment.

**Acknowledgement**

The Board of Directors wish to place on record their sincere appreciation and acknowledge with gratitude the efforts put in and co operation extended by bankers, shareholders, employees at all level and all other associated persons, bodies or agencies and look forward to their continued support.

Place : Ahmedabad  
Date : 30th June, 2007

For and on behalf of the Board.



CHAIRMAN

## REPORT ON CORPORATE GOVERNANCE

### 1) Company's Philosophy:

The Company's philosophy on corporate governance envisages the attainment of the highest levels of transparency, accountability and equity in all facts of its operations, and in all its interactions with its shareholders, employees, the government agencies, lenders etc.

### COMPOSITION OF BOARD OF DIRECTORS :

The composition of the Board of Directors are as under:

Name of Director	Category	No.of Board meeting attended	Attend-ence at last A.G.M.	No.of director ships held	No. of other committee of which member
Shri Sanjay C. Agarwal (Managing Director)	Executive Promoter	8	Yes	14	--
Shri Dinesh Gupta	Non-Exe. Promoter	8	Yes	14	Two
Shri Rakesh Prajapati	Independent	8	Yes	1	--
Shri Nilesh Patel	Independent	7	Yes	N.A	--
Shri Jignesh Patel	Independent	7	Yes	3	--

During the year the meetings of the Board of directors of the company have been held on 20.04.2006, 30.06.2006, 31.07.2006, 31.10.2006, 14.11.2006, 04.01.2007, 31.01.2007 and 19.03.2007.

The Company is neither paying any salary nor providing any perquisite to its directors. Further, the company is not paying any sitting fees to directors.

The information required to be given for the Directors seeking appointment/reappointment at the Annual General Meeting as per clause 49 (VI) is as under:

Shri Rakesh Prajapati retires by rotation at the forthcoming annual general meeting and being eligible offers for reappointment. His educational qualification is B.Com and posses more than 10 years experience in the field of Finance, marketing and public relation.

### **Audit Committee**

The Company has constituted an audit Committee consisting of Shri Rakesh Prajapati, (Chairman), Shri Nilesh patel and Shri Jignesh Patel. The terms of reference of the committee are as is specified in clause 49 of the listing agreement. During the financial year the committee met four times on 30.06.2006, 31.07.2006, 31.10.2006 and 31.01.2007.

### **Shareholders / Investors Grievances Committee**

The Company has constituted Investor Grievances committee consisting of Shri Dinesh R. Gupta, (Chairman), Shri Nilesh patel and Shri Jignesh Patel. The terms of reference of the committee are as is specified in clause 49 of the listing agreement. The members of the committee normally twice in every month. No complaint was pending as on 31st March, 2006 and there were no investors/ shareholders complaints pending for a period exceeding one month.

### **General Body Meetings**

Last three Annual General Meetings were held :-

- at Blue star complex, Nr. Old High Court, Navjivan, Ahmedabad -380014 at 11.30 a.m. on Wednesday, the 29th September, 2004 for the year 2003-04.
- at 2nd Floor, Sarthik Annexe, Nr. Fun Republic, Satellite Road, Ahmedabad - 380015 at 4.30 p.m. on Tuesday, the 27th September, 2005 and at 11.30 a.m. on Thursday, the 28<sup>th</sup> September, 2006 for the year 2004-2005 and 2005-2006, respectively.

During last three financial year, the Company has passed a special resolution at the Annual general meeting held on 29th September, 2004 for according consent of the company to the appointment of Shri Sanjay C. Agrawal as managing director of the company. During last three annual general meeting no resolution is proposed to be passed through postal ballot.

### **General Shareholders Information:-**

#### **Annual General Meeting**

The annual general meeting of the company is scheduled to be held on Friday, the 28th September, 2007, at 11.30 a.m. at the Registered Office of the Company at 2nd Floor, Sarthik Annexe, Nr. Fun Republic, Satellite Road, Ahmedabad - 380015.

#### **Financial Calendar Year**

The Financial year of the company is for a period of 12 months from 01st day of April to 31st day of March. The Financial results of the company is scheduled to be published as under:

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Results for the first quarter ending on 30.06.2007, for the second quarter ending on 30.09.2007, for the third quarter ending on 31.12.2007 and audited results for the year ending on 31.03.2008 will be published, respectively by end of July, 2007, October, 2007, January, 2008 and by end of June, 2008. The annual general meeting for the year ending March 2008 will be held by end of September, 2008.

**Date of Book Closure**

The register of members and share transfer books of the company will remain close from Friday, the 21st September, 2007 to Wednesday, the 25th September, 2007 (both days inclusive).

Dividend Payment Date: Not applicable.

Listing on Stock Exchange and Stock Code:

The Stock Exchange Ahmedabad, Stock Code No. : 57969

The Stock Exchange, Mumbai, Stock Code No. : 530867

ISIN No. for Equity shares of the Company: INE320C01010.

The equity shares of the company have been rarely traded during the year under report, hence monthly high and low quotation of the share not given. If any shareholder desire to know the monthly high and low price and other data, requested to refer the web site of the Bombay Stock exchange.

**Registered Office of the Company:** 2nd Floor, Sarthik Annexe, Nr. Fun Republic, Satellite Road, Ahmedabad - 380015. Phone: 079-26927780-781.

**Registrar and Transfer Agent:** Pinnacle Shares Registry Private Limited, Near Asoka Mills, Naroda Road, Ahmedabad - 380 025 Tel : (079) 2204226, 2200591 Fax No. : (079) 2202963.

**Investor Correspondence:** Suryanagri Fin Lease Limited, 2nd Floor, Sarthik Annexe, Nr. Fun Republic, Satellite Road, Ahmedabad - 380015. Phone: 079-26927780-781.

**Means of Communication:**

The Company publishes its quarterly results in newspapers. Further Company also mails its annual report. However, the company do not sent the copies of quarterly results to its shareholders.

**Dematerialisation of Shares:**

As on 31.03.2007, 2401500 equity shares of the Company have been demated and remaining 963000 shares are in physical form.

Share Transfer System: The Company has appointed Pinnacle Registry Private Limited (RTA) as its RTA.

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## Shareholding pattern and Distribution of Shareholdings as on 31<sup>st</sup> March, 2007

### Shareholding pattern.

Category	No. of Shares held	% of Shareholding
1. Promoters	2407632	71.56
2. Mutual Funds	Nil	Nil
3. Banks, FIs, Insurance companies	Nil	Nil
4. Private Bodies Corporate	238352	7.08
5. Indian Public	718516	21.36
<b>TOTAL</b>	<b>3364500</b>	<b>100.00</b>

### Distribution of Shareholdings

No. of equity shares held	No. of shareholders	% of shareholders	No. of shares	% of shareholding
1-500	1271	88.14	231106	6.87
501-1000	99	6.86	79981	2.38
1001-2000	25	1.73	20645	0.61
2001-5000	22	1.52	651052	1.94
5001-10000	5	0.35	38700	1.15
10001 and Above	20	1.40	2928916	87.05
<b>TOTAL</b>	<b>1442</b>	<b>100</b>	<b>3364500</b>	<b>100</b>

### Market price data for the financial year 2006-2007:

(xx)	High and low price of Shares and its comparison with BSE Sensex			
Month & Year	Bombay Stock Exchange		BSE Sensex	
	High (Rs.)	Low (Rs.)	High	Low
April, 2006	8.32	6.31	12102	11008.43
May, 2006	12.60	8.50	12571.11	9826.91
June, 2006	13.12	13.12	10626.84	8799.01
July, 2006	12.47	12.00	10940.45	9875.35
August, 2006	12.40	11.90	11794.43	10645.99
September, 2006	11.79	10.12	12485.17	11444.18
October, 2006	10.70	6.06	18075.85	12178.83
November, 2006	17.00	7.70	13799.08	12937.30
December, 2006	15.50	10.45	14035.30	12801.65
January, 2007	17.90	13.25	14325.92	13303.22
February, 2007	15.50	11.63	14723.88	12800.91
March, 2007	13.90	11.36	13388.95	12316.10

The high and low price of company shares at Bombay stock exchange price is compiled on the basis of the bse website. (bseindia.com)

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No transaction have been reported at the Ahmedabad Stock Exchange hence high and low price of shares have not been furnished.

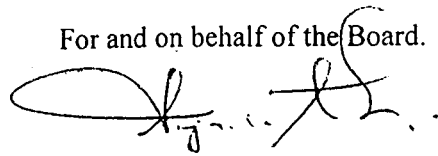
Disclosure on materially significant related party transactions :

There have been no materially related party transaction adversely affecting the Interest of the Company. Further related party transactions, if any, are provided in the notes forming part of accounts.

During the year there was no penalty imposed on the Company by the SEBI or Stock Exchange or any Statutory authority on any matter related to capital market.

The above corporate governance report approved at the meeting of Board of Directors at their meeting held on 30.06.2007.

For and on behalf of the Board.



CHAIRMAN

Place : Ahmedabad ..  
Date : 30th June, 2007

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## AUDITOR'S REPORT

To the Members of SURYANAGARI FINLEASE LIMITED

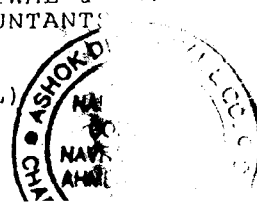
1. We have audited the attached Balance Sheet of SURYANAGARI FINLEASE LIMITED, as at 31st March, 2007, the profit and loss account and cash flow statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing statements generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2004 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956. We enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to above, we report that:
  - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (ii) In our opinion, proper books of account as required by law have been kept by the company so far as appears from our examination of those books.
  - (iii) The Balance Sheet, profit and loss account and cash flow statement dealt with by this report are in agreement with the books of account.
  - (iv) In our opinion, the Balance Sheet, profit and loss account dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
  - (v) On the basis of written representations received from the directors, as on 31st March, 2007 and taken on record by the Board of Directors, we report that none of the directors in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
  - (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts given the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.
    - (a) In the case of the Balance Sheet, of the state of affairs of the company as at 31st March, 2007.
    - (b) In the case of the profit and loss account, of the profit for the year ended on that date; and
    - (c) In the case of cash flow statement, of the cash flows for the year ended on that date.

PLACE: AHMEDABAD.

DATE: 30/06/2007

FOR ASHOK DHARIWAL & CO.  
CHARTERED ACCOUNTANTS

*AAP*  
(ASHOK DHARIWAL)  
PROPRIOTOR



Annexure

REF: SURYANAGARI FINLEASE LIMITED

Referred to in paragraph 3 of our report of even date,

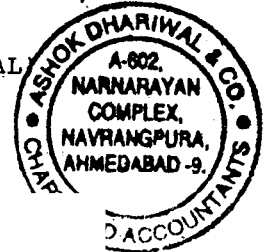
- (1) The company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.
- (2) The fixed assets are physically verified by the management during the year. We are informed that no material discrepancies were noticed on such verification.
- (3) In our opinion and according to the information and explanation given to us, substantial part of fixed assets has not been disposed off by the company during the year.
- (4) The stock of share has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (5) The procedures of physical verification of shares in stock followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (6) The company is maintaining proper records of shares. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- (7) The company has taken loan from Agrawal Estate Organisers Limited in which the Directors are interested. The Balance as on 31/03/2007 was Rs.55.30 Lacs. The company has not taken any other loan from companies, firm and other parties covered in the register maintained under section 301 of the Companies Act, 1956.
- (8) The Company has not granted any loans, secured or unsecured to the Companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956 and/or to the Companies under the same management, as defined under subsection (1B) of the Companies Act, 1956.
- (9) In our opinion, the rate of interest and other terms and conditions on which loans have been taken from companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956 are not, prima facie, prejudicial to the interest of the Company.
- (10) The company is regular in repaying the principle amounts as stipulated and have generally been regular in payment of interest.
- (11) There is no overdue amount of loans taken from the Company listed in the register maintained under section 301 of the Companies Act, 1956.
- (12) 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 with regard to purchases of shares, fixed assets and with regard to the sale of shares. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.

- (12) 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 with regard to purchases of shares, fixed assets and with regard to the sale of shares. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- (13) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- (14) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lakhs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- (15) The company has not accepted any deposits from the public within the meaning of Sections 58A and 58AA of the Act and the rules framed there under.
- (16) In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- (17) We have broadly reviewed the books of account relating to shares and other items of cost maintained by the company pursuant to the Rules made by the Central Government for the maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956 and we are of the opinion that prima facie the prescribed accounts and records have been made and maintained.
- (18) The company is regular in depositing with appropriate authorities undisputed statutory dues including income tax, cess and other material statutory dues applicable to it. Provident fund Act, 1952 and Employees state insurance Act, 1948 are not applicable to the Company.
- (19) According to the information and explanation given to us, there are no dues of sale tax, income tax, customs duty, excise duty and cess which have not been deposited on account of any dispute.
- (20) The Company has accumulated losses of Rs. 2, 53, 28, 985/- as at 31st March, 2007 and it has not incurred any cash losses in the financial year ended on that date or in the immediately preceding financial year.
- (21) Since the company has not taken any loan from financial institutions or banks so the clause for default in the payment of dues is not applicable.
- (22) The company has not granted any loans and advances on the basis of security by way of pledge of shares and other securities.
- (23) In our opinion, the company is not a chit fund or a nidhi mutual benefit fund/society. Therefore, the provisions of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2004 are not applicable to the company.
- (24) In our opinion, the company is dealing in shares are not dealer or trader in other securities, debentures and other investments.

- (25) In our opinion, the company has not taken any term loans from any bank or institutions.
- (26) According to the information and explanations given to us, on and overall examination of the Balance Sheet of the Company, funds raised on short term basis have, prima facie, not been used during the year for long term investment. No long term funds have been used to finance short term assets.
- (27) The company has made preferential allotment of shares in past to parties and companies covered in the register maintained under section 301 of the act. In my opinion the price at which shares have been issued is not prejudicial to the interest of the company.
- (28) According to the information and explanations given to us, no fraud on or by the company has been noticed during the course of our audit.
- (29) The other clauses of paragraph 4 of the companies (Auditor's Reports) order 2004 are not applicable in the case of the Company for the current year, since in our opinion there is not matter which arises to be reported in the aforesaid order.

FOR ASHOK DHARIWAL & CO,  
CHARTERED ACCOUNTANTS,

*A.P. Raw*  
(ASHOK DHARIWAL  
PROPRIOTOR



Place: AHMEDABAD.  
Date: 30/06/2007

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SURYANAGRI FIN-LEASE LIMITED

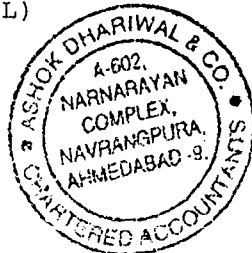
BALANCE SHEET AS ON  
31.03.2007.

	SCHEDULE	AS AT 31.3.07 (IN RS.)	AS AT 31.3.06 (IN RS.)
<b>SOURCES OF FUNDS</b>			
1. SHARE HOLDERS FUNDS			
A. SHARE CAPITAL	1	3,36,45,000	3,36,45,000
2. LOAN FUNDS			
A. UNSECURED LOANS	2	55,30,109	3,22,82,869
T O T A L (1 + 2)		3,91,75,109	6,59,27,869
<b>APPLICATION OF FUNDS :</b>			
1. FIXED ASSETS	3		
GROSS BLOCK		63,01,178	68,67,754
LESS : DEPRECIATION		25,49,398	23,21,956
NET BLOCK		37,51,780	45,45,798
2. INVESTMENTS	4	44,20,683	2,43,99,690
3. CURRENT ASSETS, LOANS AND ADVANCES :			
CURRENT ASSETS	5	78,93,174	79,97,457
LOANS AND ADVANCES	6	17,01,253	17,93,997
		95,94,427	97,91,454
LESS: CURRENT LIABILITIES AND PROVISIONS	7	39,20,766	44,03,504
NET CURRENT ASSETS		56,73,661	53,87,950
4. PROFIT & LOSS ACCOUNT NOTES FORMING PART OF THE ACCOUNTS	12	2,53,28,985	3,15,94,431
T O T A L (1 TO 5)		3,91,75,109	6,59,27,869

AS PER OUR REPORT OF EVEN DATE  
ANNEXED HEREWITH  
FOR, ASHOK DHARIWAL & CO.  
CHARTERED ACCOUNTANTS

*A. Dhariwal*  
(ASHOK DHARIWAL)  
PROPRIETOR

PLACE : AHMEDABAD  
DATE : 30/06/2007



*Dinesh Kumar Gupta*  
CHAIRMAN

*Dinesh Kumar Gupta*  
DIRECTOR

SURYANAGRI FIN-LEASE LIMITED  
 PROFIT & LOSS ACCOUNT FOR THE  
 YEAR ENDED ON 31.03.2007.

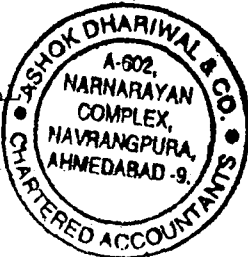
PARTICULARS	SCHEDULE	AS AT 31.3.2007 (IN RS.)	AS AT 31.3.2006 (IN RS.)
<b>I. INCOME :</b>			
=====			
A) INCOME FROM OPERATION	8	44,49,650	24,80,342
B) LEASE RENTALS		46,750	5,41,750
C) OTHER INCOME	9	52,96,035	NIL
D) INCREASES/(DECREASE) IN STOCK	10	NIL	NIL
T O T A L (I)		97,92,435	30,22,092
<b>II. EXPENDITURE :</b>			
=====			
A) ADMINISTRATIVE EXPENSES	11	8,62,479	3,34,754
B) INTEREST		23,10,200	25,88,551
C) DEPRECIATION		2,27,442	2,27,442
T O T A L (II)		34,00,121	31,50,747
III. PROFIT/(LOSS) BEFORE TAX		63,92,314	(1,28,655)
LESS :			
IV. INCOME TAX PROVISION (MAT)		1,26,868	NIL
V. NET PROFIT AFTER TAXATION		62,65,446	(1,28,655)
VI. BALANCE OF (LOSS) FROM PREVIOUS YEAR		(3,15,94,431)	(3,14,65,776)
VII. BALANCE BEING LOSS CARRIED TO BALANCE SHEET		(2,53,28,985)	(3,15,94,431)
NOTES FORMING PART OF THE ACCOUNTS	12		

AS PER OUR REPORT OF EVEN DATE  
ANNEXED HEREWITH

FOR, ASHOK DHARIWAL & CO.,  
CHARTERED ACCOUNTANTS,

*A.P. Raw*  
(ASHOK DHARIWAL  
PROPRIETOR.

PLACE : AHMEDABAD.  
DATE : 30/06/2007



*[Signature]*

CHAIRMAN

*[Signature]*

DIRECTOR

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SURYANAGRI FIN-LEASE LIMITED  
SCHEDULES FORMING PARTS OF THE  
BALANCE SHEET & PROFIT & LOSS ACCOUNTS  
31/03/2007

31/03/2006

SCHEDULE 1

=====

SHARE CAPITAL :

=====

AUTHORISED

50,00,000 (50,00,000) EQUITY SHARE OF RS.10/- EACH	5,00,00,000	5,00,00,000
ISSUED SUBSCRIBED AND PAID UP:		
3364500 (3364500) EQUITY SHARE OF RS. 10/- EACH	3,36,45,000	3,36,45,000
	3,36,45,000	3,36,45,000

SCHEDULE 2

=====

UNSECURED LOANS :

=====

INTER CORPORATE DEPOSIT	55,30,109	3,22,82,869
	55,30,109	3,22,82,869

SCHEDULE 3 :-

=====

FIXED ASSETS :

=====

L/	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	DESCRIPTION OF ASSETS	COST AS ON 01.04.06	DEDUCTION DURING THE YEAR	COST AS ON 31.03.07	AS ON 31.03.06	FOR THE YEAR	AS ON 31.03.07	AS ON 31.03.06
L/	OFFICE PREMISES	3683583	566576	3117007	504402	60042	564444	2552563
L/	FURNITURE & FIXTURE	1275515	NIL	1275515	873177	79465	952642	322873
L/	OFFICE EQUIPMENT	435356	NIL	435356	213744	20679	234423	200933
L/	VEHICLE	707965	NIL	707965	501276	67256	568532	139433
L/	LEASED ASSETS							
L/	PLANT & MACHINERY	74805	NIL	74805	14787	NIL	14787	60018
L/	ELECTRIC INSTALLATION	73114	NIL	73114	14454	NIL	14454	58660
L/	FURNITURE & FIXTURE	394918	NIL	394918	156133	NIL	156133	238785
L/	A.C. PLANT	222498	NIL	222498	43983	NIL	43983	178515
L/	TOTAL	6867754	566576	6301178	2321956	227442	2549398	3751780
L/	PREVIOUS YEAR	6867754	NIL	6867754	2094514	227442	2321956	4545798



SCHEDULE 4 INVESTMENTS (AT COST)

1. UNQUOTED :

NIL (250000) EQUITY SHARES OF SURYANAGRI SECURITIES & INVESTMENT LTD. OF RS.10/- EACH FULLY PAID UP.	NIL	25,00,000
17(17)EQUITY SHARES OF NON TRADING CORPORATIONS FOR PURCHASE OF OFFICES OF RS.100/- EACH FULLY PAID-UP	1,700	1,700
40 (40) EQUITY SHARES OF SUVIKAS PEOPLES CO.OP.BANK OF RS. 25/- EACH FULLY PAID UP.	1,000	1,000
NIL (135000) EQUITY SHARES OF CITY GOLD ENTERTAINMENT LIMITED OF Rs.100 EACH FULLY PAID UP	NIL	1,35,00,000
NIL (250000) EQUITY SHARES OF GUJARAT INVESTA LTD. OF RS.10/- EACH FULLY PAID UP.	NIL	25,00,000
NIL (115700) EQUITY SHARES OF JAL TARANG LTD. OF RS.10/- EACH FULLY PAID UP.	NIL	12,55,717

SUB TOTAL	2,700	1,97,58,417
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2. QUOTED

100(100) EQUITY SHARES OF LIPPY SYSTEMS LTD. OF RS.10/- EACH FULLY PAID UP	986	986
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SUB TOTAL	986	986
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MARKET VALUE	700	1000
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3. IMMOVABLE PROPERTIES

LAND & BUILDING	44,16,997	46,40,287
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SUB TOTAL	44,16,997	46,40,287
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SUB TOTAL (1 TO 3)	44,20,683	2,43,99,690
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SCHEDULE 5 : CURRENT ASSETS :

1. INVENTORY (SHARES AT COST) (AS VALUED AND CERTIFIED BY THE MANAGEMENT)	73,25,909	73,25,909
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2. SUNDRY DEBTORS (UNSECURED, CONSIDERED GOOD)		
- DEBTS OUT STANDING FOR A PERIOD OF MORE THAN SIX MONTHS.	NIL	5,80,324
- OTHERS	NIL	17,839

	NIL	5,98,163
--	-----	----------

3. CASH AND BANK BALANCE:

1. CASH IN HAND	4,91,211	1,661
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2. BALANCE WITH SCHEDULE BANK IN CURRENT ACCOUNT.	76,054	71,724
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	5,67,265	73,385
--	----------	--------

TOTAL ( 1 TO 3 )	78,93,174	79,97,457
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(17)

SCHEDULE 6 : LOANS AND ADVANCES :

(UNSECURED & CONSIDERED GOOD)		
1. ADVANCES RECOVERABLE IN CASH OR IN KIND OR FOR VALUE TO BE RECEIVED.	12,69,984	13,59,681
2. SECURITY DEPOSIT	33,653	36,700
3. TDS RECEIVABLE	3,97,616	3,97,616
	<u>17,01,253</u>	<u>17,93,997</u>

SCHEDULE 7 : CURRENT LIABILITIES & PROVISIONS :

SUNDRY CREDITORS		
FOR GOODS & EXPENSES	10,45,489	4,64,557
TAX DEDUCTED AT SOURCE	12,960	NIL
SECURITY DEPOSIT	3,93,001	3,93,001
TEMPORARY BANK OVERDRAFT	NIL	11,51,884
OTHER LIABILITIES	23,94,062	23,94,062
INCOME TAX PROVISION (MAT)	75,254	NIL
	<u>39,20,766</u>	<u>44,03,504</u>

SCHEDULE 8 : INCOME FROM OPERATION:

PROFIT ON SALE OF SHARES	NIL	24,80,342
PROFIT ON SALE OF LAND	44,49,650	NIL
	<u>44,49,650</u>	<u>24,80,342</u>

SCHEDULE 9: OTHER INCOME :

DIVIDEND INCOME	90	NIL
PROFIT ON SALE OF FIXED ASSETS	2,602	NIL
PROFIT ON SALE OF INVESTMENT	52,93,343	NIL
	<u>52,96,035</u>	<u>NIL</u>

SCHEDULE 10: INCREASE/(DECREASE) IN STOCK:

OPENING STOCK	73,25,909	73,25,909
CLOSING STOCK	73,25,909	73,25,909
INCREASE/(DECREASE) IN STOCK	<u>NIL</u>	<u>NIL</u>

SCHEDULE 11: OF ADMINISTRATIVE EXPENSES :

SALARY	1,95,480	1,86,581
PRINTING & STATIONERY	1,024	300
REPAIR & MAINTENANCE	30,455	29,000
LEGAL CHARGES	200	11,000
PROFESSIONAL TAX	1,000	1,000
POSTAGE	1,455	2,208
BANK CHARGES	3,478	5,025
OFFICE GENERAL EXPENSES	NIL	1,058
MEMBERSHIP FEE	19,380	57,540
FILLING FEES	1,500	NIL
ADVERTISEMENT CHARGES	8,520	8,220
BAD DEBTS	5,80,324	NIL
SUNDRY BALANCE W/O	NIL	15,986
AUDITOR'S REMUNERATION	15,000	11224
FOR AUDIT FEES	4,663	5612
FOR TAXATION MATTERS		
	<u>8,62,479</u>	<u>754</u>

SCHEDULE 12 :

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SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PARTS OF ACCOUNT :

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A. SIGNIFICANT ACCOUNTING POLICIES :

=====

1. BASIS OF ACCOUNTING POLICY :

- (i) Financial Statements have been prepared under historical cost.
- (ii) The Company follows accrual method of accounting.

2. FIXED ASSETS :

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- (a) Gross block of Fixed assets including Leased assets are valued at historical cost.
- (b) Depreciation on all assets is provided on straight line basis as per section 205 (2) (b) of the Companies Act, 1956 at the rates and in the manner specified in schedule XIV of the Companies Act, 1956 as amended from time to time. The depreciation is calculated on a prorata basis from the DATE on which the assets is purchased/brought to use which ever is later. No depreciation is provided on the Assets which were not used during the year.

3. INVESTMENT : Investments are valued at their acquisition cost. Diminution in the value of long term investment has not been accounted for.
4. INVENTORY : The closing stock of shares are valued at cost.
5. AMORTISATION OF MISCELLANEOUS EXPENDITURE : Preliminary expenses and share issue expenses are deferred to be amortised over a period of ten years.

B. NOTES FORMING PART OF ACCOUNTS :

=====

1. Previous year figures have been rearranged/regrouped where ever considered necessary.
2. The figures have been rounded off to the nearest of rupees.
3. Expenditure in foreign Currency NIL NIL
4. Foreign Exchange Earning NIL NIL
5. Since the company has substantial carried forward business loss, speculation loss and unabsorbed depreciation and as there is uncertainty of sufficient future taxable income which may be available for its realisation, the deferred tax asset in accordance with accounting standered 22 issued by the Institute of Chartered Accountants of India has not been recognised by way of prudence.

(19)

7. RELATED PARTY DISCLOSURE (AS REQUIRED BY AS 18)

- A. Relationship :
- i. Holding Company : NIL
  - ii. Subsidiary Company : NIL
  - iii. Other related parties where common control exists : AGARWAL ESTATE ORGANIZERS LTD.
  - iv. Key managerial Personnel :  
 Managing Director : SANJAY C. AGRAWAL  
 Director : DINESH R. GUPTA
- a. UNSECURED LOANS : (Rs. in Lacs)
- (Agarwal Estate Organizers Ltd)
  - i. Taken during the year 60.01
  - ii. Repaid during the year 327.54
- b. INTEREST PAID 23.10

6. QUANTITATIVE DETAILS :

Description	Opening Stock		Purchases	
	No.	Amount	No.	Amount
SHARES	27209	7325909	NIL	NIL
	(27209)	(7325909)	(NIL)	(NIL)
	Sales		Closing Stock	
	No.	Amount	No.	Amount
	NIL	NIL	27209	7325909
	(NIL)	(NIL)	(27209)	(7325909)

FIGURES IN THE BRACKET INDICATES PREVIOUS YEAR'S FIGURE.  
 AS PER OUR REPORT OF EVEN DATE  
 ANNEXED HERewith.

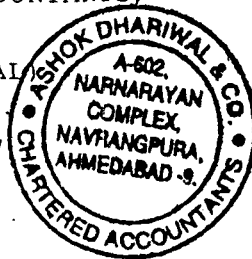
FOR, ASHOK DHARIWAL & CO.,  
 CHARTERED ACCOUNTANTS,

*[Signature]*  
 CHAIRMAN

*[Signature]*  
 DIRECTOR

*[Signature]*  
 (ASHOK DHARIWAL)  
 PROPRIETOR.

PLACE : AHMEDABAD.  
 DATE : 30/06/2007



INFORMATION PERSUANT TO PART IV OF SCHEDULE VI OF THE COMPANIES ACT, 195

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. REGISTRATION DETAILS

REGISTRATION NO. : 18633 STATE CODE : 04  
BALANCE SHEET : 31.03.2007.  
DATE

II. CAPITAL RAISED DURING THE YEAR (IN RUPEES)

PUBLIC ISSUE : NIL RIGHT ISSUE : NIL  
BONUS SHARE : NIL PRIVATE PLACEMENT : NIL

III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (IN RUPEES)

TOTAL LIABILITIES : 39175109 TOTAL ASSETS : 39175109

SOURCES OF FUNDS

PAID UP CAPITAL : 33645000 RESERVE & SURPLUS : NIL  
SECURED LOANS : NIL UNSECURED LOANS : 5530109

APPLICATION OF FUNDS

NET FIXED ASSETS : 3751780 INVESTMENT : 4420683  
NET CURRENT ASSETS: 5673661 MISC. EXPENDITURE : NIL  
ACCUMULATED LOSSES: 25328985

IV. PERFORMANCE OF COMPANY (IN RUPEES)

TURN OVER : 9792435  
TOTAL EXPENDITURE : 3400121  
PROFIT/(LOSS) BEFORE TAX: 6392314  
PROFIT/(LOSS) AFTER TAX : 6265446  
EARNING PER SHARE IN Rs.:  
(WEIGHTED AVERAGE) 1.86  
DIVIDEND RATE % : NIL

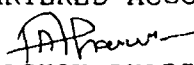
V. GENERIC NAMES OF THREE PRINCIPAL PRODUCTS/SERVICES OF COMPANY (AS PER MONETARY TERMS)

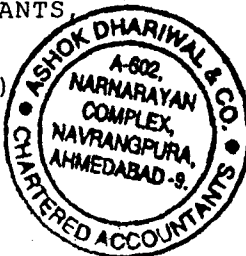
PRODUCT DESCRIPTION

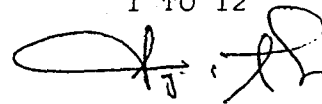
THE COMPANY BEING A FINANCIAL COMPANY IS ENGAGED IN LEASE FINANCING AND DEALING IN ESTATE BUSINESS.

AS PER OUR REPORT ATTACHED  
FOR, ASHOK DHARIWAL & CO.,  
CHARTERED ACCOUNTANTS,

SIGNATURE TO SCHEDULE  
1 TO 12

  
(ASHOK DHARIWAL)  
PROPRIETOR.





Dinesh Kumar Gupta

PLACE : AHMEDABAD.  
DATE : 30/06/2007

**SURYANAGRI FIN-LEASE LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2007.**

	31.03.2007	31.03.2006
<b>A. CASH FLOW FROM OPERATIONS ACTIVITIES :</b>		
NET PROFIT BEFORE TAX AND EXTRA-ORDINARY ITEMS	6265446	(128655)
ADJUSTMENT FOR :		
DEPRECIATION	227442	227442
PROFIT ON SALE OF INVESTMENT	(5293343)	NIL
PROFIT ON SALE OF FIXED ASSETS	(2602)	NIL
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGE</b>	<b>1196943</b>	<b>98787</b>
ADJUSTMENT FOR :		
CURRENT ASSETS	690907	(67828)
CURRENT LIABILITIES	(482738)	1112152
<b>(INCREASE)/DECREASE IN NET CURRENT ASSETS</b>	<b>208169</b>	<b>1044324</b>
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>1405112</b>	<b>1143111</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>		
SALE OF INVESTMENT	25272350	NIL
SALE OF FIXED ASSETS	569178	NIL
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>25841528</b>	<b>NIL</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>		
LOANS REPAID/RECEIVED	(26752760)	(11,43,449)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(26752760)</b>	<b>(11,43,449)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b>493880</b>	<b>(338)</b>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR.	73385	73,723
CASH AND CASH EQUIVALENTS AT THE CLOSING BALANCE.	567265	73,385
<b>NET INCREASE/(DECREASE) IN CASH &amp; CASH EQUIVALENTS</b>	<b>(4,93,880)</b>	<b>338</b>

(For, and on behalf of the Board)

Place : Ahmedabad.  
 DATE : 30/06/2007

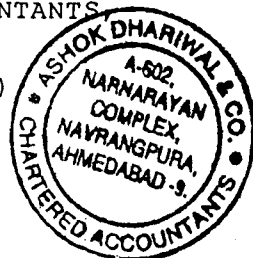
DIRECTOR.

**AUDITOR'S CERTIFICATE**

We have verified the above Cash Flow Statement of SURYANAGRI FIN-LEASE LIMITED derived from the audited financial Statements for the year ended on March 31, 2007 and March 31, 2006 and found the same to be drawn in accordance therewith and also with the requirements of clause 32 of the listing agreement with Stock Exchange Board of India.

DR, ASHOK DHARIWAL & CO.,  
 CHARTERED ACCOUNTANTS

*A.P. Dhariwal*  
 (ASHOK DHARIWAL)  
 PROPRIETOR.  
 CE : AHMEDABAD.  
 E : 30/06/2007



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