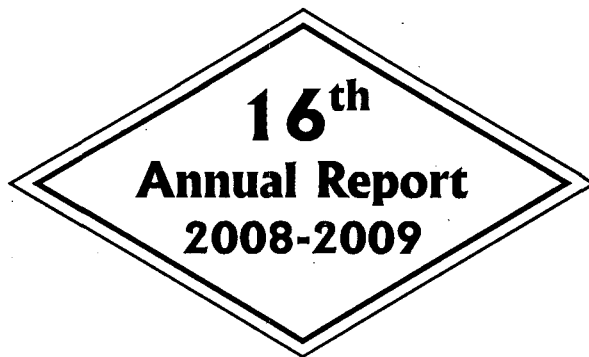




CE 0470



CUPID LIMITED



We help the world play safe....



16th ANNUAL REPORT 2008 - 2009

BOARD OF DIRECTORS	:	Mr. Omprakash Chhangamal Garg Non Executive Chairman
		Mr. Suresh Chand Garg Non Executive Director
		Mr. Anup Prakash Garg Independent & Non Executive Director
		Mr. Raju Subba Sagi Independent & Non Executive Director
		Mr. Pradeep Jain Non Executive Director
AUDITORS	:	M/s. Bhatler & Company Chartered Accountants Mumbai.
LEGAL ADVISOR	:	Singhania & Co., LLP Solicitors & Advocates Mumbai.
SECRETARIAL AUDITORS	:	Mr. Shailesh Kachalia Practicing Company Secretary Mumbai.
BANKERS	:	ING Vysya Bank Limited HDFC Bank Limited State Bank of India
FACTORY ADDRESS	:	A-68, M.I.D.C., Sinnar Village, Malegaon, Dist. Nashik- 422 113, Maharashtra (India).
REGISTERED AND CORPORATE OFFICE	:	103, Sona Chambers, 507/509, J. S. S. Road, Mumbai – 400 002, Maharashtra (India).
REGISTRARS & SHARE TRANSFER AGENTS	:	Bigshare Services (P) Ltd., E-2/3, Ansa Industrial Estate, Sakivihar Road, Saki Naka, Andheri(East), Mumbai – 400 072.



NOTICE

Notice is hereby given that the Sixteenth Annual General Meeting of the shareholders of Cupid Limited will be held on Wednesday, 30th September, 2009 at 103, Sona Chambers, 507/509, J.S.S. Road, Chira Bazar, Mumbai - 400 002 at 10.15 a.m. to transact the following business:

Ordinary Business

1. To receive, consider and adopt the audited Balance Sheet of the Company as at March 31, 2009 and the Profit & Loss Account of the Company for the year ended on that Date and Reports of the Directors' and Auditors' thereon.
2. To appoint a Director in place of Mr. Omprakash Garg who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Mr. Anup Garg who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint Auditors of the Company and to fix their remuneration.

Special Business

5. To consider and if thought fit to pass with or without any modifications the following resolution as Ordinary resolution:

“RESOLVED THAT Mr. Raju Subbha Sagi who was appointed by the Board of Directors as Additional Directors of the Company with effect from 28th February, 2009 and who holds office upto the date of this Annual General Meeting in term of Section 260 of the Companies Act, 1956 and in respect of whom the Company has received a notice in writing from Shareholders under Section 257 of the Companies Act, 1956 proposing his candidature for the office of Director of the Company, be and is hereby appointed as Director of the Company liable to retire by rotation.

6. To consider and if thought fit to pass with or without any modifications the following resolution as Ordinary resolution:

“RESOLVED THAT Mr. Pradeep Jain who was appointed by the Board of Directors as Additional Director of the Company with effect from 28th February, 2009 and who holds office upto the date of this Annual General Meeting in term of Section 260 of the Companies Act, 1956 and in respect of whom the Company has received a notice in writing from Shareholders under Section 257 of the Companies Act, 1956 proposing his candidature for the office of Director of the Company, be and is hereby appointed as Director of the Company liable to retire by rotation.

For and on behalf of the Board of the Directors

Omprakash Garg
Chairman

REGISTERED OFFICE

103, Sona Chamber,
507/509, J.S.S. Road,
Mumbai – 400 002.

Place : Mumbai

Date : 17th August, 2009



Notes for Members Attention

1. **A Member entitled to attend and vote at the Meeting is entitled to appoint a proxy to attend and vote instead of himself and a proxy need not be a member of the Company.**

Proxies in order to be effective must be received at the Registered Office of the Company at least 48 hours before the meeting. Proxies submitted on behalf of Limited Companies, Societies, Partnership firm, etc. must be supported by appropriate resolution / authority, as applicable, issued on behalf of the nominating organization.

2. The Register of Members and Share Transfer Books of the Company shall remain closed from Wednesday 23rd September, 2009 to Wednesday 30th September, 2009, both the days inclusive.
3. Members can avail facilities of nomination in respect of shares held by them and may send their Nomination form duly filled in to the Company.
4. Members holding shares in dematerialized mode are requested to intimate all changes with respect to their address, nomination, mandate, and other related to their Depository Participant (DP), where they hold their demat account.
5. Members holding the shares in physical form should intimate any change in their address, nominate, mandate and others be informed to the Companies Registrars and Shares transfer agent (i.e. Bigshare Services Private Ltd)
6. In all correspondence with the Company, members are requested to quote their for physical share the Folio No. and for the dematerialised form quote their DP ID and Client Id.
7. A copy of the explanatory statement under section 173 (2) of the Companies Act, 1956 is annexed herewith:



Explanatory statement pursuant to the provision of section 173 (2) of the Companies Act, 1956.

As required by Section 173(2) of the Companies Act, 1956, the following explanatory statements set out all material facts relating to the business mentioned under Item 5 to 6 of the in the Notice of the Annual General Meeting.

5. The Board of Directors appointed Mr. Raju Subba Sagi as Additional Director of the Company at their board meeting held on 28th February, 2009.

As per the provisions of Section 260 of the Companies Act 1956, Mr Raju Subbha Sagi holds office of the Director of the Company up to date of Annual General Meeting. The Company has received notices from the shareholders of the Company under the provisions of Section 257 of the Companies Act, 1956 proposing the appointment of Mr Raju Subba Sagi as Director of the Company liable to retire by rotation alongwith requisite deposit.

Details regarding the persons proposed to be appointed as Directors and their brief resume have been given in the Annexure attached to the Notice. Keeping in view the experience and expertise knowledge, Directors of the Company recommended to the Shareholders to accord their approval by way of passing ordinary Resolution.

Except proposed appointee, none of the Directors of the Company are interested in the resolution.

6. The Board of Directors appointed Mr Pradeep Jain as Additional Director of the Company at their board meeting held on 28th February, 2009.

As per the provisions of Section 260 of the Companies Act, 1956 Mr. Pradeep Jain holds office of the Director of the Company up to date of Annual General Meeting. The Company has received notices from the shareholders of the Company under the provisions of Section 257 of the Companies Act, 1956 proposing the appointment of Mr. Pradeep Jain as Director of the Company liable to retire by rotation alongwith requisite deposit.

Details regarding the persons proposed to be appointed as Directors and their brief resume have been given in the Annexure attached to the Notice. Keeping in view the experience and expertise knowledge, Directors of the Company recommended to the Shareholders to accord their approval by way of passing ordinary Resolution.

Except proposed appointee, none of the Directors of the Company are interested in the resolution.

For and on behalf of the Board of the Directors

Omprakash Garg
Chairman

Place : Mumbai
Date : 17th August, 2009



Details Of Directors Seeking Appointment at the Annual General Meeting

Details regarding the persons proposed to be appointed as Directors and their brief resume in pursuance of Clause 49 of Listing Agreement.

Name of Director	Mr. Omprakash Garg	Mr. Anup Prakash Garg	Mr. Raju Subba Sagi	Mr. Pradeep Jain
Date of Birth	25 th June, 1943	28 th February, 1958	10 th December, 1942	15 th September, 1974
Qualification	M. Sc.	Chartered Accountant	M. Sc.	M.Sc.FCS, LL.B (Hon's)
Date of Appointment	8 th August, 1994	14 th September, 2007	28 th February, 2009	28 th February, 2009
Specific Experience	Having experience in Business Environment. Industrialist with wide Business experience for more than 33 years.	Practicing Chartered Accountant,	Having experience in Business Environment. Industrialist with wide Business experience for nearly 30 years.	Having experience in Legal Consultancy and Professional Practicing Lawyer in well known International firm.
Directorships held in other Public Companies	Nil	1. Andhra Bank Limited	Nil	Nil
Membership/ Chairman of Other Public Companies (Includes only Audit and Shareholders / Investors Grievance Committee)	Nil	1. Andhra Bank Limited	Nil	Nil



REPORT OF BOARD OF DIRECTORS

Your Directors herewith present the **Sixteenth Annual Report** on the business and operations of the company for the year ended 31st March, 2009.

Financial Results

The highlights of financial result of the Company are as follows :

PARTICULARS	(Amount in Lacs)	
	31st March, 2009	31st March, 2008
Turnover and Other Income	1,246.57	2444.30
(Loss) / Profit before depreciation, finance charges and tax	(142.69)	424.43
Less: - Depreciation and finance charges	242.39	173.13
(Loss) / Profit before tax	(385.08)	251.30
Less: - Provision for Current year Income tax	NIL	60.00
Less: - Provision for Current year FBT	1.80	1.69
Add: - MAT tax Credit	NIL	21.65
Less: - Provision for Deferred tax	(115.09)	102.52
Net (Loss) / Profit after Tax	(271.78)	108.74
Balance brought forward from previous year	694.33	585.59
Balance Carried forward to Balance sheet	422.55	694.33

Operations

The year under report ended with a loss of Rs 271.78 Lacs against profit of Rs. 108.74 Lacs. In terms of turnover, your company achieved a turnover of Rs. 1246.57 Lacs as against to Rs. 2,444.30 Lacs in the previous year. The Loss of Rs. 271.78 Lacs is after absorbing interest cost of Rs. 102.55 Lacs (previous year at Rs. 63.90 Lacs) and depreciation of Rs. 137.82 Lacs (previous year at Rs. 108.27 Lacs). Both the interest and depreciation in the current year is higher due to increase in borrowings and fixed assets for expanding the production capacity.

Loss during the year is due to increased capacity could not be utilised in the absence of Government order, slow down in global economy and sharp volatility in commodity prices. Therefore performance during the year was not satisfactory.

Finance

Long term borrowing from banks, Issue of securities and Internal accruals have been used to meet the requirement of funds for the modernisation of Existing facilities, Expansion of capacity by installation of imported plant taking the production capacity to 503.15 million pieces p.a. and meeting the increased requirements of the working capital.



Allotment of the Convertible Warrants

During the year, the Company has issued 5,92,600 warrants convertible into 5,92,600 equity shares of Rs. 10 each @ Rs.16.50 to be converted on or before 14th April, 2010. However the company has received amount equivalent to 10% of the warrant price that comes to Rs. 9,77,460 (Nine Lacs Seventy-seven Thousand Four Hundred and Sixty only) at the time of the warrant allotment. The fund received was utilized for the working capital requirement of the Company.

Research and Development Recognition for developing Female Condoms

The Company has set up state of art Research and Development facilities for developing the female condom. In this process your Company got registration certificate from Government of India, Ministry of Science & Technology, Department of Scientific & Industrial Research, New Delhi. Your Company is persuing with the concerned authority for availing financial grants for development of female condom.

Expansion of the Company

During the year, production capacity of contraceptives (i.e. Male Condom) has increased to 503.51 million pieces p.a. The commercial production of the increased capacity commenced at the end of July 2008. Decision for increase in capacity was taken for further market share and with a emphasis of further growth. However due to lack of order from Government the capacity utilisation remained at very low during the year under review.

Future Prospects

The Company's products is well recognized in the market and is best in terms of quality and standards. The Company enjoys a cost advantage given the proximity to Markets. The costs of productions are also kept under constant reviews and controls.

The performance of financial year 2008 -2009 was adversely affected due to non -receipt of Government order, slow down in global economy and sharp volatility in commodity prices. The world economy has started showing signs of improvement, stable Government placed in our country and Government's continuous efforts to control birth, prevention of HIV and other sexually transmitted diseases. Your Company also making all its efforts to secure the order from Domestic and International Market for capacity utilisation. This will help the Company to perform well in the current year.

Quality and Systematic Organisation flow Initiatives

Company is regularly reinforcing commitments to High Standards of quality products and Systematic Organisation flow as recommended by programs of the ISO 9001:2008, ISO 13485 : 2003, WHO GMP Certification and CE 0407 Certification leading to a prospective growth in Quality & Quantity of Company products and services.

Dividend

In view of Losses incurred by your Company, the Board do not recommend payment of any dividend for the year 2008 - 2009.

Directors

Mr.Omprakash Garg and Mr.Anup Garg retire by rotation but being eligible offer themselves for re-appointment.



The Board of Directors also appointed Mr. Raju Subbha Sagi and Mr. Pradeep Jain as Additional Directors of the Company. The shareholders are requested to re-appoint them as mentioned at item No. 5 and 6 of Notice of Annual General Meeting.

Employees

The Company has not employed any employees drawing the salary in excess of the limits prescribed under section 217 (2 A) of the Companies Act, 1956.

Conservation Of Energy, Technology absorption, Innovation & Adaptation

The Company has taken all the effective steps to conserve the energy. As stand by arrangement the Company has installed generator set.

The Company has deployed Indigenous Technology to manufacture its products. The Company is also taking steps to upgrade its technology to improve the quality of its product so as to make same cost effective and compete in international market.

Foreign Exchange Earning & Outgo

The Company has earned foreign exchange of Rs.96.40 Lacs through exports, whereas the Company spent foreign exchange of Rs.135.52 Lacs towards imports of plant & machinery, commission and professional fees for documents and other professional services fees.

Fixed Deposit

The Company has not accepted any deposits during the year from the public.

Auditors

M/s Bhattar & Company, Chartered Accountants, Mumbai, who are the statutory auditors of the Company, in accordance to the provision of Companies Act, 1956 hold office upto the conclusion of forthcoming Annual General Meeting and are eligible for re-appointment.

Insurance

Adequate Insurance Cover has been taken for the major assets of the Company including Buildings, Plant & Machinery and Stocks

Subsidiary

During the year Company had incorporated a subsidiary Company by the name 'Cupid Medical Research Centre Private Limited' and subscribed to the capital of the said company of Rs. 0.98 Lacs equivalent to 98% of share capital is held by the Cupid Limited.

Directors' Responsibility Statement

Pursuant to the provision of section 217(2AA) of the Companies Act, 1956, the Directors to the best of their knowledge and belief confirm that:

- i) In the preparation of the Annual Accounts for the year 2008 - 2009, the applicable Accounting Standards have been followed alongwith proper explanation relating to material departures.
- ii) We have selected such accounting policies and applied them consistently and 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 at the end of the financial year and of the profit or loss of the company for the financial year.

- iii) We have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956. They confirm that there are adequate systems and control for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv) We have prepared the annual accounts on a going concern basis.

Auditors Report

The observations made by the Auditors are replied in notes forming part of accounts, which are self-explanatory.

Report on Corporate Governance, Management Discussion and Analysis

A report on the Corporate Governance alongwith Management Discussion and Analysis Report and a certificate from the auditors of the Company regarding compliance of conditions of Corporate Governance, in terms of Clause 49 of the Listing Agreement, are annexed herewith.

Appreciation

The Board of Directors would like to place on records their gratitude for the co-operation and the unstinted support received from Vendors, Traders, Customers, Banks and Shareholders. The support of the Bankers, Auditors and Members of Cupid family cannot go unmentioned here.

Your Directors look forward to having a long and fruitful relationship with all of them.

For and on behalf of the Board of the Directors

Omprakash Garg
Chairman

Place : Mumbai
Date : 17th August, 2009



MANAGEMENT DISCUSSION AND ANALYSIS REPORT

This discussion contains forward-looking statements, the performance of the Company for the year 2008 – 2009 and an outlook for the future. The report conveys expectations of future performance based on an assessment of current business environment. This could vary based on future developments. The following discussion and analysis should be read in connection with our audited financial statements prepared in accordance with the generally accepted accounting principles.

Industry Structure and Developments

The Company's products are well accepted in the market. The Company is marketing its products through Local distribution network and has successfully executing tender awarded by Ministry of Health, Government of India.

Opportunities and Threats

There are Opportunities towards concentration in Rural Market and exploring the Export Market. Whereas there are threats of Competition from unorganized / small-scale sectors and new entrants in the open market.

Outlook

The Indian condom market is highly fragmented – there are over 200 condom brands, most of them are regional. Assuming an industrial growth of 7 to 9% will absorb company's entire production capacity. The Company is also penetrating new market in the International and Domestic front.

Risks and Concerns

Competition from the unorganized small-scale sector via cut throat competition from the new entrants in the market, thereby squeezing the Company's profit margins.

Internal Control Systems

The Company has an adequate system of internal controls, which ensures that all assets are protected against loss from unauthorized use or disposition and all transactions are recorded and reported in conformity with generally accepted accounting principles.

Financial Results

The highlights of financial result of the company are as follows:

Particulars	31st March, 2009	(Amount in Lacs)
		31st March, 2008
Turnover and Other Income	1,246.57	2444.30
(Loss) / Profit before depreciation, finance charges and tax	(142.69)	424.43
Less: - Depreciation and finance charges	242.39	173.13
(Loss) / Profit before tax	(385.08)	251.30
Less: - Provision for Current year Income tax	NIL	60.00
Less: - Provision for Current year FBT	1.80	1.69
Add: - MAT tax Credit	NIL	21.65
Less: - Provision for Deferred tax	(115.09)	102.52
Net (Loss) / Profit after Tax	(271.78)	108.74
Balance brought forward from previous year	694.33	585.59
Balance Carried forward to Balance sheet	422.55	694.33

Human Resources and Industrial Relations

The Industrial relations at the plant continue to be cordial. Training Programme for personnel in various areas of corporate interest were held at different levels in the organisation in order to build-up execution capability at regular intervals.



AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

To the Members of Cupid Limited,

We have examined the compliance of conditions of corporate governance by Cupid Limited ("the Company") for the year ended 31st March, 2009 as stipulated in clause 49 of the Listing Agreement.

The compliance of conditions of corporate governance is the responsibility of the Management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned listing agreement.

We state that in respect of investors' grievances received during the year ended 31st March, 2009 based on the information received from the Company and presented to the Shareholder's/Investors' Grievances Committee, there are no investor grievances pending against the Company for more than 30 days.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For BHATTER & COMPANY
Chartered Accountants

DAULAL H. BHATTER
Proprietor
(Membership No. 16937)

Place : Mumbai
Date : 17th August, 2009



REPORT ON CORPORATE GOVERNANCE

The Company's policies on the Corporate Governance and due compliance report on specific areas wherever applicable for the year ended 31st March, 2009 are given hereunder divided into the following areas.

A. Company's Philosophy on Corporate Governance

Your Company is fully committed to good corporate governance practices as laid down by SEBI. It envisages attainment of a highest level of transparency, accountability and equity in all facts of the Company operations and helps the management in the efficient conduct of the Company's affairs and in protecting the interest of various participants like shareholders, employees, lenders, clients and at the same time places due emphasis on compliance of various statutory laws.

B. Board of Directors

- a) The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year and the number of Directorships and Committee Chairmanships / Memberships held by them in other companies is given below. Other directorships do not include alternate directorships, directorships of private limited companies and of companies incorporated outside India. Chairmanship / Membership of Board Committees include only Audit and Shareholders / Investors Grievance Committees.

Name	Category	Attendance at board Meeting in year 2008-09		Directorships in other public Companies		Committee Position held in other public Companies		Attendance at Last AGM
		Held	Attended	Chairman	Member	Chairman	Member	
Omprakash Garg	Chairman Non-Executive	9	1	NIL	NIL	NIL	NIL	Absent
Pawan Bansal *	Executive Director	9	9	NIL	NIL	NIL	NIL	Present
Sureshchand Garg ##	Non-Executive Director	6	5	NIL	NIL	NIL	NIL	Present
J. L. Sharma #	Independent Director, Non-Executive	8	3	NIL	1	NIL	1	Present
Anup Prakash Garg	Independent Director, Non-Executive	9	6	NIL	1	NIL	1	Present
Sachin Prasad *	Independent Director, Non-Executive	9	8	NIL	NIL	NIL	NIL	Present
Raju Sagi **	Independent Director, Non-Executive	1	1	NIL	NIL	NIL	NIL	N. A.
Pradeep Jain **	Non-Executive Director	1	1	NIL	NIL	NIL	NIL	N. A.

* Resigned w.e.f. : 30th April, 2009

Appointed w.e.f. : 18th August, 2008

** Appointed w.e.f. : 28th February, 2009

Resigned w.e.f. : 28th February, 2009



b) Board Procedures

Nine board meetings were held during the year on the following dates : , 30th April 2008, 24th July 2008, 30th July 2008, 18th August 2008, 30th August 2008, 15th October 2008, 31st October 2008, 28th January 2009 and 28th February 2009.

The Company has a mandatory annual requirement for every director to inform the company about the Committees/Board member position he occupies in other Companies and notifies the change, if any.

c) Management

The matters that are required to be discussed under Management Discussion and Analysis report has been included in the Directors Report to the shareholders. Whenever commercial transaction and financial transactions have been entered with Company, where Directors are interested, the nature of interest is being disclosed to the Board of Directors.

During the year under review, there were no transactions of any material, financial and commercial transactions, which had personal interest of the management that had a potential conflict with the interest of the Company at large.

C. Audit Committee:

Audit Committee was re-constituted as required by Clause 49 of the Listing Agreement was on 17th August, 2009 comprising the following Members:

Mr. Anup Prakash Garg	Chairman & Non-Executive Director
Mr. Raju Subba Sagi	Independent & Non-Executive Director
Mr. Suresh chand Garg	Non-Executive Director

Name	Category	No of Meeting for year 08 – 09	
		Held	Attended
Mr. Anup Prakash Garg	Chairman & Non-Executive Director	5	4
Mr. J. L. Sharma #	Chairman & Non-Executive Director	5	2
Mr. Sachin Prasad *	Independent & Non-Executive Director	5	5
Mr Raju Subba Sagi **	Independent & Non-Executive Director	N.A.	N.A.

* Resigned w.e.f. : 30th April, 2009 ** Appointed w.e.f.: 28th February , 2009 # Resigned w.e.f. : 28th February , 2009

Mr. J. L. Sharma Ex-chairman of the Audit Committee was present at the 15th Annual General Meeting of the Company held on 30th September, 2008 to answer the shareholders queries.

Some of the terms of references of audit committee are to review the financial reporting process and to examine accountancy, taxation and disclosure aspect of significant transactions.



D. Remuneration Committee.

Remuneration Committee was re-constituted as required by Clause 49 of the Listing Agreement was on 17th August, 2009 comprising the following Members:

Mr. Anup Prakash Garg	Chairman & Non-Executive Director
Mr. Raju Subba Sagi	Independent & Non-Executive Director
Mr. Suresh Chand Garg	Non-Executive Director

The Company paid Rs. 5,29,560 (Five lacs and Twenty-nine thousand five hundred and sixty only) as gross remuneration to Mr. Pawan Bansal Ex - Executive Director of the Company for the year 2008 - 2009.

No Meeting of the Remuneration Committee was held in the year 2008 – 2009.

The Company reimburses Out Pocket Expenses incurred by Directors for the Company after review of same by Committee Members.

E. Shareholders / Investors Grievance Committee

Shareholders / Investors Grievance Committee was re-constituted as required by Clause 49 of the Listing Agreement was on 17th August, 2009 comprising the following Members:

Mr. Anup Prakash Garg	Chairman & Non-Executive Director
Mr. Raju Subba Sagi	Independent & Non-Executive Director
Mr. Suresh Chand Garg	Non-Executive Director

Name	Category	No of Meeting for year 08 – 09	
		Held	Attended
Mr. J. L. Sharma #	Chairman & Non-Executive Director	5	2
Mr. Anup Prakash Garg	Independent & Non-Executive Director	5	4
Mr. Sachin Prasad *	Independent & Non-Executive Director	5	5
Mr Raju Subba Sagi **	Independent & Non-Executive Director	N.A.	N.A.

* Resigned w.e.f. : 30th April, 2009 ** Appointed w.e.f.: 28th February, 2009 # Resigned w.e.f. : 28th February, 2009

a) Procedure of the committee

Mr. Anup Prakash Garg, Non-Executive Director of the company is heading the Committee. The Committee reviews the Share transferred and also looks into the redressal of shareholder complaints like non-transfer of shares, non-receipt of annual reports and other related matters.

b) Listing Fees

The Company has paid the annual listing fees for the year 2009 – 2010 to Bombay Stock Exchange Limited (BSE).



c) Shareholders Complaints for year 2008 - 2009

Sr.No	Category	Received	Replied	Pending
1.	Transfer Related	-	-	-
2.	Change of Address	-	-	-
3.	Name Correction / Transmission	-	-	-
4.	Advice for Deletion of Name	-	-	-
5.	Demat / Remat / Others	-	-	-
6.	Change in Signature	-	-	-
7.	General Queries (Others)	-	-	-
	Grand Total	-	-	-

F. General Body Meetings:

Location and time of last three AGMs held :-

Date of AGM	Time of AGM	Location
September 29, 2006	9.00 A.M.	The Silk Merchants Association Hall, 1 st Floor, Dahanukar Building, 480, Kalbadevi Road, Mumbai: 400 002
September 29, 2007	10.30 A.M.	The Silk Merchants Association Hall, 1 st Floor, Dahanukar Building, 480, Kalbadevi Road, Mumbai: 400 002
September 30, 2008	10.15 A.M.	103, Sona Chamber, 507/509, J.S.S. Road, Mumbai-400002

G. Related Party Disclosures

Disclosures on materially significant related party transactions i.e. transactions of the Company of material nature, with its promoters, the directors or the management, their subsidiaries or relatives, etc. that may have potential conflict with the interests of the Company at large. None of the transactions with any of the related parties were in conflict with the interest of the Company.

During the year Company had incorporated a subsidiary Company by the name 'Cupid Medical Research Centre Private Limited' and subscribed to the capital of the said company of Rs. 0.98 Lacs equivalent to 98% of share capital is held by the Cupid Limited.

H. Disclosures of Accounting treatment

Disclosure of accounting treatment wherever applicable has been made in the Audited Financial Accounts for the year ended 31st March, 2009.

I. Board Disclosures – Risk Management

The Company has a laid down procedure to inform the Board Members about the risk assessment and minimization procedures of the material risks and they are being reviewed periodically.



J. Statutory Compliance

The Company has complied with all the requirements of Stock Exchanges, Securities and Exchange Board of India (SEBI) and other statutory authorities on matters relating to capital markets during the last three years and consequently no penalties or strictures have been imposed on the Company by these authorities.

K. Means of Communication

The quarterly results are published in at least one of the English daily newspapers and similarly in vernacular Marathi daily newspaper publishing from Mumbai.

L. Code of Conduct

As required by the amended Clause 49 of Listing Agreement, the Board of Directors of the Company has adopted a Code of Conduct for all Board Members and Senior Management of the Company. The members of the Board of Directors and Senior Management have affirmed compliance of the said Code during the period under review.

M. CEO / CFO Certification

The Company is duly placing a certificate to the Board from the Chairman in accordance with the Clause 49 (v) of the Listing Agreement pertaining. The aforesaid certificate duly signed by the Chairman in respect of financial year ended 31st March, 2009 has been placed before the Board in the meeting held on 17th August, 2009.

N. The Company has implemented Whistle Blower Policy

O. General Shareholder Information

1. Annual General Meeting to be held

Date 30th September, 2009

Time 10.15 a.m.

Venue 103, Sona Chambers, 507 / 509, J.S.S. Road,
Chira Bazar, Mumbai – 400 002.

2. Financial Calendar for the financial year 2009 – 2010 (tentative)

Financial reporting for the quarter ending June 2009 After 15th July, 2009.

Financial reporting for the quarter ending September 2009 After 15th October, 2009.

Financial reporting for the quarter ending December 2009 After 15th January, 2010.

Financial reporting for the quarter ending March 2010 After 15th April, 2010.

3. Date of Book Closure

23rd September, 2009 to 30th September, 2009
(both the days inclusive)

4. Dividend Payment Date

Not Applicable.

5. Registered & Corporate Office and Correspondence Address

103, Sona Chamber,
507/509, J.S.S. Road, Mumbai 400 002.
Phone – 22037633

6. Listing on Stock Exchanges

Bombay Stock Exchange Limited (BSE)

7. Stock Code of BSE

530843

8. International Securities Identification Numbers (ISIN) / Demat

INE509F01011



9. i) Shares held in Physical / Electronic form as on 31st March, 2009

Particulars	Holders	% of Holders	Shares	% of shares
Shares in Electronic form	3,560	91.12	61,84,285	78.55
Shares in Physical form	347	8.88	16,88,315	21.45
Total	3,907	100.00	78,72,600	100.00

ii) Distribution of share holding as on 31st March, 2009

No. of Equity Shares held	No. of Holders	% of Holders	No. of shares	% of Shares
Upto 500	2,709	69.34	6,54,884	8.31
501 – 1000	610	15.61	5,20,885	6.62
1001 – 2000	273	6.99	4,37,076	5.55
2001 – 3000	110	2.82	2,81,587	3.58
3001 – 4000	41	1.05	1,46,139	1.86
4001 – 5000	46	1.18	2,21,617	2.81
5001 – 10000	58	1.48	4,40,021	5.59
10001 and above	60	1.54	51,70,391	65.68
Total	3,907	100.00	78,72,600	100.00

iii) Shares holding Pattern as on 31st March, 2009

Category	No. of Holders	No. of shares	% of shares
Promoters & Promoter's Group	7	25,32,900	32.18
Mutual Funds	2	3,500	0.04
Bodies Corporate	159	10,23,248	13.00
NRI / OCBs	62	11,08,907	14.08
Indian Public	3,663	31,97,864	40.62
Others (Clearing Members)	14	6,181	0.08
Total	3,907	78,72,600	100.00

iv) Market Data on the portal of Bombay Stock Exchange Limited (BSE)

Month	CUPID LIMITED				BSE SENSEX	
	High Price (Rs.)	Low Price (Rs.)	Wt. Price (Rs)	Volume	High	Low
Apr – 2008	21.90	15.70	18.67	304,742	17,480.74	15,297.96
May – 2008	21.35	16.25	17.60	175,379	17,735.70	16,196.02
Jun – 2008	19.75	15.00	17.58	393,374	16,632.72	13,405.54
Jul – 2008	16.25	13.50	14.96	134,444	15,130.09	12,514.02
Aug – 2008	17.91	12.50	14.38	306,097	15,579.78	14,002.43
Sep – 2008	14.50	8.21	12.55	99,291	15,107.10	12,153.55
Oct – 2008	10.84	4.60	7.17	76,940	13,203.86	7,697.39
Nov – 2008	7.20	4.52	5.62	40,445	10,945.41	8,316.39
Dec – 2008	6.36	4.71	5.23	95,807	10,188.54	8,467.43
Jan – 2009	6.99	4.20	5.35	82,830	10,469.72	8,631.60
Feb – 2009	5.03	3.81	4.31	51,825	9,724.87	8,619.22
Mar – 2009	5.14	3.60	4.35	155,487	10,127.09	8,047.17



10. Registrar and Share Transfer Agent M/s Bigshare Services Pvt. Ltd.,
E-2/3, Ansa Industrial Estate, Sakivihar Road,
Saki Naka, Andheri(E), Mumbai – 400 072.

11. Dematerialisation of shares and liquidity

The Company's shares are compulsorily traded in the dematerialised / electronic form and are available for the regular trading on the Bombay Stock Exchange Limited.

12. Outstanding GDRs / ADRs / Warrants or any convertible instruments.

The Company has not issued any GDR / ADR etc during the year. The Company has issued to Promoter 5,92,800 warrants convertible into 5,92,800 equity shares of Rs 10 each @ Rs 16.50 to be converted on or before 14th April 2010. However the company has received an amount equivalent to 10% of the warrant price at the time of the warrant allotment.

P. Management Discussion and Analysis

Statement of Management Discussion and Analysis is appearing elsewhere in this Annual Report in terms of the requirement of the Code of Corporate Governance.

Q. Chairman of the Board

The Company has a Non executive Chairman and reimburses expenses incurred by him in performance of his duties.

R. Remuneration Committee

The Company has constituted remuneration committee.

S. Shareholders Rights

The Company is not sending the half-yearly results to each household of shareholders, but the Quarterly Result are published in English & Marathi newspaper widely circulated in Maharashtra.

T. Postal Ballot

The Company has complied with the provisions of Postal Ballot in the matters necessary.

For and on behalf of the Board of the Directors

OMPRAKASH GARG

Chairman

SURESHCHAND GARG

Director

Place: Mumbai

Date: 17th August, 2009



AUDITOR'S REPORT TO THE MEMBERS

1. We have audited the attached Balance Sheet of CUPID LIMITED, ("the Company"), as at 31st March, 2009, and the related Profit and Loss Account and Cash Flow Statement for the year ended on that date annexed thereto, which we have signed under reference to this report. 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 Auditing Standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003, issued by the Central Government in terms of Section 227(4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said Order, to the extent applicable to the company.
4. Further to our comments in the Annexure referred to in paragraph 3 above.
 - a. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b. In our opinion, proper books of accounts as required by the law have been kept by the Company so far as appears from our examination of the books.
 - c. The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in subsection 3(c) of Section 211 of the Companies Act, 1956 and are in agreement with the books of accounts of the Company.
 - d. On the basis of written representation from the Directors, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2009 from being appointed as a director under Section 274 (1)(g) of the Companies Act, 1956.
 - e. In our opinion and to the best of our information and according to the explanations given to us, subject to note on accounts no 2 (A) relating to contingent liability, the said financial statements read together with the notes thereon and give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2009.
 - ii) in the case of the Profit and Loss Account of the Loss of the Company for the year ended on that date.
 - iii) in the case of Cash Flow Statement, of the cash flows for the year ended on that date.

FOR BHATTER & COMPANY
Chartered Accountants

DAULAL H. BHATTER
Proprietor
(Membership No. 16937)

Place : Mumbai
Dated : 17th August, 2009



ANNEXURE TO THE AUDITOR'S REPORT

Statement referred to in paragraph 3 of the Auditors Report of even date to the Members of Cupid Limited on the accounts for the year ended 31st March, 2009.

We report as under:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situations of fixed assets
- (b) As per the information and explanations given to us, physical verification of fixed assets has been carried out in terms of the phased programme of verification of its fixed assets adopted by the Company and no material discrepancies were noticed on such verification. In our opinion, the frequency of verification is reasonable, having regard to the size of the Company and nature of its business.
- (c) During the year the Company has not disposed off any substantial/major part of fixed assets.
- (ii) (a) As per the information furnished, the inventories have been physically verified during the year by the management. In our opinion, having regard to the nature and location of stocks, the frequency of the physical verification is reasonable.
- (b) In our opinion and according to the information and explanations given to us, procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) The Company is maintaining proper records of inventory. In our opinion, discrepancies noticed on physical verification of stocks were not material in relation to the operations of the Company and the same have been properly dealt with in the books of account.
- (iii) (a) As per the information furnished, the Company has taken interest free loans from four parties covered in the register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs 23.39 Lacs and year end balance of loan taken from such parties was Rs. 10.01 Lacs. The terms and condition on which loans have been taken are not, prima facie, prejudicial to the interest of company. We have been further informed that no repayment terms have been stipulated. The company has not granted any loans to the parties covered in the register maintained under Section 301 of the Companies Act, 1956.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchase of inventory and fixed assets and for the sale of goods. During the course of our audit, no major weakness has been noticed in the internal controls.
- (v) (a) As per our opinion proper register in pursuance to section 301 of the Act is maintained by the Company.



- (b) In our opinion and according to the information and explanations given to us in respect of transactions with the parties covered by Section 301 of the Companies Act 1956, with whom transactions exceeding value of Rs 5 Lakhs have been entered into during the financial year, are at the prices which are reasonable having regard to the prevailing market prices at the relevant time except in case of some transactions where alternate source of supply did not exist and therefore there were no such transactions that need to be entered into a register in pursuance of section 301 of the Act, the Clause (v) (b) of the Order is not applicable.
- (vi) The Company has not accepted any deposits during the year from the public within the meaning of the provisions of Section 58A and 58AA of the Companies Act, 1956 and rules made there under.
- (vii) In our opinion, the Company has an internal audit system commensurate with the size of the Company and the nature of its business.
- (viii) To the best of our knowledge and according to the information given to us, the Central Government has not prescribed maintenance of cost records under Section 209(1)(d) of the Companies Act, 1956 for any product of the Company.
- (ix) (a) According to the information and explanation given to us and the records examined by us, the Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, income-tax, sales tax, custom duty, excise duty, cess and other statutory dues wherever applicable. According to the information and explanations given to us, no undisputed arrears of statutory dues were outstanding as at 31st March, 2009 for a period of more than six months from the date they became payable except for sales tax of Rs 1,69,831 for which we are informed that the same will be adjusted in the set off / refund granted at the time of completion of Assessment proceeding.
- (b) According to the records of the Company, there are no dues of sales tax, income-tax, customs, wealth-tax, excise duty, cess which have not been deposited on account of any disputes.
- (x) The Company does not have any accumulated losses as at the end of the financial year. The Company has incurred cash losses during the current financial year. There are no cash losses in the immediately preceding financial year.
- (xi) Based on our examination of the Books of accounts and related records and according to the information and explanations given to us, we are of the opinion the Company has not defaulted in repayment of dues to Banks, except some delay in repayment of Installment in the irregularities pertaining for the year ended 31-03-2009 has been paid subsequently.
- (xii) Based on our examination of the records and that information and explanations given to us, the Company has not granted any loans and/or advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) Clause (xiii) of the Order is not applicable to the Company as the Company is not a Chit Fund Company or nidhi / mutual benefit fund / society.



Cupid Limited

- (xiv) In respect of shares, securities, debentures or other investments dealt in or traded by the Company, proper records are maintained in respect of transactions and contracts and timely entries have been made therein.
- (xv) According to the information and explanations given to us, the Company has not provided guarantees for loans taken by others from banks and financial institutions.
- (xvi) Based on our examination of the records and the information and explanations given to us, the term loans have been applied for the purpose for which they were raised.
- (xvii) According to the information and explanations given to us and on an overall examination of the Balance sheet of the Company we report that no funds raised on short term basis have been used for long term assets. No long term funds have been used to finance short term assets and hence the question of commenting of their utilization does not arise.
- (xviii) According to the information and explanations given to us, the company has, during the year, made preferential allotment of shares to companies, firms or parties covered in the register maintained under section 301 of the Companies Act 1956. The price at which such shares were allotted, was not prejudicial to the interest of the Company at that particular point of time.
- (xix) The Company has not issued any debenture during the year. Therefore the provisions of clauses 4 (xix) of the Order, are not applicable to the Company.
- (xx) The Company has not raised any money by public issues during the year covered by our audit report.
- (xxi) As per the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

FOR BHATTER & COMPANY
Chartered Accountants

DAULAL H. BHATTER
Proprietor
(Membership No. : 16937)

Place : Mumbai
Date : 17th August, 2009



Cupid Limited

Balance Sheet as at 31st March, 2009

Particulars	Schedule	(Amount in Rs) As At 31-Mar-2009	(Amount in Rs) As At 31-Mar-2008
I. SOURCE OF FUNDS			
1 SHAREHOLDERS' FUNDS			
Share Capital	A	79,703,460	78,726,000
Reserves and Surplus	B	71,105,373	98,283,571
2 LOAN FUNDS			
Secured Loans	C	78,286,283	57,227,825
Unsecured Loans	D	1,001,323	-
3 NET DEFERRED TAX (Ref Note 2G)			
		16,357,839	27,867,374
	TOTAL	246,454,278	262,104,770
II. APPLICATION OF FUNDS			
1 FIXED ASSETS			
Gross Block	E	297,679,656	257,675,127
LESS : Depreciation		93,909,926	80,157,660
		203,769,730	177,517,467
Add : Capital Work in Progress		-	7,305,990
Net Block		203,769,730	184,823,457
2 INVESTMENTS			
	F	4,063,000	9,708,000
3 CURRENT ASSETS, LOANS AND ADVANCES			
Inventories	G	20,882,611	23,173,004
Debtors	H	30,983,807	7,507,883
Cash And Bank Balances	I	2,794,768	16,748,233
Loans and Advances	J	17,983,838	36,702,080
		72,645,024	84,131,200
Less : Current Liabilities and Provisions	K	34,023,476	16,557,887
NET CURRENT ASSETS		38,621,548	67,573,313
	TOTAL	246,454,278	262,104,770
NOTES TO ACCOUNTS	R		

As per our Report of even date attached

For BHATTER & COMPANY
Chartered Accountants

DAULAL H. BHATTER
Proprietor
(Membership No. 16937)

For and on behalf of the Board of the Directors

OMPRAKASH GARG **SURESH CHAND GARG**
Chairman Director

Place : Mumbai
Date : 17th August, 2009



Profit and Loss Account for the year ended on 31st March, 2009

Particulars	Schedule	Year Ended on 31-Mar-2009 (Amount in Rs)	Year Ended on 31-Mar-2008 (Amount in Rs)
1 INCOME			
Sales		123,603,222	243,829,760
Other Income	L	1,054,195	600,049
Provision Written Back for Bad Debts		-	665,969
Stock Differential		3,417,077	(3,649,313)
	TOTAL	128,074,494	241,446,465
2 EXPENDITURE			
Cost of Material Consumed	M	86,686,364	144,632,841
Manufacturing Expenses	N	21,764,183	22,439,592
Payment and Benefit to Employees	O	14,691,649	12,334,489
Administrative, Selling and Other Expenses	P	14,821,265	19,299,676
Depreciation		13,782,225	10,826,679
Finance Charges	Q	10,456,621	6,486,406
	TOTAL	162,202,307	216,019,683
Less: Loss on Sale of Investment		4,379,920	296,858
Profit Before Tax		(38,507,733)	25,129,924
Provision for Taxation			
Less : Provision of Income Tax		-	6,000,000
Less : Provision of Current Year FBT		180,000	169,000
Add : MAT Credit		-	2,165,000
Less : Provision of Deffered Tax		(11,509,535)	10,251,233
Profit After Tax		(27,178,198)	10,874,691
Balance brought forward from previous year		69,433,571	58,558,880
Balance carried forward to Balance Sheet		42,255,373	69,433,571
3 Earning per Share (EPS) in Rs			
Basic		(3.45)	1.38
Diluted		(3.21)	1.38
No. of Equity Shares Consider for the EPS			
Basic		7,872,600	7,872,600
Diluted		8,465,400	7,872,600
NOTES TO ACCOUNTS	R		

As per our Report of even date attached

For BHATTER & COMPANY
Chartered Accountants

DAULAL H. BHATTER
Proprietor
(Membership No. 16937)

Place : Mumbai
Date : 17th August, 2009

For and on behalf of the Board of the Directors

OMPRAKASH GARG **SURESH CHAND GARG**
Chairman Director



CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March, 2009

Particulars	Year Ending 31-Mar-2009 (Amount in Rs)	Year Ending 31-Mar-2008 (Amount in Rs)
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit / (Loss) before tax	(38,507,733)	25,129,924
ADJUSTMENT FOR :		
Depreciation	13,782,225	10,826,679
Finance Charges	10,456,621	6,486,406
Loss on Sale on Fixed Assets	266,279	-
Obsolete Machinery	-	562,735
Short Term Investment Loss	4,468,700	296,858
Short Term Investment Profit	(88,780)	-
Credit Balance Written Back	(16,300)	-
Interest Income	(539,253)	(504,006)
Operating profit before working capital changes	(10,178,241)	42,798,596
CHANGES IN:		
Inventories	2,290,393	6,549,481
Debtors / Loans and Advances	(4,649,405)	7,642,218
Current Liabilities and Provision	17,167,389	(9,677,441)
Cash Generated From Operations	4,630,136	47,312,854
Taxes Paid / TDS	(108,277)	(8,437,817)
Net Cash from Operating Activities (A)	4,521,859	38,875,037
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(34,855,776)	(60,125,824)
Investment in Subsidiary Company	(98,000)	-
Purchase of Investments	(250,000)	(4,650,000)
Sale Proceeds from Fixed Assets	1,995,499	-
Sale Proceeds from Investment	1,613,080	18,603,142
Interest Income	539,253	504,006
Net Cash used in Investing Activities (B)	(31,055,944)	(45,668,676)
C CASH FLOW FROM FINANCING ACTIVITIES		
Received for Partly paid-up Warrants	977,460	13,266,000
Payment / (Repayment) of Long term Borrowing	21,058,458	20,338,727
Finance Charges	(10,456,621)	(6,486,406)
Payment / (Repayment) of Other Borrowing	1,001,323	(3,974,778)
Net Cash generated from Financing Activities (C)	12,580,620	23,143,543
NET CHANGE IN CASH & CASH EQUIVALENTS (A+B+C)	(13,953,465)	16,349,904
Opening Cash & Cash Equivalents	16,748,233	398,329
Closing Cash & Cash Equivalents	2,794,768	16,748,233

As per our Report of even date attached

For BHATTER & COMPANY

Chartered Accountants

DAULAL H. BHATTER

Proprietor

(Membership No. 16937)

Place : Mumbai

Date : 17th August, 2009

For and on behalf of the Board of the Directors

OMPRAKASH GARG

Chairman

SURESH CHAND GARG

Director



Cupid Limited

Schedules Forming Part of Accounts for the year ending 31st March, 2009

PARTICULARS	As At 31Mar, 2009 (Amount in Rs)	As At 31 Mar, 2008 (Amount in Rs)
SCHEDULE 'A'		
SHARE CAPITAL		
Authorised		
10,000,000 (10,000,000) Equity Shares of Rs. 10 each	<u>100,000,000</u>	<u>100,000,000</u>
Issued, Subscribed & Paid-up Capital		
(i) Equity Share Capital		
7,872,600* (Previous Year 78,72,600)	78,726,000	78,726,000
Equity Share of Rs. 10/- each fully Paid-up		
(ii) Convertible Warrant into Equity Capital		
Allotment of 592,400 (Previous Year - NIL)		
Warrant @ Rs. 16.50 per warrant	977,460	-
(Convertible in 592,400 Equity Shares at the Option of allottee after full payment on or before 14-04-2010)		
	<u>79,703,460</u>	<u>78,726,000</u>
SCHEDULE 'B'		
RESERVES & SURPLUS		
Special Capital Incentive	3,000,000	3,000,000
Share Premium Account	25,850,000	25,850,000
Profit And Loss Account	42,255,373	69,433,571
	<u>71,105,373</u>	<u>98,283,571</u>
SCHEDULE 'C'		
SECURED LOANS		
Term Loans	51,642,315	50,655,026
Working Capital Assistance	26,643,968	6,572,799
	<u>78,286,283</u>	<u>57,227,825</u>
1) Term loans are secured by a first charge on all the movable and immovable properties / current assets including all the Plant and Machinery, Land and Building of the Company, on both being it be present and further created by way of hypothecation.		
2) Working Capital Assistance is secured by hypothecation stock of raw materials, WIP and finished goods and book debts		
3) Additionally all above loans have been personally guranteed by Mr. Om Prakash Garg, Chairman and Mr. Durgesh Garg.		
SCHEDULE 'D'		
UNSECURED LOANS		
From Directors, their Relatives and Friends	1,001,323	-
	<u>1,001,323</u>	-



Schedules Forming Part of Accounts for the year ending 31st March, 2009

SCHEDULE 'E'

FIXED ASSETS

(Amount in Rs.)

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01-04-2008	Addition/ Adjustment During the year	Deletion/ Adjustment During the year	As at 31-03-2009	Upto 01-04-2008	For The Year	Depreciation Written Back	Upto 31-03-2009	As at 31-03-2009	As at 31-03-2008
Land & Site Development	1,644,000	-	-	1,644,000	-	-	-	-	1,644,000	1,644,000
Building	38,108,188	9,563,106	-	47,671,294	9,581,927	1,491,918	-	11,073,845	36,597,449	28,526,261
Plant & Machinery	156,833,875	16,730,028	-	173,563,903	60,400,850	8,045,616	-	68,446,466	105,117,437	96,433,025
Electricals	10,239,175	490,352	-	10,729,527	3,515,566	506,479	-	4,022,045	6,707,482	6,723,609
Indegenious Equipments	42,380,019	13,431,048	1,076,000	54,735,067	4,370,832	2,404,774	-	6,775,606	47,959,461	38,009,187
Computers	1,069,977	87,042	-	1,157,019	662,584	185,380	-	847,964	309,055	407,393
Computer Software	2,195,685	-	-	2,195,685	292,758	761,171	-	1,053,929	1,141,756	1,902,927
Air Conditioners	98,422	141,000	-	239,422	12,946	10,814	-	23,760	215,662	85,476
Office Equipment	102,379	-	-	102,379	43,126	6,671	-	49,797	52,582	59,253
Vehicle	-	1,719,190	1,081,237	637,953	-	52,686	29,959	22,727	615,226	-
Furniture & Fixtures	5,003,407	-	-	5,003,407	1,277,071	316,716	-	1,593,787	3,409,620	3,726,336
TOTAL	257,675,127	42,161,766	2,157,237	297,679,656	80,157,660	13,782,225	29,959	93,909,926	203,769,730	177,517,467
PREVIOUS YEAR	203,413,617	54,917,760	656,250	257,675,127	69,424,496	10,826,679	93,515	80,157,660	177,517,467	133,989,121



Cupid Limited

Schedules Forming Part of Accounts for the year ending 31st March, 2009

PARTICULARS	As At 31Mar, 2009 (Amount in Rs)	As At 31 Mar, 2008 (Amount in Rs)
SCHEDULE 'F'		
INVESTMENTS (UNQUOTED)		
INVESTMENT IN SUBSIDIARY COMPANY		
(I) 9,800 (Pre. Yr : NIL) Equity Shares of Rs 10 each in Cupid Medical Research Centre Pvt Ltd	98,000	-
SUB - TOTAL	98,000	-
EQUITY SHARES		
(I) NIL (Pre. Yr : 2,48,300) Equity Shares of Rs 10 each in Ankalikar Securities Pvt Ltd	-	2,283,000
(II) 25,000 (Pre. Yr : Nil) Equity Shares of Rs 10 each in KDS Consulting Pvt Ltd	250,000	-
(III) NIL (Pre. Yr : 5,000) Equity Shares of Rs 10 each in Nilesh Steel & Alloys Pvt Ltd	-	500,000
(IV) NIL (Pre. Yr : 36,000) Equity Shares of Rs 10 each in Shri Sai Shakshi Hotels Pvt Ltd	-	360,000
(V) NIL (Pre. Yr : 40,000) Equity Shares of Rs 10 each in Ahaan Financial Services Pvt Ltd	-	850,000
(VI) 50,000 (Pre. Yr : 50,000) Equity Shares of Rs 10 each in Sagar Wine Marketters Pvt Ltd	1,000,000	1,000,000
(VII) 24,300 (Pre. Yr : 24,300) Equity Shares of Rs 10 each in Rakshit Leasing & Finance P Ltd	1,215,000	1,215,000
(VIII) NIL (Pre. Yr : 4,000) Equity Shares of Rs 10 each in Sapsringi Steel Rolling Pvt Ltd	-	1,000,000
SUB - TOTAL	2,465,000	7,208,000
MUTUL FUND		
(I) 75,000 (Pre. Yr : 75,000) Units of Rs 10 each in ING OptiMix Equity - Growth Fund	750,000	750,000
(II) NIL (Pre. Yr : 97,560.976) Units of Rs 10 each in ING Global Real Estate - Growth Fund	-	1,000,000
(III) 75,000 (Pre. Yr : 75,000) Units of Rs 10 each in HDFC Infrastructure - Growth Fund	750,000	750,000
SUB - TOTAL	1,500,000	2,500,000
GRAND - TOTAL	4,063,000	9,708,000
SCHEDULE 'G'		
INVENTORIES		
(As Valued and Certified by Management)		
Raw Materials	2,346,520	4,488,569
Fuel	42,439	300,616
Packing Material	4,751,841	1,542,545
Stores & Consumables	572,451	721,410
Work in Progress	847,810	1,172,021
Finished Goods	11,098,440	7,357,152
Gold / Gold Jewellery	1,223,110	7,590,691
	20,882,611	23,173,004



Cupid Limited

Schedules Forming Part of Accounts for the year ending 31st March, 2009

	As At 31Mar, 2009 (Amount in Rs)	As At 31 Mar, 2008 (Amount in Rs)
SCHEDULE 'H'		
SUNDRY DEBTORS (Unsecured)		
Debts Considered good		
Outstanding for a period exceeding six months	-	1,507,351
Other Debts	<u>30,983,807</u>	<u>6,000,532</u>
	<u>30,983,807</u>	<u>7,507,883</u>
SCHEDULE 'I'		
CASH AND BANK BALANCES		
Cash in Hand	1,560,025	2,376,778
Balance with Scheduled Banks		
in Current accounts	1,048,008	14,311,204
in Deposit accounts	<u>186,735</u>	<u>60,251</u>
	<u>2,794,768</u>	<u>16,748,233</u>
SCHEDULE 'J'		
LOANS & ADVANCES		
Advance recoverable in cash or in kind or for the value to be received	5,458,541	5,841,204
Advances for Capital Goods	350,000	2,971,345
Advance taxes paid	5,563,891	5,455,614
Advance to Suppliers	5,514,898	18,060,778
Sundry Deposits	<u>1,096,508</u>	<u>4,373,139</u>
	<u>17,983,838</u>	<u>36,702,080</u>
SCHEDULE 'K'		
CURRENT LIABILITIES AND PROVISIONS		
Sundry Creditors	24,355,668	10,205,947
Statutory Liabilities	578,807	163,132
Accrual for Expenses	2,465,536	1,530,884
Advances From Customers	1,872,885	87,345
Provisions for Fringe Benefit Tax	572,898	392,898
Provisions for Income Tax / MAT	<u>4,177,681</u>	<u>4,177,681</u>
	<u>34,023,476</u>	<u>16,557,887</u>
PARTICULARS	For Year Ended 31-Mar-2009	(Amount in Rs) For Year Ended 31-Mar-2008
SCHEDULE 'L'		
OTHER INCOME		
DEPB Income	498,642	96,043
Interest Income	539,253	504,006
Credit Balance Written Back	<u>16,300</u>	<u>-</u>
	<u>1,054,195</u>	<u>600,049</u>



Schedules Forming Part of Accounts for the year ending 31st March, 2009

PARTICULARS	For Year Ended 31-Mar-2009 (Amount in Rs)		For Year Ended 31-Mar-2008 (Amount in Rs)	
SCHEDULE 'M'				
MATERIALS CONSUMED				
1. Raw Material Consumed				
Opening Stock	4,488,569		2,293,685	
Add: Purchases	44,163,606		73,590,867	
	<u>48,652,175</u>		<u>75,884,552</u>	
Less: Closing Stock	2,346,520	46,305,655	4,488,569	71,395,983
2. Furance Oil				
Opening Stock	300,616		227,490	
Add: Purchases	320,656		10,310,589	
	<u>621,272</u>		<u>10,538,079</u>	
Less: Closing Stock	42,439	578,833	300,616	10,237,463
3. Packing Material				
Opening Stock	1,542,545		2,247,515	
Add: Purchases	31,894,192		44,078,239	
	<u>33,436,737</u>		<u>46,325,754</u>	
Less: Closing Stock	4,751,841	28,684,896	1,542,545	44,783,209
4. Stores and Consumables				
Opening Stock	721,410		474,157	
Add: Purchases	5,620,212		6,081,655	
	<u>6,341,622</u>		<u>6,555,812</u>	
Less: Closing Stock	572,451	5,769,171	721,410	5,834,402
5. Purchases of Condoms				
		375,000		-
6. Purchase of Gold / Gold Jewellery				
Opening Stock	7,590,691		12,301,152	
Add: Purchases	1,330,320		8,286,442	
	<u>8,921,011</u>		<u>20,587,594</u>	
Less: Closing Stock	1,223,110	7,697,901	7,590,691	12,996,903
7. Less: Refund of Taxes & Duties				
		2,725,092		615,119
	TOTAL	<u>86,686,364</u>	<u>144,632,841</u>	



Schedules Forming Part of Accounts for the year ending 31st March, 2009

PARTICULARS	For the Year Ended 31-Mar-2009 (Amount in Rs)	For the Year Ended 31-Mar-2008 (Amount in Rs)
SCHEDULE 'N'		
MANUFACTURING EXPENSES		
Power & Fuel	12,712,876	11,721,298
Water Charges	444,749	597,075
Clearing, Freight and Transportation	1,816,995	2,392,707
Packing and Material Handling Expenses	3,835,060	5,122,402
Obsolete Machineries	-	562,735
Testing & Inspection Charges	724,571	129,593
Repairs and Maintenance		
(i) Plant & Machinery	878,741	899,878
(ii) Factory Building	646,067	389,962
(iii) Others	705,124	623,942
TOTAL	21,764,183	22,439,592
SCHEDULE 'O'		
Payment to Employees & for the Benefit to Employees		
Salary, Wages & Bonus	12,753,240	10,852,011
Contribution to Funds	764,328	681,216
Workmen & Staff Welfare Expenses	1,174,081	801,262
TOTAL	14,691,649	12,334,489
SCHEDULE 'P'		
Administrative, Selling and Other Expenses		
Travelling and Conveyance	2,621,325	2,030,219
Rent, Rates, Taxes and Insurances	1,635,787	1,140,264
Printing and Stationary	580,298	462,575
Computer Maintenance and Software	154,478	160,132
Professional Charges	1,612,728	746,994
Audit Fees	37,000	37,714
Postage And Telephone	1,086,901	650,122
Security Charges	791,653	871,206
Advertisement	2,265,459	5,789,064
Loss on Sale of Fixed Assets	266,279	-
Clearing, Freight & Transportation	966,832	1,911,852
Bad Debts	76,100	665,969
Commission & Brokerage	824,211	855,000
Sales Promotion Expenses	-	2,375,108
Selling & Distribution Expenses	648,246	841,016
Misc Expenses	1,253,968	762,441
TOTAL	14,821,265	19,299,676
SCHEDULE 'Q'		
FINANCE CHARGES		
Interest on Bank Loan	10,254,604	6,390,113
Bank Charges and Commission	202,017	96,293
TOTAL	10,456,621	6,486,406



Schedules Forming Part of Accounts for the year ending 31st March, 2009

SCHEDULE 'R'

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS

1. SIGNIFICANT ACCOUNTING POLICIES

A. Accounting convention:-

The financial statements are prepared on the accrual basis under the historical cost convention, in accordance with applicable Accounting Standards issued by the Institute of Chartered Accountants of India and provisions of the Companies Act, 1956.

B. Fixed assets and depreciation: -

Fixed assets are stated at original cost less accumulated depreciation. Original cost includes certain incidental costs related to acquisition and installation. Depreciation is provided on the straight-line method except computers where it is provided on WDV method, at the rates specified in schedule XIV to the Companies Act 1956. Depreciation on addition / deletion is calculated on pro- rata basis with reference to the month of addition/ deletion.

C. Investment:-

Investments are stated at cost of acquisition.

D. Valuation of Inventory:-

Consumables, stores and spare parts are valued at cost. Finished goods, raw materials, packing materials and work -in -process are valued at the lower of cost or net realisable value. Cost of finished goods and work -in -process includes an appropriate portion of manufacturing overheads.

E. Revenue:-

Revenue from sale of product is recognised when the products are dispatched against orders from customers in accordance with the contract terms. Sales are stated net of rebates and discounts.

F. Gratuity:-

The Company's liability towards gratuity of eligible employees is administered by Life Insurance Corporation of India under its Employees Group Gratuity Scheme and the annual premium paid by the Company in this regard is charged to the profit and loss account.

G. Foreign currency transaction:-

Foreign currency transactions are accounted at the actual realisation during the year. All monetary foreign currency balances are converted at the exchange rates prevailing at the date of the balance sheet. All exchange differences other than those relating to the acquisition of fixed assets from outside India are dealt with in the profit and loss account. Exchange gains or losses relating to fixed assets acquired from outside India are adjusted in the cost of the respective fixed assets.

H. Earnings per shares:-

Basic earnings per share is computed using the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed using the weighted average number of equity and dilutive equivalents shares outstanding during the year except where result could be anti dilutive.

I. Income taxes:-

Income tax expense comprises current tax and deferred tax charge or release. The deferred tax charge or credit is recognised using the current enacted tax rates. Deferred tax assets arising from unabsorbed depreciation or carry forward losses are recognised only if there is virtual certainty of realisation of such amounts. Other deferred tax assets are recognised only to the extent there is reasonable certainty of realisation in future. Such assets are reviewed at each balance sheet date to reassess the realisation.



Schedules Forming Part of Accounts for the year ending 31st March, 2009

2. NOTES TO THE ACCOUNTS

A. Contingent liabilities not provided for: -

- i) Bank guarantees given by the Company's banker of Rs NIL lacs (2008 : Rs 0.25 lacs)
- ii) The company has executed a surety Bond for Rs. 305.25 lacs (Previous Year 305.25 lacs) in favour of the Jt. D. G. F. T. in respect of EPCG License granted to company for fulfillment of export obligation.

B. In view of the insufficient information from the suppliers regarding their status as SSI Units, the amount due to Small Scale Industrial Undertaking cannot be ascertained.

C. Managerial remuneration paid during the year is Rs. 5.30 lacs (previous year Rs. 4.30 lacs).

D. Travelling expenses includes Rs. NIL (previous year Rs. 0.87 lacs) spent on Foreign Travel.

E. There was no impairment loss on Fixed Assets on the basis of review carried out but the Management in accordance with Accounting Standard 28 issued by the Institute of Chartered Accountants of India:

F. The Company's Business Segment have been classified as Male Condoms & Gold Jewellery & Others the disclosure requirements for segment reporting as envisaged by Accounting Standard 17 - "Segment Reporting" issued by the ICAI is as below: -

Reporting of Segment – wise Revenue, Results and Capital Employed:

No.	PARTICULARS	Year Ended On 31-March-2009 Amt. in Rs. Lacs	Year Ended On 31-March-2008 Amt. in Rs. Lacs
1.	Segment Revenue		
	Male Condoms	1,138.85	2,301.68
	Gold Jewellery & Others	97.18	136.61
	TOTAL	1,236.03	2,438.29
2.	Segment Result - Profit / (Loss) Before Interest and Tax		
	Male Condoms	(466.05)	312.49
	Gold Jewellery & Others	20.20	6.64
	TOTAL	(445.85)	319.13
	Less : Interest	104.57	64.86
	(LOSS) / PROFIT BEFORE TAX	(341.28)	254.27
3.	Segment Capital Employed		
	Male Condoms	2,248.10	2,179.09
	Gold Jewellery & Others	12.23	75.91
	TOTAL	2,260.33	2,255.00



Schedules Forming Part of Accounts for the year ending 31st March, 2009

G. The tax effects of significant timing differences that resulted in deferred tax assets & liabilities and a description of the financial statement items that created these differences are as follows:

PARTICULARS	Year Ended On 31 March, 2009 (Amount in Rs. Lacs)	Year Ended On 31 March, 2008 (Amount in Rs. Lacs)
(i) DEFERRED TAX ASSET		
Loss to be carried forward	133.67	-
	(i) <u>133.67</u>	<u>-</u>
(ii) DEFERRED TAX LIABILITY		
Difference between book depreciation and depreciation under Income-tax Act, 1961	297.25	278.67
	(ii) <u>297.25</u>	<u>278.67</u>
(iii) TAX LIABILITY / (ASSETS)	<u>163.58</u>	<u>278.67</u>

H. Related Party Disclosure for the year ended (AS - 18)

i) Key Personnel & Relatives

- a) Mr. Omprakash Garg –: Chairman
- b) Mr. Pawan Bansal –: Ex - Executive Director

ii) Transaction with Related Parties

			(Amt in Rs Lacs)	
<u>No</u>	<u>Parties</u>	<u>Details</u>	<u>2008-09</u>	<u>2007-08</u>
a.	Mr. Pawan Bansal	Remuneration	5.30	4.30
b.	Mr. Omprakash Garg	Loan Taken during the year	23.81	5.45
	& Mrs. Veena Garg	Loan Repaid during the year	15.02	33.85
c.	Mrs. Veena Garg	Rent	0.72	0.72
	(W/o of Mr Omprakash)			
d.	Mr. Sureshchand Garg	Loan Taken during the year	3.00	-
	(B/o of Mr Omprakash)	Loan Repaid during the year	2.50	-
e.	Ms. Tanvi Garg	Loan Taken during the year	-	9.50
	(D/o of Sureshchand Garg)	Loan Repaid during the year	-	9.50
f.	M/s Cupid Medical	Subscription of Share Capital	0.98	-
	Research Centre Pvt. Ltd.			
	(Subsidiary of Cupid Limited)			



Schedules Forming Part of Accounts for the year ending 31st March, 2009

PARTICULARS	Year Ended On 31 March, 2009 (Amount in Lacs)	Year Ended On 31 March, 2008 (Amount in Lacs)
I. Auditors' remuneration		
Audit fees	0.27	0.27
Tax audit and other services	0.10	0.10
TOTAL	0.37	0.37

J. Earnings & Out Flow in foreign exchange

Earning

a) FOB Value of exports	96.40	68.36
-------------------------	-------	-------

Outflow

b) Import of Plant & Machinery & Technical fees	128.66	174.55
c) Commission and Professional Fees	6.86	0.55

K. Particulars regarding Capacities, Turnover, & Raw Material Consumption

1. Licensed and Installed Capacity of the product manufactured:

PARTICULARS	Year ended on 31-03-2009	Year ended on 31-03-2008
i) Capacity of Rubber Prophylactics	503.51 Million pcs p.a.	398.40 Million pcs p.a.
ii) Production, Turnover and Stock of Rubber Prophylactics (Quantity in Gross)		
a) Opening Stock	83,604	1,11,157
b) Production	9,27,715	13,65,426
c) Purchases	10,000	-
d) Sales	8,65,358	13,92,979
e) Closing Stock	1,55,961	83,604
iii) Turnover and Stock of Gold / Gold Jewellery and Others (Quantity in Grams)		
a) Opening Stock	7,151.268	13880.210
b) Purchases	1,080.000	7,741.268
c) Sales	7,231.268	14,470.210
d) Closing Stock	1,000.000	7,151.268

2. Particulars of Raw Material Consumed

Particulars [Units of Qty]	Year ended on 31 March, 2009		Year ended on 31 March, 2008	
	Quantity	Value (In Lacs)	Quantity	Value (In Lacs)
i) Latex [Kgs]	4,49,308	356.57	7,82,700	546.62
ii) Chemicals	N.A.	106.49	N.A.	167.36
iii) Furnace Oil [Litre]	29,687	5.78	4,68,432	103.11



Schedules Forming Part of Accounts for the year ending 31st March, 2009

3. Details regarding Imported and Indigenous Materials Consumed

Particulars	Year ended on 31 Mar, 2009		Year ended on 31 Mar, 2008	
	Amount in Lacs	% of Total	Amount in Lacs	% of Total
i) Raw Material				
Imported	-	-	-	-
Indigenous	463.06	100.00	713.96	100.00
TOTAL	<u>463.06</u>	<u>100.00</u>	<u>713.96</u>	<u>100.00</u>
ii) Furnace Oil				
Imported	-	-	-	-
Indigenous	5.78	100.00	102.37	100.00
TOTAL	<u>5.78</u>	<u>100.00</u>	<u>102.37</u>	<u>100.00</u>
iii) Packing Material				
Imported	-	-	-	-
Indigenous	286.85	100.00	447.83	100.00
TOTAL	<u>286.85</u>	<u>100.00</u>	<u>447.83</u>	<u>100.00</u>
iv) Stores and spares parts				
Imported	-	-	-	-
Indigenous	57.69	100.00	58.34	100.00
TOTAL	<u>57.69</u>	<u>100.00</u>	<u>58.34</u>	<u>100.00</u>
v) Gold Jewellery / Others				
Imported	-	-	-	-
Indigenous	76.98	100.00	129.97	100.00
TOTAL	<u>76.98</u>	<u>100.00</u>	<u>129.97</u>	<u>100.00</u>

L. Previous year figures have been regrouped and recasted, wherever considered necessary.

M. Additional information as required under part II as per Schedule VI to the Companies Act, 1956 as been given to the extent applicable to the Company as per annexure A annexed herewith.

As per our Report of even date attached
For BHATTER & COMPANY
Chartered Accountants

DAULAL H. BHATTER
Proprietor
(Membership No. 16937)

For and on behalf of the Board of the Directors

OM PRAKASH GARG SURESHCHAND GARG
Chairman Director

Place : Mumbai
Date : 17th August, 2009



ANNEXURE 'A'

I Registration Details

(i) Registration No	70846
(ii) State Code No	11
(iii) Balance Sheet Date	31-03-2009

II CAPITAL RAISED DURING THE YEAR (Amount Rs in Thousands)

(i) Public Issue	-
(ii) Right Issue	-
(iii) Bonus Issue	-
(iv) Private Placement / Warrants	977.46

III POSITION OF MOBILISATION & DEVELOPMENT OF FUND (Amount Rs in Thousands)

(i) Total Liabilities	246,455
(ii) Total Assets	246,455

SOURCES OF FUNDS

(i) Paid-up Capital	79,704
(ii) Reserve and Surplus	71,105
(iii) Secured Loan	78,287
(iv) Unsecured Loan	1,001
(v) Net Deferred Tax (Net Liability)	16,358

APPLICATION OF FUNDS

(i) Net Fixed Assets	203,770
(ii) Investments	4,063
(iii) Net Current Assets	38,622

IV Performance of Company (Amount in Rs Thousands)

(i) Turnover (including other income)	124,657
(ii) Total Expenditure	163,165
(iii) Profit / (Loss) Before Tax	(38,508)
(iv) Profit / (Loss) After Tax	(27,178)
(v) Earning Per Share (Amount in Rs)	(3.45)
(vi) Dividend Rate (%)	-

V Generic Names of Principal Product of Company (as per monetary terms)

(i) Item Code No	401410.01
Products Description	Rubber Prophylactics

As per our Report of even date attached

For BHATTER & COMPANY

Chartered Accountants

DAULAL H. BHATTER

Proprietor

(Membership No. 16937)

For and on behalf of the Board of the Directors

OMPRAKASH GARG

Chairman

SURESHCHAND GARG

Director

Place : Mumbai

Date : 17th August, 2009



**CUPID
MEDICAL AND RESEARCH
CENTRE
PRIVATE LIMITED**

(Subsidiary of Cupid Limited)

1st ANNUAL REPORT 2008 - 2009



**CUPID MEDICAL AND RESEARCH CENTRE
PRIVATE LIMITED**

1st ANNUAL REPORT 2008-2009

BOARD OF DIRECTORS

Mr. Pawan Bansal

Mr. Durgesh Garg

AUDITORS

Bhatter & Company
Chartered Accountants
Mumbai

BANKERS

HDFC Bank Limited

REGISTERED & CORPORATE OFFICE

103, Sona Chambers,
507/509, J. S. S. Road, Mumbai - 400 002.,
Maharashtra, India.



Cupid Medical & Research Centre Pvt. Ltd.

NOTICE

Notice is hereby given that the First Annual General Meeting of the shareholders of Cupid Medical and Research Centre Private Limited will be held on Wednesday, 30th September, 2009 at 103, Sona Chambers, 507/509, J.S.S. Road, Chira Bazar, Mumbai - 400 002 at 12.15 a.m. to transact the following business:

Ordinary Business

1. To receive, consider and adopt the audited Balance Sheet of the Company as at 31st March 2009 and the Profit & Loss Account of the Company for the year ended on that Date and Reports of the Directors' and Auditors' thereon.
2. To appoint Auditors of the Company and to fix their remuneration.

For and on behalf of the Board of the Directors

Pawan Bansal
Director

REGISTERED OFFICE

103, Sona Chamber,
507/509, J.S.S. Road,
Mumbai – 400 002.

Place : Mumbai

Date : 17th August, 2009



Cupid Medical & Research Centre Pvt. Ltd.

REPORT OF BOARD OF DIRECTORS

Your Directors herewith present the **First Annual Report** of the Company for the year ended 31st March, 2009.

Dividend

During the year the company had not undertaken any business activity and in view of Loss, is unable to recommend any dividend for the current year.

Fixed Deposit

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

Employee

The company has not employed any employees drawing the salary in excess of the limits prescribed under section 217 (2 A) of the Companies Act, 1956.

Directors' Responsibility Statement

Pursuant to the provision of section 217(2AA) of the Companies Act, 1956, the Directors to the best of their knowledge and belief confirm that:

- i. In the preparation of the Annual Accounts for the year 2008 - 2009, the applicable Accounting Standards have been followed alongwith proper explanation relating to material departures.
- ii. We have selected such accounting policies and applied them consistently and 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 at the end of the financial year and of the profit or loss of the company for the financial year.
- iii. We have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956. They confirm that there are adequate systems and control for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv. We have prepared the annual accounts on a going concern basis.

For and on behalf of the Board of the Directors

PAWAN BANSAL
Director

DURGESH GARG
Director

Place : Mumbai

Date : 17th August, 2009



Cupid Medical & Research Centre Pvt. Ltd.

BHATTER & CO.
Chartered Accountants

Tel – 2285 3039

307, Tulsiani Chambers, Nariman Point, Mumbai – 400 021

AUDITOR'S REPORT

We have audited the attached Balance Sheet of M/s Cupid Medical and Research Centre Private Limited as at 31st March 2009 and also the Profit & Loss Account 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.

We conducted our audit in accordance with the auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes, examining on a test basis, evidence supporting the amounts and disclosure 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 presentation. We believe that our audit provides reasonable basis for our opinion.

The paid up capital of the company does not exceed rupees 50 Lacs nor has the company invited deposits from public or taken loan from any bank of financial institution exceeding Rupees 10 Lacs nor is the turnover of the company exceeding Rs 5 Crores. Hence the Provisions of the companies (Auditors Report Order 2003) are not applicable to the company. Hence we have nothing to report in terms of the aforesaid order.

Further to subject to notes to accounts, we report that:

1. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. In our opinion, proper books of accounts, as required by law have been kept by the Company so far as appears from the examination of the books.
3. The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of accounts.
4. In our opinion Balance Sheet and Profit & Loss Account dealt with this report company with the Accounting Standards referred to in 211 (3C) of the Companies Act, 1956.
5. On the basis of the written representations received from the directors as on 31st March, 2009 and taken on record by the Board of Directors, we report that none of the directors are disqualified as on 31st March, 2009 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
6. In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the notes thereon, give the information as required by the Companies Act, 1956 in the manner so required and give a true and fair view :-
 - i) In case of Balance Sheet, of the state if affairs of the Company as at 31st March, 2009.
and
 - ii) In case of the Profit & Loss Account of the Loss of the company for the year ended on that date.

For BHATTER & CO.
Chartered Accountants.

DAULAL H. BHATTER
Proprietor (Membership No: 16937)

Place : Mumbai
Date : 17th August, 2009



Cupid Medical & Research Centre Pvt. Ltd.

Balance Sheet as at 31st March, 2009

Particulars	Schedule	As At 31-Mar-2009 (Amount in Rs)
I. SOURCE OF FUNDS		
1 SHAREHOLDERS' FUNDS		
Share Capital	A	100,000
	TOTAL	100,000
II APPLICATION OF FUNDS		
2 CURRENT ASSETS, LOANS AND ADVANCES		
Cash And Bank Balances	B	78,602
		<u>78,602</u>
Less : Current Liabilities and Provisions	C	<u>1,103</u>
NET CURRENT ASSETS		77,499
3 MISC EXPENDITURE (ASSETS)	D	20,671
4 PROFIT AND LOSS ACCOUNT		1,830
	TOTAL	100,000
NOTES TO ACCOUNTS	F	

As per our Report of even date attached

For BHATTER & COMPANY

Chartered Accountants

DAULAL H. BHATTER

Proprietor

(Membership No. 16937)

For and on behalf of the Board of the Directors

PAWAN BANSAL

Director

DURGESH GARG

Director

Place : Mumbai

Date : 17th August, 2009



Cupid Medical & Research Centre Pvt. Ltd.

Profit and Loss Account for the Year Ended on 31st March, 2009

Particulars	Schedule	Year Ended on 31-Mar-2009 (Amount in Rs)
1 <u>INCOME</u>		
Other Income		-
	TOTAL (1)	<u>-</u>
2 <u>EXPENDITURE</u>		
Administrative Expenses	E	1,830
	TOTAL (2)	<u>1,830</u>
(Loss) / Profit Before Tax	(1 - 2)	(1,830)
Provision for Taxation		
Less : Provision of Income Tax		-
(Loss) / Profit After Tax		(1,830)
Balance brought forward from previous year		-
Balance carried forward to Balance Sheet		<u>(1,830)</u>

NOTES TO ACCOUNTS

F

As per our Report of even date attached

For BHATTER & COMPANY

Chartered Accountants

DAULAL H. BHATTER

Proprietor

(Membership No. 16937)

For and on behalf of the Board of the Directors

PAWAN BANSAL

Director

DURGESH GARG

Director

Place : Mumbai

Date : 17th August, 2009



Cupid Medical & Research Centre Pvt. Ltd.

Schedules Forming part of Accounts for the Year Ending 31st March, 2009.

Particulars	As At 31-Mar-2009 (Amount in Rs)
<u>SCHEDULE 'A'</u>	
<u>SHARE CAPITAL</u>	
Authorised	
10,000 Equity Shares of Rs. 10 each	<u>100,000</u>
Issued, Subscribed & Paid up Capital	
(i) Equity Share Capital	
10,000 Equity Share of Rs. 10/- each fully Paidup	<u>100,000</u>
	<u>100,000</u>
<u>SCHEDULE ' B '</u>	
CASH AND BANK BALANCES	
Cash in Hand	70,838
Balance with Scheduled Banks in Current accounts	<u>7,764</u>
	<u>78,602</u>
<u>SCHEDULE ' C '</u>	
CURRENT LIABILITIES AND PROVISIONS	
Current Liabilities and Provisions	<u>1,000</u>
	<u>1,000</u>
<u>SCHEDULE ' D '</u>	
MISCELLANEOUS EXPENDITURE	
(To the extent not written off or adjusted)	
Preliminary Expenses	<u>20,671</u>
	<u>20,671</u>
<u>SCHEDULE ' E '</u>	
ADMINISTRATIVE EXPENSES	
Conveyance Expenses	727
Audit Fees	<u>1,103</u>
	<u>1,830</u>



Cupid Medical & Research Centre Pvt. Ltd.

Balance Sheet as at 31st March, 2009 Schedules Forming Part of Account for the year ending 31st March, 2009

SCHEDULE 'F'

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS

1. SIGNIFICANT ACCOUNTING POLICIES

A. Accounting convention:-

The financial statements are prepared on the accrual basis under the historical cost convention, in accordance with applicable Accounting Standards issued by the Institute of Chartered Accountants of India and provisions of the Companies Act, 1956.

B. Miscellaneous Expenditure:-

The Company has incurred expenses for incorporation of company, issue of shares and other sundry expenses, same is capitalise under Preliminary Expenses are being amortized over a period of ten years from the business commencement year.

C. Contingent Liabilities:-

The Company has no contingent Liabilities during the period.

2. NOTES TO THE ACCOUNTS.

A. Auditors' remuneration

Particulars	Amount in Rs
Audit fees and other services	1103
TOTAL	1103

B. Additional information as required under part II as per Schedule VI to the Companies Act, 1956 has been given to the extent applicable to the Company as per annexure A annexed herewith.

As per our Report of even date attached

For BHATTER & COMPANY

Chartered Accountants

DAULAL H. BHATTER

Proprietor

(Membership No. 16937)

For and on behalf of the Board of the Directors

PAWAN BANSAL

Director

DURGESH GARG

Director

Place : Mumbai

Date : 17th August, 2009



Cupid Medical & Research Centre Pvt. Ltd.

ANNEXURE 'A'

I	Registration Details	
(i)	Registration No	
(ii)	State Code No	
(iii)	Balance Sheet Date	31-03-2009
II	CAPITAL RAISED DURING THE YEAR (Amount Rs in Thousands)	
(i)	Public Issue	-
(ii)	Right Issue	-
(iii)	Bonus Issue	-
(iv)	Private Placement / Warrants	100
III	POSITION OF MOBILISATION & DEVELOPMENT OF FUND (Amount Rs in Thousands)	
(i)	Total Liabilities	100
(ii)	Total Assets	100
	SOURCES OF FUNDS	
(i)	Paid-up Capital	100
(ii)	Reserve and Surplus	-
(iii)	Secured Loan	-
(iv)	Unsecured Loan	-
(v)	Net Deferred Tax (Net Liability)	-
	APPLICATION OF FUNDS	
(i)	Net Fixed Assets	-
(ii)	Investments	-
(iii)	Net Current Assets	78
(iv)	Misc. Expenditure	20
(v)	Net Deferred Tax	-
(vi)	Accumulated Losses	2
IV	Performance of Company (Amount in Rs Thousands)	
(i)	Turnover (including other income)	-
(ii)	Total Expenditure	2
(iii)	Profit / (Loss) Before Tax	(2)
(iv)	Profit / (Loss) After Tax	(2)
(v)	Earning Per Share (Amount in Rs)	-
(vi)	Dividend Rate (%)	-
V	Generic Names of Principal Product of Company (as per monetary terms)	
(i)	Item Code No	N. A.
	Products Description	Medical Research

As per our Report of even date attached

For BHATTER & COMPANY

Chartered Accountants

DAULAL H. BHATTER

Proprietor

(Membership No. 16937)

For and on behalf of the Board of the Directors

PAWAN BANSAL

Director

DURGESH GARG

Director

Place : Mumbai

Date : 17th August, 2009



CUPID LIMITED

Regd. Office : 103, Sona Chamber, 507/509, J.S.S.Road, Mumbai – 400 002.(India)

ATTENDANCE SLIP

**Please Complete This Attendance Slip and
Hand It Over At the entrance of the Meeting Hall.**

I hereby record my presence at the Sixteenth Annual General Meeting of the Company being held at 103, Sona Chambers, 507/509, J. S. S. Road, Mumbai – 400 002, Maharashtra (India) on Wednesday 30th September, 2009 at 10.15 a.m.

Name & Address of Shareholder :

Signature of the Member / Proxy

No. of Shares held : _____

Folio No. / DP ID & Client ID: _____

Note: Shareholders/Proxy holders are requested to bring the Annual Report and the Attendance Slip duly completed when they come to the meeting. Attendance Slip be hand over at the Entrance after affixing signature on it.



CUPID LIMITED

Regd. Office : 103, Sona Chamber, 507/509, J.S.S.Road, Mumbai – 400 002.(India)

FORM OF PROXY

Folio No. / DP ID & Client ID: _____

No. of Shares Held: _____

I/We of

being a member(s) of Cupid Limited hereby appoint.....

of.....or falling him of

..... as my/our Proxy to attend and vote for

me/us on my/our behalf at the Sixteenth Annual General Meeting of the Company to be held on

Wednesday 30th September, 2009 at 10.15 a.m.. and at any adjournment thereof.

Dated this.....day of.....2009.

Affix
Revenue
Stamp of
Rs. 1/-

Note: The Proxy form duly completed should be deposited at the Registered Office of the Company not less than 48 hours before the time fixed for holding the meeting.

BOOK-POST



Regd. Office :

CUPID LIMITED

103, Sona Chambers, 507/509,

J.S.S. Road, Mumbai - 400 002. (India)

E-mail : cupid_bom@yahoo.co.in / cupid530843@yahoo.co.in

Website : www.cupidltd.com