

24th Annual Report 2008 - 2009

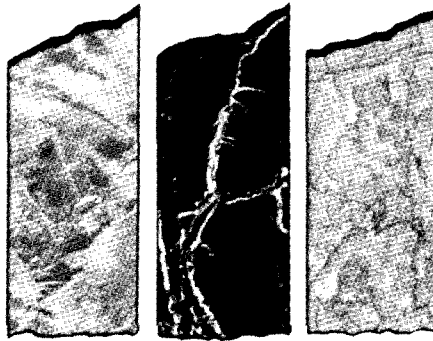


Carving a glorious future
through sheer performance.



Elegant Marbles & Grani Industries Ltd.

**Real
Italian
Marble**



Now At

Elegant

PROFILE

ELEGANT-THE MANUFACTURER, EXPORTER AND IMPORTER OF QUALITY GRANITES AND MARBLES.

ELEGANT MARBLES & GRANITE INDUSTRIES LTD., born in 1984 has witnessed a tremendous growth in volume and variety. Started in a small way, today Elegant owns a large factory at Abu Road, Rajasthan, with a huge capacity and state of the art technology for Marble and Granite processing with over about 84 unique colours capturing a large segment of the Marble and Granite market.

ELEGANT AS MANUFACTURERS enjoy enviable position on the machinery front. The advanced and sophisticated Italian machinery supplied by internationally famous group of M/s. Tema Longinoti and Breton s.p.a., are very advanced and capable of producing two and a half million Sq. Ft. of international quality Marbles and Granite, tiles and slabs per annum easily.

ELEGANT AS IMPORTERS leave no stone unturned to find unique and rich quality colours. Be it Italy, France, Spain, Norway, Greece or Nepal they traverse the earth to pick up the best and store it for the advantage of their customers in Mumbai. You name it and Elegant has got it. The Company presents a wide array of Marbles and Granites in a spectrum of combinations-Soft and Romantic, Rich and Fiery, Cool & Beautiful, Sober & Bright.

COME TO ELEGANT and experience the marbles whispering their classy tales. Feel the richness and the delicacy-Live with them and blend with natures unique creations specially selected for you.

RICH ● ● POLISHED ● ● ELEGANT

Elegant Marbles & Grani Industries Ltd.

Board of Directors

Ram Chawla

Radhey Shyam Agarwal

Raj Kumar Mittal

Rajesh Agrawal, *Chairman & Managing Director*

Rakesh Agrawal, *Dy. Managing Director*

Auditors

Ravi & Dev

Chartered Accountants

377 B, Jagannath Shankar Seth Road,
Mumbai - 400 002.

Bankers

- Citi Bank, Mumbai
- HDFC Bank Ltd., Mumbai
- The Bank of Rajasthan Ltd.
- ICICI Bank Ltd.

Registered Office & Works

E 7/9, RIICO Industrial Area,
Abu Road - 307 026
Rajasthan

Corporate Office

Elegant house
Raghuvanshi Mills Compound,
Senapati Bapat Marg,
Lower Parel,
Mumbai - 400 013.
E-mail : emarbles@vsnl.com
Website : <http://www.elegantmarbles.com>

Registrars & Transfer Agents

Mondkar Computers Pvt. Ltd.,
21, Shakil Niwas,
Mahakali Caves Road,
Andheri (East),
Mumbai - 400 093.

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NOTICE

Notice is hereby given that the Twenty fourth Annual General Meeting of the Members of Elegant Marbles & Grani Industries Limited will be held as indicated below.

Day : Tuesday
Date : 29th September, 2009
Time : 9.00 a.m.
Place : at the Registered Office of the Company :
E 7/9, RIICO Industrial Area,
Abu Road, – 307 026
Rajasthan

To transact the following business :

ORDINARY BUSINESS:

- 1) To receive, consider and adopt the Audited Profit and Loss Account for the year ended 31st March 2009 and the Balance Sheet as on that date and the Reports of the Directors and Auditors thereon.
- 2) To declare dividend on equity shares.
- 3) To appoint a Director in place of Mr. Radheyshyam Agarwal who retires by rotation and being eligible, offers himself for re-appointment.
- 4) To appoint a Director in place of Mr. Rajkumar Mittal who retires by rotation and being eligible, offers himself for re-appointment.
- 5) To appoint M/s. Ravi & Dev, retiring auditors to hold office from conclusion of this Annual General Meeting until the conclusion of the next annual general meeting and authorise the Board of Directors to fix their remuneration.

PLACE : Mumbai

By Order of the Board of Directors

DATE : 18th August, 2009

For Elegant Marbles & Grani
Industries Limited

Rajesh Agrawal
(Chairman & Managing Director)

REGISTERED OFFICE :

E 7/9, RIICO Industrial Area,
Abu Road – 307 026.
Rajasthan.

NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE ON A POLL ONLY INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE Company. INSTRUMENT OF PROXY IN ORDER TO BE EFFECTIVE MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE Company NOT LESS THAN FORTY EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
 2. Members attending the meeting are requested to complete the enclosed Attendance Slip and deliver the same at the entrance of the meeting place.
 3. Members are requested :
 - a) To bring their copies of Annual Report and Attendance Slip at the time of the meeting.
 - b) To quote their Folio Nos. in all correspondence.
 4. Members desiring any information as regards the accounts are requested to write to the Company at least 7 days in advance of Annual General Meeting so as to enable the management to keep the information ready.
 5. The Register of Members and Share Transfer Books of the Company will remain closed from Wednesday 23rd September 2009 to Monday, 28th September, 2009 (both days inclusive).
 6. The Directors have recommended dividend @ Rs. 2.00 per Equity Share, which will be paid to members whose names appear in the Company's Register of Members on 29th September 2009 with Dividend Warrants posted to them on or before 28th September, 2009.
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Elegant Marbles & Grani Industries Ltd.

7. Members are aware that as per the Finance Act, 2003 no tax will be deducted at source on the dividend payable to the shareholders.
8. In terms of the Provisions of Section 205A of the Companies Act, 1956 as amended, the unclaimed dividends are now required to be transferred to the Investors Education and Protection Fund established by the Central Government after a period of Seven years from the date it is transferred to unpaid dividend account. The members who have not received the said dividend or encashed it, as well as dividends for any financial year from 2002-2003 onwards are requested to claim it from the Company immediately.
9. Members are requested to inform the Company's Registrar & Transfer Agent – M/s.Mondkar Computers Private Limited, 21, Shakil Niwas, Mahakali Caves Road, Andheri (East), Mumbai – 400 093, any change in their address immediately so as to enable the Company to despatch dividend warrants and any further communication at their correct address.
10. **Information required to be furnished under the Listing Agreement :**
As required under the Listing Agreement, the particulars of the Director who is proposed to be re-appointed is furnished below :

Name	Mr. Radhey Shyam Agarwal	Mr. Rajkumar Mittal
Age	68 yrs	65 yrs
Nationality	Indian	Indian
Qualification	B.Sc., B.E. (Chemical Engineering)	Chartered Accountant
Expertise	Retired Senior Institutional Banker, specialized in Corporate finance, Project Monitoring and Industrial Advisory Services.	Practicing as a Chartered Accountant under the firm name Mittal & Associates since 1976. He specializes in corporate & financial advisory services, including syndication of funds, financial restructuring & negotiated settlement.
Date of Appointment	24th December, 2002	24th December, 2002
Directorship held in other Companies	1. Deccan Cements Ltd 2. Surya Late Spinning Mills Ltd 3. Surya Laxmi Cotton Mills Ltd 4. Ramco Industries Ltd. 5. Madras Cements Ltd. 6. Ramco Systems Ltd 7. Videocon Industries Ltd. 8. NRC Ltd. 9. Universe India Ltd.	1. Pradeep Metals Ltd 2. Indo Green Projects Ltd 3. Industrial Investment Trust Ltd.
Committee position held in other Companies	Audit Committee 1. Surya Late Spinning Mills Ltd 2. Surya Laxmi Cotton Mills Ltd 3. Ramco Industries Ltd. 4. Madras Cements Ltd. 5. Videocon Industries Ltd. 6. NRC Ltd. 7. Universe India Ltd. Shareholder's transfer and Grievance Committee: 1. Universe India Ltd.	Audit Committee: 1. Pradeep Metals Ltd 2. Indo Green Projects Ltd 3. Industrial Investment Trust Ltd. Remuneration Committee: 1. Indo Green Projects Ltd. 2. Industrial Investment Trust Ltd. Shareholder's transfer and Grievance Committee: 1. Indo Green Projects Ltd 2. Industrial Investment Trust Ltd

Mr. Agarwal is a Chairman of Share Transfer and Shareholder/Investor Grievance Committee. He is a member of Audit Committee and member of Remuneration Committee.

Mr. Mittal is a Chairman of Audit Committee. He is a member of Share Transfer and Shareholder/Investor Grievance Committee and member of Remuneration Committee.

By Order of the Board of Directors
For **Elegant Marbles & Grani Industries Limited**

Place : Mumbai
Date : 18th August, 2009

Rajesh Agrawal
(Chairman & Managing Director)

**HIGHLIGHTS
of the year
2008-2009**

TURNOVER	Rs. 1370 LACS
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NET PROFIT	Rs. 196 LACS
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BOOK VALUE	Rs. 91.35
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EPS	Rs. 4.37
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CASH EPS	Rs. 4.63
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DIVIDEND	20%
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Elegant Marbles & Grani Industries Ltd.

Directors' REPORT

The Members

Your Directors have pleasure in presenting their Twenty-fourth Annual Report on the business and operations of the Company together with the Audited Balance Sheet as at 31st March, 2009 and Profit and Loss Account for the year ended on that date.

1. FINANCIAL RESULTS :

The Financial Results of the Company for the year under review are summarised below :

Financial Results	As on 31-3-2009	As on 31-3-2008
Profit before depreciation and taxes	2,24,89,435	6,07,35,834
Less : Depreciation	(11,92,304)	(13,69,168)
Profit after depreciation and before taxes	2,12,97,131	5,93,66,666
Less : Provision for taxes	(16,00,000)	(40,00,000)
Less : Provision for Deferred Taxes	44,613	4,81,824
Less : Provision for Fringe Benefit Tax	(90,000)	(1,00,000)
Profit after taxes	1,96,51,744	5,57,48,490
Add : Profit brought forward	16,73,48,266	12,81,29,326
Profit available for appropriation	18,70,00,010	18,38,77,816
Appropriations :		
Proposed dividend	90,00,000	90,00,000
Corporate dividend tax	15,29,550	15,29,550
Transferred to General Reserve	60,00,000	60,00,000
	1,65,29,550	1,65,29,550
Surplus carried to balance sheet	17,04,70,460	16,73,48,266

2. BUSINESS PERFORMANCE

Sales Income

Sales income for the year ended 31st March 2009 amounted to Rs. 1370.36 lacs as against Rs. 1853.76 lacs for the corresponding previous year registering a decline of 26.08%. The main reason for drop in sales and other income was mainly due to slowdown in construction activity and global recessionary conditions.

Exports : The Company has started exporting marbles slabs to various countries and achieved export turnover of Rs. 40,27,540/-

Profits

The Company has posted Profit after tax of Rs.196.51 lacs for the year ended 31st March 2009 as against Rs. 557.48 lacs for the previous year registering a decrease of 64.75% due to the global economic meltdown. Your share in the Company now commands a healthy book value of Rs. 91.35 and the EPS stands at Rs.4.37 per share for the year 2008-2009.

Dividend

The Board of Directors is pleased to recommend the payment of dividend of 20% for the year ended 31st March 2009 on the paid up equity capital. The said dividend if approved by the shareholders at the Annual General Meeting would absorb Rs. 105.30 lacs (including Corporate Dividend Tax) out of the profit for the year.

3. BUSINESS OVERVIEW

Your Company is one of the leading manufacturers & providers of choicest and exclusive range of Indian & Imported marbles & granites. The Company has developed long-term relationships with several niche clients in India & abroad. Over the years your Company has evolved in response to changing customer demands and aspirations. Aggressive marketing and rational utilization of resources by the management of the Company has helped to record such excellent results for the year under review. The Company has deployed considerable attention and resources on creating the better future for itself, so that when the cyclical trends on the commodity become more favourable, as has been the experience in the past, the Company is well positioned to capture the benefits of upturn.

Customer Relationships

Your Company believes that strengthening the relationships with its existing clients is as important as adding new names to its clientele. The Company has been exploring new opportunities with its existing clients and has also added many new clients during the year under review.

Personnel & Performance

Your Company has been able to develop an environment, which is conducive to high growth and performance, a work culture that encourages meritocracy and rewards high performers in an adequate and fair manner.

4. CURRENT YEAR

The construction industry, on which the growth of your Company depends, is showing signs of revival in the current year after a long period of economic turndown. Your Directors hope that on the basis of priority conferred by the Government to the housing and infrastructure industry, demand for granites and marbles would moderately shoot up. The management of your Company is fully geared up to take the maximum advantage of any upsurge in demand and shall loose no opportunity in capturing a major share of the incremental market demand. The Sales team is on high alert for scouting all new and existing opportunities as regards to big projects and retail demand as well.

5. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The prescribed particulars under Section 217(1)(e) of the Companies Act, 1956 relating to conservation of Energy, Technology Absorption and Foreign Exchange earnings and outgo are furnished in Annexure to this section.

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6. PARTICULARS OF EMPLOYEES

Pursuant to Section 217(2A) of the Companies Act, 1956 read with the Companies (particulars of Employees) Rules, 1975 as amended, the Company has no person in its employment drawing salary in excess of Rs.24 lacs per annum or Rs.2 lacs per month.

7. Director'S RESPONSIBILITY STATEMENT :

Pursuant to the requirement of Section 217 (2AA) of the Companies Act, 1956, your Directors confirm that :

- a. In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b. The Directors had selected such accounting policies and applied them consistently and made judgements 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 that period.
- c. The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d. The annual accounts have been prepared on a going concern basis.

8. FIXED DEPOSITS

The Company has not accepted any Deposits from the public during the year under review.

9. DEPOSITORY SYSTEM

The Company has entered into agreement with the National Securities Depository Limited as well as the Central Depository Services (India) Limited (CDSL) to enable shareholders to hold shares in a dematerialized form. The Company also offers simultaneous dematerialization of the physical shares lodged for transfer.

10. Directors

RETIREMENT BY ROTATION:

In accordance with the provisions of the Companies Act, 1956 and Company's Articles of Association Mr. Radheshyam Agarwal and Mr. Rajkumar Mittal, Director of the Company are liable to retire by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment.

11. DISCLOSURE UNDER SECTION 274 (1) (g)

None of the Directors of the Company have been disqualified under Section 274 (1) (g) of the Companies Act, 1956.

12. AUDITORS

Messers Ravi & Dev Chartered Accountants, Mumbai hold office until the conclusion of the ensuing Annual General Meeting. They are, however eligible for re-appointment and have indicated their willingness to renew their term. It is proposed to re-appoint them as auditors till the conclusion of the next annual general meeting.

13. AUDITORS REPORT

The notes to accounts referred to in the Auditor's Report are self explanatory and therefore, do not call for any further comments.

14. LISTING

The Company's Equity Capital is listed on the Stock Exchanges of Jaipur and Mumbai. The Company confirms that it has paid annual listing fees due to these stock exchanges for the year 2008-2009.

15. CORPORATE GOVERNANCE

The Company has been proactive in following the principles and practices of good corporate governance. The Company has ensured that the Corporate Governance requirements as stipulated in Clause 49 of the Listing Agreement with the Stock Exchange are duly complied with. A separate Statement on Corporate Governance is given in this Report.

A certificate from the Auditors of the Company regarding compliance of Clause 49 of the Listing Agreement is attached to this Report.

16. ACKNOWLEDGMENT

Your Directors are sure that the shareholders would like to join them in conveying their deep appreciation and gratitude to all our Bankers, shareholders, our clients, Interior Decorators and Architects, Suppliers for their valued support resulting in the creditable performance of the Company. The Directors also wish to record their appreciation of the services rendered by the staff members of the Company for their dedicated service.

For & on behalf of Board of Directors

Place : Mumbai

Date : 18th August, 2009

RAJESH AGRAWAL
Chairman & Managing Director

Elegant Marbles & Grani Industries Ltd.

ANNEXURE A : TO Directors REPORT

STATEMENT PURSUANT TO SECTION 217 (1) (e) OF THE Companies ACT,1956 READ WITH Companies (DISCLOSURE OF PARTICULARS IN REPORT OF BOARD OF Directors) RULES, 1988

A. CONSERVATION OF ENERGY

The Company does not belong to the category of power intensive industry and hence consumption of power is not significant. However, the management gives due importance to conservation of energy and also reviews from time to time, the measures taken / to be taken for reduction of consumption of energy.

B. TECHNOLOGY ABSORPTION, RESEARCH & DEVELOPMENT

(i) Research & Development (R & D) :

The Company undertakes from time to time, studies for process improvement and plant design development, to improve quality and performance of its products, to substitute imported material and components and to economise the production costs. Based on these studies, appropriate actions are taken to achieve these goals. In absence of a separate research & development department, it is difficult to quantify the amount spent on research & development.

(ii) Technology absorption, adaption and innovation :

Efforts are made to absorb the advances in technology with suitable modifications to cater to local needs. The Company keeps itself updated with the latest technological innovations by way of constant communication, personal discussions etc.

C. FOREIGN EXCHANGE USED & EARNED

Foreign exchange used : Rs. 1,78,911/-
Foreign exchange earned : Rs. 40,27,540/-

For & on behalf of Board of Directors

Place : Mumbai
Date : 18th August, 2009

RAJESH AGRAWAL
Chairman & Managing Director

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CORPORATE GOVERNANCE

PHILOSOPHY ON CODE OF GOVERNANCE

The philosophy underlying Corporate Governance seeks to create a system of "Checks and balances" based on transparency, ensuring integrity, clarity and consistency in the dealings of the Company with all its stakeholders. Good Governance ensures that the best corporate practices are followed by a Company. Implementation of the good governance indicates not only the compliance of the laws and regulations of the land but also indicates the values, practices and culture of your organization.

The report on corporate governance is divided into five parts:

- I. Board of Directors
- II. Remuneration of Directors
- III. Committees of the Board
- IV. Shareholder Information
- V. Other Disclosures

I. BOARD OF Directors

The Business of the Company is managed by a Board of Directors. The Board formulates the strategy, regularly reviews the performance of the Company and ensures that the previously agreed objectives are met on a consistent basis. The Managing Director along with the executives manages the day to day operations of the Company.

The Board of Directors has the ideal composition with more than half of the Directors being non-executive Directors. The Non Executive Directors bring external and wider perspective therewith in depth business deliberations and decisions advantage.

A. The Constitution of the Board as on 31st March, 2009 and details of Board Meeting held and attendance of the Directors:

Name of Directors	No. of Board Meetings attended during the Financial year 2008-2009	Whether attended AGM held on September 26, 2008	Number of Directorships in other public limited Companies *		No. of Committee positions held in other public limited Companies *	
			Chairman of the Board	Board Member	Chairman of the Committee	Member
Mr. Ram Chawla	5	N	—	—	—	—
Mr. Radhey Shyam Agrawal	5	N	—	9	4	4
Mr. Rajkumar Mittal	5	Y	—	3	4	1
Mr. Rajesh Agrawal	5	Y	—	—	—	—
Mr. Rakesh Agrawal	5	Y	—	—	—	—

* Note: Excludes Directorships in Private Limited Companies, Foreign Companies and Government Bodies. Only Audit Committee and Shareholders'/ Investors' Grievance Committee have been considered for the Committee positions.

B. Board Procedures

Board members are given appropriate documents and information in advance of each Board and Committee Meeting. To facilitate the smooth transition of business by the Board, the Managing Director informs the Board about the overall Company performance based on the detailed functional reports placed by the executives before the Managing Director. The functions performed by the Board include review of:

- Strategy and business plans
- Annual operating and capital expenditure budgets
- Senior executive appointment
- Compliance with statutory / regulatory requirements and review of major legal issues
- Adoption of quarterly results / annual results
- Transaction pertaining to purchase, disposal of property, major provisions & write offs.

C. BOARD MEETINGS

The meetings of the Board of Directors' are scheduled well in advance and the folder containing the agenda for the meeting with detailed review of all aspects of the Company business, including performance of the Company is circulated to all the Directors. It also highlights important matters discussed at the audit committee, shareholders grievance committee. Five Board meetings were held during the period i.e. 29th April 2008, 22nd July 2008, 14th August 2008, 21st October, 2008 and 19th January 2009.

II. REMUNERATION OF Directors

The details of remuneration paid to the Directors for the year ended 31st March, 2009 are specified below:

i) Remuneration to Executive Directors

Names	Position	Salary & Perquisite	Commission	Service Contract
Mr. Rajesh R. Agrawal	Managing Director	Rs.36,00,000 p.a.	-----	-----
Mr. Rakesh R. Agrawal	Deputy Managing Director	Rs.27,00,000 p.a.	-----	-----

Elegant Marbles & Grani Industries Ltd.

ii) Remuneration to Non Executive Directors - Non Executive Directors have not been paid any remuneration except sitting fees for attending Board and Committee Meetings amounting to Rs. 30,000/-

III. COMMITTEES OF THE BOARD

a. Audit Committee

Name of the Member	Designation	No. of meetings attended
Mr. Rajkumar Mittal	Chairman - Non Executive Independent Director	5
Mr. Ram S. Chawla	Member - Non Executive Independent Director	5
Mr. Radhey Shyam Agarwal	Member - Non Executive Independent Director	5

The Audit Committee was constituted on 22nd March, 2003. The Committee has members with sound knowledge of finance, accounting and law. The Committee deals with accounting matters, financial reporting and internal controls. The power and role of the Audit Committee is as per guidelines set out in the amended listing agreements. The Committee monitors any proposed changes in accounting policy, accounting implications of major transactions etc. The Committee also closely reviews the adequacy of internal audit controls, formulates and monitors the annual audit plan. During the Financial Year the Audit Committee met five times i.e. 29th April 2008, 22nd July 2008, 14th August 2008, 21st October, 2008 and 19th January 2009.

b. Remuneration Committee

Name of the Member	Designation	No. of meetings attended
Radhey Shyam Agarwal	Chairman - Non Executive Independent Director	1
Rajkumar Mittal	Member - Non Executive Independent Director	1
Ram Chawla	Member - Non Executive Independent Director	1

Remuneration Committee was constituted on 19th April, 2004 and it reviews and approves the annual salaries, performance commission, service agreements and other employment conditions for executive Directors and senior managerial personnel. During the Financial Year the Remuneration Committee met once on 31st July, 2008.

c. Shareholders' Transfer & Grievance Committee

Name of the Member	Designation	No. of meetings attended
Mr. Rajkumar Mittal	Chairman	2
Mr. Rajkumar Mittal	Member	2
Mr. Rajesh S. Agrawal	Member	4
Mr. Ram Chawla	Member	2
Mr. Deepak Mehta	Member	2

The Committee deals with matter relating to:

- Transfer / Transmission of Shares
- Issue of duplicate share certificates
- Review of shares dematerialized

The Company has also appointed Mr. Hitesh Kothari as Compliance Officer w.e.f., 22nd July 2008, who has been co-ordinating with Registrar and Transfer Agent for all matters pending relating to share transfer and shareholders grievances. There are no pending matters relating to any shareholders requirements.

IV. Shareholder Information

1. Annual General Meeting

- * Date and Time : 29th September, 2009 at 9 a.m.
* Venue : Elegant Marbles & Grani Industries Limited
E-7/9, RIICO Industrial Area
Abu Road, Sirohi, Rajasthan - 307026.

2. Book Closure Date : 23rd September, 2009 to 28th September, 2009 (Both days inclusive)

3. Registered Office : E-7/9, RIICO Industrial Area
Abu Road, Sirohi, Rajasthan - 307026.

4. Listing of Equity Shares on Stock : **Stock Exchange** **Stock Code**
Bombay Stock Exchange Ltd., Mumbai 526705
The Jaipur Stock Exchange 483

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5. Stock Price Data:

Month	High	Low
April 2008	59.85	51.00
May 2008	59.95	47.75
June 2008	55.00	34.05
July 2008	43.90	33.00
August 2008	51.00	37.10
September 2008	51.70	31.00
October 2008	35.00	17.75
November 2008	27.00	19.50
December 2008	28.90	19.50
January 2009	24.50	17.10
February 2009	23.95	16.25
March 2009	23.00	18.35

6. Registrar & Transfer Agents :

Mondkar Computers Private Limited
21, Shakil Niwas,
Near Satya Sai Baba Mandir,
Mahakali Caves Road, Andheri (East),
Mumbai - 400 093.

7. Distribution of shareholding as on 31st March, 2009.

No. of Equity Shares held	No. of Shareholders	% of Shareholders	Share Amount Rs.	% of Shareholdings
Upto 500	1369	87.42	20,22,430	4.45
501-1000	104	6.64	8,12,980	1.81
1001-2000	43	2.74	6,66,560	1.48
2001-3000	5	0.32	1,22,950	0.27
3001-4000	10	0.64	3,40,380	0.76
4001-5000	7	0.45	3,24,830	0.72
5001-10,000	5	0.32	3,30,490	0.73
10001 & above	23	1.47	4,03,79,380	89.75
TOTAL	1566	100.000	4,50,00,000	100.000

8. Category of Shareholdings as on 31st March, 2009.

Category	No. of Shares	% of total shares
Promoters	3252400	72.28
Persons acting in concert	NIL	NIL
Mutual Funds & UTI	NIL	NIL
Banks/ FIs/ Insurance Co. (Central / State Govt./ Non- Govt. Institutions)	600	0.01
Corporate Bodies	346540	7.70
NRIs/OCBs	4542	0.10
Clearing Members	6929	0.15
Indian Public	888989	19.76
Total	4500000	100.00

Elegant Marbles & Grani Industries Ltd.

9 Financial Release Dates for 2009-2010

Quarter	Release Date (Tentative and subject to change)
1st Quarter ending 30th June	31st July, 2009
2nd Quarter ending 30th September	31st October, 2009
3rd Quarter ending 31st December	31st January, 2010
4th Quarter ending 31st March	30th April, 2010

V. OTHER DISCLOSURES

1. Details of Annual / Extraordinary General Meetings

Location and time of General Meetings held in last 3 years:

Year	AGM/EGM	LOCATION	DATE	TIME
2005-06	AGM	ABU ROAD	28 th September, 2006	9.00 a.m.
2006-07	AGM	ABU ROAD	28 th September, 2007	9.00 a.m.
2007-08	AGM	ABU ROAD	26 th September, 2008	9.00 a.m.

2. A) There were no materially significant related party transaction with the promoters, Directors, etc that may have potential conflict with the interests of the Company at large.
- b) There were no non-compliances by the Company, penalties, strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority, on any matter relating to the capital markets during the last three years.
- c) There were no pecuniary relationships or transactions of Non-Executive Directors vis-a-vis the Company.

To the Members

Elegant Marbles And Grani Industries Limited
Abu Road.

We have examined the compliance of conditions of Corporate Governance by Elegant Marbles And Grani Industries Limited for the year ended on 31st March, 2009 as stipulated in Clause 49 of the Listing Agreement of the said Company with Stock Exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination has been limited to a review of the procedures and implementation thereof adopted by the Company for ensuring compliance with the conditions of the certificate of Corporate Governance as stipulated in the said clause. It is neither an audit nor an expression of opinion on the financial statement of the Company.

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the Directors and management, we certify that the Company had complied with the conditions of Corporate Governance as stipulated in Clause 49 of the above-mentioned Listing Agreement.

As required by the Guidance Note issued by the Institute of Chartered Accountants of India, we have to state that the Registrars and Share Transfer Agents of the Company have maintained records to show the investor grievances against the Company and have certified that as on March 31, 2009, there were no investor grievance remaining unattended/pending for more that 30 days.

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

For RAVI & DEV
Chartered Accountants

(DEVENDRA A. MEHTA)
Partner

Place : Mumbai
Date : 18th August, 2009

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AUDITORS' REPORT

To the Members

Elegant Marbles And Grani Industries Limited,
Abu Road.

We have audited the attached balance sheet of *Elegant Marbles And Grani Industries Limited* as at 31st March, 2009 and also the Profit & Loss Account for the year ended on that date annexed thereto and the cash flow statement for the period ended on that date. 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 have conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan & 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 statements presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Companies (Auditor's Report) Order, 2003 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.

1. Further to our comments in the annexure referred to in the paragraph (1) 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 account as required by the law have been maintained by the Company so far as appears from our examination of such books.
 - (c) The balance sheet, the profit & loss Account and cash flow statement dealt with by this report are in agreement with the books of account;
 - (d) in our opinion, the balance sheet, the profit & loss Account and cash flow statement dealt with by this report have been prepared in compliance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - (e) based on representations made by all the Directors of the Company and the information and explanation as made available, Directors of the Company do not prima facie have any disqualification as referred to in clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
 - (f) in our opinion and to the best of our information and according to the explanations given to us, the said accounts read with the notes thereon, give the information required by the Companies Act, 1956 in the manner so required and **subject to no provision having been made in respect of accrued gratuity liability**, give a true and fair view in conformity with the accounting principles generally accepted in India :
 - i. in the case of balance sheet, of the state of affairs as at 31st March, 2009; and
 - ii. in the case of profit and loss account, of the profit for the year ended on that date.
 - iii. in the case of the cash flow statement, of the cash flows for the year ended on that date.

For Ravi & Dev
Chartered Accountants

(Devendra A. Mehta)
Partner

Place : Mumbai,
Date : 18th August, 2009

ANNEXURE TO THE AUDITOR'S REPORT (Referred to in Paragraph 1 of our report of even date)

To the Members

Elegant Marbles And Grani Industries Limited,
Abu Road.

- i.
 - a) As informed by the management, the proper records of fixed assets showing full particulars including quantitative details and location of fixed assets are under updation and compilation.
 - b) As explained to us, the fixed assets have been physically verified by the management during the year at regular intervals, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
 - c) Subject to Note No.14 of 'Schedule L' : Notes to Accounts', the Company has not disposed of any substantial part of its fixed assets during the year. Accordingly, the going concern status of the Company, on account of disposal of fixed assets, is not affected.
- ii.
 - a) The inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
 - b) in our opinion and according to information and explanation given to us, the procedures of physical verification of the Company are reasonable and adequate having regard to the size of the Company and nature of its business.
 - c) in our opinion and according to the information and explanation given to us, the Company is maintaining proper records of inventory. The discrepancies noticed on such verification between physical stocks and book records were not material and have been properly dealt with in the books of accounts.
- iii.
 - a) According to information and explanations given to us, the Company has not granted any loans to Companies, firms or other parties listed in the register maintained u/s. 301 of the Companies Act, 1956. Accordingly, sub-clauses (b), (c) and (d) are not applicable.

Elegant Marbles & Grani Industries Ltd.

- b. The Company has taken interest-free unsecured loan, repayable on demand, from one party covered in the register maintained u/s. 301 of the Companies Act, 1956. The maximum balance involved during the year was Rupees Eight Lacs fifty thousands and the year end balance of loan taken from such parties was NIL. Accordingly, sub-clauses (f) & (g) are not applicable.
- iv. In our opinion and according to the information and explanation given to us, there are adequate internal control procedures commensurate with the size of the Company and nature of its business with regard to purchase of inventory, fixed assets and also for the sale of goods & services. During the course of our audit we have not observed any continuing failure to correct major weaknesses in internal controls.
- v. a. According to the information and explanations given to us, we are of the opinion that the particulars of Contracts or arrangements referred to in section 301 of the Companies Act, 1956 have been so entered.
b. In our opinion and according to the information and explanations given to us, transactions made in pursuance of such contracts or arrangements exceeding Rs.5 Lacs have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- vi. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposit in contravention of section 58A and 58AA or any other relevant provision of the Companies Act, 1956 and rules framed thereunder. As informed to us, no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any other Court or tribunal.
- vii. The Company does not have an internal audit system. The management has informed us that steps are being taken to introduce internal audit system.
- viii. The Central Government has not prescribed maintenance of cost records u/s. 209(1)(d) of the Companies Act, 1956 for any of the product of the Company.
- ix. a. The Company is regular in depositing undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, cess and other material statutory dues with appropriate authorities, wherever applicable to it.
b. According to the information and explanations given to us, as at 31st March, 2009 no undisputed amounts payable in respect of income tax, wealth tax, sales tax, Service tax, custom duty, excise duty and cess were in arrears for a period exceeding six months from the date they became payable.
c. In our opinion and in accordance with the information and explanation given to us, there are no dues of sales tax, income tax, custom duty, wealth tax, excise duty and cess which have not been deposited on account of any dispute. However, with reference to Note No.7(ii) of 'Schedule M : Notes to Accounts' the Company has not paid municipal taxes amounting to Rs. 4,92,530/- pending disposal of its petition against levy of municipal taxes at a higher rate.
- x. The Company does not have any accumulated losses. The Company has not incurred cash losses during the year and immediately preceding financial year.
- xi. In our opinion and according to the information and explanations given to us, the Company has not borrowed any funds from financial institution, bank or debenture holders.
- xii. 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. 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, 2003 are not applicable to the Company.
- xiv. In our opinion and according to information and explanations given to us, the Company has maintained proper records of transactions and contracts in respect of trading in securities, debentures and other investments and timely entries have been made therein. All shares, Debentures and other investments have been held by the Company in its own name.
- xv. According to the information and explanation given to us, the Company has not given guarantees for loans taken by others from banks or financial institutions.
- xvi. In our opinion, the Company has not taken any term loan.
- 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 investments.
- xviii. During the year, the Company did not make any preferential allotment of shares to the parties and Companies covered in the register maintained under section 301 of the Companies Act, 1956.
- xix. During the year, the Company has not issued any debentures.
- xx. During the year, the Company did not raise any money by way of public issue.
- xxi. In our opinion, on the basis of audit conducted by us and in accordance with the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

For Ravi & Dev
Chartered Accountants

(Devendra A. Mehta)
Partner
M. No. 82325

Place : Mumbai,
Date : 18th August, 2009

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BALANCE SHEET AS AT 31ST MARCH, 2009

	Schedule	As at 31st March, 2009 Rs.	As at 31st March, 2008 Rs.
I. SOURCES OF FUNDS			
1. <u>Shareholders Funds</u>			
a. Share Capital	A	45,000,000	45,000,000
b. Reserves & Surplus	B	366,092,843	356,970,649
		<u>411,092,843</u>	<u>401,970,649</u>
2. Loan Funds			
a. Secured Loan		—	—
b. Unsecured Loan		—	—
		—	—
3. Deferred Tax Liability			
		2,365,461	2,410,074
	TOTAL	<u>413,458,304</u>	<u>404,380,723</u>
II. APPLICATION OF FUNDS			
1. <u>Fixed Assets</u>			
Gross Block	C	44,587,254	42,054,850
Less : Depreciation		(31,429,156)	(30,236,852)
Net Block		<u>13,158,098</u>	<u>11,817,998</u>
2. Investments			
	D	396,796,638	365,004,522
3. <u>Current Assets, Loans & Advances</u>			
a. Inventory	E	56,129,126	52,006,436
b. Sundry Debtors		15,233,653	3,307,607
c. Cash and Bank Balances		3,866,233	14,711,012
d. Loans and Advances		31,754,843	36,914,485
		106,983,855	106,939,540
Less : Current Liabilities & Provisions	F	(103,480,287)	(79,381,337)
		<u>3,503,568</u>	<u>27,558,203</u>
Net Current Assets	TOTAL	<u>413,458,304</u>	<u>404,380,723</u>
Notes to Account	L		

As per our Report of even date attached
For **RAVI & DEV**
Chartered Accountants

For & on behalf of Board of Directors

Rajesh Agrawal
Chairman & Managing Director

(**DEVENDRA A. MEHTA**)
Partner

Rakesh Agrawal
Deputy Managing Director

Place : Mumbai
Date : 18th August, 2009

Mumbai
18th August, 2009

Elegant Marbles & Grani Industries Ltd.

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2009

	Schedule	As at 31st March, 2009 Rs.	As at 31st March, 2008 Rs.
INCOME			
Sales		137,036,848	185,375,732
Job Work Receipts		435,750	489,318
Rent Received		8,900,000	8,915,000
Miscellaneous Income	G	11,245,444	47,885,799
Profit/(Loss) on sale of Fixed Assets		—	781,382
Increase/(Decrease) in Stock	H	(11,913,540)	16,472,620
	TOTAL	<u>145,704,502</u>	<u>259,919,851</u>
EXPENSES			
Raw Material consumed & purchases		104,291,307	180,176,569
Employees' Remuneration		1,879,379	1,924,960
Manufacturing & Trading Expenses	I	4,980,599	5,793,858
Administrative Expenses	J	115,75,691	9,687,940
Selling & Distribution Expenses	K	488,091	1,600,690
Depreciation		1,192,304	1,369,168
	TOTAL	<u>124,407,371</u>	<u>200,553,185</u>
		21,297,131	59,366,666
Profit/(Loss) before Taxes		<u>21,297,131</u>	<u>59,366,666</u>
Less : <u>Provision for taxation</u>			
Current Tax		(1,600,000)	(4,000,000)
Deferred Tax		44,613	481,824
Fringe Benefit Tax		(90,000)	(100,000)
Profit/(Loss) after Taxes		<u>19,651,744</u>	<u>55,748,490</u>
Add: Profit/(Loss) brought forward		167,348,266	128,129,326
Profit available for appropriation		<u>187,000,010</u>	<u>183,877,816</u>
APPROPRIATIONS			
Proposed Dividend		9,000,000	9,000,000
Corporate Dividend Tax		1,529,550	1,529,550
Transferred to General Reserve		6,000,000	6,000,000
Surplus carried to Balance sheet		170,470,460	167,348,266
		<u>187,000,010</u>	<u>183,877,816</u>
Basic & Diluted Earning per share		4.37	12.39
Notes to Accounts	L		

As per our Report of even date attached
For **RAVI & DEV**
Chartered Accountants

For & on behalf of Board of Directors

Rajesh Agrawal
Chairman & Managing Director

(DEVENDRA A. MEHTA)
Partner

Rakesh Agrawal
Deputy Managing Director

Place : Mumbai
Date : 18th August, 2009

Mumbai
18th August, 2009

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SCHEDULE ANNEXED TO AND FORMING PART OF ACCOUNTS AS AT 31ST MARCH, 2009

	As at 31st March, 2009 Rs.	As at 31st March, 2008 Rs.
SCHEDULE "A" : SHARE CAPITAL		
AUTHORISED		
50,00,000 (Previous Year : 50,00,000) Equity Shares of Rs. 10/- each	50,000,000	50,000,000
ISSUED, SUBSCRIBED AND PAID-UP		
45,00,000 (Previous year : 45,00,000) Equity Shares of Rs. 10/- each	<u>45,000,000</u>	<u>45,000,000</u>
(includes 3255000 equity shares of Rs.10/- each allotted as fully paid up Bonus shares by capitalisation of Rs.2,05,50,000 out of Free Reserves and Rs. 1,20,00,000 out of Revaluation Reserve.)		
TOTAL	<u>45,000,000</u>	<u>45,000,000</u>
SCHEDULE "B" : RESERVES & SURPLUS		
Share Premium	28,500,000	28,500,000
General Reserve		
Balance brought forward	161,122,383	155,122,383
Add : Transfer from Profit & Loss Account	<u>6,000,000</u>	<u>6,000,000</u>
	<u>167,122,383</u>	<u>161,122,383</u>
Profit and Loss Account	170,470,460	167,348,266
TOTAL	<u>366,092,843</u>	<u>356,970,649</u>

SCHEDULE ANNEXED TO AND FORMING PART OF ACCOUNTS AS AT 31ST MARCH, 2009

SCHEDULE "C" : FIXED ASSETS

Name of Assets	GROSS BLOCK					DEPRICIATION				NET BLOCK	
	As on 01.04.2008	Additions	Sale	Total 31.03.2009	Rate %	As on 01.04.2008	Written Off	Written Back	Total	Total 31.03.2009	Total 31.03.2008
Leasehold Land	2,666,854	----	----	2,666,854	----	----	----	----	----	2,666,854	2,666,854
Factory Building	5,122,900	----	----	5,122,900	3.34	2,812,125	171,105	----	2,983,230	2,139,670	2,310,775
Office Premises	932,626	----	----	932,626	1.63	140,723	15,198	----	155,921	776,705	791,903
Plant & Machinery	21,587,435	----	----	21,587,435	4.75	21,026,430	54,717	----	21,081,147	506,288	561,005
Cranes	2,094,176	----	----	2,094,176	4.75	1,762,606	49,650	(49,824)	1,762,432	331,744	331,570
Office Equipments	1,273,618	----	----	1,273,618	4.75	447,727	62,974	----	510,701	762,917	825,891
Fire Fighting Equipment	4,070	----	----	4,070	4.75	4,070	----	----	4,070	----	----
Air Conditioner	836,960	----	----	836,960	4.75	364,397	39,756	----	404,153	432,807	472,563
Computer	1,093,579	32,404	----	1,125,983	16.21	772,158	100,128	----	872,286	253,697	321,421
Motor Car & Other Vehicles	4,962,402	2,500,000	----	7,462,402	9.5	2,019,470	659,477	----	2,678,947	4,783,456	2,942,932
Furniture & Fixtures	1,480,231	----	----	1,480,231	6.33	887,146	89,123	----	976,269	503,962	593,085
T O T A L	42,054,850	2,532,404	----	44,587,254		30,236,852	1,242,128	(49,824)	31,429,156	13,158,098	11,817,998
Previous year	42,321,976	652,298	919,423	42,054,850		29,072,407	1,369,168	204,723	30,236,852	11,817,998	13,249,569

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SCHEDULE "D" : INVESTMENTS

Name of the Company	No of Shares/Units as at 31.03.2009	Face value	Paid up Value	As at 31st March, 09 Rs.	As at 31st March, 08 Rs.
Quoted Shares					
Ansal Infrastructure Ltd.	—	—	—	—	750,910
Asian Granito India Ltd	22,012	10	10	2,159,190	2,159,190
Aftek Ltd.	10,000	2	2	810,706	810,706
Birla Corporation Ltd.	2,500	10	10	839,758	839,758
Britania Industries Ltd.	1,500	10	10	973,365	1,623,236
Bosch Ltd.	—	—	—	—	1,663,138
Canara Bank	16,000	10	10	3,505,327	—
Central Bank of India	16,761	10	10	1,709,622	1,709,622
Century Textile	13,785	10	10	13,202,934	9,229,529
Datamatics Ltd.	8,200	10	10	427,207	427,207
Deccan Chronicle Holding Ltd	10,000	2	2	1,835,883	1,835,884
Dewan Housing	—	—	—	—	1,150,605
Electrosteel Casting Ltd	30,000	1	1	2,223,723	2,223,723
Glaxosmithkline Pharmaceuticals Ltd	—	—	—	—	3,584,777
Gujarat Alkalies & Chemicals Ltd.	—	—	—	—	2,604,154
Godawari Power	48,950	10	10	17,295,522	17,295,522
HDIL	17,500	10	10	6,190,415	—
Hindustan Zinc Ltd.	21,000	10	10	2,386,964	2,386,964
India bulls Real Estate	2,500	2	2	1,878,796	1,878,796
India bulls Real Estate	2,500	2	2	1,898,458	1,898,458
ICICI Bank	1,750	10	10	1,107,828	—
India Infoline Ltd	31,500	10	10	5,855,725	3,262,814
Infosys Technologies Ltd.	—	—	—	—	1,726,097
IFCI Ltd	75,000	10	10	6,273,877	6,273,877
Jupiter Bios	10,000	10	10	1,801,783	1,801,783
Jyoti Labouratory	—	—	—	—	699,660
Kalyani Steels	11,274	10	10	5,671,107	5,671,107
Lupin Ltd.	—	—	—	—	3,469,471
Maharashtra Scooters Ltd.	—	—	—	—	2,978,887
Mahindra & Mahindra Financial services Ltd	—	—	—	—	1,642,541
Man Industries India Ltd	5,000	5	5	727,553	727,553
Mercator Lines	5,000	1	1	254,465	—
Mysore Cement Ltd	20,000	10	10	963,395	963,395
Mundra Port SEZ	—	—	—	—	992,640
Nahar Exports Ltd.	11,715	10	10	802,926	802,926
Nahar Spinning Mills Ltd.	9,204	5	5	630,934	630,934
NTPC Ltd.	22,035	10	10	1,492,570	1,492,570
Parsvnath Developers Ltd.	5,000	10	10	1,673,837	1,673,837
Power Grid Corporation	48,371	10	10	2,705,466	2,014,792
Praj Industries Ltd	—	—	—	—	185,150
Raymond Ltd.	7,500	10	10	3,323,485	3,323,485
Reliance Comm. Ltd.	22,500	5	5	7,290,635	3,614,861
Reliance Industries Ltd	3,050	10	10	8,569,758	8,569,735
Reliance Power	41,467	10	10	14,874,798	14,874,798
Spice Communication Ltd	—	—	—	—	2,341,687
State Bank of India	3,000	10	10	762,698	762,698
Sterling Tools Ltd.	3,621	10	10	478,876	478,876
Sterlite Industries India Ltd	100	2	2	44,729	2,957,854
Tata Steel Ltd.	9,850	10	10	3,904,779	1,636,953
Tata Steel Ltd. (CCPS)	—	—	—	—	3,489,200
Videocon Industries Ltd	31,500	10	10	13,131,332	13,131,332
Welspan Gujarat	5,000	5	5	1,253,186	—
Ahluwalia Contracts (India) Ltd	1,359	2	2	445,953	445,953
Asian Paints (I) Ltd.	321	10	10	306,467	679,925
Astral Poly Technik Ltd	—	—	—	—	7,888
Bajaj Auto Ltd	—	—	—	—	160,543
Bajaj Finserv Ltd	—	—	—	—	155,458
Bank of Baroda	1,508	10	10	420,586	—
Bharat Electronics Ltd	565	10	10	542,134	—
Blue Star Ltd	802	2	2	303,285	—
3M India Ltd	85	10	10	163,008	163,008
Bosch Ltd.	112	10	10	535,680	535,680
Den So India	—	—	—	—	386,951
GlaxosmithKline Consumer Healthcare Ltd	222	10	10	136,178	—
Hero Honda Motors Ltd	501	2	2	436,589	—
IDFC	—	—	—	—	236,354
India Infoline Ltd	—	—	—	—	373,607
Indiabulls Financial Services Ltd	—	—	—	—	173,853

Elegant Marbles & Grani Industries Ltd.

Name of the Company	No of Shares/Units as at 31.03.2009	Face value	Paid up Value	As at 31st March, 09 Rs.	As at 31st March, 08 Rs.
Indiabulls Securities Ltd	—	—	—	—	5,082
Indo0Tech Transformers Ltd	—	—	—	—	397,857
LIC Housing Finance Ltd	1,557	10	10	448,965	—
Mahindra Lifespace Ltd	1,394	10	10	741,909	668,583
Maruti Udyog Ltd	—	—	—	—	681,852
Nestle Ltd	387	10	10	559,152	576,915
Oriental Bank of Commerce	2,250	10	10	321,864	—
Page Industries Ltd	413	10	10	193,258	193,258
Pidilite Industries Ltd	—	—	—	—	566,397
Repro India Ltd	2,910	10	10	330,813	—
Shanthi Gear Ltd	1,313	1	1	126,581	209,291
Shiv-Vani Oil & Gas Exploration Services Ltd	459	10	10	274,006	206,629
Shree Cements Ltd	372	10	10	523,684	523,684
South India paper mills Ltd	—	—	—	—	304,910
Subhash Projects & Mktg Ltd	—	—	—	—	177,661
Sujana Towers Ltd	—	—	—	—	424,730
Ultratech Cement Ltd	—	—	—	—	518,862
Yes Bank Ltd	—	—	—	—	727,812
Bharat Electronics Ltd.	1,347	10	10	1,435,660	1,062,801
Bharati Airtel Ltd.	3,206	10	10	521,137	788,949
Birla Corporation Ltd.	2,798	10	10	352,840	807,142
Blue Star	3,078	2	2	1,097,448	—
Bosch Ltd	264	10	10	1,126,488	1,775,698
DLF Ltd	—	—	—	—	2,229,741
Glaxosmithkline Pharmaceuticals Ltd	644	10	10	732,060	—
Hero Honda Motors Ltd.	2,209	2	2	1,602,234	1,190,306
Housing Development Finance Corp. Ltd.	569	10	10	827,941	2,180,058
HDFC Bank	1,620	10	10	1,703,019	—
Infosys Technologies Ltd.	1,398	10	10	1,693,068	1,693,068
Indian Oil Corporation Ltd	3,229	10	10	1,077,276	—
L & T	1,178	2	2	1,391,463	—
Oriental Bank of Commerce	7,351	10	10	948,188	—
Ranbaxy Laboratories Ltd	—	—	—	—	1,599,598
Reliance Industries Ltd	730	10	10	1,452,332	—
State Bank of India	1,467	10	10	1,325,970	1,029,601
Tata Steel CCIP	21,114	10	10	2,503,433	160,300
Tata Steel Ltd.	—	—	—	—	972,458
ABB Ltd	—	—	—	—	121,073
Areva T & D India Ltd	247	10	10	99,510	117,667
Axis Bank Ltd	—	—	—	—	83,451
Ashok Leyland	1,665	1	1	27,191	—
Bharat Heavy Electricals Ltd	64	10	10	138,114	186,937
Bharti Airtel Limited	58	5	5	47,630	—
Cairn India Limited	231	10	10	40,181	—
Exide Industries Ltd	862	1	1	62,218	86,995
HDFC Bank	86	10	10	84,239	—
Hero Honda Motors Ltd	54	2	2	45,388	—
Hindustan Const Company Ltd	—	—	—	—	83,919
Housing Development Finance Corporation	26	10	10	44,221	86,020
ICICI Bank Ltd	139	10	10	54,985	—
Idea Cellular Limited	472	10	10	23,181	—
India Infoline Ltd	—	—	—	—	226,035
Infrastructure Development Finance Company Ltd	387	10	10	26,701	159,488
Jaiprakash Associates Ltd	—	—	—	—	83,067
Kotak Mahindra Bank Ltd	—	—	—	—	128,709
Larsen & Toubro Ltd	89	2	2	87,606	191,952
Lupin Limited	77	10	10	56,992	—
Mundra Port and Special Economic Zone Ltd	—	—	—	—	129,862
Mahindra & Mahindra Ltd	105	10	10	34,068	—
Nicholas Piramal India Ltd	166	2	2	47,021	—
NTPC Limited	2	10	10	368	—
Reliance Capital Ltd	76	10	10	28,368	105,197
Reliance Industries Ltd	97	10	10	123,831	265,797
Reliance Petroleum Ltd	—	—	—	—	51,608
Sun Pharma Ind Ltd	—	—	—	—	236,354
United Spirits Ltd	51	—	—	—	373,607
Aban Offshore Ltd	—	—	—	—	173,853
ABG Shipyard Ltd	—	—	—	—	5,082
Action Construction Equipment Ltd	—	—	—	—	397,857
Alstom Power India Ltd	218	10	10	448,965	—
Areva T & D India Ltd	481	10	10	741,909	668,583
Ashok Leyland Ltd	2,817	—	—	—	681,852
Asian Electronics Ltd	—	10	10	559,152	576,915
BGR Energy Systems Limited	611	10	10	321,864	—
Bharat Heavy Electricals Limited	63	10	10	193,258	193,258

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Name of the Company	No of Shares/Units as at 31.03.2009	Face value	Paid up Value	As at 31st March, 09	As at 31st March, 08
				Rs.	Rs.
Cesc Ltd	—	—	—	—	176,828
Cadila Healthcare Ltd	137	5	5	35,813	—
Cairn Limited	409	10	10	70,845	—
Cipla Limited	219	2	2	44,699	—
Crompton Greaves Limited	337	2	2	70,380	—
Dishman Pharma & Chemicals	302	2	2	86,108	—
Divis Laboratories Ltd	42	2	2	47,052	—
Dr Reddy Laboratories	86	5	5	36,402	—
Educomp Solutions Ltd	23	10	10	60,604	212,485
Elecon Engineering Ltd	—	—	—	—	274,049
Emco Ltd	—	—	—	—	262,626
Exide Industries Ltd	1,733	1	1	130,374	228,026
GVK Power and Infrastructure Ltd	1,777	1	1	39,531	—
Geojit Financial Services Ltd	—	—	—	—	198,026
Gujarat NRE Coke Ltd	—	—	—	—	226,258
Hindustan Const Company Ltd	—	—	—	—	178,418
ICICI Bank Ltd	108	10	10	44,219	—
ICSA India Ltd	370	2	2	102,864	—
Idea Cellular Ltd	972	10	10	47,738	—
India Infoline Ltd	473	10	10	29,247	661,485
Infrastructure Development Finance	704	10	10	49,778	—
IVRCL Infra and Projects Ltd	654	2	2	192,537	224,129
Kalpataru power Transmission Ltd	165	10	10	49,704	—
Kotak Mahindra Bank Ltd	—	—	—	—	255,804
LIC Housing Finance Ltd	375	10	10	114,709	—
Maruti Udyog Ltd	80	5	5	52,442	—
Motilal Oswal Financial Services Ltd	—	—	—	—	266,072
Patel Engineering Ltd	—	—	—	—	167,086
Punj Lloyd Ltd	—	—	—	—	464,129
Reliance Industries Ltd	136	10	10	176,551	568,884
Reliance Petroleum Ltd	—	—	—	—	133,719
Simplex Infrastructure Ltd	415	2	2	255,076	284,563
Steel Authority of India Ltd	404	10	10	38,969	—
Sterlite Industries India Ltd	160	2	2	54,559	—
Sun TV Network Ltd	399	5	5	61,333	—
Sintex Industries Ltd	—	—	—	—	415,754
Tata Motors	155	10	10	27,474	—
United Phosphorous Limited	400	2	2	8,615	—
Voltas Limited	1,050	1	1	47,109	—
Yes Bank Ltd	—	—	—	—	168,966
Zee News Ltd	1,568	1	1	121,567	410,405
				171,312,097	180,337,857
Quoted Units of Mutual Funds					
Birla Sunlife Dynamic Bond Fund Retail Growth	363,280	10	10	5,000,000	—
Birla Sunlife Equity Linked FMP Series A Aviator	250,000	10	10	2,500,000	—
Canara Robeco Income Growth Fund	2,751,322	10	10	49,900,000	—
DSP Merrill Lynch Opportunity Fund	316,544	10	10	7,932,603	7,932,603
HDFC Cash Mgmt Fund Treasury Adv Institutional Growth (Citi Online)	140,879	10	10	2,676,465	—
HDFC Cash Mgmt Fund Treasury Adv Plan Growth (HDFC Online)	1,873,740	10	10	36,003,532	—
HDFC Cash Mgmt Fund Treasury Adv Plan Wholesale Growth	258,417	10	10	4,927,179	—
HDFC High Interest Fund Short Term Plan Growth	465,420	10	10	7,697,295	—
ICICI Prudential Flexible Income Plan Premium Growth	2,195,177	10	10	35,775,021	—
Kotak India Real Estate Fund (*)	239	100,000	100,000	23,948,000	23,948,000
Morgan Stanley Growth Fund	151,000	10	10	1,464,808	1,464,808
Principal Cash Liquid Growth	28,746	—	—	481,022	—
Reliance Banking Fund	169,837	10	10	5,000,000	5,000,000
Reliance Equity Fund 0 Dividend Payout	1,298,192	10	10	12,981,918	12,981,918
Reliance Liquid Plus 0 Inst. Div	—	—	—	—	13,222,006
Reliance Monthly Interval 0 Institutional fund	—	—	—	—	20,000,000
SBI Debt fund Series 013 months	—	—	—	—	20,000,000
Sundaram BNPP Ultra St Fund Instl Growth	959,360	10	10	11,261,445	—
Sundaram Liq Plus 0 Inst Div Reinvest	—	—	—	—	61,997,419
Sundaram Select Focus	648,759	10	10	11,751,824	11,751,824
Templeton Treasury Mgmt A/c Reg PI Gro	5	—	—	11,490	126,572
Templeton Treasury Mgmt A/c Reg PI Gro	9	—	—	20,442	90,015
UTI Nifty Index Fund	167,661	10	10	6,151,500	6,151,500
				225,484,541	184,666,665
Quoted Value of Shares			TOTAL	396,796,638	365,004,522
Quoted Value/NAV of Units of Mutual Funds				86,446,076	159,479,566
(*) NAV not available				187,102,947	181,004,489

Elegant Marbles & Grani Industries Ltd.

SCHEDULE ANNEXED TO AND FORMING PART OF ACCOUNTS AS AT 31ST MARCH, 2009

SCHEDULE "E" : CURRENT ASSETS, LOANS & ADVANCES

	As at 31st March, 2009 Rs.	As at 31st March, 2008 Rs.
Current Assets		
a. Inventory		
(As taken, valued and certified by Management)		
(Valued at lower of the cost or net realisable value)		
Raw Material		
Marble Blocks	16,120,885	84,655
Granite Blocks	21,789	21,789
Finished Goods		
Marble Slabs	36,414,908	48,310,800
Marble Tiles	3,122,060	3,189,460
Granite Tiles	34,222	34,222
Granite Slabs	178,471	365,510
Ceramic Tiles	236,791	----
	56,129,126	52,006,436
b. Sundry Debtors		
(Unsecured & considered good)		
i. Over six months	454,596	----
ii. Others	14,779,057	3,307,607
	15,233,653	3,307,607
c. Cash and Bank Balances		
Balances with Scheduled Banks		
in Current Accounts	3,016,523	13,845,982
Cash in hand	849,710	865,030
	3,866,233	14,711,012
	75,229,012	70,025,055
d. Loans & Advances		
(Unsecured & considered good)		
Advances recoverable in cash or in kind or for value to be received.	31,754,843	36,914,485
	31,754,843	36,914,485
TOTAL	106,983,855	106,939,540

SCHEDULE "F" : CURRENT LIABILITIES & PROVISIONS

Current Liabilities		
Sundry Creditors	47,198,065	42,604,607
Advance against order	25,496,271	7,261,171
Other Liabilities	5,258,901	5,678,509
	77,953,237	55,544,287
Provisions		
Provision for Taxation	14,500,000	12,900,000
Provision for Fringe Benefit Tax	497,500	407,500
Proposed Dividend	9,000,000	9,000,000
Provision for Corporate Dividend Tax	1,529,550	1,529,550
	25,527,050	23,837,050
TOTAL	103,480,287	79,381,337

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SCHEDULE ANNEXED TO AND FORMING PART OF ACCOUNTS AS AT 31ST MARCH, 2009

SCHEDULE "G" : MISCELLANEOUS INCOME

	As at 31st March, 2009 Rs.	As at 31st March, 2008 Rs.
Dividend	7,521,031	27,353,618
Income from investment in shares and derivatives	3,301,426	20,485,119
Interest received	314,878	17,000
Miscellaneous Income	108,109	-----
Compensation for delay in redemption	-----	30,062
TOTAL	<u>11,245,444</u>	<u>47,885,799</u>

SCHEDULE "H" : INCREASE/(DECREASE) IN STOCK

Closing Stock of finished goods	39,986,452	51,899,992
Less: Opening Stock of Finished Goods	<u>(51,899,992)</u>	<u>(35,427,372)</u>
Increase/(Decrease) in Stock	<u>(11,913,540)</u>	<u>16,472,620</u>

SCHEDULE "I" : MANUFACTURING AND TRADING EXPENSES

Power and Water charges	962,105	908,629
Fibre, Filling etc. charges	3,768,555	4,782,647
Repairs & Maintenance - Plant & Machinery	223,688	72,251
Insurance, Rates & Taxes	26,251	28,631
Travelling Expenses	-----	1,700
TOTAL	<u>4,980,599</u>	<u>5,793,858</u>

SCHEDULE "J" : ADMINISTRATIVE EXPENSES

Directors' Remuneration	3,600,000	2,100,000
Vehicle Expenses	162,368	262,087
Telephone Expenses	367,769	372,908
Rent, Rates & Taxes	4,706,060	4,293,291
Electricity & Water Charges	973,730	886,915
Auditors' Remuneration	100,000	100,000
Repairs - Others	57,780	35,602
Legal & Professional Fees	356,122	133,084
Miscellaneous Expenses	<u>1,251,862</u>	<u>1,504,053</u>
TOTAL	<u>11,575,691</u>	<u>9,687,940</u>

SCHEDULE "K" : SELLING AND DISTRIBUTION EXPENSES

Commission on Sales	85,000	32,000
Sales Promotion Expenses	40,168	92,621
Travelling Expenses	267,113	1,272,489
Discount	5,170	-----
Bad Debts Written Off	90,640	-----
Export Expenses	-----	203,580
TOTAL	<u>488,091</u>	<u>1,600,690</u>

Elegant Marbles & Grani Industries Ltd.

SCHEDULES ANNEXED TO AND FORMING PART OF ACCOUNTS AS AT 31ST MARCH, 2009

SCHEDULE 'L' : NOTES TO ACCOUNTS

1. Significant Accounting Policies

- i. The financial statements are prepared under the historical cost convention as a going concern and are generally in accordance with the requirements of the Companies Act, 1956. The accounting policies not specifically mentioned are consistent with generally accepted accounting principles.
- ii. All items of income and expenditure are accounted for on accrual basis. However, gratuity is being accounted for on cash basis as the Company has not got actuarial valuation done of its total future liability for its employees on account of gratuity as the employees eligible for gratuity is insignificant.
- iii. **Investments**
Investments are stated at cost.
- iv. **Fixed Assets**
Fixed Assets are stated at cost (including adjustments on revaluation) less accumulated depreciation. Cost of acquisition is inclusive of freight, duties and other incidental expenses incurred during construction period and exclusive of cenvat credit availed thereon.
- v. **Depreciation**
The Company is providing depreciation on straight line method as per rates given in Schedule XIV of the Companies Act, 1956 on pro rata basis.
- vi. **Valuation of inventory**
 - a) Raw materials are valued at cost.
 - b) Finished goods are valued at lower of cost or net realisable value.
 - c) Stores items purchased during the year are treated as consumed.
- vii. **Foreign Currency Transaction**
 - a. Transactions denominated in foreign currencies are normally recorded at the exchange rates prevailing at the time of the transaction. Foreign currency transactions remaining unsettled till finalisation of accounts for the year are translated at contracted rates when covered by forward exchange contracts and at year end rates in all other cases.
 - b. Balance in Exchange Earner's Foreign Currency account is stated at the exchange rates prevailing at the end of the year.
- viii. **Contingent Liability**
Contingent Liability, if any, are generally not provided for in the accounts and are shown separately as a note to the accounts.
- ix. Sales-tax & Service tax collected by the Company are not treated as a part of its revenue.
- x. **Taxes on income**
Current tax is determined as the amount of tax payable in respect of taxable income for the year. Deferred tax is recognised on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Where there is unabsorbed depreciation and carry forward losses, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Other deferred tax assets are recognised only to the extent there is reasonable certainty of realisation in future.
- xi. **Segment Reporting**
The accounting policies adopted for segment reporting are in line with the accounting policy of the Company. Revenue and expenses, which relate to the enterprise as a whole and not allocable to segments on a reasonable basis, have been included under the head "Unallocated expenses."
- xii. **Financial Derivatives & Commodity Hedging Transactions**
 - a. Financial derivatives and commodity hedging contracts are accounted on the date of their settlement and realised gain/loss in respect of settled contracts are recognised in the profit & loss account.
 - b. The unrealised loss on contracts outstanding at the year end are provided for in the books of account of the Company in accordance with the guidance note on Accounting for Equity Index & Equity Stock Futures and Options issued by the Chartered Accountants of India.

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SCHEDULES ANNEXED TO AND FORMING PART OF ACCOUNTS AS AT 31ST MARCH, 2009 SCHEDULE 'L': NOTES TO ACCOUNTS (Contd.)

1. Significant Accounting Policies

xiii. Impairment of assets

The carrying amount of assets is reviewed at each balance sheet date for any indication of impairment based on internal external factors. An impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount and is charged to the Profit & Loss account in the year of identification as an impaired asset. The impairment loss recognised in prior accounting periods is reversed if there is a change in the estimate of recoverable amount.

	As at 31st March, 2009 Rs.	As at 31st March, 2008 Rs.
2. Auditors Remuneration		
i. Audit Fee	90,000	90,000
ii. Tax Audit Fee	10,000	10,000
iii. Income-tax matters	-----	-----
	100,000	100,000
3. Remuneration paid to Directors		
Salaries	36,00,000	21,00,000
Value of perquisites	29,05,630	28,75,380
Directors' sitting fee	30,000	30,000

4. Information required by paragraphs 3 and 4 of Part II of Schedule VI of the Companies Act, 1956

	Unit	As at 31/03/2009		As at 31/03/2008	
		Qty.	Amount Rs.	Qty.	Amount Rs.
1. Sales & Stocks					
a. Sales					
Marble Slabs	Sq. Mtrs.	69641.2 }		71,191.4 }	
Marble Tiles	Sq. Mtrs.	64.2 }	13,70,36,848	173.5 }	13,80,01,731
Ceramic Tiles	Sq. Mtrs.	1661.9 }		165.8 }	
Granite Slabs	Sq. Mtrs.	1456.8 }		207.2 }	
Granite Tiles	Sq. Mtrs.	----- }		26.5 }	
Gold	Gms.	-----	-----	45,906.6	4,73,81,303
b. Opening Stock					
Raw Materials					
Marble Blocks	C.Fts.	1,839.5	84,655	2,192.4	48,747
Granite Blocks	C.Mts.	3.8	21,789	3.8	21,789
Finished Goods					
Marble Slabs	Sq. Mtrs.	38,202.5	4,83,10,800	35,940.3	3,50,54,342
Marble Tiles	Sq. Mtrs.	3,247.5	31,89,460	397.0	67,223
Granite Slabs	Sq. Mtrs.	159.8	3,65,510	138.0	2,51,938
Granite Tiles	Sq. Mtrs.	54.64	34,222	81.1	46,169
c. Closing Stock					
Raw Materials					
Marble Blocks	C.Fts.	1463.7	15,62,488	1,892.3	84,655
Granite Blocks	C.Mts.	3.8	21,789	3.8	21,789
Finished Goods					
Marble Slabs	Sq. Mtrs.	27937.2	3,64,14,908	37,973.5	4,83,10,800
Marble Tiles	Sq. Mtrs.	3183.3	31,22,060	3,247.5	31,89,460
Granite Slabs	Sq. Mtrs.	79.4	1,78,471	159.8	3,65,510
Granite Tiles	Sq. Mtrs.	54.6	34,222	54.6	34,222
Ceramic Tiles	Sq. Mtrs.	87.7	2,36,791	-	-
2. Purchases					
Marble Slabs	Sq. Mtrs.	42799.6 }		63,500.0 }	
Marble Tiles	Sq. Mtrs.	----- }		3,024.1 }	
Ceramic Tiles	Sq. Mtrs.	1749.6 }	9,65,03,610	165.8 }	13,23,55,864
Granite Slabs	Sq. Mtrs.	1376.4 }		229.1 }	
Gold	Gms.	-----	-----	45,906.6	4,73,17,397

Elegant Marbles & Grani Industries Ltd.

SCHEDULES ANNEXED TO AND FORMING PART OF ACCOUNTS AS AT 31ST MARCH, 2009

SCHEDULE 'L': NOTES TO ACCOUNTS (Contd.)

4. Information required by paragraphs 3 and 4 of Part II of Schedule VI of the Companies Act, 1956 (Contd.)

	Unit	As at 31/03/2009		As at 31/03/2008	
		Qty.	Amount Rs.	Qty.	Amount Rs.
3. Consumption of Raw Material					
Marble Blocks	C.Fts.	17,256	77,87,697	10,684	5,03,308
4. Production					
Marble Slabs	Sq. Mtrs.	16,576	-----	9,725	-----
5. Licenced capacity (Sq.ft.)(Marble Unit)		9,00,000		9,00,000	
Installed Capacity (in Sq. Mtr.)*					
Marble Unit		80,000		80,000	
Granite Unit		16,100		16,100	
Capacity utilised (in Sq. Mtr.)					
Marble Unit		24,838		21,300	
Granite Unit		-----		-----	
As certified by a Director and relied upon by the auditors, it being a technical matter.					
6. Value of imported & indigenous materials consumed					
		%	Amount (Rs.)	%	Amount (Rs.)
<u>Raw Materials</u>					
Imported		-----	-----	-----	-----
Indigenous		100.00	77,87,697	100	5,03,308
<u>Stores</u>					
Imported		-----	-----	-----	-----
Indigenous		100	30,35,756	100	38,23,037
7. Value of Imports calculated on C. I. F. Basis			-----		-----
8. F.O.B. value of exports			40,27,540		21,79,937
9. Expenditure in foreign currency					
Foreign Travelling expenses			2,67,113		11,09,250
5. In the opinion of the management and to the best of their knowledge, the current assets, loans & advances are approximately of the value stated, if realised in the ordinary course of business, unless otherwise stated.					
6. Earning Per Equity Share			Rs.		Rs.
Profit/(Loss) after tax as per Profit & Loss A/c			1,96,51,744		5,57,48,490
Weighted Average number of Equity Shares outstanding			45,00,000		45,00,000
Basic and Diluted Earning per share			4.37		12.39
Face value of shares			10.00		10.00

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SCHEDULES ANNEXED TO AND FORMING PART OF ACCOUNTS AS AT 31ST MARCH, 2009

SCHEDULE 'L': NOTES TO ACCOUNTS (Contd.)

7. Contingent Liability

- (i) The Company has given guarantee to the Central Sales-tax authorities to the tune of Rs. 5000/- only.
(ii) Pending disposal of appeal by Bombay High Court, which was preferred by the landlord against levy of Municipal taxes at a higher rate by Brihanmumbai Municipal Corporation (BMC), the Company paid 40% of the demand pursuant to interim order by the High Court.

8. **The Company is trying to ascertain the Small Scale Industries status of its creditors.**

9. Segment Information

The business segment has been considered as the primary segment. The Company is organised into three main business segments, viz., Marble & Granite, Precious Metals and investment activities. The above business segments have been identified considering:

- i. The customers;
ii. The differing risks and returns;
iii. The internal financial reporting system.

	Marble & Granite	Precious Metals	Investment Activities	Total
a. <u>Primary Business Segments</u>				
Revenue				
External revenue	14,63,72,598	----	1,09,30,566	15,73,03,164
Inter-segment revenue	----	----	----	----
<u>Results</u>				
Total Segment results	2,16,27,378	----	1,07,84,728	3,24,12,106
Interest receipts				314,878
Interest expenses				-----
Unallocated expenses				(114,29,853)
Provision for Income-tax				(16,00,000)
Earlier year provision written back				-----
Deferred tax				44,613
Provision for Fringe Benefit Tax				(90,000)
Profit after Tax				1,96,51,744
<u>Other Information</u>				
Segment Assets	11,95,24,215	5,455	39,74,08,921	51,69,38,591
Unallocated Assets	----	----	----	----
Total Assets	11,95,24,215	5,455	39,74,08,921	51,69,38,591
Segment Liabilities	7,71,33,074	----	2,66,413	7,73,99,487
Unallocated Liabilities				43,95,39,104
Total Liabilities	7,71,33,074	----	2,66,413	51,69,38,591

Capital Expenditure				25,32,403
Non-cash Expenses other than Depreciation/Amortisation				-----
Depreciation/Amortisation				11,92,304

	Domestic	Overseas	Total
b. <u>Secondary Segment</u>			
External Revenue by location of customers	15,32,75,624	40,27,540	15,73,03,164
Carrying amount of Segment Asset by location of asset	51,69,38,591	----	51,69,38,591
Cost incurred on acquisition of tangible and intangible fixed assets	25,32,403	----	25,32,403

Elegant Marbles & Grani Industries Ltd.

SCHEDULES ANNEXED TO AND FORMING PART OF ACCOUNTS AS AT 31ST MARCH, 2009

SCHEDULE 'L' : NOTES TO ACCOUNTS (Contd.)

10. Disclosure as required by Accounting Standard - 18 on "Related Party Disclosures" issued by the Institute of Chartered Accountants of India are as follows :

a) Related parties where control exists :

- | | |
|--|--|
| i. Madhu Holdings Private Limited | ii. Eternal Holdings Private Limited |
| iii. Elegant Financial Services Limited | iv. Alka Granites Private Limited |
| v. Tiles & Styles India Private Limited | vi. Everlasting Properties Private Limited |
| vii. Peaceful Properties Private Limited | viii. Everfresh Properties Private Limited |

b) Key management personnel & their relatives :

- | | |
|---|--|
| i. Shri Rajesh Agarwal, Director | ii. Shri Rakesh Agarwal, Director |
| iii. Shri R. S. Agarwal, father of the above Directors. | iv. Mrs. Alka Agarwal, wife of Shri Rajesh Agarwal |

c) The following transactions were carried out with the related parties in the ordinary course of business :

- | | |
|---|---------------|
| i. Rent paid | Rs. 4620000/- |
| ii. Remuneration paid to Directors | Rs. 3600000/- |
| iii. Purchase of goods | Rs. 94002/- |
| d) <u>Debit balances outstanding</u> | |
| Deposits given against Directors' Residential flats | Rs. 8000000/- |

11. Deferred Tax

The Company has adopted "Accounting Standard 22 : Accounting for Taxes on Income" which is mandatory with effect from 1st April, 2001. Accordingly :

	As at 31/03/2009		As at 31/03/2008	
	Deferred Tax		Deferred Tax	
	Assets Rs.	Liabilities Rs.	Assets Rs.	Liabilities Rs.
Difference in value of assets as per books of account & W.D.V. as per I.T. Act, 1961	----	23,65,461	----	24,10,074
	----	23,65,461	----	24,10,074

12. The Company is trying to ascertain the enterprises covered under the Micro, Small and Medium Enterprises Development Act, 2006 (the Act). Based on the details regarding the status of the suppliers, to the extent obtained, no supplier is covered under the Act.

13 Additional Information pursuant to Part IV of Schedule VI to the Companies Act, 1956 :

Balance Sheet Abstract and Company's General Business Profiles

1. Registration Details			
Registration No	3134	State Code	17
Balance Sheet Date	31.03.2009		
2. Capital raised during the year		(Amount in Rupees thousand)	
Public Issue	NIL	Right Issue	NIL
Bonus Issue	NIL	Private Placement	NIL
3. Position of Mobilisation and Deployment of Funds :			
Total Liabilities	4,13,458	Total Assets	4,13,458
Sources of Funds		Reserves & Surplus	3,66,093
Paid up Capital	45,000	Deferred Tax Liability	2,365
Share Application Money	NIL	Unsecured Loans	NIL
Secured Loans	NIL		
Application of Funds		Investments	3,96,797
Net Fixed Assets	13,158	Misc. Expenditure	NIL
Net Current Assets	3,504		
Accumulated Losses	NIL		

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SCHEDULES ANNEXED TO AND FORMING PART OF ACCOUNTS AS AT 31ST MARCH, 2009

SCHEDULE 'L' : NOTES TO ACCOUNTS (Contd.)

4. Performance of Company :

Turnover & other income	1,57,618
Profit / (Loss) Before Taxes	21,297
Earning per share	4.37

(Amount in Thousand Rupees)

Total Expenditure	1,36,321
Profit / (Loss) After Taxes	19,652
Dividend Rate(%)	20.00

5. Generic names of principal products/services of the Company

a. Item code (ITC Code)	2515.12
Product description	MARBLE

b. Item code (ITC Code)	2516.12
Product description	GRANITE

14. Disclosure as required by Guidance Note on Accounting for Equity Index & Equity Stock Futures and Options issued by The Chartered Accountants of India are as follows :

Derivative contracts entered into by the Company and outstanding as on 31st March, 2009 :

- There is no foreign currency exposure to the Company.
- The Company has given following shares held as investment to brokers as a security in lieu of margin required against its dealing in derivatives.

Name of the Company	No. of Shares
Reliance Industries Ltd	2,050
Tata Steel Ltd.	2,000

- There were no contracts of futures/options in commodities/Equity pending as on the date of balance sheet.
- The following Futures Contracts were outstanding as at 31st March 2008 :

Name of the Equity Stock Futures	Nominal Value	Quantity	
		Long	Short
Lupin (Apr 08)	6,82,036	1,400	----
Ansal Infra (April 08)	13,71,621	9,100	----
HDIL (April 08)	43,51,576	7,200	----

15. Disclosure as required by "Accounting Standard 24 : 'Discontinuing Operations' :

- The Board of Directors in their meeting held on 9th December, 2005 decided to sell the company's entire unit at Abu Road. The said resolution of the Board was subsequently ratified by the shareholders by postal ballots as reported by scrutinizer on 25th January, 2006, .
- The business of the unit was reported in the 'marble & granite' segment in disclosures as per "AS 17 : Segment Reporting".
- No further developments have taken place till the finalisation of this balance sheet and as such no time frame can be given for completion of the discontinuing operation.
- The carrying amounts relating to the said unit are summarised below :

		2009	2008
Total Assets	Rs.	3,51,17,756	83,74,278
Total Liabilities	Rs.	2,07,85,027	1,08,55,946
Total Revenue	Rs.	1,38,32,555	26,40,225
Total Expenditure	Rs.	1,48,88,167	37,30,532
Pre-tax profit of the unit	Rs.	(10,55,612)	(10,90,307)
Net Cash flow attributable to the operations of the unit	Rs.	2,76,999	5,46,108

16. Figures of the previous year have been regrouped and rearranged to correspond to current year's classification.

17. Figures have been rounded off to the nearest rupee.

Signature to Schedule 'A' to 'L'

In terms of our report of even date

For & on behalf of Board of Directors

For RAVI & DEV
Chartered Accountants

Rajesh Agrawal
Chairman & Managing Director

(DEVENDRA A. MEHTA)
Partner

Rakesh Agrawal
Deputy Managing Director

Place : Mumbai
Date : 18th August, 2009

Mumbai
18th August, 2009

Elegant Marbles & Grani Industries Ltd.

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2009

	2009 Amount Rs.	2008 Amount Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net profit before tax and extra-ordinary items	21,297,131	59,366,666
Adjustments for :		
Depreciation	1,192,304	1,369,168
Wealth Tax	-----	-----
Profit on Sale of Shares / Derivative/Commodity/Intra day	(3,301,426)	(20,485,119)
Profit on sale of Fixed Assets	-----	(781,382)
Interest / Dividend	(7,835,909)	(27,370,618)
	11,352,100	12,098,715
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES :		
Adjustments for :		
Trade and other receivables	(4,460,988)	10,114,580
Inventories	(4,122,690)	(16,508,528)
Trade payables	22,408,950	19,400,515
	25,177,372	25,105,282
CASH GENERATED FROM OPERATIONS		
Direct taxes paid	(2,305,416)	(6,300,763)
Income Tax refund	-----	-----
Net cash from operating activities (A)	22,871,956	18,804,519
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of Fixed assets	(2,532,404)	(652,298)
Sale of fixed assets	-----	1,492,082
profit on sale of Fixed Assets	-----	4,000
Investment in Shares and Mutual funds	(31,792,116)	(48,765,551)
Interest received	314,878	17,000
Profit on Sale of Shares / Derivative/Commodity/Intra day	3,301,426	20,485,119
Dividend received	7,521,031	27,353,618
Net cash used in investment activities (B)	(23,187,185)	(66,030)
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Dividend paid	(10,529,550)	- (10,529,550)
Net cash used in financing activities (C)	(10,529,550)	(10,529,550)
Net Increase / (Decrease) in cash and cash equivalents (A+B+C)	(10,844,779)	8,208,940
Cash & cash equivalents as at 31.03.2008 (Opening balance)	14,711,012	6,502,072
Cash & cash equivalents as at 31.03.2009 (Closing balance)	3,866,233	14,711,012

Note : 1. The Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Accounting Standard - 3 on Cash Flow Statements issued by the Institute of Chartered Accountants of India.

2. The previous year's figures have been regrouped wherever necessary in order to conform to this year's presentation.

For & on behalf of Board of Directors

This is the Cash Flow Statement referred
to in our report of even date.
For **RAVI & DEV**
Chartered Accountants

Rajesh Agrawal
Chairman & Managing Director

Rakesh Agrawal
Deputy Managing Director

(DEVENDRA MEHTA)
Partner
Mumbai
18th August, 2009

Mumbai
18th August, 2009

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Elegant Marbles & Grani Industries Ltd.

Regd. Office : E 7/9, RIICO Industrial Area, Abu Road 307 026, Rajasthan.

24TH ANNUAL GENERAL MEETING

ATTENDANCE SLIP

FOLIO No.

(To be filled by the Shareholder)

I declare that I am a Registered Shareholder of the Company and hold Shares

Member's Signature

NOTE :

- 1. A member / proxy attending the meeting must complete this Attendance Slip and hand it over at the entrance.
- 2. Member intending to appoint a proxy should complete the Proxy Form as below and deposit it at the Company's Registered Office not later than 48 hours before the commencement of the meeting.

Name of the Proxy in BLOCK LETTERS

Proxy's Signature

Elegant Marbles & Grani Industries Ltd.

Regd. Office : E 7/9, RIICO Industrial Area, Abu Road - 307 026, Rajasthan

20th ANNUAL GENERAL MEETING

FORM OF PROXY

I/We
of in the district of
being a Member / Members of Elegant Marbles & Grani Industries Ltd., hereby appoint
.....of.....
in the district of.....or failing him.....
of..... in the district of.....
as my / our Proxy to attend and vote for me / us on my / our behalf at the Annual General Meeting of the Company
to be held at the Registered Office of the Company at E 7/9, RIICO Industrial Area, Abu Road 307 026, Rajasthan
on Tuesday 29th September, 2009 at 9.00 A. M. and at any adjournment thereof.

As witness my / our hand/s this day of..... 2009

AFFIX Re. 1/- REVENUE STAMP

Signature

NOTE : A Member entitled to attend and vote at the Meeting is entitled to appoint a Proxy to attend and vote instead of himself and the Proxy need not be a Member. This instrument appointing a Proxy and the Power of Attorney if any, under which it is signed should be deposited at the Registered Office of the Company not less than forty eight hours before the time for holding the aforesaid Meeting.



TEAR HERE





Renovated Corporate Office at Mumbai