

THE FIRST CUSTODIAN FUND (INDIA) LTD.



23rd ANNUAL REPORT 2008-2009

F-45

TWENTY THIRD ANNUAL REPORT 2008 - 2009

BOARD OF DIRECTORS

Surendrakumar Banthia	Chairman
Sushil Mantri	Executive Director
Manish Banthia	Whole Time Director

AUDITORS

M/s. Paresh D. Shah & Co.
Chartered Accountants

BANKERS

Orient Bank of Commerce
HDFC Bank

REGISTERED OFFICE

11, Camac Street,
Kolkata - 700 017.

CORPORATE OFFICE

3, Surya Mahal, 3rd Floor
Nagindas Master Road,
Fort, Mumbai - 400 023.

REGISTRAR & SHARE TRANSFER AGENTS

Sharex Dynamic(India) Private Limited,
17/B, Dena Bank Building, 2nd Floor,
Horniman Circle, Fort Mumbai – 400 001.
Tel. No. 22 70 24 85, 22 64 13 76
Fax No. 22 64 13 49
E-mail : sharexindia@vsnl.com

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Annual General Meeting of the Company will be held on Saturday, 26th September, 2009 at 11.00 a.m. at 11, Camac Street, Kolkata 700 017

NOTICE

NOTICE is hereby given that the Twenty Third Annual General Meeting of the Members of **THE FIRST CUSTODIAN FUND (INDIA) LIMITED** will be held on Saturday, 26th September, 2009 at the Registered Office of the Company at 11, Camac Street, Kolkata 700 017 at 11.00 a.m.

ORDINARY BUSINESS

- 1) To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2009 and Audited Profit and Loss Account for the year ended 31st March, 2009 together with Report of Directors and Auditors thereon.
- 2) To appoint a Director in place of Mr. Sushil Mantri, who retires by rotation, and being eligible offers himself for re-appointment.
- 3) To appoint Auditors and fix their remuneration.

By Order of the Board of Directors
FOR **THE FIRST CUSTODIAN FUND (INDIA) LTD.**

Registered Office :
11, Camac Street,
Kolkata 700 017.

Sushil Mantri
Executive Director

Place : Mumbai
Date : 30th June, 2009
Note :

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER.
2. THE INSTRUMENT APPOINTING A PROXY SHOULD, HOWEVER BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN 48 HOURS BEFORE THE TIME FOR HOLDING THE MEETING THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.
3. The Register of Members and the Share Transfer Register of the Company shall remain closed from Monday, 21st September, 2009 to Saturday, 26th September, 2009 (both days inclusive).
4. The members are requested to :
 - a) Intimate changes, if any, in their Registered address to the Company's Share Transfer Agents M/s. Sharex Dynamic India Private Limited having their office situated at 17/B, Dena Bank Building, 2nd Floor, Horniman Circle, Fort, Mumbai: 400 001.
 - b) Quote ledger folio numbers in all their correspondence.
 - c) Get the multiple folios consolidated and also get the shares transferred in joint names if they are held in single name to avoid inconvenience in future and
 - d) Bring their copies of the Annual Report and the Attendance Slips with them at the Annual General Meeting.
 - e) Write atleast 10 days prior to the date of Meeting, any information which they desire on the accounts, to enable the management to keep the information ready.
 - f) Members, who hold shares in the Dematerialised form, are requested to bring their Depository accounts number for identification.
6. The Securities and Exchange Board of India has made it mandatory for all companies to use the bank account details furnished by the depositories for depositing dividend through Electronic Clearing Services (ECS) to investors wherever ECS and bank details are available. In the absence of ECS facilities, the Company will print the bank account details, if available, on the payment instrument for distribution of dividend. **This system shall be utilized only when the Company declares dividend.**
7. As per the provisions of the Companies Act, 1956 facility for making nominations is available for shareholders, in respect of the shares held by them. Nomination forms can be obtained from Depository Participants (DPs) in respect of their holdings in electronic form and from the company's Registrar and Transfer agent or Secretarial department of the company in respect of their holding in physical form.

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DIRECTOR'S REPORT

To
The Members,

Your Directors present herewith the Twenty Third Annual Report of your Company together with the Audited Accounts for the year ended 31st March, 2009.

1. FINANCIAL RESULTS

	Year Ended <u>31/3/2009</u>	(Rs. in Lacs) Year Ended <u>31/3/2008</u>
Gross Income	47.75	219.77
Total Expenditure	43.43	54.24
Interest Expenses	1.69	0.15
Gross Profit	2.63	165.35
Depreciation	<u>4.01</u>	<u>3.75</u>
Profit/(Loss) before Tax	(1.38)	161.63
Less: Income Tax	0.60	19.00
Less : Fringe Benefit Tax	0.20	0.20
Less/(Add) : Deferred Tax	0.29	0.66
Less: Income Tax paid - Written off	--	<u>1.77</u>
Net Profit/(Loss) after Tax	<u>(2.47)</u>	<u>143.54</u>
Add : Profit brought forward from previous year	<u>678.02</u>	<u>534.48</u>

APPROPRIATIONS

Profit Carried Forward to Balance Sheet	<u>675.53</u>	<u>678.02</u>
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2. DIVIDEND

Your Directors do not recommend dividend for the financial year ended 31st March, 2009, in order to conserve the resources of the Company.

3. OPERATIONS

The year under review was not exciting for the Capital Market activities. The Company has earned Rs. 47.75 lacs from Secondary Market Operations. The Company hopes to achieve good result in baring unforeseen circumstances.

4. DIRECTORS

Shri Sushil Mantri retires by rotation at the forthcoming Annual General Meeting and being eligible offers himself for re-appointment.

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

The disclosures in terms of Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, (**Referred to as the rules**) are as follows:

A. Conservation of Energy:

The Company is not engaged in any manufacturing activity.

Hence, the Company has not taken any energy conservation measures. There are no additional investments and proposals, for reduction of consumption of energy. The Company does not fall within the category of list of industries mentioned in Schedule forming part of the rules. Hence, no disclosures are required to be given in Form A as annexed to the rules.

B. Technology Absorption:

The Company has not deployed any Research and Development facility or absorbed any technology. Hence, no disclosures are required to be given in Form B as annexed to the rules.

C. Foreign Exchange Earning and Outgo:

Foreign Exchange Earnings/Outgo :	Rs.
Foreign Exchange Earned	Nil
Foreign Exchange Outgo	Nil

Note: The Company has not engaged into any activities relating to exports.

6. FIXED DEPOSITS

The Company has not accepted any deposits from the public.

7. PARTICULARS OF EMPLOYEES

Particulars of Employees as required under Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975, as amended is not given as there was no employee drawing the salary as per the limits mentioned in the said Section and Rules.

8. LISTING OF EQUITY SHARES

The Company's equity shares are listed on the Bombay Stock Exchange. The Company has paid listing fees for the year ended 2009-10 with the Exchange is paid.

9. DIRECTORS RESPONSIBILITY STATEMENT.

Pursuant to the requirement Under Section 217 (2AA) of the Companies Act, 1956 with respect to the Directors Responsibilities Statement, it is hereby confirmed;

- i) That in the preparation of the Annual Accounts for the financial year 31st March, 2009, the applicable accounting standards have been followed alongwith proper explanation relating to material departures.
- ii) That the Directors have selected such accounting policies and applied them consistently and made judgment and estimates that were 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 year under review.
- iii) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv) That the Directors have prepared the Accounts for the financial year ended 31st March, 2009 on a going concern basis.

10. COMPLIANCE CERTIFICATE U/S. 383 A

In terms of subsection (1) of section 383A read with The Companies (Compliance Certificate) Rules, 2001, the Company has obtained the Compliance Certificate received from M/s. P.C. Shah & Co., Practising Company Secretary and is attached to this Report.

11. AUDITORS

M/s. Paresh D. Shah & Co., Chartered Accountants retire at the forthcoming Annual General Meeting and being eligible offer themselves for re-appointment. The Company has received a certificate from them to the effect that their re-appointment, if made would be within the prescribed limits specified under Section 224(1B) of the Companies Act, 1956. The Company has received a certificate from them to the effect that their re-appointment, if made would be within the prescribed limits specified under Section 224(1B) of the Companies Act, 1956.

12. ACKNOWLEDGMENT

The Board wishes to acknowledge and appreciate all its customers, employees and bankers for their continuous support to the Company.

By Order of the Board of Directors

FOR THE FIRST CUSTODIAN FUND (INDIA) LTD.

**FORM[SEE RULE 3]
COMPLIANCE CERTIFICATE**

ToThe Members,
The First Custodian Fund (India) Limited

We have examined the registers, records, books and papers of The First Custodian Fund (India) Limited (the Company) as required to be maintained under the Companies Act, 1956, (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2009. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the company, its officers and agents, we certify that in respect of the aforesaid financial year:

1. The company has kept and maintained all registers as stated in Annexure 'BA to this certificate, as per the provisions and the rules made thereunder and all entries therein have been duly recorded.
2. The company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies, or other authorities within the time prescribed under the Act and the rules made thereunder.
3. The company is a public limited company, the restriction clauses as provided in section 3(1)(iii) of the Companies Act, 1956, is not applicable.
4. During the financial year, the Board of Directors duly met 5 times on 23rd April, 2008, 25th June, 2008, 30th July, 2008, 31st October, 2008 and 30th January, 2009, in respect of which meetings, proper notices were given and the proceedings were properly recorded and signed.
5. During the financial year the company has closed its Register of Members and Share Transfer Register from 25th August, 2008 to 30th August, 2008 after complying the provisions of section 154 of the Companies Act, 1956 during the financial year.
6. The annual general meeting for the financial year ended on 31st March, 2008 was held on 30th August, 2008 after giving due notice to the members of the company and the resolutions passed there at were duly recorded in Minutes Book maintained for the purpose.
7. No extra ordinary general meetings were held during the financial year.
8. The company has not advanced any loans to its directors and/or persons or firms or companies referred in the section 295 of the Act.
9. The company has not entered into any contracts falling within the purview of section 297 of the Act.
10. The company has made necessary entries in the Register maintained under section 301 of the Act.
11. As there were no instances falling within the purview of section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, Members or Central Government, as the case may be.
12. The Board of Directors approves the duplicate share certificates from time to time.
13. The Company has:
 - (i) not made any allotment of securities during the financial year. 59.17 % of the shares of the Company are dematerialized and 40.83 % of the shares of the Company are in physical form. The transfer/transmission of shares in dematerialised form is through depositories mechanism. The transfer/transmission of physical shares is duly executed by the Company's appointed Registrar and Share Transfer Agent, M/s. Sharex Dynamic (India) Private Limited. The Shareholders/Investors Grievances Committee takes on record all the physical share transfers from time to time and resolves any investor grievance with respect to non-transfer of shares through depository mode.

Further, all the share certificates lodged for transfers/transmission are duly delivered to the shareholders in accordance with the provisions of the Act.

- (ii) not deposited any amount in a separate bank account as no dividend was declared during the financial year.
 - (iii) not posted warrants to any member of the company, as no dividend was declared during the financial year.
 - (iv) no unpaid dividend, application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid and as are required to be transferred to Investor Education and Protection Fund.
 - (v) duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the company is duly constituted. There was one appointment of an additional Director during the financial year.
 15. The Company has not appointed any Managing Director/Whole Time Director/Manager during the financial year.
 16. The Company has not appointed any sole-selling agents during the financial year.
 17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar or such other applicable authorities as may be prescribed in the Act during the year under review.
 18. The directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
 19. The company has not issued any shares/debentures/other securities during the financial year.
 20. The company has not bought back any shares during the financial year.
 21. There was no redemption of preference shares or debentures during the financial year.
 22. There were no transaction necessitating the company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
 23. The company has not invited/ accepted any deposits including any unsecured loans falling within the purview of Section 58A during the financial year.
 24. The company has not borrowed any amount except by way of unsecured loans from Directors during the financial year.
 25. The company has not made any loans or given guarantees or provided securities to other bodies corporate and consequently no entries are made in the Register kept for the purpose. The company has made investments in other bodies corporate and the necessary entries in respect of same have been made in the register kept for the purpose.
 26. The company has not altered the provisions of the memorandum with respect to situation of the company's registered office from one state to another during the year under scrutiny.
 27. The company has not altered the provisions of the memorandum with respect to the objects of the company during the year under scrutiny.
 28. The company has not altered the provisions of the memorandum with respect to name of the company during the year under scrutiny.
 29. The company has not altered the provisions of the memorandum with respect to share capital of the company during the year under scrutiny.
 30. The company has not altered its articles of association during the financial year.
 31. There was no prosecution initiated against or show cause notices received by the company during the financial year for offences under the Act.

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32. The company has not received any money as security from its employees during the financial year under certification as per provisions of section 417(1) of the Act.
33. The company was not required to deposit both employee's and employer's contribution to Provident Fund with prescribed authorities pursuant to section 418 of the Act.

For **P.C. SHAH & CO.**

(PRADIP C. SHAH)

Practising Company Secretary

Partner

Membership No. 1483

Certificate Practice 436

Place: Mumbai

Date : 30th June, 2009.

Annexure A

Registers as maintained by the Company

1. Register of Members u/s. 150.
2. Register of Transfers
3. Register of Directors, Managing Director, Manager and Secretaries u/s.303.
4. Register of Contracts with the Companies and firm in which Director directly or indirectly interested u/s. 301.
5. Register of Director's Shareholding u/s. 307.
6. Minutes of the Annual General Meeting/Extra Ordinary General Meeting and Board Meeting under section 193.
7. Register of Charges.
8. Register of Investments.

Note: Since, 59.17 % of the shares of the Company are in dematerialized format, the register of beneficial owners as per Section 11 of Depositories Act, 1996 is maintained by the concerned Depository.

Annexure B

Forms and Returns as filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ending on 31st March, 2009.

1. Form No. 23AC for Balance Sheet and Form No. 23ACA for Profit & Loss Account for the year ended 31st March, 2008 filed u/s. 220 with the Registrar of Companies, West Bengal, on 2nd September, 2008.
2. Form No. 66 for Compliance Report of M/s. P. C. Shah & Co. for the year ended 31st March, 2008, as required u/s. 383A of the Companies Act, 1956, was filed with the Registrar of Companies, West Bengal on 2nd September, 2008.
3. Form No. 20B for Annual Return filed under Schedule V to the Companies Act, 1956 in respect of AGM held on 30th August, 2008 filed with the Registrar of Companies, West Bengal, on 11th September, 2008.

For **P.C. SHAH & CO.**

(PRADIP C. SHAH)

Practising Company Secretary

Partner

Membership No. 1483

Certificate Practice 436

Place: Mumbai

Date : 30th June, 2009.

AUDITORS' REPORT

TO THE MEMBERS OF THE FIRST CUSTODIAN FUND (I) LTD.

We have audited the attached Balance Sheet of The First Custodian Fund (I) Ltd. as at March 31st, 2009 and also the Profit and Loss Account of the Company 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 of these financial statements based on our audit.

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 misstatements. 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 audit provides a reasonable basis for our opinion.

Further to our comments in the annexure referred to in paragraph above, 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 account as required by law have been kept by the Company, so far as appears from our examination of the books;
- 3) The Balance Sheet and the Profit and Loss Account referred to in this report are in agreement with the books of account;
- 4) In our opinion , the Profit and Loss Account and Balance Sheet comply, in all material respects, with the accounting standards referred to in sub-section 3(c) of section 211 of the Companies Act, 1956. except that the value of the unquoted Investment and physical shares cannot be ascertain and they are shown at purchase value.
- 5) On the basis of the written representations received from the Director's as on 31st March,2009 and taken on records by the Board of Directors, we report that none of the Directors in disqualified as on 31st March 2009 from being appointed as Directors of the Company under clause (g) of Sub - Section (1) of Section 274 of the Company Act, 1956.
- 6) The explanations given to us, the said accounts together with the notes thereto give the information required by the Companies Act, 1956 in the manners so required and give a true and fair view.
 - i. In the case of the Balance Sheet, of the state of the affairs of the Company as at March 31st, 2009.
 - ii. In the case of the Profit and Loss Account, of the Profit for the year 31st March, 2009.
- 7) As required by the Companies (Auditor's Report) order, 2003 (as amended) issued by the Company Law Board in terms section, 227(4-A) of the Companies Act, 1956 and on the basis of such checks as we considered appropriate and according to the information and explanation given to us, we further report on the clause wherever applicable, that :
 - i.
 - a) The Company is maintaining proper records showing full particulars on fixed assets. The fixed assets are physically verified by the management at regular interval.
 - b) During the year the company has not sold substantial part of it fixed Assets.
 - ii. The Fixed assets have not been revalued during the year.
 - iii. The system followed by the management for physical verification of securities is adequate in relation to the size of the Company and the nature of its business.
 - iv. On the basis of the examination of securities records we are of the opinion that the valuation of the securities is fair and in accordance with normally accepted accounting principles. The valuation of Investment is at cost.

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- v. No material discrepancies were noticed on physical verification of securities as compared to book records.
- vi. In our opinion and according to the information and explanation given there is adequate internal control system commensurate with the size of the company and the nature of its business, for the purchase of inventory of securities / and fixed assets and for the sale of securities / and services. During the course of audit no major weakness has been noticed in the internal control system in respect of these areas.
- vii.a) According to the information and explanation given, the Company has granted unsecured loans to companies listed in the register maintained under section 301 of the Act on current account basis. Details of number of parties and the amount involved in the transactions are as under:

Particulars	Maximum Amount outstanding during the year (Rs.)	Balance outstanding as at the year end (Rs.)	No. of parties
Loans granted	1200000	1200000	1

The company is maintaining current account with the above company.

- (b) There is no interest taken on loan granted.
- (c) The party is regular in repayment of principal as stipulated.
- viii.a) According to the information and explanation given, the Company has not taken unsecured loans to companies listed in the register maintained under section 301.
- ix. Based on the audit procedures applied, in opinion, and according to the information and explanations given to us the transactions made in pursuance of contracts or arrangements u/s 301 of the Act have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- x. In our opinion and according to the information and explanations given the company has not accepted deposits from the public.
- xi. In view of the internal controls existing in the company, the company did not find it necessary to have a formal internal Audit system during the year.
- xii. As informed, the company is not required to maintain any cost records prescribed by the Central Government under (d) of sub-section (l) of section 209 of the Act.
- xiii.a) The Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Income tax, wealth Tax, Service Tax, Provident fund and other material statutory Dues applicable to it. As informed, statutory dues in the nature of Employees State insurance, investor Education & Protection fund, Sales tax, Custom duty, Excise duty and Cess are not applicable to the company. According to the information and explanation given, no undisputed amount payable in respect of Income-tax, Wealth tax, service tax, sales tax, Custom Duty, Excise Duty and Cess were in arrears as at March 31, 2009 for a period of more than six months from the date they became payable.
- b) According to the information and explanation given, there are no dues of Income-Tax / Sales Tax / Service Tax / Custom Duty / Excise Duty / Cess which have been deposited on account of any dispute.
- xiv. The Company has accumulated losses at the end of the financial year to the tune of Rs. 2,25,69,767/-
- xv. In our opinion and according to the information and explanation given, the Company has not defaulted in repayment of dues to any financial institution, bank or debenture holders.
- xvi. In our opinion and based on the documents and records produced before us the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xvii. The company is not a chit fund or a nidhi / mutual benefit fund /society. Therefore the provisions of clause

THE FIRST CUSTODIAN FUND (INDIA) LTD.



4(xiii) (a), (b), (c) & (d) of the order are not applicable to the company.

- xviii. The Company has maintained proper records of the transactions and contracts in respect of dealing or trading in shares, securities and timely entries have been made there in. The shares, securities, & other investments have been held by the company in its own name except to the extent of the exemption granted under section 49 of the Act.
- xix. In our opinion and according to information and explanation given, the company has not given guarantees for loans taken by other from banks or financial institutions.
- xx. According to the information and explanations given, the company has not raised any term loans which were applied for the purpose for which they were raised.
- xxi. According to the information and explanations given 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 investment.
- xxii. The Company has not made preferential allotment of shares during the year to parties and companies covered in the register maintained under section 301 of the Act.
- xxiii. According to the information and explanation given, the company has not issued any debentures. Accordingly, the provision of clause 4(xix) of the Order is not applicable to the company.
- xxiv. The Company has not raised any money through public issue during the year. Accordingly, the provision of clause 4(xx) of the Order is not applicable to the company.
- xxv. Based upon the audit procedures performed and information and explanations given, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For Paresh D. Shah & Co.
Chartered Accountants

Place : Mumbai
Dated : 24th June, 2009

(P. D. Shah)
Proprietor
Membership No.40648

FORM NO 29B
(See Rule 40B)

Report under section 115JB of the Income-Tax Act, 1961 for computing the book profit of the Company

1. We have examined the accounts and records of THE FIRST CUSTODIAN FUND (I) P. LTD, 11, CAMAC STREET, CALCUTTA. (PAN NO. AABCT 2088 F) engaged in the business of shares trading in order to arrive at the book profits during the year ended on the 31st March, 2009.
2. We certify that the book profit has been computed in accordance with the provisions of this section. The Tax payable under section 115B of the income Tax Act in respect of the assessment year 2009-2010 is Rs.57910/- which has been determined on the basis of the details in Annexure A to this Form.
3. In our opinion and to the best of our knowledge and according to the explanations given to us the particulars given in Annexure A are true correct.

For Paresh D. Shah & Co.
Chartered Accountants

Place : Mumbai
Dated : 24th June, 2009

(P. D. Shah)
Proprietor
Membership No.40648

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BALANCE SHEET AS AT 31ST MARCH, 2009

	Schedule	AS AT 31.3.2009		AS AT 31.3.2008	
		Rupees	Rupees	Rupees	Rupees
SOURCE OF FUNDS					
<u>SHAREHOLDERS' FUNDS</u>					
Share Capital	A		15000000		15000000
Reserves & Surplus	B		71160342		71407353
	Total		<u>86160342</u>		<u>86407353</u>
APPLICATION OF FUNDS					
<u>FIXED ASSETS</u>					
Gross Block	C		6878889		6768239
Less : Depreciation			<u>(6177705)</u>		<u>(5776351)</u>
Net Block			701184		991888
Investment	D		18534682		18932210
Current Assets, Loans and Advances	E	102331479		125187919	
Less : Current Liabilities & Provisions	F	<u>(35407003)</u>		<u>(58704664)</u>	
Net Current Assets			66924476		66483255
	Total		<u>86160342</u>		<u>86407353</u>
Notes on Accounts	I				

As per our report attached
For Paresh D. Shah & Co.
Chartered Accountants

(P. D. Shah)
Proprietor

Place Mumbai
Dated : 24th June, 2009

For and on behalf of the Board

Sushil Mantri - Director

Manish Banthia - Director



CUSTODIAN

THE FIRST CUSTODIAN FUND (INDIA) LTD.

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

Schedule	FOR THE YEAR ENDED	FOR THE YEAR ENDED
	31.03.2009	31.03.2008
	<u>Rupees</u>	<u>Rupees</u>
INCOME		
Interest	2264823	1521602
Dividend	106895	171658
Income from Operations	2322156	6792252
Long term Capital loss	593203	--
Share Trading	--	728211
Short term Capital Gains	(511307)	12763692
Total (A)	4775770	21977415
EXPENDITURE		
Payment to Employees	G 855355	909722
Administrative & Others Expenses	H 3488253	4514200
Depreciation	C 401354	372091
Interest Paid	168675	15747
Total (B)	4913637	5814760
Total (A-B)	(137867)	16162655
Profit/(Loss) before tax		
Less : Provision for Tax		
Current Tax	60000	1900000
Fringe Benefit Tax	20000	20000
Deferred Tax	29144	66056
Add : Income Tax Paid Written off/ Provision Add Back	--	176997
Profit after Tax	(247011)	14353596
Add : Surplus b/f from previous year	67800795	53447199
Profit available for Appropriation	67553784	67800795
Earning per Share		
(Face Value Rs.10/- per Share)	(0.09)	9.57
Notes on Accounts		
As per our report attached		

For Paresh D. Shah & Co.
Chartered Accountants

(P. D. Shah)
Proprietor

Place Mumbai

Dated : 24th June, 2009

For and on behalf of the Board

Sushil Mantri - Director

Manish Banthia - Director

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	<u>AS AT 31.3.2009</u> Rupees	<u>AS AT 31.3.2008</u> Rupees
SCHEDULE A - SHARE CAPITAL		
Authorised		
60,00,000 Equity Share of Rs. 10/- each (Previous Year 30,00,000 Equity Shares of Rs. 10/- each)	30000000	30000000
Unclassified		
30,00,000 Unclassified Share of Rs. 10/- each (Previous Year 30,00,000 Equity Shares of Rs. 10/- each)	<u>30000000</u>	<u>30000000</u>
Issued, Subscribed and Paid up		
1500000 Equity Share of Rs. 10/- each	<u>15000000</u>	<u>15000000</u>

SCHEDULE B - RESERVES & SURPLUS

Capital Reserve	1695798	1695798
Investment Allowance Reserve	220000	220000
General Reserve	1690760	1690760
Profit and Loss Account	<u>67553784</u>	<u>67800795</u>
	<u>71160342</u>	<u>71407353</u>

SCHEDULE C - FIXED ASSETS

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	AS AT 1/4/08	ADDITION DURING THE YR	AS AT 31/3/09	AS AT 31/3/08	FOR THE YEAR	TOTAL 31/3/09	AS AT 31/3/09	AS AT 31/3/08
FURNITRE & FIXTURES	1617817	--	1617817	1465602	27551	1493153	124664	152215
COMPUTERS INCL. OFFICE EQUIP	5150422	110650	5261072	4310749	373803	4684552	576520	839673
TOTAL	6768239	110650	6878889	5776351	401354	6177705	701184	991888
Previous Year	6283389	484850	6768239	5301260	375091	5776351	991888	882129

THE FIRST CUSTODIAN FUND (INDIA) LTD.



SCHEDULE - D

INVESTMENTS

		AS AT 31.03.2009	AS AT 31.03.2008
A. QUOTED			
Autopal Inds. 5600 (5600)	Eq. Sh. of Rs. 10 each	413000	413000
Global Tele 9316 (9316)	Eq. Sh. of Rs. 10 each	1023738	1023738
Jindal South West 4199 (1700)	Eq. Sh. of Rs. 10 each	3307953	1184900
JSW Steel Ltd. 1030 (1030)	Eq. Sh. of Rs. 10 each	1158788	344083
Mac Agro Industries 100 (100)	Eq. Sh. of Rs. 10 each	6315	6315
Monnet Ispat 6 (6)	Eq. Sh. of Rs. 10 each	228	228
Padmini Poly 1000 (1000)	Eq. Sh. of Rs. 10 each	217960	217960
Panama Petrochem 20000 (20000)	Eq. Sh. of Rs. 10 each	4835296	4835296
Phonix Lamp 50 (50)	Eq. Sh. of Rs. 10 each	5126	5126
Punjab Wires 6100 (6100)	Eq. Sh. of Rs. 10 each	506130	506130
Sanghi Poly 351 (351)	Eq. Sh. of Rs. 10 each	1001	1001
Satyam Computers 25 (25)	Eq. Sh. of Rs. 2 each	5437	5437
Southern Iron -- (75000)	q. Sh. of Rs. 10 each	--	3835250
TCM 100 (100)	Eq. Sh. of Rs. 10 each	355	355
Bang O/S Ltd 6000 (--)	Eq. Sh. of Rs. 10 each	489000	--
		<u>11970327</u>	<u>12378819</u>
(Market Value is Rs.P. Y. Rs. 10454300/-)			
B. UNQUOTED			
Aqua Farma 20000 (20000)	Eq. SH. of Rs. 10 Each	200000	200000
Kanoria Dye-Chem 52500 (52500)	Eq. SH. of Rs. 10 Each	525000	525000
Pan Auto Ltd 100000 (100000)	Eq. SH. of Rs. 10 Each	1100000	1100000
Vishal Footwear 200000 (200000)	Eq. SH. of Rs. 5 Each	1000000	1000000
Vishwa Agro Ente 350000 (350000)	Eq. Sh. of Rs. 10 each	3500000	3500000
Cadbury Ind 50 (50)	Eq. Sh. of Rs. 10 each	61847	61847
Cheminar Drugs 50 (50)	Eq. Sh. of Rs.10 each	14500	14500
		<u>6401347</u>	<u>6401347</u>
B) Units pf Mutual Fund			
Canbank Income Funds (4819 Units)		<u>163008</u>	<u>152044</u>
Grand Total		<u>18534682</u>	<u>18932210</u>

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	<u>As at 31.03.2009</u>		<u>As at 31.03.2008</u>	
	Rupees	Rupees	Rupees	Rupees
SCHEDULE - E				
CURRENT ASSETS, LOANS AND ADVANCES				
A) Current Assets				
Cash on hand	16838		4049	
Balance with Schedule Banks				
In Current FDR Account	48275946		40406556	
Sundry Debtors (Unsecured but Considered good)				
Outstanding for more than six months	9415317		9132246	
Other Debts	<u>27163777</u>		<u>59715609</u>	
B) Loans and Advances		84871878		109258460
(Unsecured considered goods)				
(Advance recoverable in cash or kind or value to be received)				
Advance Deposit	1027521		583499	
Deposit	14035068		14119804	
Deffered Tax (Assets)	1197012		1226156	
Deffered Tax (Assets)	<u>1200000</u>		--	
		<u>17459601</u>		<u>15929459</u>
		<u>102331479</u>		<u>125187919</u>
SCHEDULE - F				
CURRENT LIABILITIES AND PROVISIONS				
A) Current Liabilities				
Sundry Creditors	34883229		56784664	
		34883229		56784664
B) Provisions for Tax				
Provision for tax		<u>523774</u>		<u>1920000</u>
		<u>35407003</u>		<u>58704664</u>
SCHEDULE - G				
Payments To Employees				
Salaries		827712		833665
Bonus		--		54307
Staff Welfare Expenses		<u>27643</u>		<u>21750</u>
		<u>855355</u>		<u>909722</u>

THE FIRST CUSTODIAN FUND (INDIA) LTD.



	<u>As at 31.03.2009</u>	<u>As at 31.03.2008</u>
	Rupees	Rupees

SCHEDULE-H ADMINISTRATIVE AND OTHER EXPENSES

General Expenses	86436	81604
Travelling	139860	492774
Printing and Stationery	78880	129957
Telephone Expenses	152567	156314
Postage Expenses	13268	17872
Subscription	100000	100000
Filing fees	1530	3060
Bank Charges	1595	5779
NSE Expenses	1161247	828897
DMAT Charges	210919	155296
Advertisement & Publicity	110540	116397
Repairs & Maintenance	116397	114832
Annual Listing Fees	20374	19189
Profession Tax	2500	2500
Transfer Agents Fees	13683	28025
Donation	36100	31000
Rent, Rates & Taxes	17513	17417
Legal Fees	114745	729000
Insurance premium	36356	54664
Book & Periodical	2643	4871
VSAT & LeaslineCharges	358918	305802
Mess Expenses	162089	166590
Ch Charges Account	444325	648081
Payments to Auditors	44120	39326
SEBI Charges (Transaction Charges)	61648	21474
S. T. T.	--	124033
Bad Debts	--	119446
	<u>3488253</u>	<u>4514200</u>

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SCHEDULE - I

ACCOUNTING POLICIES & NOTES FORMING PART OF THE ACCOUNTS

A. SIGNIFICANT ACCOUNTING POLICIES

General

1. Accounting policies not specifically referred to otherwise are in accordance with generally accepted accounting principles.
2. Expenses and Income considered payable and receivable respectively are accounted for on accrual basis.
3. In the opinion of the Board, the Current Assets, Loans and Advances are approximately of the value stated if realised in the ordinary course of business. The provisions of all known liabilities is adequate and not in excess of the amount necessary.

Fixed Assets & Depreciation

4. Fixed Assets are capitalised at cost inclusive of all incidental expenses related thereon.
5. Depreciation on the assets has been provided on Written down Value basis as per the rates prescribed under Schedule XIV of the Companies Act, 1956 and on pro-rata basis from the date of addition.
6. Investments are Valued at cost price.
7. The Gratuity will be accounted for as and when paid.

B. Payment to Auditors :

	<u>As at 31.3.2009</u>	<u>As at 31.3.2008</u>
For Statutory Audit	27575	28090
For Tax Audit	11030	11236
Others	5515	--
	<u>44120</u>	<u>39226</u>

C. Related Party Transaction :

Payment to Director

Director Remuneration Nil Nil

D. Expenditure in Foreign currency Nil Nil

E. Income in Foreign currency Nil Nil

F. Segment Reporting : As the Company operates in only one segment i.e. the capital Market segment, separate disclosure is not required.

G. Figure in the financial Statements are all in Rupees.

H. Previous year's figures have been recast and rearranged wherever found necessary.

As per our report attached

For Paresh D. Shah & Co.

Chartered Accountants

(P. D. Shah)

Proprietor

Place Mumbai

Dated : 24th June, 2009

For and on behalf of the Board

Sushil Mantri - Director

Manish Banthia - Director

THE FIRST CUSTODIAN FUND (INDIA) LTD.



CASH FLOW STATEMENT PURSUANT TO CLAUSE 32 OF THE LISTING AGREEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2009

	Rupees	Rupees
A) Cash flow from operating Activities :		
Net Profit Before Tax and extraordinary items		(137867)
Add/(less) Adjustments for :		
Depreciation	401354	
Interest paid	168675	
Misc. Expenditure written/ off	--	
Dividend received	(106895)	
Capital Gain on sale of investments	(81896)	
Operation Profit before Working Capital change	381238	
Adjustments for Decrease in trades & other/receivable	22856440	
Decrease in trades payable	(21901435)	1336243
Cash Generated from operation		1198376
Less : Interest paid	168675	
Income tax paid	Nil	(168675)
Cash out flow before Extraordinary item		1029701
Extraordinary item		Nil
Cash in flow from Operating Activities (A)		1029701
B) Cash Flow Arising from Investing Activities :		
Purchase of Fixed Assets	(110650)	
Purchase of Investments	(875339)	
Sale of Investments	7731572	
Dividend received	106895	
Net Cash Utilised Investing Activities (B)		6852478
C) Cash Flow from Financial Activities :		
Proceeds from issue of Share Capital	Nil	
Decrease of long term loans	Nil	
Dividend paid Including Dividend Tax	Nil	
Public/right issue expenses	Nil	
Net Cash flow in Finance Activities (C)		Nil
Net Change in cash & cash equivalents (A+B+C)		7882179
Cash and cash equivalents as at 31.03.2008		40410605
Cash and cash equivalents as at 31.03.2009		48292784

For and on behalf of the Board

Sushil Mantri
Manish Banthia

Director
Director

Place : Mumbai

Dated : 24th June, 2009

AUDITORS CERTIFICATE

The Board of Directors
The First Custodian Fund (I) Ltd.

We have examined the attached cash flow statement of your company for the year ended 31st March, 2009. The statement has been prepared by the company in accordance with the requirements of listing Agreement clause 32 and is based on and in agreement with the corresponding Profit and Loss Account and Balance Sheet of the company covered by our report of 30th June, 2009 to the members of the Company.

For Paresh D. Shah & Co.
Chartered accountants
(P.D.shah)
Proprietor

Place : Mumbai

Dated : 24th June, 2009

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BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

i. Registration Details

Registration No. 3 8 9 0 0

State Code 2 1

Balance Sheet

3 1

0 3

2 0 0 9

Date

Month

Year

ii Capital Raised during the year (Amount in Rs.Thousands)

Public issue

N I L

Rights issue

N I L

Bonus issue

N I L

Private placement

N I L

iii Provision of Mobilisation, and Employment of Funds (Amount in Rs. Thousands)

Total Liabilities

8 6 1 6 0

Total Assets

8 6 1 6 0

Sources Funds

Paid-Up Capital

1 5 0 0 0

Reserves & Surplus

5 7 0 5 4

Secured Loans

N I L

Unsecured Loans

N I L

Application of Funds

Net Fixed Assets

8 8 2

Investments

8 5 8 6

Net Current Assets

5 0 0 8 4

Stock in Trade

N I L

iv Performance of Company (Amount in Rs. Thousands)

Turnover

1 0 0 4 5

Total Expenditure

3 6 2 9

Profit Losses Before Tax

6 4 1 6

Profit / (Loss) After Tax

4 8 5 3

Earning per Share in Rs

3 2 3

Dividend rate %

0 0

iv Genere Names of three principal products/Services of Company (as per Monetary terms)

Product Description S T O C K B R O K I N G

Product Description C O R P O R A T E A D V I S O R Y

As per our report attached

For Paresh D. Shah & Co.

Chartered Accountants

(P. D. Shah)

Proprietor

Place Mumbai

Dated : 24th June, 2009

For and on behalf of the Board

Sushil Mantri

- Director

Manish Banthia

- Director



ATTENDANCE SLIP

THE FIRST CUSTODIAN FUND (INDIA) LIMITED

Registered Office: 11, Camac Street, Kolkata - 700 017.

Please complete this attendance slip and hand it over at the Registered Office of the Company.

Members or their Proxies are requested to present this form for admission, duly signed in accordance with their specimen signatures registered with the Company. The admission will, however, be subject to verification of signature and such other checks, as may be necessary.

I hereby record my presence at the Twenty Third Annual General Meeting of the Company on Saturday, 8th September, 2009 at the registered office of the Company at 12.00 Noon.

DP ID :		CLIENT ID :	
NAME AND ADDRESS OF SHAREHOLDER (IN BLOCK CAPITALS)		FOLIO NO.	

SIGNATURE OF THE SHAREHOLDER OR PROXY



PROXY FORM

THE FIRST CUSTODIAN FUND (INDIA) LIMITED

Registered Office: 11, Camac Street, Kolkata 700 017.

DP ID :		CLIENT ID :	
---------	--	-------------	--

I/We.....of.....
Being a Member Members
 of THE FIRST CUSTODIAN FUND (INDIA) LTD. hereby appoint.....of
of.....
 .(or failing him).....of.....
 as my/our Proxy to attend and vote for me/us and on my/our behalf at Twenty Third Annual General Meeting of the
 Company to be held on Saturday, 8th September, 2009 at 12.00 noon. at the registered office of the Company and
 at any adjournment thereof.

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

Signed by the said.....

[— —]
 [Re. 1/-]
 [Revenue]
 [Stamp]

NOTE: The Proxy Form must be deposited at the Registered Office of the Company not less than 48 hours before the time of holding the Meeting . The Proxy need not be a member of the Company.

Folio No. :

Name of the Shareholder(s).....

BOOK POST



CUSTODIAN

If undelivered please return to

The First Custodian Fund (India) Ltd.

Surya Mahal, 3rd Floor,
Nagindas Master Road,
Fort, Mumbai - 400 023.