

14th
Annual Report
2008-2009



BRILLIANT
SECURITIES Limited



BOARD OF DIRECTORS

K.Bhaskara Reddy	-	Promoter Director
G.Venkatappaiah	-	Whole time Director
A.Veerabhadra Rao	-	Independent Director
D.V.S.S.Lakshminarayana	-	Independent Director

REGISTERED OFFICE

Plot No.1, JR Towers, 2nd Floor,
Road No.2, Banjara Hills,
Hyderabad 500 034.

AUDITORS

M/s Sarath and Associates
Chartered Accountants
102, Gowri Apts., 617,
Urdu Lane, Himayat Nagar,
Hyderabad 500029

BANKERS

Bank of Baroda
Hi-tech City Branch
Hyderabad

HDFC Bank
Lakdikapul Branch
Hyderabad



NOTICE

Notice is hereby given that the **FOURTEENTH ANNUAL GENERAL MEETING** of the Members of Brilliant Securities Limited will be held at Kalinga Cultural Trust, Plot No.1269, 2nd Floor, Road No.12, Banjara Hills, Hyderabad - 500034 on Friday, the 25th day of September, 2009 at 10.30 a.m. to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2009 and the Profit and Loss Account for the year ended on that date and the Reports of the Auditors and Board of Directors thereon.
2. To appoint a Director in place of Mr.A.Veerabhadra Rao, Director who retires by rotation and being eligible, offers himself for re-appointment.
3. To consider and, if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT M/s Sarath and Associates, Chartered Accountants be and are, hereby appointed as Statutory Auditors of the company for the period commencing from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting, on such remuneration as may be mutually agreed upon between the Board of Directors and Auditors."

SPECIAL BUSINESS

4. To consider and, if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 81 and other

applicable provisions, if any, of the Companies Act, 1956 (including any statutory modification(s) or re-enactment thereof, for the time being in force, and as may be enacted from time to time), and the provisions in the Memorandum and Articles of Association and the Listing Agreements entered into by the Company with the Stock Exchanges where the shares of the Company are listed and the prevailing Guidelines of Securities and Exchange Board of India and subject to such approvals, consents, permissions or sanctions as may be necessary and subject to such conditions and modifications as may be prescribed or imposed by the Authorities while granting such approvals and sanctions and which may be agreed to by the Board of Directors (hereinafter referred to as "the Board", which term shall be deemed to include any committee(s) of the Board for the time being, exercising the powers conferred on the Board), the consent of the company be and is hereby accorded to the Board, to issue, offer and allot 1,02,14,600 equity shares of face value of Rs. 10/- each for cash at par not exceeding Rs.10,21,46,000/- (Rupees Ten Crore Twenty One lakh forty six thousand only) on Rights Basis to the Members of the Company whose names will appear on the Register of Members of the Company in respect of the equity shares held in physical form and to those members whose names will appear as beneficial owners as per the list furnished by the National Securities Depository Limited and Central Depository Services Limited in respect of the equity shares held in electronic form on such date as the Board may determine in the proportion of 2 (Two) equity shares of



Rs.10/- each for every existing 1 (One) equity share of Rs.10/- held by such members as aforesaid on the following terms and conditions:

- a) The amount of Rs.10/- per share be called from the applicants in such manner as the Board of Directors may determine.
- b) The members are entitled to renounce the shares offered to them in full or part thereof in favour of any person who may or may not be a member of the Company.
- c) The un-offered or unsubscribed portion, if any, of the above mentioned issue will be disposed of by the Board as it may think most beneficial to the company and the Board of Directors is authorized accordingly.
- d) The equity shares to be issued, as aforesaid, shall be subject to Memorandum and Articles of Association of the Company and shall rank pari-passu in all respects with the existing fully paid up equity shares of the Company.
- e) The offer of equity shares as aforesaid shall be issued on such other terms and conditions as the Board may determine and the Board be and is hereby authorized to finalise the same.

RESOVLED FURTHER that the Board be and is hereby authorized to file such prospectus and other documents as may be required to be filed with the various authorities and to seek listing of such securities in Stock Exchange where the Company's shares are listed.

RESOLVED FURTHER that the Board be and is hereby authorized to engage the services of or appoint Solicitors, Advocates, Legal advisors, merchant bankers, guarantors, depositories, custodians and such other agencies to act as managers, lead managers, or in any other capacity or to advice or to certify any matter relating to Company's accounts or otherwise, on such terms as to remuneration by way of commission, brokerage, fees or otherwise as the Board may in its absolute discretion deem appropriate.

RESOLVED FURTHER that for the purpose of giving effect to this Resolution, the Board be and is hereby authorized on behalf of the Company to do and perform all such acts, deeds, matters and things as it may in its absolute discretion deem necessary, proper or desirable or as may be incidental or ancillary and to settle all questions, difficulties or doubts that may arise in regard to such issue or allotment in order to give effect to this Resolution without being required to obtain any further consent or approval of the members or otherwise to the end and intent that they shall be deemed to have given approval thereto expressly by the authority of this resolution."

By order of the Board

Y. Sreekanth Reddy
Company Secretary

Place: Hyderabad
Date: 19.08.2009



NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. Proxies, in order to be effective, must be received by the Company not less than 48 hours before the commencement of the meeting.
3. An Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956 in respect of resolution set out in special business is annexed hereto.
4. The Register of Members and Share Transfer Books of the Company will remain closed on 24th September, 2009 and 25th September, 2009.

Additional Information in respect of Directors Recommended for Appointment / Seeking Re-election at the ensuing Annual General Meeting:

Mr.A.Veerabhadra Rao, aged 51 years and he is having more than 31 years of experience in Distillery Industry. He is Graduate in B.Sc and Post Graduate in DIFAT. Presently he is also Executive Director in Bio Ethanol India Limited.

Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956

Item No. 4:

Your Company proposes to raise funds by way of issue of 1,02,14,600 equity shares of face value of Rs. 10/- each for cash at par on rights basis in the proportion of 2 (Two) equity shares of Rs.10/- each for

every existing 1 (One) equity share of Rs. 10/- held by existing members of the Company on the record date as may be fixed by the Board of Directors.

The Company has sought your approval through Extra Ordinary General Meeting held on 18th December, 2008 for issue of Equity Shares on Rights basis. Keeping in view of the market conditions and fund requirements of the company, the same has not been exercised and the same is proposed to take your approval again.

By order of the Board

Y. Sreekanth Reddy
Company Secretary

Place: Hyderabad

Date : 19.08.2009



DIRECTORS' REPORT

To

The Members

Your Directors have pleasure in presenting the Fourteenth Annual Report together with the Audited Accounts for the year ended 31st March, 2009.

FINANCIAL HIGHLIGHTS:

Particulars	Year Ended	Year Ended
	31.03.2009	31.03.2008
	Rs.	Rs.
Revenues	738,159	7,121,533
Less: Expenditure	4,225,583	8,427,944
Less: Loss on Sale of Investments	---	21,440,273
Net Profit / (Loss) before tax, prior period adjustments and provision for diminution in value of investments	(3,487,424)	(22,746,684)
Less: Provision for diminution in value of investments	---	(16,771,303)
Less: Taxes	3,186	15,901
Less: Prior period adjustments	13,788	6,120,000
Net Profit/(Loss)	(3,504,398)	(12,111,282)

REVIEW OF OPERATIONS:

Due to change in Management and for getting various approvals, the company stopped trading operations during the financial year 2008-09. Hence, your company not reported any broking income for the financial year ended March 31, 2009 and recorded a Net Loss of Rs.35.04 Lakhs as against Net Loss of Rs.121.11 Lakhs during the previous financial year. Your Directors are pleased to inform you that the company got in principle approval from SEBI for change in Management and company commenced its Trading operations from April, 2009.

DIRECTORS:

In accordance with Section 256 of the Companies Act, 1956 Mr. A.Veerabhadra Rao, Director of the company retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment.

AUDITORS:

The Statutory Auditors, M/s Sarath and Associates, Chartered Accountants, retire at this Annual General Meeting. The Board of Directors recommends appointment of M/s Sarath and Associates, as Statutory Auditors of the Company for the financial year 2009-10.

PUBLIC DEPOSITS:

The Company has not accepted any deposits within the meaning of Section 58A of the Companies Act, 1956 and the rules framed there under.

PARTICULARS OF EMPLOYEES:

None of the employees are in receipt of the remuneration as set out under Section 217(2A) of the Companies Act, 1956 and as such the statement as required under Section 217(2A) of the companies Act, 1956, is not applicable.

SHARE CAPITAL:

Authorised Share Capital

In December, 2008 in accordance with the resolution passed at the Extraordinary General Meeting of the company, the Authorised Share Capital of the company was increased to 1,60,00,000 Equity Shares of Rs.10/- each from 55,00,000 Equity shares of Rs.10/- each.

**REPORT ON CORPORATE GOVERNANCE****1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE**

The concept of Corporate governance hinges on total transparency, integrity and accountability of the management team. Your Company has been following the Corporate Governance practices like striking out reasonable balance in the composition of Board of Directors, setting up Audit Committee and other business committees, adequate disclosures and business to be deliberated by the Board etc. Your Company is committed to follow good Corporate governance practices and improve upon them year after year.

2. BOARD OF DIRECTORS

The Board of directors of the company has an optimum combination of executive and non-executive directors with not less than fifty percent of the board of directors comprising of non-executive directors. The company has Non-Executive Chairman and more than 50% of the Board consisting of Independent and Non-executive Directors.

a) Composition and Category of Board of Directors

Category	No. of Directors	% of Total Board
Promoter, Non-Executive and Non-Independent Director	01	25%
Executive and Independent Director	01	25%
Non-Executive and Independent Director	02	50%
Total	04	100%

b) Attendance of each Director at the Board Meetings held during year 2008-09 and at the Last Annual General Meeting:

Sl. No.	Name and Designation of the Director	Board Meetings held during the year	Board Meetings Attended during the year	Attendance at Last AGM (Yes / No)
1.	Mr.K.Bhaskara Reddy, Director @	06	04	Yes
2.	Mr.G.Venkatappaiah, Whole time Director @	06	04	Yes
3.	Mr.D.V.S.S.Lakshminarayana, Director	06	06	Yes
4.	Mr.A.Veerabhadra Rao, Director	06	06	Yes
5.	T.G. Bharath Chairman #	06	02	No
6.	K.P. Sarma Whole time Director #	06	02	No
7.	E. Thirupal Babu Director #	06	02	No

@ Appointed on August 11, 2008

Ceased as Directors w.e.f. August 11, 2008



- c) Number of other Boards or Board Committees in which Directors are Members or Chairman

Name of the Director	Board		Committee	
	Chairman	Director	Chairman	Member
K.Bhaskara Reddy	01	03	Nil	Nil
G.Venkatappaiah	Nil	02	Nil	03
D.V.S.S.Lakshminarayana	Nil	06	03	06
A.Veerabhadra Rao	Nil	01	Nil	03

- d) Number of Board meetings held and dates on which held

The Board of Directors met 6 times during the year 2008-09 i.e. on 30th June 2008, 30th July 2008, 11th August 2008, 31st October 2008, 21st November 2008 and 30th January 2009.

3. Audit Committee

The Audit Committee was constituted in terms of Section 292A of the Companies Act, 1956 and as per the provisions of Clause 49 of the Listing Agreement. The Audit Committee consists of Independent Directors and provides assistance to the Board of Directors in fulfilling its overall responsibilities. The Company Secretary of the Company act as Secretary of the Committee.

(a) Brief description of terms of reference:

The terms of reference of the Audit Committee is in conformity with the provisions of Clause 49 of the Listing Agreement which inter alia, including the following:

- Overseeing of the Company's financial reporting process and disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
- Reviewing the adequacy of internal audit functions
- Reviewing the quarterly and annual financial statements before submission to the Board
- Reviewing the adequacy of internal control and their compliance thereof
- Reviewing the company's financial and risk management policies

(b) Composition, Name of Members and Chairperson

1. Mr. A.Veerabhadra Rao Chairman
2. Mr.D.V.S.S.Lakshminarayana Member
3. Mr.G.Venkatappaiah Member

**(c) Meetings and attendance during the year**

During the financial year 2008-09, the Audit Committee met 4 times on the following dates: 30th June 2008, 30th July 2008, 31st October 2008 and 30th January 2009

Name of the Director	Meetings attended
Mr. A.Veerabhadrha Rao	4
Mr. D.V.S.S.Lakshminarayana	4
Mr. G.Venkatappaiah	2

4. Compensation / Remuneration Committee

The Composition of Remuneration Committee is as follows:

Mr.K.Bhaskara Reddy	Chairman
Mr.D.V.S.S.Lakshminarayana	Member
Mr.A.Veerabhadrha Rao	Member

(a) Brief description of terms of reference

The terms of reference of the Compensation Committee, inter alia include determination of compensation package of Executive Directors and Senior Management of the Company and to frame policies and procedures for Employee stock Option plans approved by the members of the company.

(b) Remuneration policy

The Company has a credible and transparent policy in determining and accounting for the remuneration of the Executive / Non executive Directors. Their remuneration is determined in accordance with the experience and nature of responsibilities as well as industry standards. The same is subject to the approval of the Remuneration Committee of the Board of Directors and the members.

5. Shareholders / Investors' Grievance Committee

The Committee comprises of

Mr. D.V.S.S.Lakshminarayana	Chairman
Mr. K.Bhaskara Reddy	Member
Mr. G.Venkatappaiah	Member

The Investors' Grievance committee focuses on shareholders' grievances and strengthening of investor relations. The functions of the committee include the redressal of shareholders/investor complaints/grievances pertaining to transfer/transmission of shares, dividend and de-materialisation of shares, replacement of lost/stolen/mutilated share certificates and other related issues. There are no complaints pending as on the date of this report.



The details of investor's complaints received and resolved during the financial year 2008-09 is as under.

No. of Investors' Complaints received during the financial year 2008-09	No. of Investors' Complaints resolved during the financial year 2008-09	Investors' Complaints pending at the end of the financial year 2008-09
Nil	Nil	Nil

6. General Body Meeting

a. Annual General Meetings

Details of the date, time and venue of the last three Annual General Meetings of the Company

Financial year ended	Date	Venue	Time
March 31, 2008	27.09.2008	Kalinga Cultural Trust, Plot No.1269, Road No.12, Banjarahills, Hyderabad - 34	03.30 P.M.
March 31, 2007	28.09.2007	6-2-1012, TGV Mansion, Khairatabad, Hyderabad - 04	11.00 A.M.
March 31, 2006	29.09.2006	6-2-1012, TGV Mansion, Khaaratabad, Hyderabad - 04	11.30 A.M.

b. Extra Ordinary General Meeting

Date & Time	Venue	Special Resolutions Passed
18.12.2008 10.00 A.M.	Kalinga Cultural Trust, Plot No.1269, Road No.12, Banjara Hills, Hyderabad-34	<ol style="list-style-type: none"> 1. Under Section 81(1A) of the companies Act, 1956 issue of shares on Rights basis in the proportion of 2:1 for members 2. Under Section 293(1)(d) increase of borrowing limits to Rs.100 Crores 3. Under Section 293(1)(a) increase of mortgage limits to Rs.100 Crores

No special resolution has been passed by the company in the last year through postal ballot. As on date, the company does not have any proposal to pass any special resolution by way of postal ballot.

**7. Disclosures**

- i. The summary of the materially significant related party transactions is given in the Notes to the Accounts appearing in this Annual Report. However, none of the related party transactions have potential conflict with the interests of the Company at large, as all the transactions were entered into an arms length basis.
- ii. The Company has complied with all the requirements of the Listing Agreement of the Stock Exchanges as well as regulations and guidelines of SEBI. No penalties have been levied or strictures have been passed by SEBI, Stock Exchanges or any other Statutory Authority on matters relating to capital markets, in the last three years. There were no non-compliances by the company, penalties, strictures imposed on the company by Stock Exchanges or SEBI or any statutory authority, on any matter related to Capital Market during the last three financial years.
- iii. The Company has complied with the requirements relating to Corporate Governance as mandated by Listing Agreements with the Stock Exchanges and also with the non-mandatory requirements as Remuneration Committee, Disclosures, Communication and General Information to the shareholders.

8. Means of Communication

The main source of information to the shareholders is the annual report of the Company, which includes, inter alia, Director's Report and the Report of Board of Directors on Corporate Governance, Management Discussion and Analysis Report and the audited financial statements together with the Auditors Report. The Quarterly Un-audited / Audited results are also published for the information of the shareholders in "The Financial Express" (English Language) and "Andhra Prabha" (Telugu Language) daily newspapers, Intimation to Stock Exchanges as required under the Listing Agreements and through press releases.

9. Management Discussion and Analysis Report

As required by sub-clause V of Clause 49 of the Listing Agreement, Management Discussion and Analysis Report is annexed.

10. General Shareholders Information

- i. Annual General Meeting :
 - Date : 25th September, 2009
 - Time : 10.30 a.m.
 - Venue : Kalinga Cultural Trust, Banjara Hills, Hyderabad
- ii. Financial Year : 1st April, 2008 to 31st March, 2009
- iii. Date of Book Closure : 24th September and 25th September
- iv. Listing on Stock Exchange : The Bombay Stock Exchange Limited
PJ Towers, Dalal Street, Mumbai
- v. Stock Code : 531723



- vi. Market Price Data: High / Low during the each month in the Financial Year 2008-09 and performance in comparison to broad based indices, Sensex (BSE) etc.,

Month & Year	BSE (in Rs.)		Sensex	
	High	Low	High	Low
April 2008	96.75	78.00	17,480.74	15,297.96
May 2008	97.00	80.55	17,735.70	16,196.02
June 2008	182.00	96.50	16,632.72	13,405.54
July 2008	150.15	73.90	15,130.09	12,514.02
August 2008	108.15	81.90	15,579.78	14,002.43
September 2008	112.05	75.65	15,107.01	12,153.55
October 2008	95.00	47.25	13,203.86	7,697.39
November 2008	49.60	38.10	10,945.41	8,316.39
December 2008	40.20	32.55	10,188.54	8,467.43
January 2009	36.40	27.80	10,469.72	8,631.60
February 2009	29.40	25.35	9,724.87	8,619.22
March 2009	26.65	20.50	10,127.09	8,047.17

- vii. Registrar and Share Transfer Agent:

M/s Venture Capital and Corporate Investments Private Limited
 12-10-167, Bharat Nagar
 Hyderabad - 500018
 Phone: +91-40-23818475/23818476/23868023
 Fax: +91-40-23868024
 Email : info@vccilindia.com

- viii. Share Transfer System:

Share transfers are registered and returned within a period of fifteen days from the date of receipt, if the documents are in order in all respects.

- ix. Distribution of shareholding:

Category	Number of Members	(%) of Total Members	Number of Equity Shares	(%) of Total Shareholding
0-500	551	82.39	85,196	1.66
501-1000	35	5.23	28,961	0.56
1001-2000	24	3.58	35,878	0.70
2001-3000	7	1.04	17,276	0.33
3001-4000	9	1.34	32,266	0.63
4001-5000	0	0.00	0	0.00
5001-10000	7	1.04	52,112	1.02
10001-above	36	5.38	48,55,611	95.10
Total	669	100.00	51,07,300	100.00



x. Dematerialisation of shares and Liquidity:

The shares of the Company are in the category of compulsory delivery in dematerialized mode by all categories of investors and are available for trading in the depository systems of both the National Securities Depository Limited (NSDL) and the Central Depository Services (India) Limited (CDSL).

The Company has signed agreements with both the depositories i.e., National Securities Depository Ltd., and Central Depository Services (India) Ltd.

ISIN : INE224E01010

xi. Address for correspondence:

Company Secretary
Brilliant Securities Limited
Plot No.1, JR Towers, 2nd Floor
Road No.2, Banjara Hills, Hyderabad - 500034
Ph: +91-40-23540764, 23540765
Fax: +91-40-23540763

xii) Shareholding Pattern as on 31st March, 2009

Category	No. of Shares Held	Percentage(%) of Shareholding
PROMOTER'S HOLDING		
1. Indian Promoters	21,95,901	43.00
2. Foreign Promoters	-	-
Sub-Total(1+2)	21,95,901	43.00
NON-PROMOTER'S HOLDING		
3. Institutional Investors	-	-
a) Mutual Funds	-	-
b) Banks, Financial Institutions, Insurance Companies (Central / State Govt., Institutions/Non-Govt., Institutions)	-	-
c) Foreign Institutional Investors	-	-
Sub-Total (3)	-	-
4. Others		
a) Bodies Corporate	85,255	1.67
b) Indian Public	27,26,144	53.37
c) NRIs/OCBs	1,00,000	1.96
d) Foreign Collaborators	-	-
e) Foreign Companies	-	-
Sub-Total (4)	29,11,399	57.00
GRAND TOTAL (1+2+3+4)	51,07,300	100.00
f) Outstanding ADRs/GDRs/ Warrants or any convertible Instruments, conversion date and likely impact on Equity	: NIL	
g) Registered Office and Address for Correspondence	Plot No.1, JR Towers, 2nd Floor, Road No.2, Banjara Hills, Hyderabad - 500034, Andhra Pradesh, India.	



MANAGEMENT DISCUSSION AND ANALYSIS

1. INDUSTRY STRUCTURE AND DEVELOPMENTS

The year 2008-09 has been an unprecedented year with extremely difficult economic conditions across the world. Developed countries are experiencing big recession after Second World War. Growth prospects in India are relatively positive compared with developed countries. The rapid fall in inflation and the strong and sharp monetary easing adopted by RBI supporting the Indian economy. But India is facing numerous challenges like slow down in the industrial production in some sectors; the increasing fiscal deficit of government. After 2009 Parliament elections, a stable Government at the Centre is promising to solve all the challenges.

2. CAPITAL MARKETS OUTLOOK

The recession was felt world wide in January, 2008 and reached its peak in October, 2008 with failures of some of the biggest financial institutions in the Western World. Capital became very scarce and due to liquidity crunch Foreign Institutional Investors (FIIs) pulled their money out of India. The investment climate was affected by lack of primary activity. In 2008, there were 230 public equity deals raising capital of Rs.1602 billion whereas In 2009, there were only 51 equity deals raising an amount of Rs.163 billion. BSE Sensex crossed 21000 level in January, 2008 and fell to 9708 points as on 31st March, 2009.

3. OPPORTUNITIES

Due to stable government at the centre the company remains optimistic about the long-term growth story of India and the opportunities that will come across sectors. Due to recession world wide there is drop in our GDP but the financial services sector is expected to grow as the conditions stabilize and start improving, which is witnessed in the first quarter of 2009-10.

4. THREATS

The world has witnessed biggest recession since second world war; Demand-supply gap increased the food prices, which reduced the spending power of common man; Fear of Swine flu, Terrorist attacks in Mumbai etc; are affecting the financial markets and business.

5. RISK MANAGEMENT

The company has taken insurance policies in compliance with requirements of The National Stock Exchange of India Limited.

6. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The company has an adequate Internal Audit and control system. The system has been designed to provide assurance with regard to recording and providing financial and operational information, complying with applicable statutes, safeguarding assets from unauthorized use or losses, executing transactions with proper authorization and ensuring compliance of the company's policies.



The company appointed M/s G.P.Rao & Co., Chartered Accountants to carry out the internal audit as per the SEBI Guidelines. All operational activities are subject to internal audits at frequent intervals. The existing audit procedures are reviewed periodically for ensuring effectiveness, usefulness and timeliness.

7. FINANCIAL PERFORMANCE:

Due to change in management there were no operations during the Financial Year 2008-09 and the company commenced its Trading operations in the month of April, 2009. Hence, there is no broking income during the year.

8. HUMAN RESOURCE MANAGEMENT:

People are the most valuable asset of the company. After reconstitution of Trading Membership, your company recruited people with good experience in stock market operations. Company offers highly entrepreneurial culture with a team based approach that it believe encourages growth and motivates the employees.

CERTIFICATE ON CORPORATE GOVERNANCE TO THE MEMBERS OF BRILLIANT SECURITIES LIMITED

We have examined the compliance of conditions of Corporate Governance by Brilliant Securities Limited, for the year ended March 31, 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 was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

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

We state that in respect of Investor Grievances no such Grievances are pending for a period exceeding one month against the Company as per the record maintained by the Shareholders/Investors Grievance Committee.

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

S. Sarveswar Reddy
Practicing Company Secretary
CP No. 7478

Place : Hyderabad
Date : 13.06.2009



**AUDITORS' REPORT
TO THE MEMBERS OF
BRILLIANT SECURITIES LIMITED**

1. We have audited the attached Balance Sheet of M/S. BRILLIANT SECURITIES LIMITED as at March 31, 2009, the Profit and Loss Account for the year ended on that date and Cash Flow Statement for the year 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.
2. We have conducted our audit in accordance with generally accepted auditing standards in India. These Standards require that we plan and perform the audit to obtain reasonable assurance 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 statements. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of Section 227(4A) of 'The Companies Act, 1956, of India (the 'Act') and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we set out in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
 - a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of accounts as required by law have been kept by the Company, so far as appears from our examination of those books.
 - c) The Balance Sheet and Profit and Loss Account dealt with by this report are prepared in accordance with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956.
 - d) On the basis of written representations received from the directors as on 31st March, 2009 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2009 from being appointed as a Director in terms of Clause (g) of Sub-section (1) of Section 274 of the Companies Act, 1956.
 - e) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of accounts.



- f) The Company has neither paid nor provided for the Cess payable under Section 441A of the Companies Act, 1956 since the aforesaid section is not yet been made effective by the Central Government.
- g) In our opinion, and to the best of our information and according to the explanations given to us, the said accounts together with the notes thereon/attached thereto give in the prescribed manner the information required by the Act and also give a true and fair view in conformity with the accounting principles generally accepted in India:
- i) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2009.
 - ii) in the case of the Profit and Loss Account, of the Loss for the year ended on that date.
 - iii) in the case of the Cash Flow Statement, of the cash flow for the year ended March 31, 2009

**For Sarath & Associates
Chartered Accountants**

**CA G. L. N. Prasad
Partner
M. No. 214735**

Place : Hyderabad
Date : 13.06.2009



ANNEXURE TO THE AUDITORS' REPORT REFERRED TO IN PARAGRAPH (3) OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF M/S. BRILLIANT SECURITIES LIMITED

1. a) The Company has maintained records showing full particulars including quantitative details and situation of Fixed Assets.
- b) As per the information & explanations given to us, the Management has carried out physical verification of Fixed Assets at reasonable intervals and as informed to us, no material discrepancies were noticed by the management on such verification.
- c) No part of the fixed assets has been disposed off during the year.
2. As per the information & explanations given to us, the Company's business does not involve maintenance of inventories. Accordingly, para 4 (ii) (a), (b) & (c) of the Companies (Auditor's Report) Order, 2003 is not applicable.
3. The company has not granted loans secured or unsecured to any parties covered in the Register maintained under Section 301 of the Companies Act, 1956. Hence Clauses 4(iii)(b), 4 (iii)(c) and 4 (iii)(d) of the Companies (Auditor's Report) Order, 2003 are not applicable.

The Company had taken unsecured loan from one party (amounting to Rs.105 Lakhs) covered in the register maintained under Section 301 of the Companies Act, 1956.

As per the information & explanations given to us, the loan taken from the party referred in para above is interest free and there are no terms & conditions which are prima facie

prejudicial to the interest of the Company.

4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for the purchase of fixed assets and for the sale of services. There are no instances of continuing failure to correct major weaknesses in internal control.
5. a) As per the information & explanations given to us, the company has entered the details of transactions in the Register that needs to be maintained in Section 301 of the Companies Act, 1956.
- b) In our opinion and according to the information and explanations given to us, there are no transactions of purchase of goods and material and sale of goods, materials & service made in pursuance of contracts or arrangement required to be entered in the register maintained under section 301 of the Act.
6. The Company has not accepted any deposits from the public and consequently, the directives issued by the Reserve Bank of India, the provisions of Sections 58A, 58AA, or any other relevant provision of the Companies Act, 1956 and the rules framed there under are not applicable.
7. In our opinion, the company has Internal Audit system commensurate with the size and nature of its business.
8. The maintenance of Cost Records has not been prescribed by the Central Government u/s 209 (1) (d) of the Act to this Company.



9. As explained to us, PF & ESI Acts are not applicable to the Company. As on the last day of the financial year, there are no undisputed statutory dues outstanding which were due for more than six months from the date they became payable.
10. The Company's accumulated losses at the end of financial year are more than 50% of its net worth. Further, the Company had incurred cash losses of Rs.32.59 Lakhs during the current financial year.
11. The Company had not defaulted in repayment of dues to Financial Institutions or Banks.
12. The Company had not granted any Loans and Advances on the basis of security by way of pledge of shares, debentures or other securities.
13. In our opinion and according to the information and explanations given to us, 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
14. The company has maintained proper records of transactions in respect of trading in shares, debentures and other securities and timely entries have been made therein.
15. According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions. Accordingly, clause 4(xv) of the order is not applicable.
16. The Company had not availed any term loans during the year under review.
17. 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 investment.
18. The Company has not made any preferential allotment of shares to any party covered in the Register maintained under Section 301 of the Companies Act, 1956.
19. No debentures were issued by the Company and hence clause 4 (xix) of the Order is not applicable.
20. The company has not raised any money by public issue during the year under review and hence, clause 4 (xx) of the Order is not applicable.
21. According to the information and explanations given to us and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that during the year under audit, the company has not noticed or reported any fraud on or by the company.

**For Sarath & Associates
Chartered Accountants**

**CA G. L. N. Prasad
Partner
M. No. 214735**

Place : Hyderabad
Date : 13.06.2009



Balance Sheet as at 31st March, 2009

Particulars	Schedule No.	As at 31.03.2009 Rs.	As at 31.03.2008 Rs.
SOURCES OF FUNDS			
Shareholders' Funds			
Share Capital	1	51,073,000	51,073,000
Loan Funds			
Unsecured Loans	2	11,612,000	1,112,000
Total		62,685,000	52,185,000
APPLICATION OF FUNDS			
Fixed Assets			
Gross Block	3	5,962,637	5,549,637
Less : Accumulated Depreciation		4,684,289	4,439,152
Net Block		1,278,348	1,110,485
Current Assets, Loans and Advances			
Current Assets	4	11,020,888	13,245,356
Loans and Advances		15,157,764	5,483,615
		26,178,652	18,728,971
Less: Current Liabilities and Provisions			
Net Current Assets	5	682,787	60,845
Profit and Loss Account		35,910,787	32,406,389
Total		62,685,000	52,185,000
Significant Accounting Policies and Notes on Accounts	9		

The schedules referred to above and the Notes thereon form an integral part of the financial statements

As per our report of even date
For and on behalf of
Sarath & Associates
Chartered Accountants

For and on behalf of the Board

CA G.L.N. Prasad
Partner
M.No.214735

G. Venkatappaiah
Whole time Director

K.Bhaskara Reddy
Director

Place : Hyderabad
Date : 13.06.2009

Y. Sreekanth Reddy
Company Secretary



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

Particulars	Schedule No.	Year ended 31.03.2009 Rs.	Year ended 31.03.2008 Rs.
INCOME			
Securities Broking		-	6,589,361
Securities Trading		-	-
OTHER INCOME			
Interest Income		657,254	280,798
Other Income	6	80,905	251,374
Total		738,159	7,121,533
EXPENDITURE			
Employees cost	7	988,081	1,157,109
Administrative and other expenses	8	2,992,365	6,789,731
Loss on Sale of Investments		-	21,440,273
Interest		-	555
Depreciation	3	245,137	480,549
Total		4,225,583	29,868,217
Profit / (Loss) for the year before tax		(3,487,424)	(22,746,684)
- Fringe Benefit Tax		3,186	15,901
Profit / (Loss) for the year after tax		(3,490,610)	(22,762,585)
Diminution in Value of Investments		-	16,771,303
Profit / (Loss) for the year after tax before prior period items		(3,490,610)	(5,991,282)
<u>Prior period items</u>			
Cost of Bangalore Stock Exchange (BjSE) Membership Card Written off		-	4,185,000
Cost of Over The Counter Exchange of India Limited (OTCEI) Membership Card Written off		-	1,935,000
Prior period expenses		13,788	-
Profit / (Loss) for the year after tax after prior period items		(3,504,398)	(12,111,282)
Loss Brought forward from earlier years		(32,406,389)	(20,295,107)
Loss carried forward to Balance Sheet		(35,910,787)	(32,406,389)
Earnings Per Share - Basic/Diluted		(0.69)	(2.37)
Significant Accounting Policies and Notes on Accounts	9		

The schedules referred to above and the Notes thereon form an integral part of the financial statements

As per our report of even date

For and on behalf of

Sarath & Associates
Chartered Accountants

For and on behalf of the Board

CA G.L.N. Prasad
Partner
M.No.214735

G. Venkatappaiah
Whole time Director

K.Bhaskara Reddy
Director

Place : Hyderabad
Date : 13.06.2009

Y. Sreekanth Reddy
Company Secretary



**Cash Flow Statement for the year ended 31st March 2009
(Pursuant to clause 32 of Listing Agreement as amended)**

Particulars	Year ended 31.03.2009 Rs.	Year ended 31.03.2008 Rs.
A. Cash flow from Operating Activities		
Net Profit/(Loss) before tax	(3,501,212)	(22,746,684)
Adjustments:		
Depreciation	245,137	480,549
Interest received	(657,254)	(280,798)
Dividend received	(76,100)	(87,448)
Other Income	(4,805)	-
Fringe Benefit Tax paid	(15,901)	-
Loss on Sale of Investments	-	21,440,273
Cost of Bangalore Stock Exchange (BgSE) Membership Card Written off	-	(4,185,000)
Cost of Over The Counter Exchange Of India Limited (OTCEI) Membership Card Written off	-	(1,935,000)
Operating Profit / (Loss) before Working Capital changes	(4,010,135)	(7,314,108)
Decrease in Trade Receivables	5,750,340	3,897,412
Decrease in Inventories	-	20,980
Decrease in Sundry Creditors	-	(13,239,423)
Increase / (Decrease) in other Current Liabilities	634,657	(1,503,917)
Decrease / (Increase) in Loans and Advances	(9,674,149)	14,155,077
Net Cash used in Operating Activities	(7,299,287)	(3,983,979)
B. Cash flow from Investing Activities		
Sale / (Purchase) of Fixed Assets	(413,000)	(68,477)
Sale / (Purchase) of Investments	-	5,144,820
Interest received	657,254	280,798
Dividend received	76,100	87,449
Other Income received	4,805	-
Net cash from Investing Activities	325,159	5,444,590
C. Cash flow from Financing Activities		
Increase / (Decrease) in Unsecured Loans	10,500,000	(279,996)
Net cash from / (used in) Financing Activities	10,500,000	(279,996)
Net Increase / (Decrease) in Cash Equivalents	3,525,872	1,180,615
Cash & Cash Equivalents (Opening Balance)	7,349,892	6,169,277
Cash & Cash Equivalents (Closing Balance)	10,875,764	7,349,892

As per our report of even date

For and on behalf of
Sarath & Associates
Chartered Accountants

For and on behalf of the Board

CA G.L.N. Prasad
Partner
M.No.214735

G. Venkatappaiah
Whole time Director

K.Bhaskara Reddy
Director

Place : Hyderabad
Date : 13.06.2009

Y. Sreekanth Reddy
Company Secretary



**Schedules forming part of
Balance Sheet and Profit & Loss Account**

Particulars	As at 31.03.2009 Rs.	As at 31.03.2008 Rs.
Schedule 1 Share Capital		
Authorised		
1,60,00,000 Equity Shares of Rs.10/- each.	160,000,000	55,000,000
(Previous year 5,500,000 Equity Shares of Rs.10/- each)	160,000,000	55,000,000
Issued, Subscribed and Paid-up		
5,10,73,300 Equity Shares of Rs.10/- each fully paid-up	51,073,000	51,073,000
	51,073,000	51,073,000
Schedule 2 Loan Funds		
Unsecured Loans		
Security Deposits from Clients	1,112,000	1,112,000
Unsecured Loans from Directors	10,500,000	-
	11,612,000	1,112,000
Schedule 4		
Current Assets, Loans and Advances		
A) Current Assets		
Cash in hand	23,715	1,970
Balances with Scheduled Banks		
- Current accounts	2,647,795	369,143
- Deposit accounts	8,204,254	6,978,779
Sundry Debtors		
(Unsecured and considered good)		
- Over six months	-	-
- Others	145,124	5,895,464
	11,020,888	13,245,356
B) Loans and Advances		
Deposits	14,210,000	5,000,000
Other Advances	376,416	-
TDS receivable	567,128	433,380
Prepaid Expenses	4,220	-
Interest accrued on Fixed Deposits	-	50,235
	15,157,764	5,483,615

Schedules forming part of Balance Sheet and Profit & Loss Account

Schedule 3 : Fixed Assets

Description	Gross Block				Depreciation				Net Block	
	Balance as on April 1, 2008	Additions/ Adjustments	Deductions/ Adjustments	Balance as on March 31, 2009	Balance as on April 1, 2008	For the period	Deductions/ Adjustments	Balance as on March 31, 2009	Balance as on March 31, 2009	Balance as on March 31, 2008
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Air Conditioner	191,460	-	-	191,460	77,993	12,119	-	90,112	101,348	113,467
Cell phone	35,131	-	-	35,131	30,836	4,295	-	35,131	-	4,295
Computers	2,562,351	375,000	-	2,937,351	2,504,974	85,855	-	2,590,829	346,522	57,377
Fax Machine	39,070	-	-	39,070	39,070	-	-	39,070	-	-
Furniture & Fittings	1,405,845	-	-	1,405,845	701,496	88,990	-	790,486	615,359	704,349
Motor Vehicles	458,042	-	-	458,042	301,702	43,514	-	345,216	112,826	156,340
Office Equipment	113,574	-	-	113,574	41,974	7,189	-	49,163	64,411	71,600
Printers	71,125	-	-	71,125	68,068	3,057	-	71,125	-	3,057
Software	377,986	38,000	-	415,986	377,986	118	-	378,104	37,882	-
UPS	295,053	-	-	295,053	295,053	-	-	295,053	-	-
Total	5,549,637	413,000	-	5,962,637	4,439,152	245,137	-	4,684,289	1,278,348	1,110,485

**Schedules forming part of
Balance Sheet and Profit & Loss Account**

Particulars	As at 31.03.2009 Rs.	As at 31.03.2008 Rs.
Schedule 5		
Current Liabilities & Provisions		
Current Liabilities		
Creditors for expenses	173,219	-
Other Current liabilities	506,382	44,944
Provisions		
Income tax	-	-
Fringe Benefit Tax	3,186	15,901
	682,787	60,845
Schedule 6		
Other Income		
Dividend Income	76,100	87,448
Penalty on Delayed payments	-	30,513
Commission from primary markets	-	376
Miscellaneous Income	4,805	133,037
	80,905	251,374
Schedule 7		
Employees Cost		
Salaries	988,081	1,009,859
Directors Remuneration	-	147,250
	988,081	1,157,109

**Schedules forming part of
Balance Sheet and Profit & Loss Account**

Particulars	As at 31.03.2009 Rs.	As at 31.03.2008 Rs.
Schedule 8 Administrative and other expenses		
Advertisement expenses	32,663	57,415
AGM/EGM expenses	21,571	-
Annual Maintenance expenses	28,270	8,250
Audit Fees	30,000	25,000
Tax Audit Fees	-	15,000
Bad Debts	-	2,540,940
Bank Charges	44,675	16,627
Bank Guarantee Commission	-	23,160
Books and Periodicals	304	5,436
Business Promotion	-	66,107
Commission	-	937,227
Communication expenses	2,299	135,975
CTCL Fee	200,000	-
Depository charges	78,924	117,461
Directors sitting fees	-	6,000
Electricity charges	2,867	171,336
Entertainment expenses	-	18,450
Exchange dues	-	280,000
Incentives	-	15,613
Insurance	15,982	39,785
Internet charges	-	13,343
Listing Fees	15,000	186,400
Miscellaneous expenses	24,208	143,009
NSCCL Non-Settlement dues	76,224	22,653
NSE Membership Transfer fee	100,000	-
NSE Subscription Fees	-	120,000
NSE Transaction charges-CM	63,559	10,096
NSE Transaction charges-F&O	100,000	148,906
Office Maintenance	2,424	67,356
Postage and courier	6,087	17,781
Printing and Stationery	32,459	34,941
Professional charges	152,470	56,600
Professional Tax	5,000	-
Rates and taxes	191,110	91,296
Rent	768,626	605,410
Repairs and Maintenance	-	597,518
SEBI Turnover Fees	5,896	-
Service Tax	62,066	-
Filing Fees and Charges	532,025	126,556
Subscription charges	225,772	5,000
Travelling and Conveyance expenses	8,043	63,084
VSAT expenses	163,841	-
	2,992,365	6,789,731

**Schedule 9: Significant Accounting Policies and Notes on Accounts:****I. Significant Accounting Policies:****a) Basis of Preparation of Financial Statements:**

The financial statements have been prepared on the basis of going concern, under the historical cost convention, to comply in all material respects with the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India and the provisions of the Companies Act, 1956. The financial statements are presented in Indian Rupees.

b) Use of Estimates:

The preparation of financial statements, in conformity with Generally Accepted Accounting Principles requires that the management makes estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of financial statements.

c) Revenue Recognition:

Interest Income is recognized on accrual basis. Dividend income is recognized when the right to receive payment is established.

d) Fixed Assets:

Fixed Assets are stated at their Original cost less Depreciation. Cost includes inward freight, duties, taxes, expenses incidental to acquisition and installation, excise duty and VAT wherever applicable.

e) Depreciation and Amortization:

Depreciation is provided on Straight Line Method at the rates specified in the amended Schedule XIV of the Companies Act, 1956.

f) Foreign Currency Transactions:

Foreign currency transactions are recorded at the actual rate of exchange prevailing on the date of transaction.

g) Retirement Benefits:

No Employee has put in qualifying service hence no provision has been made towards employee retirement benefits.

h) Taxes on Income:

Tax expense comprises both current and deferred taxes. Current Income taxes measured at the amounts expected to be paid using the applicable tax rates and applicable tax laws.

Deferred Tax: The company accounts for deferred taxes in accordance with Accounting Standard 22 issued by the Institute of Chartered Accountants of India, whereby deferred tax assets and liabilities are recognized based on the



expected future tax consequences of events that have been included in the financial statements or tax returns. Under this method, deferred tax assets and liabilities are determined based on the difference between the financial reporting and tax basis of Assets and Liabilities using enacted or substantively enacted tax rates expected to apply to taxable income in the year temporary differences are expected to be recovered or settled.

Deferred tax assets are recognized on unabsorbed depreciation and carried forward losses only to the extent that there is virtual certainty supported by convincing evidence and on others to the extent that there is reasonable certainty of their realization.

The deferred tax assets and liabilities are negligible after set off and therefore taking into account the policy of the company no deferred tax asset / liability created.

i) Earnings Per Share:

The Company reports basic and diluted earnings per share in accordance with Accounting Standard 20 Earnings Per Share prescribed by the Companies (Accounting Standards) Rules, 2006. Basic earnings per share is computed by dividing the net loss after tax by weighted average number of equity shares outstanding during the year.

Diluted Earnings Per Share reflect potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share is computed by dividing the net loss after tax by weighted average number of equity shares and dilutive potential equity shares outstanding during the year.

j) Segment Reporting:

The company operates in only one Business Segment of Securities Broking.

II. Notes on Accounts

1. Contingent Liabilities and Capital Commitments: There are no Contingent Liabilities and Capital Commitments.

2. Due to the change in the Management of the company during the Financial Year the company has not carried out any commercial operations.

3. Auditors Remuneration	2008-2009	2007-2008
	Rs.	Rs.
a. Audit Fees	30,000	25,000
b. Tax Related Matters	40,000	15,000
c. Service Tax	7,210	4,944

**4. Managerial Remuneration:**

	2008-2009	2007-2008
	Rs.	Rs.
a. Salaries and Perquisites	NIL	1,33,750
b. Contribution to PF	NIL	13,500

5. Expenditure in Foreign Currency 2,16,783 NIL

6. Earnings in Foreign Currency NIL NIL

7. Related party disclosures

a. Name of Related Parties and description of relationship:

Description of Relationship	2008-09	2007-08
Associate Companies	NIL	i. TGV Projects & Investments Pvt. Ltd. ii. TGV Securities Private Ltd.
Key Management Personnel	NIL	C. Sudhir Babu Executive Director
Substantial Interest in Voting Power	Venkat S. Meenavalli and Usha Rani Meenavalli	NIL

b. Summary of Transactions with the above Related Parties are as follows:

Nature of Transaction	2008-09 Rs.	2007-08 Rs.
Rent paid to Associate Company: - TGV Projects & Investments Pvt. Ltd.	NIL	576,000
Transfer of Deposits to Associate Company: - TGV Securities Pvt. Ltd.	NIL	680,000
Sale of Investments to Associate Company: - TGV Projects & Investments Pvt. Ltd.	NIL	3,141,630
Sale of Investments to Associate Company: - TGV Securities Pvt. Ltd.	NIL	2,003,190
Remuneration and Gratuity Paid to Key Management Personnel: - C.Sudhir Babu, Executive Director	NIL	326,125



8. Earnings Per Share	2008-2009	2007-2008
	Rs.	Rs.
Profit / (Loss) after tax	(35,04,398)	(1,21,11,282)
Weighted average Number of Equity Shares outstanding during the year (No.)	51,07,300	51,07,300
Nominal Value of Equity Shares	10/-	10/-
Earnings Per Share (EPS)	(0.69)	(2.37)

9. Previous year's figures have been regrouped / rearranged wherever necessary.

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

As per our report of even date

For and on behalf of
Sarath & Associates
Chartered Accountants

For and on behalf of the Board

CA G.L.N. Prasad
Partner
M.No. 214735

G. Venkatappaiah
Whole time Director

K.Bhaskara Reddy
Director

Place : Hyderabad
Date : 13.06.2009

Y. Sreekanth Reddy
Company Secretary

**Balance Sheet abstract and Company's General Business Profile:****I. Registration Details:**

Registration No : 20170 State Code : 01
CIN Number : L67120AP1995PLC020170 Balance Sheet Date : 31.03.2009

II. Capital Raised During The Year: (Rs. in Thousands)

Public Issue : NIL Rights : NIL
Bonus Issue : NIL Private Placement : NIL

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

Total Liabilities : 63,367.79 Total Assets : 63,367.79

SOURCES OF FUNDS:

Paid-up Capital : 51,073.00 Reserves & Surplus : NIL
Secured Loans : NIL Unsecured Loans : 11,612.00

APPLICATION OF FUNDS:

Net Fixed Assets : 1,278.35 Investments : NIL
Net Current Assets : 25,495.86 Misc. Expenses : NIL
Accumulated Losses : 35,910.79

IV. Performance of the Company:

Turnover : 738.16 Total Expenditure : 4,239.37
Profit/(Loss) before tax : (3501.21) Profit/(Loss) after tax : (3,504.39)
Earnings Per share : (0.69) Dividend Rate : NIL
(in Rs.)

**V. Generic Names of Three Principal Products/Services of the Company
(as per monetary terms):**

Item Code No : N.A. Product Description : Share and
(ITC Code) Stock Broking

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BRILLIANT SECURITIES LIMITED
Plot No.1, JR Towers, 2nd Floor, Road No.2,
Banjara Hills, Hyderabad - 500 034

ATTENDANCE SLIP

Regd. Folio No./Client ID:

I hereby record my presence at the 14TH ANNUAL GENERAL MEETING of the Company held on Friday, 25th September, 2009 at 10.30 a.m. at Kalinga Cultural Trust, Plot No. 1269, 2nd Floor, Road No. 12, Banjara Hills, Hyderabad-500 034.

SIGNATURE OF THE ATTENDING MEMBER/PROXY :

- NOTES :
1. Shareholder/Proxyholder wishing to attend the meeting must bring the Attendance Slip to the Meeting and handover at the entrance duly signed.
 2. Shareholder/Proxy holder desiring to attend the meeting should bring his/her copy of the Annual Report for reference at the meeting.

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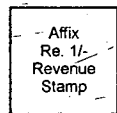
BRILLIANT SECURITIES LIMITED
Plot No.1, JR Towers, 2nd Floor, Road No.2,
Banjara Hills, Hyderabad - 500 034

PROXY

I/We Resident of
being a Member/Members of the Brilliant Securities Limited, hereby appoint
Mr./Ms. Resident of or failing him
Mr./Ms. Resident of as my/our Proxy to
attend and vote for me/us and on my/our behalf at the 14th Annual General Meeting of
the Company, to be held on Friday, 25th September, 2009 at 10.30 a.m. and at any
adjournment thereof.

Signed this..... day of..... 2009

Folio No. :
No. of Shares :



Signature :

PRINTED MATTER
BOOK-POST

If undelivered please return to :

BRILLIANT SECURITIES LIMITED

Plot No.1, JR Towers, 2nd Floor,

Road No.2, Banjara Hills,

Hyderabad - 500 034

Tel : 040 - 23540764, 23540765

Fax : 040 - 23540763