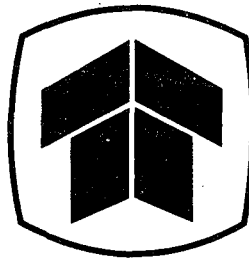


THAKRAL SERVICES (INDIA) LIMITED

(Formerly Primeast Investments Limited)



TWENTY SIXTH ANNUAL REPORT

2008 - 2009

CERTIFIED TRUE COPY

For Thakral Services (India) Limited

A handwritten signature in black ink, appearing to be 'D. S. Rao', is written over a horizontal line.

Managing Director

8TH FLOOR, 'THE ESTATE', 121, DICKENSON ROAD, BANGALORE - 560 042

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For Medical Services (India) Limited

Managing Director

THAKRAL SERVICES (INDIA) LIMITED**Board of Directors**

Shri. BIKRAMJIT SINGH THAKRAL

Shri. C D P RAJENDRAN

Shri. P BALAKRISHNA SHETTY (Chairman)

Shri. JOSEPH SEQUEIRA

Shri. KANWALJEET SINGH BAWA

Shri. R.C.BHAVUK- Managing Director

Bankers

AXIS BANK

INDIAN OVERSEAS BANK

Auditors

M/S. BRAHMAYYA & CO.

Chartered Accountants, Bangalore.

Registered Office8TH FLOOR, 'THE ESTATE',

121, DICKENSON ROAD,

BANGALORE - 560 042

NOTICE

NOTICE is hereby given that the Twenty Sixth Annual General Meeting of the Members of THAKRAL SERVICES (INDIA) LIMITED (formerly Primeast Investments Ltd) will be held on Wednesday, the 30th September, 2009 at 10.00 a.m. at Rohini Hall, Hotel Ajantha, 22-A, M.G.Road, Bangalore – 560 001 (Opposite to HSBC Bank, Near ING Vysya Bank – Corporate office) to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Balance Sheet as on 31.3.2009 and the Profit & Loss Account for the financial year ended on that date together with the Report of the Board of Directors and the Auditors thereon.
2. To appoint a Director in place of Chennoth Divakara Prabhu Rajendran who retires by rotation and being eligible offers himself for reappointment.
3. To appoint a Director in place of Kanwaljeet Singh Bawa who retires by rotation and being eligible offers himself for reappointment.
4. To appoint the Auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration as may be agreed with the Board of Directors.

BY ORDER OF THE BOARD**Regd. Office**

8th Floor, 'The Estate',
121, Dickenson Road,
Bangalore – 560 042

MANAGING DIRECTOR

Place: BANGALORE

Date: 31.08.2009

NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER. Proxy forms duly completed in all respects shall be lodged with the Company at least 48 hours before the time fixed for the meeting. The proxy form is annexed at the end of this report.
2. Members are requested to address all correspondence regarding De-mat, Share Transfers, Certificate Endorsement, Change of Address and other General Queries, to our Registrar M/s. Alpha Systems Pvt Ltd, No.30, Ramana Residency, 4th Cross, Sampige Road, Malleshwaram, Bangalore – PIN – 560 003.
3. The Proxies and Members are requested to bring their attendance slip, annexed at the end of this report, to the meeting and sign at the entrance of the venue.
4. The Register of Members and Share Transfer books shall remain closed from Wednesday, the 23rd September, 2009 to Wednesday, the 30th September, 2009 (both days inclusive)

BY ORDER OF THE BOARD OF DIRECTORS**Regd. Office**

8th Floor, 'The Estate', 121,
Dickenson Road, Bangalore-560 042

MANAGING DIRECTOR

Place: BANGALORE

Date: 31.08.2009

**DETAILS OF DIRECTORS SEEKING APPOINTMENT / REAPPOINTMENT IN THE FORTHCOMING
ANNUAL GENERAL MEETING
(IN PURSUANCE TO LISTING AGREEMENT WITH STOCK EXCHANGES)**

Item No.2:

- | | |
|-----------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------|
| 1) Name: | Mr. Chennoth Divakara Prabhu Rajendran |
| 2) Date of Birth: | 04.09.1952 |
| 3) Expertise: | Finance and Corporate Management Experience
Spanning over 3 decades: |
| 4) List of Companies in which
outside directorship held as on
31.08.2009 | M/s.Raffles Solutions Pvt Ltd
M/s.Asiatric Steel Industries Ltd
M/s.Netizen Infotek (India) Pvt Ltd |
| 5) Chairman (C) / Member (M) of the
Committee of the Board of the
Companies on which he is a
Director as on 31.08.2009 | ----- NIL ----- |

Item No.3:

- | | |
|--------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1) Name: | Mr. Kanwaljeet Singh Bawa |
| 2) Date of Birth: | 20.11.1964 |
| 3) Expertise: | Expertise in Financial Management & Control, Taxation
and Corporate Secretarial matters spanning over 2
decades. |
| 4) List of Companies in which
outside directorship held as on
31.08.2009 | M/s. Bhagwan Developments Pvt. Ltd.,
M/s. Carew Developments Pvt. Ltd.,
M/s. Jagbir Developments Pvt. Ltd.,
M/s. Khazina Developments Pvt. Ltd.,
M/s. Minnow Trading Co. Pvt. Ltd.,
M/s. Normandy Developments Pvt. Ltd.,
M/s. Normandy Investments Pvt. Ltd.,
M/s. Parjat Developments Pvt. Ltd.,
M/s. Raaya Developments Pvt. Ltd.,
M/s. Raffles Solutions Pvt. Ltd.,
M/s. Sovereign Investments Pvt. Ltd.,
M/s. Thakral Computers Pvt. Ltd.,
M/s. Westminster Developments Pvt. Ltd.,
M/s. Zarina Developments Pvt. Ltd.,
M/s. Glade Trading Company Pvt. Ltd.
M/s. Paramount Video Pvt. Ltd.
M/s. Trust Leasing and Finance Pvt. Ltd.
M/s. Raffles Pharmaceuticals Pvt. Ltd.
M/s. Future World (India) Pvt. Ltd. |

5) Chairman (c) / Member (M) of the :
Committee of the Board of the
Companies on which he is a
Director as on 31.08.2009

Audit Committee

M/s.Thakral Services (India) Ltd - M

Remuneration committee

M/s.Thakral Services (India) Ltd - M

Share Transfer Committee

M/s.Thakral services (India) Ltd - M

Shareholders' Grievance Committee

M/s.Thakral Services (India) Ltd - C

DIRECTORS' REPORT

Your Directors have pleasure in presenting the Twenty Sixth Annual Report along with the Audited Accounts for the year ended 31.03.2009

FINANCIAL RESULTS :

Rs. in Lakhs

	31.03.2009	31.03.2008
Income from Business	1337.64	994.76
Gross Income	1337.64	994.76
Less: Operational Expenses	<u>1244.13</u>	<u>959.44</u>
Profit/(Loss) Before Depreciation and Provisions	93.51	35.32
Depreciation	<u>4.67</u>	<u>3.44</u>
Profit/(Loss) Before Provisions	88.84	31.88
Provisions	<u>0.00</u>	<u>0.00</u>
Profit/(Loss) after Provisions	88.84	31.88
Fringe Benefit Tax	2.24	0.89
Profit/(Loss) for the Year	86.60	30.99
Extra Ordinary Item	<u>(561.92)</u>	<u>0.00</u>
Profit/(Loss) after Extra Ordinary Item	(475.32)	30.99
Add: (Loss) brought forward from previous year	<u>(392.00)</u>	<u>(422.99)</u>
Total Loss carried to Balance Sheet	(867.32)	(392.00)

OPERATIONS:

The Organisation is mainly engaged in the business of Electronic Security, which comprises of CCTV, Access control, Fire Detection and Alarm and Intrusion Alarms.

The Organisation carries the vision of becoming one of the leading Electronic security players in India by the end of the Financial Year 2010.

DIVIDENDS:

Since there are accumulated losses carried forward from previous years, the Company is therefore not in a position to declare dividends.

CAPITAL:

The present paid-up capital of the Company is Rs.11.73 Crores. The present authorised capital of the Company is Rs.13 Crores, which was increased from Rs.12.50 Crores at the 20th Annual General Meeting of the Company. The shares of the Company have been admitted for De-materialisation and the International Securities Identification Number (ISIN) of the equity share of the Company is INE190F01010.

LISTING PARTICULARS

As required by Clause 32 of the Listing Agreement with the stock exchange, a cash flow statement is appended.

As per the revised Clause 49 of the Listing Agreement, a Report on Corporate Governance is attached to this report.

DIRECTORS:

The Board of Directors of the Company consists of 6 Directors, of whom 2 are Non-Executive Independent Directors and 3 Non Executive Directors and 1 Executive Director. The Directors Mr.Chennotha Divakara Prabhu and Mr.Kanwaljeet Singh Bawa are due to retire by rotation and are eligible for re appointment in the coming Annual General Meeting.

AUDITORS:

M/s. Brahmayya and Company, Chartered Accountants, Bangalore, Auditors of the Company retires at the conclusion of this Annual General Meeting and are eligible for re-appointment. Auditors have confirmed their willingness to continue in office, if reappointed.

EMPLOYEES:

The Company does not have any employee within the purview of section 217 (2A) of the Companies Act, 1956 as such the details required under the said section and the Companies (Particulars of Employees) Rules, 1975 are not annexed to this report.

ENERGY, TECHNOLOGY AND FOREIGN EXCHANGE:

The information pursuant to Section 217 (1)(e) of the Companies Act, 1956 on Conservation of energy, Research & Development and Technology Absorption are presently not applicable to the Company.

Foreign Exchange Earnings and Outgo

	2008-09 (Rs. Lacs)	2007-08 (Rs. Lacs)
i. Foreign exchange earned	136.93	54.14
ii Foreign exchange used	2.26	0.77
iii Foreign exchange used for import of Capital Goods, Raw Materials etc.	371.33	183.60
iv. Foreign exchange for export of goods	60.64	NIL

DIRECTORS' RESPONSIBILITY STATEMENT:

As required under Section 217 of the Companies Act, 1956, the directors hereby confirm that:

- a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the period.
- c) the Directors had 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;
- d) the Directors had prepared the annual accounts on a going concern basis.

CORPORATE GOVERNANCE:

Pursuant to revised Clause 49 of Listing Agreement with Bombay Stock Exchange and Clause 51 of the Listing Agreement with Bangalore Stock Exchange, a Management discussion and Analysis report, Corporate Governance Report and Auditor's Certificate regarding compliance of conditions of corporate governance are made as a part of the Annual Report.

ACKNOWLEDGMENTS:

Your Directors wish to place on record their sincere appreciation of the wholehearted co-operation and assistance extended by its Shareholders, Bankers, Investors, Customers and others. The Board also wishes to place on record, its appreciation for the dedicated services of staff and officers of the Company at all levels.

ON BEHALF OF THE BOARD OF DIRECTORS

Place : BANGALORE

Date : 31.08.2009

CHAIRMAN

CORPORATE GOVERNANCE REPORT

1. Company's philosophy on Corporate Governance:

Thakral Services (India) Limited (Formerly Primeast Investments Limited) is managed by the Managing Director under the supervision and control of the Board of Directors. Your Company firmly believes that implementation of good corporate governance will help the Company to achieve corporate goals and enhance shareholders' value. It has been our endeavour to give importance on ensuring fairness, transparency, accountability and responsibility to shareholders besides implementing practices voluntarily that would give optimum information and benefit to all stakeholders, customers, employees and the society alike.

2. Board of Directors

i) Composition

Your Company's Board of Directors comprises of 6 Directors. The Managing Director, 5 are Non-Executive Directors out of which 2 are Independent Directors. The Chairman of the Company is non-executive. The Board structure is as under:

Name of Director	Category
Mr. R.C. Bhavuk	Managing Director, Executive
Mr. K.S. Bawa	Non-Executive, Director
Mr. Bikramjit Singh Thakral	Non-Executive, Director
Mr. C D P Rajendran	Non-Executive, Director
Dr. P Balakrishna Shetty	Independent Director
Mr. Joseph Sequeira	Independent Director

The Non-executive Directors and independent Directors have no material pecuniary relationship or transaction vis-à-vis your Company in their personal capacity during the year.

ii) Participation and Interest of Directors:

Since the commencement of the financial year 2008-2009, a total of 6 Board meetings were held on the following dates viz. 29.04.2008, 28.07.2008, 28.08.2008, 20.09.2008, 31.10.2008 and 31.01.2009. The maximum time gap between two board meetings was not more than four calendar months. The following table gives details of participation in Board Meetings and Annual General Meetings of your Company and interests of directors in other Companies.

Directors	Participation of Directors		Interests of Directors		
	Board Meeting	Last AGM	Other Director-ships	Committee Memberships	Committee Chairmanships
Mr. R.C. Bhavuk	06	Yes	18	1	Nil
Mr. K. S. Bawa	06	Yes	19	2	1
Mr. C D P Rajendran	Nil	No	3	Nil	Nil
Dr. P Balakrishna Shetty	06	Yes	Nil	Nil	2
Mr. Joseph Sequeira	05	Yes	Nil	2	Nil
Mr. Bikramjit Singh Thakral	NIL	No	Nil	Nil	Nil

3. Audit Committee:

i) Constitution and Composition of the Audit Committee

The Audit Committee of the Board of Directors has its constitution in compliance of provisions of the Corporate Governance requirements (as per Clause 49) of the Listing Agreement.

The Audit committee consists of three Directors as under:

- | | |
|----------------------------------------------------|----------|
| 1) Dr. P Balakrishna Shetty (Independent Director) | Chairman |
| 2) Mr. K.S. Bawa (Non- Executive Director) | Member |
| 3) Mr. Joseph Sequeira (Independent Director) | Member |

ii) Dates of Audit Committee meeting and Directors Attended.

<u>Date</u>	<u>Directors attended</u>
22.04.2008	Dr. P B Shetty, Mr. K S Bawa & Mr. Joseph Sequeira
26.07.2008	Dr. P B Shetty, Mr. K S Bawa & Mr. Joseph Sequeira
29.10.2008	Dr. P B Shetty, Mr. K S Bawa & Mr. Joseph Sequeira
28.01.2009	Dr. P B Shetty, Mr. K S Bawa & Mr. Joseph Sequeira

iii) Terms of Reference

The terms of reference for the Committee as laid down by the Board include the following:

- a) Overseeing your Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
- b) Recommending the appointment and removal of external auditor, fixation of audit fee and also approval for payment for any other services.
- c) Reviewing with management, the quarterly and annual financial statements before submission to the board, focusing primarily on:
 - i) Any change in accounting policies and practices
 - ii) Major accounting entries based on exercise of judgment by management.
 - iii) Qualification in draft audit report.
 - iv) Significant adjustments arising out of audit.
 - v) The going concern assumption.
 - vi) Compliance with accounting standards.
 - vii) Compliance with stock exchange and legal requirements concerning financial statements and other terms of references as required under Companies act, 1956 and listing agreement.

4. Remuneration Committee

i) Remuneration Policy

The Remuneration Committee determines and recommends to the Board the compensation payable to the Directors. All Board-level compensation is approved by shareholders, and separately disclosed in the financial statements.

The Remuneration Committee makes an annual appraisal of the performance of the Executive Director(s) based on a performance-related matrix. The annual compensation of the Executive Directors(s) is approved by the Remuneration Committee, within the parameters set by the shareholders at the shareholders' meetings.

Remuneration payable to each of the Independent Directors is limited to a fixed amount per year as determined and approved by the Board, subject to the limit approved by members of the Company in general meeting and calculated as per the provisions of the Companies Act, 1956.

ii) Terms of reference of Remuneration Committee

The remuneration committee may also make recommendations to the Board with respect to incentive compensation plans, remuneration of Non Executive Directors, shall review and reassess the adequacy of this charter annually and recommend any proposed change to the Board for its approval and annually review its own performance.

iii) Constitution and Composition of the Remuneration Committee

The Company had constituted the Remuneration Committee in compliance with provisions of the Corporate Governance requirements (Clause 49) of the Listing Agreement.

The Remuneration committee consists of three Non-Executive Directors as under:

- | | |
|-----------------------------|------------|
| 1) Dr. P Balakrishna Shetty | - Chairman |
| 2) Mr. Joseph Sequeira | - Member |
| 3) Mr. K.S. Bawa | - Member |

5. Shareholders' Grievance Committee:

i) Constitution of Committee

In pursuance to the Listing Agreement with Stock Exchange(s), the Board had constituted the Shareholders' grievance committee.

ii) Composition of the Committee:

The Grievance committee consists of two Directors as under:

- | | |
|--------------------|------------|
| 1) Mr. K.S. Bawa | - Chairman |
| 2) Mr. R.C. Bhavuk | - Member |

iii) Compliance Officer:

Name and Designation of : Mr. Vasu Srinivasan – Company Secretary
Compliance Officer

iv) Shareholders' Complaints

The company has received complaints from the shareholders and all complaints were resolved to the satisfaction of shareholders and there is no pending complaints with the Company.

6. Information on General Meetings

The last 3 Annual General Meetings of the Company were held as under :

Financial Year	Date	Time	Venue	Whether special resolution passed
2007-08	27.09.2008	10.00 A.M	Rohini Hall, Hotel Ajantha, 22-A, M.G.Road, Bangalore – 560 001	No
2006-07	27.09.2007	10.00 A.M	Conference Hall , Directorate of Youth Services, Nrupathunga Road, Bangalore - 560001	Yes
2005-06	30.09.2006	10.00 A.M	Conference Hall , Directorate of Youth Services, Nrupathunga Road, Bangalore - 560001	No

Special resolution for change of Main Object clause of Memorandum of Association of the Company was passed through Postal Ballot on 7.2.2008.

7. Disclosures

- i) There was no materially significant related party transaction that may have potential conflict with the interests of the Company at large. Details of related party transactions are disclosed under notes on account, given elsewhere in this report.
- ii) There was no non-compliance by the Company relating to SEBI, Stock exchange, Other statutory authorities and requirements relating to capital markets, during the last three years..

8. Means of Communication

Quarterly Results are published in two newspapers i.e. Business Standard (English) and Sanjevani (Vernacular language newspaper). The same is displayed in official website of Bombay Stock Exchange (www.bseindia.com)

9. GENERAL SHARE HOLDERS' INFORMATION

i. Annual General Meeting

Date : 30.09.2009
 Day : Wednesday
 Time : 10 AM
 Venue : Rohini Hall, Hotel Ajantha, 22-A, M.G.Road, Bangalore – 560 001
 (Opposite to HSBC Bank, Near ING Vysya Bank Corporate Office)

ii. Financial Calendar

The financial year of the Company is for a period of 12 months from 1st April 2009 to 31st March 2010

First Quarter results : by end of July'2009
 Second Quarter results : by end of October'2009
 Third Quarter results : by end of January'2010
 Fourth Quarter results : by end of April'2010

iii. Book Closure

Date of Book Closure : From 23.09.2009 to 30.09.2009 (both days inclusive)

iv. Listing on stock Exchanges

a. Stock Exchange Listing : 01. Bombay Stock Exchange
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai - 400 001

02. Bangalore Stock Exchange
Stock Exchange Tower,
No.51, 1st cross, J.C.Road,
Bangalore - 560 027.

It is further submitted for information of shareholders that the Annual listing fees of 2008-2009 for Bombay stock exchange has been paid.

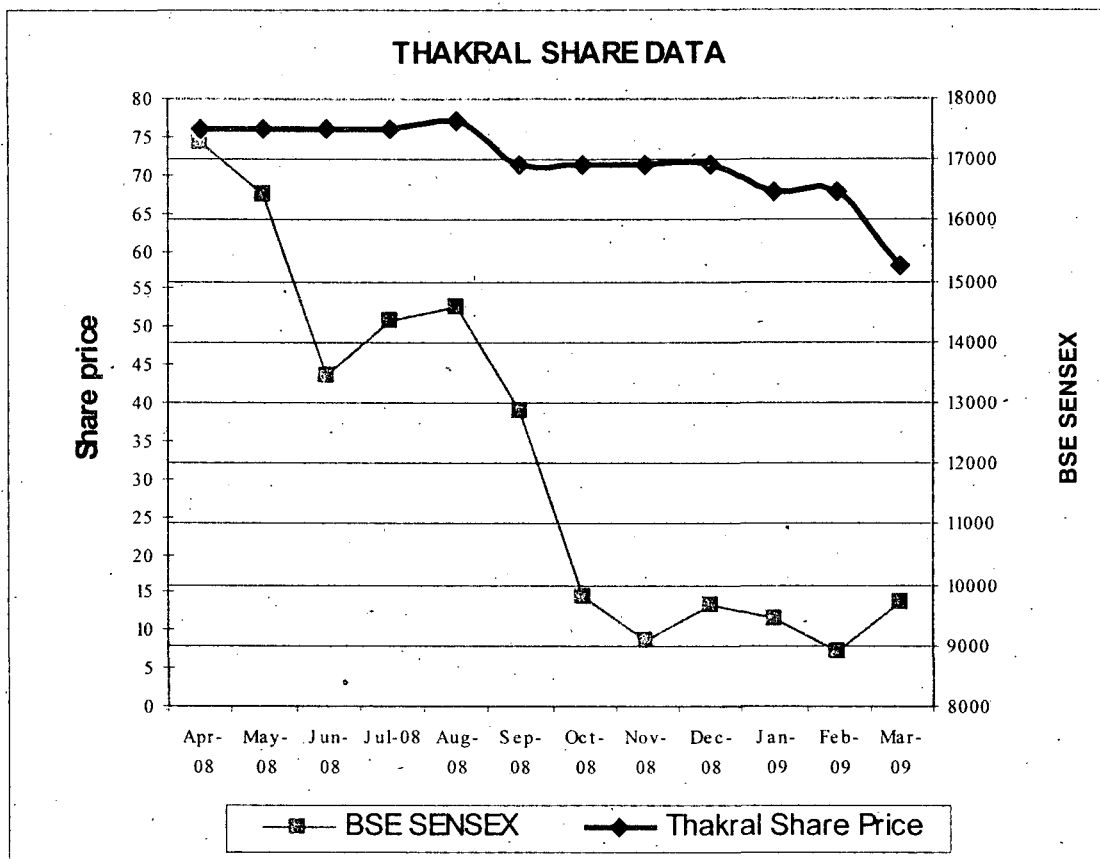
b. Stock Exchange Security Code: BSE - 509015 (Name: THAKRAL SER)

v. Market Price Data

The details of High & Low share price of equity shares of the Company during each month of the year under review are as under :-

Months (2008-2009)	BSE	
	High	Low
April'2008	75.95	75.95
May'2008	75.95	75.95
June'2008	75.95	75.95
July'2008	75.95	75.95
August'2008	77.00	68.95
September'2008	71.30	71.30
October'2008	71.30	71.30
November'2008	71.30	71.30
December'2008	71.30	71.30
January'2009	67.75	61.20
February'2009	67.75	61.20
March'2009	58.15	58.15

(Data Source : www.bseindia.com)



vi. Registrar and transfer agents

M/s. Alpha Systems Pvt. Ltd
 # 30, Ramana Residency,
 4th Cross, Sampige Road, Malleswaram,
 Bangalore –PIN 560 003
 Tel: 080-23460815 / 16 / 17 / 18
 Fax: 080-23460819

vii. Share Transfer System:

Equity shares sent for transfer in physical form are normally registered by our Registrar and Share Transfer Agent within 15 days of receipt of the document, if documents are found in order. Shares under objection are returned within two weeks. All the transfer requests are approved by the Share Transfer Committee of the Company at its various meetings held during the year under review. The Company conducts periodical audit of share transfer system and securities issued, through competent professionals.

viii. Shareholding pattern as on 31st March'2009

Sl.No	Category	No. of Shares Held	% of Shareholding
	Holding of Promoter Group		
1.	Promoter Group	8684200	74.00
	Public Share Holding		
2.	Bodies Corporate	1476790	12.58
3.	Individuals upto one Lakh	489090	4.17
4.	Individuals above one Lakh	1085000	9.25
5.	Mutual Funds and UTI	0	0
6.	Banks, Financial Institutions, Insurance Corporation	0	0
	Total Public Shareholding	3050880	26.00
	GRAND TOTAL	11735080	100.00

ix. Distribution of shareholding as on 31st March'2009

Shares or Debenture holding of nominal value of	Share / Debenture holders		Share / Debenture Amount	
	Number	% to Total	In Rs.	% to Total
Rs.10/- Per Share				
(1)	(2)	(3)	(4)	(5)
Upto 5,000	3535	96.56	3542290	3.02
5,001 - 10,000	78	2.13	557010	0.47
10,001 - 20,000	22	0.60	338500	0.29
20,001 - 30,000	11	0.30	276000	0.24
30,001 - 40,000	2	0.05	66500	0.06
40,001 - 50,000	5	0.14	236500	0.20
50,001 - 1,00,000	0	0.00	0	0.00
1,00,001 and above	8	0.22	112334000	95.72
TOTAL	3661	100.00	117350800	100.00

x. Dematerialization of shares :

Trading in equity shares of the Company is permitted only in the dematerialized form. The Company has arrangements with National Securities Depository Limited (NSDL) to enable the shareholders to hold shares in electronic form with the depository. Out of total equity share capital of 1,17,35,080 Equity shares as on 31st March 2009, 54.81% (64,32,291 equity shares) are held in dematerialized form with NSDL.

The Company has not issued any GDRs/ADRs/Warrants or any convertible instruments.

xi. Nomination Facility :

Shareholders holding shares in physical form and desirous of making a nomination in respect of their shareholding in the Company, as permitted under Section 109A of the Companies Act, 1956 are requested to submit the prescribed Form 2B for this purpose. Shareholders may write to the Company or its Registrars and Transfer Agents for a copy of the Form.

xii. Address for Correspondence :

a. Registered Office : 8th Floor "THE ESTATE"
No.121, Dickenson Road,
Bangalore - 560042
Telephone No: 080-25593891
Fax No: 080-25595739
Website : www.thakral.com

b. Address for Investor Correspondence

Registrar & Share Transfer Agent

M/s. Alpha Systems Pvt. Ltd.
30, Ramana Residency, 4th Cross,
Sampige Road, Malleswaram,
Bangalore - 560 003
Tel: 080-23460815 / 16 / 17 / 18
Fax: 080-23460819

DECLARATION

As provided under clause 49 of the Listing Agreement with the Stock Exchanges, it is hereby declared that all the board members and senior managerial personnel of the Company have affirmed the Compliance of code of Conduct for the year ended 31st March, 2009.

For and on Behalf of the Board

MANAGING DIRECTOR

Place : Bangalore

Date : 31.08.2009

Chief Executive Officer (CEO) and Chief Financial Officer (CFO) Certification

I, Ramesh Chandra Bhavuk, Managing Director of Thakral Services (India) Limited (formerly Primeast Investments Ltd), to the best of our knowledge and belief, certify that:

I have reviewed the balance sheet and profit and loss account, and all its schedules and notes on accounts, as well as the cash flow statement and the Directors Report:

1. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
2. These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
3. There are, to the best of my knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
4. I accept responsibility for establishing and maintaining internal controls and that we have evaluated the effectiveness of the internal control systems of the company and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

Further, I have indicated to the auditors and the Audit Committee:

1. Significant changes in internal control during the year ;
2. Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or any employee having a significant role in the company's internal control system.

Ramesh Chandra Bhavuk
MANAGING DIRECTOR

Place : Bangalore

Date : 31.08.2009

**AUDITOR'S CERTIFICATE ON COMPLIANCE WITH THE CONDITIONS OF CORPORATE
GOVERNANCE UNDER CLAUSE 49 OF THE LISTING AGREEMENT(S)**

**To the Members of Thakral Services (India) Limited (Formerly Primeast Investments Limited),
Bangalore.**

We have examined the compliance of conditions of Corporate Governance by M/s.Thakral Services (India) Ltd (Formerly Primeast Investments Limited) for the year ended 31st March 2009, as stipulated in clause 49 of the Listing Agreement of the said Company with the stock exchanges in India.

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, and representation made by the management, we certify that the company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

There were no investor grievances remaining un-attended / pending for more than 30 days, as per the records maintained by the company.

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

For Brahmayya & Co.
Chartered Accountants.

Place: Bangalore
Date : 31.08.2009

(G. SRINIVAS)
Partner
Membership No. 086761

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

1) Business Review :

The organisation is doing very well in the Electronic Surveillance Solution business , especially in the Banking Segment. It has got itself empanelled in many of the banks , thereby enabling continuous business growth . Apart from that , it has started spreading its roots across wider territories - where the market can be grown at a faster phase , using the credibility already established in the other areas.

2) Opportunities and Threats :

Opportunities : The organisation has already made its presence in the banking sector well . The business in this sector has started growing and with the credibility already established , it is seeing a large opportunity at its front . Also , it has started participating in the opportunities across other segments like Schools, Hospitality , Health , Government and Defence sectors , where also the market has started growing .

Threats : Of course, when a market grows in a particular field, competition is going to get wider and tougher, and the margins will get lowered . However, we are confident that this can be met with through better resourcing of materials and co-ordination within sales management.

3) Internal Control system:

The Company has proper and adequate system of internal controls commensurate with its size and nature of operations to provide reasonable assurance that all assets are safeguarded, transactions are authorised, recorded and reported properly and applicable statutes, Code of Conduct and corporate policies are duly complied with.

The Company had reconstituted the Audit committee, which is now headed by Dr. P. Balakrishna Shetty who is a Non-executive Independent Director serving on the Board. The audit committee reviews the internal control system and other terms of reference at regular intervals, which is more specifically detailed in the Corporate Governance Report. The Audit committee continuously reviews the adequacy and efficacy of the internal controls. The audit observations are followed up for implementation of corrective actions. The Committee also meets the Company's statutory auditors to ascertain their views on the adequacy of the internal control systems in the Company and their observations on the financial reports. The Audit Committee's observations are acted upon by the Management.

4) Future Outlook :

With the opportunity growing and our presence widening , we are confident that our returns are going to be better and better in all spheres like turn over, profitability and shareholders' wealth.

5) Financial:

The present capital base of the Company is Rs.11.73 Crores. The Company's performance during the last year resulted in a net profit of Rs.88.84 lakhs after depreciation and provisions.

6) Human Resource Management :

The organisation attaches a high importance to the procedure on recruitment , manpower training and employee welfare measurements. The board does recognise the hard work and special achievements of individuals through defined methods , so that the morale of other employees as well are kept on high spirits. It is indeed understood by one and all that good results can be achieved only through collective steps and execution , and as spelt earlier , all are confident on achieving the same.

AUDITOR'S REPORT**TO THE SHARE HOLDERS OF THAKRAL SERVICES (INDIA) LIMITED
(Formerly Primeast Investments Limited)**

We have audited the attached Balance Sheet of Thakral Services (India) Limited (Formerly Primeast Investment Limited) as at 31st March 2009, Profit and Loss Account and also the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

1. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
2. As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
3. Further to our comments in the Annexure referred to above, we report that:
 - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (ii) In our opinion, proper books of account as required by law have been kept by the company so far as appears from our examination of those books;
 - (iii) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (iv) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - (v) On the basis of written representations received from the directors, as on 31st March 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; AND
 - (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.

- (a) in the case of the Balance Sheet, of the state of affairs of the company as at 31st March 2009;
- (b) in the case of the Profit and Loss account, of the profit for the year ended on that date;
- and
- c) in the case of Cash Flow statement, of the Cash Flows for the year ended on that date.

Place: Bangalore
Date : 31.08.2009

For Brahmayya & Co.,
Chartered Accountants.
(G. Srinivas)
Partner
Membership No. 086761

ANNEXURE TO AUDITOR'S REPORT

(i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.

(b) All the assets have been physically verified by the management during the year and there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.

(c) The Company has not disposed off any material portion of fixed assets during the year.

(ii) a) As explained to us inventories have been physically verified by the management at regular intervals during the year.

b) In our opinion and according to the information and explanations given to us, the procedure of physical verification of inventories followed the management are reasonable and adequate in relation to the size of the company and nature of the business.

c) The company has maintained proper records of inventories. As explained to us, there were no material discrepancies noticed on physical verification of inventory as compared to the book records.

(iii) a) The company has taken interest free unsecured loans from companies listed in the Register maintained under section 301 of the companies act, 1956.

The following are the particulars of the loans taken by the company from the companies covered in the register maintained under section 301 of the companies Act, 1956.

SL. No.	Name of Party	Relation Ship with the Company	Maximum Outstanding Amount Rs.	Year end Balance Rs.
1	Normandy Dev. Pvt Ltd	Associate	5,991,880	5,981,800
2	Westminster Dev. Pvt Ltd	Associate	5,379,692	5,379,692
3	Minnow Trading Co. Pvt Ltd	Associate	777,686	614,046
4	Thakral Computers Pvt Ltd	Associate	10,817,200	10,817,200
5	Glade Trading co. Pvt Ltd	Associate	3,937,000	3,908,900
6	Raffles Solutions Pvt. Ltd.	Associate	21,060,235	21,060,235

In our opinion the rate of interest and other terms and conditions of the these loans are not, prima facie, prejudicial to the interest of the company.

(b) The company has not given any loans to the companies listed in the Register maintained under section 301 of the companies Act., 1956.

(iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchases of fixed assets. During the course of our audit, no major weakness has been noticed in the internal controls.

- (v) (a) Based on the audit procedures applied by us and according to the information and explanations provided by the management, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 have been so entered.
- a) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the registers maintained under Section 301 of the Companies Act, 1956 aggregating during the year to Rupees Five Lakhs in respect of each party during the year have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanation given to us, the company has not accepted any public deposits during the year which will be covered under section 58A of the Companies Act, 1956.
- (vii) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (viii) The Central Government has not prescribed the maintenance of Cost Records under section 209 (1) d of the Companies Act, 1956.
- (ix) The Company is regular in depositing undisputed statutory dues wherever applicable and according to the records of the company, there are no dues of sale tax, income tax, customs tax/wealth-tax/excise duty, cess which have not been deposited on account of any dispute.
- (x) The Company has accumulated losses, which are more than fifty percent of its net worth. The Company has not incurred cash loss (excluding sale of investments) during the financial year covered by our audit and in the immediately preceding financial year.
- (xi) According to the information and explanation given to us the company has not defaulted in repayment of dues to banks and the company has not borrowed any sums from the financial institutions.
- (xii) According to the information and explanation given to 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.
- (xiii) The company is not a chit fund or a nidhi/ mutual benefit/ society. Therefore, the provisions of clause 4(xiii) of the companies (Auditors Report) order 2003 are not applicable to company.
- (xiv) In our opinion and according to the information and explanations given to us, the company is not a dealer or trader in securities.
- (xv) According to the information and explanations given to us, the company has not given any guarantee for the loans taken by others from banks or financial institutions.
- (xvi) According to the information and explanations given to us, the company has not obtained any term loans during the year.

- (xvii) Based on the information and explanations given to us, and on overall examination of the balance sheet of the company, in our opinion, there are no funds raised on a short term basis which have been used for long term investment.
- (xviii) As the company has not made any allotment of shares during the year paragraph (xviii) of the Order is not applicable to the company.
- (xix) As the company has no debentures outstanding at any time during the year, paragraph (xix) of the order is not applicable to the company.
- (xx) The company has not raised any money by public issue during the year.
- (xxi) Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud on or by the company has been noticed or reported during the course of our audit.

For Brahmayya & Co.,
Chartered Accountants.

Place: Bangalore
Date : 31.08.2009

(G. Srinivas)
Partner
Membership No. 086761

THAKRAL SERVICES (INDIA) LIMITED**(Formerly PRIMEAST INVESTMENTS LIMITED)****BALANCE SHEET AS AT 31st MARCH 2009**

	PARTICULARS	Sch No.	[Rs.]	As At 31st March 2009 [Rs.]	[Rs.]	As At 31st March 2008 [Rs.]
I.	SOURCES OF FUNDS :					
1	Shareholders' Funds					
	Share Capital	1		128,576,460		128,576,460
2	Loan Funds					
	Unsecured Loans	2		47,761,873		34,988,869
	TOTAL			176,338,333		163,565,329
II.	APPLICATION OF FUNDS					
1	FIXED ASSETS	3				
	Gross Block		5,917,117		5,462,483	
	Less: Depreciation		1,066,892		843,717	
	Net Block			4,350,225		4,618,766
2	INVESTMENTS	4		156,410		101,039,310
3	CURRENT ASSETS, LOANS AND ADVANCES					
	a) Inventory		16,857,763		9,563,875	
	b) Sundry Debtors	5	33,972,479		17,549,475	
	c) Cash and Bank Balances	6	4,607,265		2,614,157	
	d) Loans and Advances	7	56,278,214		16,888,704	
			111,715,721		46,616,211	
	Less : Current Liabilities & Provisions	8	27,116,268		27,908,821	
	Net Current Assets			84,599,453		18,707,390
	Profit & Loss Account			86,732,245		39,199,863
	Significant Accounting Policies & Notes on Accounts	14				
	TOTAL			176,338,333		163,565,329

Per Our Report Annexed
for **Brahmayya & Co.,**
Chartered Accountants

(G. Srinivas)
Partner

(Vasu Srinivasan)
Company Secretary

(K.S.Bawa)
Director

(R.C. Bhavuk)
Managing Director

Place: Bangalore
Date : 31.08.2009

THAKRAL SERVICES (INDIA) LIMITED**(Formerly PRIMEAST INVESTMENTS LIMITED)****PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2009**

PARTICULARS	Sch	Current Year	Previous Year
		Rs.	Rs.
I INCOME			
Sales - Domestic	9	115,620,059	88,827,873
Miscellaneous Income	10	18,143,482	10,648,464
	[A]	133,763,541	99,476,337
II EXPENDITURE			
a. Cost of Goods Sold	11	74,287,556	50,325,910
b. Establishment Expenses	12	27,541,890	23,921,278
c. Administration Expenses	13	22,458,150	21,637,291
d. Finance Charges		125,585	59,889
e. Depreciation		466,719	344,155
f. Loss on Sale of Investment		56,191,775	-
	[B]	181,071,675	96,288,523
Profit / (Loss): [A-B]		(47,308,134)	3,187,815
Fringe Benefit Tax		224,248	88,520
Net Profit / Loss after Tax		(47,532,382)	3,099,295
(Loss) brought forward from earlier years		(39,199,863)	(42,299,158)
(Loss) carried over to Balance Sheet		(86,732,245)	(39,199,863)
Basic / Diluted Earning per share		Nil	Nil

Per Our Report Annexed
for Brahmayya & Co.,
Chartered Accountants

(G. Srinivas)
Partner

(Vasu Srinivasan)
Company Secretary

(K.S.Bawa)
Director

(R.C. Bhavuk)
Managing Director

Place: Bangalore
Date : 31.08.2009

(Formerly PRIMEAST INVESTMENTS LIMITED)

SCHEDULES TO BALANCE SHEET AS AT 31ST MARCH 2009

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THAKRAL SERVICES (INDIA) LIMITED

SCHEDULE - 3

SCHEDULE TO BALANCE SHEET FIXED ASSETS

(Rs.)										
DESCRIPTION OF ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	AS AT 1.4.2008	ADDITIONS	DEDUCTIONS	AS AT 31.03.2009	UPTO 1.4.2008	FOR THE PERIOD	ADJUSTMENT ON DELETION	AS AT 31.03.2009	VALUE AS AT 31.03.2009 31.3.2008	
A. LEASED ASSETS										
Plant & Machinery	186076	0	0	186076	186076	0	0	186076	0	0
	186076	0	0	186076	186076	0	0	186076	0	0
B. OTHER ASSETS										
Office Equipment	2018735	344371	0	2363106	244194	246788	0	490982	1872124	1774541
Furniture & Fixtures	3008960	358975	0	3367935	177800	212034	0	389834	2978101	2831160
Vehicles	248712	0	248712	0	235647	7897	243544	0		13065
	5276407	703346	248712	5731041	657641	466719	243544	880816	4850225	4618766
GRAND TOTAL [A+B]	5462483	703346	248712	5917117	843717	466719	243544	1066892	4850225	4618766
Previous Year	657306	4805177	-	5462483	499563	344155	-	843717	4618766	157744

THAKRAL SERVICES (INDIA) LIMITED**(Formerly PRIMEAST INVESTMENTS LIMITED)****SCHEDULES TO BALANCE SHEET AS AT 31ST MARCH 2009**

PARTICULARS	As At 31st March 2009 [Rs.]	As At 31st March 2008 [Rs.]
CURRENT ASSETS, LOANS AND ADVANCES:		
<u>INVENTORY</u>		
Traded Goods	16,857,763	9,563,875
<u>SCHEDULE : 5 :</u>		
Sundry Debtors		
- Considered Good		
More than 6 months	1,853,452	2,543,685
Less than 6 months	32,119,027	15,005,790
- Considered doubtful	7,098,939	7,098,939
	41,071,418	24,648,414
Less : Provision for Bad & doubtful debts	7,098,939	7,098,939
	33,972,479	17,549,475
<u>SCHEDULE : 6 :</u>		
Cash and Bank Balance :		
i. Cash on Hand	2,143,685	309,049
ii. With Banks Current Account	2,174,669	2,295,183
iii. In Deposit (under lien)	288,911	9,925
	4,607,265	2,614,157

THAKRAL SERVICES (INDIA) LIMITED**(Formerly PRIMEAST INVESTMENTS LIMITED)****SCHEDULES TO BALANCE SHEET AS AT 31ST MARCH 2009**

PARTICULARS	As At 31st March 2009 [Rs.]	As At 31st March 2008 [Rs.]
<u>SCHEDULE : 7 :</u>		
Loans and Advances:		
i) Advance tax/TDS	1,124,565	589,200
ii) Advance FBT	704,682	348,020
iii) Other Advances	38,964,818	5,383,203
iv) Retention Money with Customers	10,873,854	6,403,804
v) Deposits with Govt Departments	77,908	77,908
vi) Other Deposit	4,357,580	4,015,765
vii) Pre-paid expenses	174,807	70,804
	56,278,214	16,888,704
Total Current Assets, Loan & Advances	111,715,721	46,616,211
<u>SCHEDULE : 8 :</u>		
CURRENT LIABILITIES & PROVISIONS		
A. Current Liabilities		
i) Sundry Creditors	15,676,677	10,715,892
ii) Other Creditors for Expenses	1,499,004	1,742,163
iii) Duties & Taxes Payable	2,485,473	2,052,023
iv) Accrued Charges	105,940	182,893
v) Income Received in Advance	682,132	419,540
vi) Advances Received from Customers	187,484	3,604,437
vii) Expenses Payable	3,291,767	4,114,589
	23,928,477	22,831,537

B. Provisions		
i) Leave encashment	343,467	298,338
ii) Gratuity	243,553	277,637
iii) Superannuation	285,600	285,600
iv) Provision for FBT	282,385	88,520
v) Provision for Warranty	2,032,786	4,127,189
TOTAL	3,187,791	5,077,284
Total Current Liabilities and Provisions	27,116,268	27,908,821

THAKRAL SERVICES (INDIA) LIMITED**(Formerly PRIMEAST INVESTMENTS LIMITED)****SCHEDULES TO PROFIT AND LOSS ACCOUNT FOR THE YEAR 31ST MARCH 2009**

PARTICULARS	Current Year Rs.	Previous Year Rs.
<u>SCHEDULE :9 :</u>		
<u>INCOME</u>		
Sales	104,498,275	86,347,335
Export Sales	6,063,771	-
Service & Installation Charges Received	5,058,013	2,480,538
	115,620,059	88,827,873
<u>SCHEDULE :10 :</u>		
<u>MISCELLANEOUS INCOME</u>		
Commission from Marketing Services	13,539,942	10,608,806
Income from Arrangement of Training	756,481	-
Interest on Fixed Deposits	6,806	180
Excess Provisions for Earlier Year Written Back	3,517,836	-
Sundry Credit Balances Written Off	260,973	32,481
Profit on Sale of Fixed Assets	44,833	-
Miscellaneous income	16,611	6,997
	18,143,482	10,648,464
Total Income	133,763,541	99,476,337

THAKRAL SERVICES (INDIA) LIMITED
(Formerly PRIMEAST INVESTMENTS LIMITED)

**SCHEDULES TO PROFIT AND LOSS ACCOUNT
FOR THE YEAR 31ST MARCH 2009**

PARTICULARS	Current Year Rs.	Previous Year Rs.
<u>SCHEDULE : 11 :</u>		
<u>COST OF GOODS SOLD</u>		
Opening Stock	9,563,875	--
Purchases - Inland	42,713,481	34,738,945
Purchases - Import	37,133,372	24,549,146
Carriage & Freight Inward	527,410	275,059
Commission & Brokerage	1,156,220	77,622
Inspection Charges	-	23,250
Octroi Charges Paid	32,049	94,734
Packing Material	10,230	4,035
Repairing Charges	3,550	126,993
Toolkit Expenses	5,132	--
Less : Closing Stock	(16857763)	(9,563,875)
	74,287,556	50,325,910

<u>SCHEDULE : 12 :</u>		
<u>ESTABLISHMENT EXPENSES</u>		
Salaries & Allowances	22,711,394	19,925,062
Directors Remuneration	1,515,483	1,324,031
PF/ESIC Contribution	1,421,431	1,087,515
Superannuity & Gratuity Contribution	6,731	177,850
Motor Car Expenses Reimbursement	317,540	170,802
Rent - Co's Leased Accomodation	100,858	-
Staff Welfare	1,468,453	1,236,018
	27,541,890	23,921,278

THAKRAL SERVICES (INDIA) LIMITED**(Formerly PRIMEAST INVESTMENTS LIMITED)****SCHEDULES TO PROFIT AND LOSS ACCOUNT FOR THE YEAR 31ST MARCH 2009**

PARTICULARS	Current Year	Previous Year
	Rs.	Rs.
<u>SCHEDULE : 13 :</u>		
<u>ADMINISTRATION EXPENSES</u>		
Insurance	58,843	35,939
Rent	6,195,560	5,465,425
Rates & Taxes	53,681	48,469
Printing & Stationery	315,015	404,471
Communication Expenses	1,869,126	1,888,248
Electricity Charges	665,178	972,297
Repairs & Maintenance		
For Building	93,427	17,621
For Vehicles	9,876	-
For Others	93,000	285,415
Travelling and Conveyance	4,466,671	3,275,222
Legal and Consultancy	866,282	953,132
Security Service Charges	299,466	93,724
Selling & Distribution Expenses	6,028,183	6,960,144
Listing fee	21,461	65,300
Books & Periodicals	8,703	9,929
AGM Expenses	38,324	32,648
Directors Sitting Fees	22,000	22,000
Miscellaneous expenses	687,401	907,338
Payment to Auditors		
For Audit	100,000	50,000
For Expenses		1,572
Internal Audit Fees		7,000
Demat Charges	36,704	32,512
Donation	29,200	16,700
Exchange Fluctuation Loss	400,785	89,685
Interest Paid	99,264	-
	22,458,150	21,637,291
<u>FINANCE CHARGES</u>		
Bank charges & Interest	125,585	59,889

SCHEDULE : 14 :**Notes forming part of Accounts****1) Significant Accounting Policies****A) Conventions**

The Financial Statements are prepared under historical cost conventions in accordance with the applicable Accounting Standards issued by the Institute of Chartered Accountants of India and relevant disclosure requirements of the Companies Act, 1956.

B) Fixed Assets and Depreciation

Fixed Assets in the Gross Block are stated at original cost. Additions to Fixed Assets are stated at cost of acquisition and all costs relating to the acquisition and installation up to the date the asset is put into use are capitalised.

Depreciation has been charged under the Straight Line Method (SLM) at the rates prescribed in Schedule XIV of the Companies Act, 1956.

C) Investments

Long term investments are stated at cost. Provision is made when permanent diminution in value has arisen in the opinion of the management.

D) Inventories

Inventories are valued at lower of cost or net realizable value. Cost is computed with issues being made on FIFO basis.

The stock on hire, under hire purchase agreements are shown at agreement value, less amount received.

E) Foreign exchange transaction

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing at the time of transaction.

Any income or expense on account of exchange difference either on settlement or on translation is recognised in the profit and loss account.

F) Revenue / Expenditure recognition

Sales of products are recognised on despatch to customers and are exclusive of trade discounts, sales tax and other taxes. Income accruing in the accounting year and ascertainable/realisable with reasonable certainty on the date of financial statements is taken into account.

Expenses accruing in the accounting year and ascertainable with reasonable accuracy on the date of financial statement are provided in the accounts.

G) Retirement benefits to employees

Company's contribution to recognised funds, such as Provident Fund, Employees State Insurance, etc. are charged to Profit and Loss Account.

The company covers employees for this benefit under the Group Gratuity Scheme, which is currently with Life Insurance Corporation of India. Liability on the basis of actuarial valuation by an independent actuary has been provided.

Leave encashment is provided on the basis of actuarial valuation at the Balance Sheet date.

H) Warranty

The company periodically assesses and provides for the estimated liability on warranty given on sale of its products based on past performance of such products.

I) Taxes on Income

Current tax is determined in accordance with the provisions of the Income Tax Act, 1961.

Deferred Tax Asset has not been recognized in the books of account in view of the continuous losses vide Para 17 of AS-22.

J) Impairment of Assets

Consideration is given at the balance sheet date to determine whether there is any indication of impairment of the carrying amount of the Company's fixed assets. If any indication exists, an asset's recoverable amount is estimated. An impairment loss is recognised whenever the carrying amount of an asset exceeds the recoverable amount. The recoverable amount is the greater of the net selling price and value in use.

K) Micro, Small and Medium Enterprises Development Act, 2006(MSMED Act)

Based on the information available with the Company, there are no Micro, Small and Medium Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at 31st March, 2009. Further, no interest during the year has been paid or payable under the terms of the MSMED Act, 2006.

- 2) In the year 2006-07 the Company changed its name from Primeast Investments Limited to Thakral Services (India) Limited with effect from 06.02.2007.
- 3) Figures for the previous year have been re-grouped wherever necessary for comparison purposes.

THAKRAL SERVICES (INDIA) LIMITED**(Formerly PRIMEAST INVESTMENTS LIMITED)****STATEMENT OF ADDITIONAL INFORMATION****A. PARTICULARS OF STOCK****PURCHASES**

Class of Goods	Current Year		Previous Year	
	Quantity Nos	Value Rs	Quantity Nos	Value Rs
Stand alone DVR	2,494	2,36,43,362	1,444	191,53,054
Cameras				
a) Dome Cameras	5,070	1,75,62,749	3788	86,17,871
b) C-Mount Cameras	3,376	26,48,895	395	10,85,795
c) Cameras- Others	2,431	27,66,270	261	13,54,273
DVD Cards	917	80,93,759	642	44,61,412
Lens	1,679	8,54,408	1,522	18,92,940
Camera Accessories	12,594	13,34,736	3,053	7,47,418
Cable Accessories	6,011	37,11,908	30,232	2,68,595
Other Parts	25,203	1,92,30,766	14,513	2,17,06,734
TOTAL		7,98,46,853		5,92,88,092

CONSUMPTION

Class of Goods	Current Year		Previous Year	
	Quantity Nos	Value Rs	Quantity Nos	Value Rs
Stand alone DVR	-	-	-	-
Cameras				
a) Dome Cameras	-	-	9	-
b) C-Mount Cameras	-	-	2	-
c) Cameras	-	-	-	-
DVD Cards	-	-	6	-
Lens	-	-	195	-
Camera Accessories	-	-	65	-
Cable Accessories	-	-	1,808	-
Other Parts	-	-	421	-

SALES

Class of Goods	Current Year		Previous Year	
	Quantity Nos	Value Rs	Quantity Nos	Value Rs
Stand alone DVR	2184	2,84,95,140	1,312	3,69,65,699
Cameras				
a) Dome Cameras	3213	1,79,52,615	3,390	1,46,08,123
b) C-Mount Cameras	3189	38,92,131	371	18,61,247
c) Cameras	1693	63,12,191	118	10,23,965
DVD Cards	673	11,08,209	393	76,40,113
Lens	1469	4,42,276	1,277	16,57,961
Camera Accessories	12286	14,89,275	2,067	8,11,232
Cable Accessories	3162	64,15,094	28,205	13,21,338
Other Parts	23002	3,44,81,227	12,543	2,04,97,657
TOTAL		11,05,62,046		8,63,87,335

CLOSING STOCK

Class of Goods	As at 31-03-2009		As at 31-03-2008	
	Quantity Nos	Value Rs	Quantity Nos	Value Rs
Stand alone DVR	442	32,59,697	132	15,61,483
Cameras				
a) Dome Cameras	2,246	24,49,557	389	15,62,192
b) C-Mount Cameras	209	3,42,678	22	45,237
c) Cameras	881	20,00,709	143	7,79,115
DVD Cards	487	24,31,918	243	32,00,254
Lens	260	55,415	50	59,696
Camera Accessories	1,229	4,93,619	921	5,34,906
Cable Accessories	3,068	4,39,232	219	7,280
Other Parts	3,750	53,84,938	1,549	18,13,712
TOTAL		1,68,57,763		95,63,875

B. RELATED PARTY DISCLOSURES:**a) List of Related Party and Relationship:**

RELATED PARTY	RELATIONSHIP
A. M/s. Westminster Developments Pvt. Ltd. M/s. Normandy Developments Pvt. Ltd. M/s. Minnow Trading Company Pvt. Ltd. M/s. Glade Trading Company Pvt. Ltd. M/s. Thakral Computers Pvt. Ltd. (The company is in the process of obtaining Permission from Central Govt. as required under Sec 297 of Companies Act 1956) M/s. Raffles Solutions Pvt. Ltd. M/s. Future World (India) Pvt. Ltd.	Associates
B. Key Management Personnel Mr. R.C. Bhavuk	Managing Director
C. Relative of Key Management Personnel: Mrs. Beena Sharma	Wife of Mr. R.C. Bhavuk

b) Related Party Transaction:

Transaction	Associates	Key Management Personnel	Relative of Key Management Personnel	Total
Remuneration Paid	Nil	15,07,131	Nil	15,07,131
Remuneration Outstanding on 31.03.09	Nil	2,27,823	Nil	2,27,823
Rent Paid	Nil	Nil	4,63,042	463,042
Rent Outstanding on 31.03.09	Nil	Nil	38,140	38,140
Investment Sold (Note1)	4,46,91,125	Nil	Nil	446,91,125
Thakral Computers Pvt. Ltd. (Note2)				
Purchases-	1,67,678	Nil	Nil	1,67,678
Sales	19,81,211	Nil	Nil	19,81,211
Commission Received	32,35,371	Nil	Nil	32,35,371
Service Charges Received	Nil	Nil	Nil	Nil
Reimbursement of Expenses received	Nil	Nil	Nil	Nil
Advances Received from Key Management Personnel	Nil	Nil	Nil	Nil
Unsecured Loan received from Associates	127,73,004	Nil	Nil	127,73,004
Closing balance As on 31.03.09 :				
Unsecured Loans from Associates	477,61,873	Nil	Nil	477,61,873
Advance from Key Management Personnel	Nil	Nil	Nil	Nil

Note 1: During the year company has sold Investment in shares of M/s. Pacific Internet India Ltd. – Joint Venture to its associate company M/s. Future World (India) Pvt. Ltd. No. of Shares 10088290 sold at Rs. 4.43 per share (Face Value Rs. 10/- per share) based on the shares valued by P.A.Dhanbhoora & Co. The company is in the process of obtaining Central Govt. approval for this transaction.

Note 2: The company is in process of obtaining Central Govt. approval for the transactions with the Thakral Computers Pvt. Ltd.

C. DIRECTORS' REMUNERATION INCLUDED IN SALARIES AND WAGES

Particulars	Current Year (Rs.)	Previous Year (Rs.)
Salary	7,20,000	7,20,000
Allowances and Perquisites	7,00,731	6,04,031
Company's contribution to PF	86,400	86,400

D.VALUE OF IMPORTS ON CIF BASIS

	Current Year Amount (Rs)	Previous Year Amount (Rs)
1. Components & Spares	3,71,33,372	183,60,152
2. Capital equipments	Nil	Nil
Total	3,71,33,372	183,60,152

E. EXPENDITURE IN FOREIGN CURRENCY

	Current year Amount (Rs)	Previous year Amount (Rs)
1. Traveling expenditure	70,940	76,772
2. Others	Nil	Nil
Total	70,940	76,772

F. EARNINGS IN FOREIGN CURRENCY

	Current year Amount (Rs)	Previous year Amount (Rs)
1. Export of goods on FOB basis	60,63,771	54,13,762
2. Others (Commission)	1,36,93,473	Nil
Total	1,97,57,244	54,13,762

Per Our Report Annexed
for Brahmayya & Co.,
Chartered Accountants

(G. Srinivas)
Partner
Membership No.086761

(Vasu Srinivasan)
Company Secretary

(K.S.Bawa)
Director

(R.C. Bhavuk)
Managing Director

Place: Bangalore
Date : 31.08.2009

Thakral Services (India) Limited (Formerly Primeast Investments Limited)**Balance Sheet abstract & Company's General Business profile****1 Registration Details**

Registration No	5140
State Code	08
Balance sheet Date	31.03.2009

2 Capital raised during the year

Public issue (issue through prospectus)	NIL
Right issue	NIL
Bonus issue	NIL
Private Placement	NIL

3 Position of mobilisation & Deployment of Funds (Amount in Rs.Thousands)

Total Liabilities	176,338
Total Assets	176,338

Sources of Funds

Paid up capital	128,576
Reserves & Surplus	NIL
Secured Loans	NIL
Unsecured Loans	47,762

Application of Funds

Net Fixed assets	4,850
Investments	156
Net Current Assets	84,599
Accumulated Losses	86,732

4 Performance of the Company

Turnover (Including Miscellaneous Income)	133,764
Total Expenditure	124,880
Profit/(Loss) before Tax	8,884
Profit/(Loss) after Tax & Provision	(47,532)
Earning per share	(4.05)
Dividend Rate	NIL

5 Generic Name of the Principal Products & Services of the Company (as per monetary terms)

Item Code(ITC Code)	NIL
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For Brahmayya & Co.,
Chartered Accountants

(G.Srinivas)
Partner

(K S Bawa)
Director

(R C Bhavuk)
Managing Director

Thakral Services (India) Limited (Formerly Primeast Investments Limited)**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2009****A. CASH FLOW FROM OPERATING ACTIVITIES:**

	Current Year	Previous Year
	(Rs.)	(Rs.)
Net Profit before Tax and Extra-Ordinary Items	(47308134)	3187814
Adjustments for :		
Depreciation	466719	344155
Assets Written Off	0	0
Loss on Sale of Assets	56191775	0
Profit on Sale of Fixed Assets	(44833)	-
Excess Provision written back	0	(32481)
Sundry Credit balances Written Off	(260973)	0
Interest received	(6806)	(180)
Sundry Debit Balances Written off	50025	0
Interest paid	224849	56620756
Operating Profit before working capital changes	9312622	3507843

Adjustments for :

Trade and other receivables	(63156426)	(43415649)
Trade Payables	(531581)	(63688007)
	(54375385)	(16922629)
Less: FBT Paid	(224248)	(88520)
Cash generated from Operations	(54599633)	(13503306)
Cash flow from Extra Ordinary items	NIL	NIL
Net Cash flow from Operating activities	(54599633)	(13503306)

B. CASH FLOW FROM INVESTING ACTIVITIES :

Purchase of fixed assets	(703,346)	(4,805,177)
Sale of Fixed Assets	50,000	-
Sale of Investment	44,691,125	905,593
Dividend received	-	-
Interest received	6,806	180
Net Cash flow from Investing activities	44044585	(3899404)

C.CASH FLOW FROM FINANCING ACTIVITIES :

Net Increase in Cash Credit and Unsecured Loans	12773004	19646039
Interest paid	(224,849)	(8535)
Net Cash flow from Financing activities	12548155	19637504
Net Increase in Cash and Cash Equivalents	1993108	2234794
Cash and Cash Equivalents as at 1.4.2008 (Opening Balance)	2614157	379363
Cash and Cash Equivalents as at 31.3.2009 (Closing Balance)	4,607,265	2614157

(Vasu Srinivasan)
Company Secretary

(K.S.Bawa)
Director

(R.C.Bhavuk)
Managing Director

AUDITOR'S CERTIFICATE

The above Cash Flow Statement has been compiled from and is based on the audited accounts of Thakral Services (India) Limited (Formerly Primeast Investments Limited) for the year ended 31st March, 2009. According to the information and explanations given, the aforesaid cash flow statement has been prepared pursuant to clause 32 of the listing agreement and reallocation required for the purpose are as made by the company.

For Brahimayya & Co.,
Chartered Accountants.

Place: Bangalore
Date : 31.08.2009

(G. Srinivas)
Partner
Membership No. 086761

FORM OF PROXY

I/We _____ of _____ being a Member/Members of Thakral Services (India) Limited (Formerly Primeast Investments Limited) hereby appoint _____ of _____ or failing him _____ of _____ as my/our proxy to vote for me/us on my/our behalf at the Twenty Sixth Annual General Meeting of the Company to be held on 30th September '2009 and at any adjournment thereof. Signed at _____ this _____ day of _____ 2009

Signature (across the stamp)

Name _____

Regd. Folio No. _____

Affix Rs.1/-
Revenue
Stamp

NOTES

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself.
2. A proxy need not be a member.
3. The Incumbent appointing a proxy and the Power of Attorney or other authority (if any) under which it is signed or a notorially certified copy of the Power of Attorney or authority shall be deposited at the Registered office of the Company not less than 48 hours before the time for holding the meeting or adjourned meeting.

=====

THIS ATTENDANCE SLIP DULY FILLED IN AND TO BE HANDED OVER

AT THE ENTRANCE OF THE MEETING HALL

THAKRAL SERVICES (INDIA) LIMITED

(Formerly Primeast Investments Limited)

Name of the attending Member

(In Block Letters) _____

Member's Folio Number _____

Name of the Proxy (in Block letters)

if the proxy attends instead of the Member _____

Number of Shares held _____ Equity shares.

I hereby record my presence at the Twenty Sixth Annual General Meeting of the Company held at Rohini Hall, Hotel Ajantha, 22-A, M.G.Road, Bangalore – 560 001 (Opposite to HSBC Bank Near ING Vysya Bank-corporate office at 10.00 a.m. on 30th September 2009.

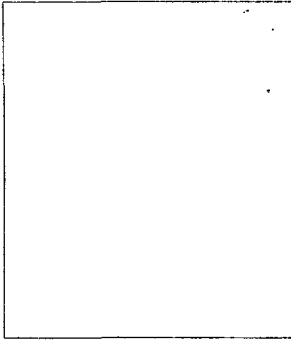
(Proxy's Signature)

In case of proxy attends meeting

(Member's Signature)

In case member attends meeting

(To be signed at the time of handing over this slip at the meeting)



BOOK - POST
Printed Matter

To,

If undelivered please return to :
THAKRAL SERVICES (INDIA) LIMITED
(Formerly Primeast Investments Limited)
8th Floor, 'THE ESTATE', #121, Dickenson Road,
Bangalore-560 042