



AAYUSH

FOOD AND HERBS LIMITED

Regd. Off. : 301, Aakash Tower, 2, LSC,
Savita Vihar, Delhi-110092

Works : Village Jamalpur, Jwalapur,
Distt. Haridwar (U.K.)

NOTICE OF ANNUAL GENERAL MEETING

Ref. No. :

Date :

NOTICE is hereby given that the 26th Annual General Meeting of the Members of **M/s AAYUSH FOOD AND HERBS LIMITED** will be held on Thursday, 30th September, 2010 at 10:00 A.M. at the registered office of the company at 301, Aakash Tower, 2, LSC, Savita Vihar, Delhi – 110092 to transact the following business:

ORDINARY BUSINESS:

1. To receive consider and adopt the Audited Balance Sheet as at March 31, 2010 and the Profit and Loss Account for the year ended March 31, 2010 and the reports of the Board of Directors and Auditors' thereon.
2. To appoint a Director in the place of Mr. Sunil Kumar Chaturvedi who retires by rotation and being eligible, offers himself for reappointment.
3. To appoint a Director in the place of Mr. Raj Chawla who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint M/s Rajesh Laxmi & Associates, Chartered Accountants, Delhi, as Statutory Auditors of the Company from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company and to fix their remuneration.

SPECIAL BUSINESS:

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

"**RESOLVED THAT** Mr. Sanjay Kumar Sharma, who was appointed as an Additional Director of the Company with effect from 18th Feb, 2010, be and is hereby appointed as a Director of the Company liable to retire by rotation."

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

"**RESOLVED THAT** Mr. Sanjeev Kumar, who was appointed as an Additional Director of the Company with effect from 13th March, 2010, be and is hereby appointed as a Director of the Company liable to retire by rotation."

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

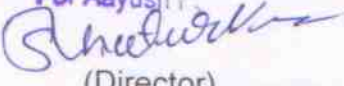
COMPLIANCE CERTIFICATE

"RESOLVED THAT, the compliance certificate under section 383A, as issued by Mr. R.S. Bhatia, a Practicing Company Secretary, be and is hereby received, considered and adopted."

By order of the Board
For Aayush Food and Herbs Limited

Registered office
301, Aakash Tower, 2, LSC,
Savita Vihar, Delhi – 110092

Place: Delhi
Date: 01.09.2010

Sunil Kumar Chaturvedi
For Aayush

(Director)
Director/Auth. Signatory

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. THE PROXIES, IN ORDER TO BE VALID AND EFFECTIVE, MUST BE DELIVERED TO THE REGISTERED OFFICE OF THE COMPANY AT LEAST FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING. A BLANK PROXY FORM IS ENCLOSED.
3. Any member requiring information about the accounts etc. should inform the Registered Office of the company at least 7 days before the date of meeting so as to enable the management to keep the information.
4. An Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956 is annexed herewith the notice.

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956:

Item No. 5

Mr. Sanjay Kumar Sharma was appointed as Additional Director of the Company with effect from 18th Feb, 2010, to hold office up to the date of the forthcoming Annual General Meeting of the Company. Mr. Sanjay Kumar Sharma, being eligible, offers himself for appointment as regular Director of the Company. As required by the section 257 of the companies Act 1956, a notice along with a deposit of rupees five hundred has been received from member signifying his intention to propose his appointment as a Director. The Board considers it desirable that the company should continue to avail itself of his services.

Your Directors recommend the resolution under Item No. 5 to be passed as Ordinary Resolution.

Except Mr. Sanjay Kumar Sharma, no other director is interested in the said resolution.

Item No. 6

Mr. Sanjeev Kumar was appointed as Additional Director of the Company with effect from 13th March, 2010, to hold office up to the date of the forthcoming Annual General Meeting of the Company. Mr. Sanjeev Kumar, being eligible, offers himself for appointment as regular Director of the Company. As required by the section 257 of the companies Act 1956, a notice along with a deposit of rupees five hundred has been received from member signifying his intention to propose his appointment as a Director. The Board considers it desirable that the company should continue to avail itself of his services.

Your Directors recommend the resolution under Item No. 6 to be passed as Ordinary Resolution.

Except Mr. Sanjeev Kumar no other director is interested in the said resolution.

Item No. 7

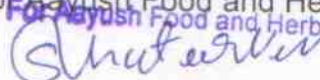
The Central Government vide notification dated 31/01/2001 has pronounced the companies (Compliance Certificate) Rules 2001. According to these Rules your company is required to get a Compliance Certificate from a Practicing Company Secretary. Accordingly, Company has obtained a certificate from Mr. R. S. Bhatia, a Company Secretary in Practice. The said certificate in the prescribed format has been attached with the Director's Report as required under the provisions of section 383A of the Companies Act, 1956. As per said rules the Compliance Certificate is required to be laid before the company in its general meeting. Your Directors recommend the adoption of the same.

None of the Directors is concerned/interested in the Resolution.

Registered office
301, Aakash Tower, 2, LSC,
Savita Vihar, Delhi – 110092

Place: Delhi
Date: 01.09.2010

By order of the Board
For Aayush Food and Herbs Limited


For Aayush Food and Herbs Limited

Sunil Kumar Chaturvedi
Director/Author Signatory
(Director)



AAYUSH

FOOD AND HERBS LIMITED

Regd. Off. : 301, Aakash Tower, 2, LSC,
Savita Vihar, Delhi-110092
Works : Village Jamalpur, Jwalapur,
Distt. Haridwar (U.K.)

DIRECTORS' REPORT TO THE SHAREHOLDERS

Ref. No. :

Date :

To the Members,
301, Aakash Tower, 2, LSC,
Savita Vihar, Delhi – 110092

Your Directors present the 26th Annual Report of the Company together with the Audited Statements of Accounts for the year ended the March 31, 2010.

1. FINANCIAL RESULTS

	For the year ended 31 st March (in Rs.)	
	<u>2010</u>	<u>2009</u>
Profit before Interest & Depreciation	4,43,601.59	6,58,742.38
Less: Interest & Other Charges	NIL	NIL
Less: Depreciation	1,49,378.00	2,09,592.00
Less: Extraordinary item	NIL	NIL
Profit before Tax		4,49,150.38
	2,94,223.59	
Fringe Benefit Tax	NIL	15,070.00
Deferred Tax	(7,745.00)	(9,404.00)
Provision for Taxation (net)	80,572.00	1,27,524.00
Tax adjusted for earlier years	14,007.00	NIL
Profit after Tax	2,07,389.59	3,15,960.38
Add/ (Less): Balance brought forward from previous year	15,459.98	(3,00,500.40)
Balance carried to Balance Sheet	<u>2,22,849.57</u>	<u>15,459.98</u>

2. DIVIDEND

In the absence of adequate profit, Directors are unable to recommend dividend on equity shares.

3. MATERIAL CHANGES

There is no material changes, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the balance sheet relates and the date of report

4. DIRECTORS

Mr. Sunil Kumar Chaturvedi and Mr. Raj Chawla, who retire by rotation and being eligible, offer themselves for re – appointment. Mr. Sanjay Kumar Sharma and Sanjeev Kumar have been appointed as Additional Directors with effect from 18th Feb, 2010 and 13th March 2010 respectively to hold office up to the date of forthcoming Annual General Meeting. The Board recommends appointment of Mr. Sanjay Kumar Sharma, and Mr. Sanjeev Kumar as Regular Directors of the company.

5. COMPLIANCE CERTIFICATE

Compliance Certificate perusing to the provision of the Section 383A of Companies Act, 1956, a Certificate from Practicing Company Secretary has been obtained and annexed hereto and the same forms and integral part of the report.

6. AUDITORS & AUDITORS REPORT

The Board recommends the appointment of M/s Rajesh Laxmi & Associates, Chartered Accountants, Delhi who is to hold office until the conclusion of ensuing Annual General Meeting and being eligible, offer themselves for re-appointment as the Auditors of the company for the financial year 2009-2010. They have confirmed that their appointment, if approved, shall be within the limits laid down under section 224 (1B) of the Companies Act, 1956. The Auditors' Report does not have any adverse remarks and do not call for any clarification.

7. FIXED DEPOSITS

The Company has not invited or availed Fixed Deposits from the public during the Year under review.

8. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 217(2AA) of the Companies Act 1956, with respect to Directors' Responsibility Statement, it is hereby confirmed:

- i) That in the preparation of annual accounts, the applicable accounting standards have been followed along with proper explanation relating to any departures;
- ii) That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review;
- iii) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records, in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) That the Directors have prepared the annual accounts for the year ended on March 31, 2010 on a 'going concern basis'.

9. PARTICULARS OF EMPLOYEES

No employee of the Company was in receipt of remuneration above the limit specified under Section 217(2A) of the Companies Act, 1956.

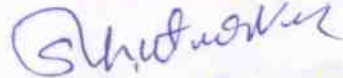
10. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

As the Company's operations do not involve any manufacturing or processing activities, the particulars as per the Companies (Disclosures of Particulars in the Report of the Board of Directors) Rules, 1988, regarding conservation of energy, technology absorption, foreign exchange earnings and outgo are not applicable.

11. ACKNOWLEDGEMENT

The Directors of your Company place on record their appreciation for the dedicated and sincere services rendered by the officers and staff at all levels.

For and on behalf of the Board
For Aayush Food and Herbs Ltd
For Aayush Food and Herbs Limited



Director/Amb. Signatory
Sunil Kr Chaturvedi Sanjay Kumar
(Director) (Director)

Place: Delhi
Date: 01.09.2010

9. PARTICULARS OF EMPLOYEES

No employee of the Company was in receipt of remuneration above the limit specified under Section 217(2A) of the Companies Act, 1956.

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

As the Company's operations do not involve any manufacturing or processing activities, the particulars as per the Companies (Disclosures of Particulars in the Report of the Board of Directors) Rules, 1988, regarding conservation of energy, technology absorption, foreign exchange earnings and outgo are not applicable.

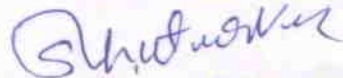
11. ACKNOWLEDGEMENT

The Directors of your Company place on record their appreciation for the dedicated and sincere services rendered by the officers and staff at all levels.

For and on behalf of the Board

For Aayush Food and Herbs Ltd

For Aayush Food and Herbs Limited



Director/Auth. Signatory

Sunil Kr Chaturvedi Sanjay Kumar

(Director) (Director)

Place: Delhi

Date: 01.09.2010

AUDITORS' REPORT

To,
The Shareholders,
Patanjali Food and Herbs Limited

We have audited the Balance Sheet of M/S AAYUSH FOOD AND HERBS LIMITED (Formerly known as Patanjali Food and Herbs Limited), as at 31st March, 2010 and also the Profit & Loss Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We have conducted our audit in accordance with Auditing Standards generally accepted in India. Those Standards are required that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material mis-statement. An audit includes examining, on test basis evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimate made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Companies (Auditors Report) Order, 2003 issued by the Company law Board in term of Section 227 (4A) of the Companies Act, 1956 we enclose in the annexure a statement of the matters specified in particulars in paragraph 4 & 5 of the said order to the extent applicable to this company.

Further to our comment in the annexure referred to in para above, we report that:

- i) We have obtained all the information and explanation, which to the best of our knowledge and belief were necessary for the purpose of the audit.
- ii) In our opinion, proper books of accounts as required by the law have so far as appears from our examination of the books.
- iii) The Balance Sheet and the Profit & Loss Account dealt with by the report are in agreement with the books of accounts.
- iv) In our opinion, Balance Sheet and Profit & Loss Account, referred to in this Report, comply with the applicable Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956 (as amended).
- v) In our opinion, and based on information and explanations given to us, we report that none of the directors are disqualified as on 31st March 2009 from being appointed as Directors in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

- vi) In our opinion and to the best of our information and according to the explanations given to us, the said statements of accounts, read together with the notes thereon, gives the information required by the Companies Act 1956, in the manner so required, and give a true and fair view in conformity with the accounting principles generally accepted in India:
- (i) In the case of Balance Sheet of the state of affairs of the Company as at 31st March 2010.
- (ii) In the case of Profit & Loss account of the Profit of the Company for the year ended on that date.

Place: Delhi
Date: 01.09.2010

For Rajesh Laxmi & Associates
Chartered Accountants


(Rajesh Gupta)
Prop.



ANNEXURE TO THE AUDITORS REPORT


- 1 (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- 1 (b) All the assets have not been physically verified by the management during the year but there is a regular program 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.
- 1 (c) According to the Information and Explanation and on examination of Books of Accounts, company has not disposed off any/ substantial part of Fixed Assets during the Year.
- 2 (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- 2 (b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- 2 (c) The company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- 3 (a) There is one party covered in the register maintained under section 301 of the Companies Act, 1956 to which the company has granted unsecured loan. The maximum amount involved during the year was Rs.30 Lacs and the year-end balance of loans granted to such parties was Rs.30 Lacs.
- 3 (b) In our opinion, the rate of interest and other terms and conditions on which loans have been granted to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956 are not, prima facie, prejudicial to the interest of the company.
- 3 (c) The company has granted interest free loans to the parties listed in the register maintained under section 301 of the Companies Act, 1956.
- 3 (d) There is no overdue amount of loans granted to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956
- 3 (e) The Company has not taken any Loans Secured or Unsecured from the other companies listed in the register maintained under section 301 of the Companies Act, 1956.
- 3 (f) As company has not taken any loan, hence it is not applicable.
- 3 (g) As company has not taken any loan, hence it is not applicable.
- 4 In our opinion an 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 inventory, fixed assets and with regard to the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- 5 (a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- 5 (b) Company has entered into transactions with 3 parties listed in the register maintained under section 301 of the Companies Act, 1956 exceeding value Rs. 5 Lacs in respect of each party.
- 6 As per the information and explanation given to us and as per our examination of books of accounts, the company has not taken any deposit; hence there is no contravention of the provisions of Section 58A. 58AA or any other relevant provisions of the Companies Act, 1956.
- 7 In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- 8 The Central Government has not prescribed the maintenance of cost records in respect of the Company under section 209 (1) (d) of the Companies Act, 1956.



- 9 (a) The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, Cess and other material statutory dues applicable to it.
- 9 (b) According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, sales tax, service tax, custom duty, excise duty and Cess were in arrears, as at 31.03.2010 For a period of more than six months from the date they became payable.
- 10 The Company does not have any accumulated losses at the end of financial year and has not incurred any cash losses in the financial year covered by our audit and in the immediately preceding financial year.
- 11 In our opinion and according to the information and explanations given to us, the company has not taken any loans or advances from a financial institution, bank or debenture holders, hence this point is not applicable.
- 12 The company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Hence maintenance of documents and records relating to such items are not applicable.
- 13 In our opinion, the company is not a chit fund or a nidhi/ mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- 13 (a) N.A.
- 13 (b) N.A.
- 13 (c) N.A.
- 13 (d) N.A.
- 14 In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- 15 As per the Explanation and as per the records of the company, no guarantee has been given by the company for loans taken by others.
- 16 As per the Explanation and as per the records of the company, the Company has not taken any term loans during the Financial Year.
- 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 the no funds raised on short-term basis have been used for long-term investment. No long-term funds have been used to finance short-term assets except permanent working capital.
- 18 Based on the audit procedures performed and information and explanations given to us by the management, we report that the Company has not made any preferential allotment of shares during the year.
- 19 According to the information and explanations given to us, the company has not issued any debentures during the year.
- 20 Company has not raised any money from public issues.
- 21 According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

Place : Delhi
Date: 01-09-2010

For Rajesh Laxmi & Associates
Chartered Accountants


C.A. Rajesh Gupta
Partner
M.No - 090427



205, Basant Complex, Veer Savarkar Block, Shakarpur, Delhi-110092

AAYUSH FOOD AND HERBS LIMITED
(Formerly Known as Patanjali Food and Herbs Limited)
Balance Sheet As On 31st March 2010

Previous Yr.	Liabilities	Current Yr.	Previous Yr.	Assets	Current Yr.	
	SHARE CAPITAL		1,282,341.00	FIXED ASSETS	1,132,963.00	
	AUTHORISED			(As per Schedule 1)		
2,500,000.00	2,00,000 Equity Shares of Rs. 10/- each	20,000,000.00				
	ISSUED, SUBSCRIBED & PAID-UP		41,893.00	DEFERRED TAX ASSETS	49,638.00	
2,450,000.00	2,45,000 Equity Shares of Rs. 10/- each fully paid up	2,450,000.00		CURRENT ASSETS		
			4,308,250.00	Closing Stock	14,265,300.00	
			217,699.60	Cash - In - Hand	1,057,884.00	
15,459.98	RESERVES & SURPLUS	229,349.57	1,984.00	Balance with Vijaya Bank	50,479.00	
			NIL	Blance with Bank of Baroda	10,256,802.45	
	UNSECURED LOANS		(3,990,379.80)	Balance with Indian Bank	(36,271,111.92)	
500,000.00	Chirayu Herbocare Pvt. Ltd.	500,000.00		Sundry Debtors		
				NIL	Maa Kamakhya Herbals Ltd.	574,000.92
				NIL	Raghav Rai Foods Pvt. Ltd.	6,443,288.12
	CURRENT LAIBILITIES & PROV.				LOANS & ADVANCES	
294,561.00	Sundry Creditors	NIL				
12,360.00	Audit Fees Payable	19,854.00		1,000,000.00	Romy Motors	994,000.00
20,000.00	Salary Payable	20,000.00		580,000.00	Naveen Kumar Luthra	
NIL	Security Rent Received	50,000.00		NIL	Anil Gulati	400,000.00
NIL	Zenith India Lawyers	35,000.00		NIL	Abhishek Banta	3,000,000.00
NIL	TDS Payable	15,000.00		NIL	Almondz Global Securities Ltd.	500,000.00
NIL	JTPL Township Private Limited	3,000,000.00		NIL	Geeta Woolen Mill	400,000.00
NIL	Rajni Chawla & Ass.	18,000.00		NIL	Kaushik Gulati	300,000.00
NIL	Media Online.Com Pvt. Ltd.	18,000.00		NIL	Ram Bharat	3,000,000.00
127,524.00	Provision for Income Tax	80,572.00		NIL	Advance Tax	NIL
15,070.00	Provision for FBT	NIL	40,000.00	17,000.00	Deposits With BSEs	17,000.00
124,455.82	Vat Payable	11,000.00		26,315.00	I.T Refund (2008)	26,315.00
				30,017.00	I.T. Refunded 2007	30,017.00
				4,311.00	I.T. Refunded (Old)	NIL
				NIL	Tax Deducted At Source	41,700.00
					PRELIMINARY EXPENDITURE	
					Openig balance	215000
				NIL	Less: -W/Off	43000
3,559,430.80		6,440,275.57	3,559,430.80			172,000.00

Auditors Report

As per our separate report of even date attached

For Rajesh Laxmi & Associates

Chartered Accountants

(Rajesh Gupta)
Partner



Place: Delhi

Date: 01.09.2010

Annual Report
Aayush Food And Herbs Limited

For Aayush Food and Herbs Limited Limited
(Signature)
Director
Director

AAYUSH FOOD AND HERBS LIMITED

(Formerly known as "PATANJALI FOOD AND HERBS LIMITED")

Annexure "C"

Schedules of Fixed Assets & Depreciation thereon as per Companies Act, 1956 as on Quarter ending on 31st March 2010

Particulars	Rate of Dep.	Gross Block		Depreciation			Net Block		
		Bal. as on 01.04.2009	Addition/ Deletion	Bal. as on 31.03.2010	Up to 31.03.2009	For the Year	Up to 31.03.2010	As on 31.03.2010	As on 31.03.2009
Building	0%	713,610.00	NIL	713,610.00	-	-	-	713,610.00	713,610.00
Computer	40.00%	162,450.00	NIL	162,450.00	79,041.00	112,405.00	112,405.00	50,045.00	83,409.00
Car- Innova	25.89%	1,104,384.00	NIL	1,104,384.00	725,010.00	823,230.00	823,230.00	281,154.00	379,374.00
Office Equipment	13.91%	14,600.00	NIL	14,600.00	2,939.00	4,561.00	4,561.00	10,039.00	11,661.00
Air Conditioner	13.91%	25,000.00	NIL	25,000.00	3,674.00	6,640.00	6,640.00	18,360.00	21,326.00
Furniture & Fittings	18.10%	92,425.00	NIL	92,425.00	19,464.00	32,670.00	32,670.00	59,755.00	72,961.00
Total		2,112,469.00	NIL	2,112,469.00	8,30,128.00	979,586.00	979,586.00	1,132,963.00	1,282,341.00



AAYUSH FOOD AND HERBS LIMITED
(Formerly known as "PATANJALI FOOD AND HERBS LIMITED")

Annexure of Fixed Assets & Depreciation Thereon as per The Income Tax Act, 1961 as on 31st March, 2010

PARTICULARS	RATE OF DEPRECIATION	W.D.V. AS ON 01.04.2009	ADDITION/ DELETION	TOTAL	DEP. FOR THE YEAR	W.D.V. AS ON 31.03.2010
COMPUTER	60.00%	42,100.00	-	42,100.00	25,260.00	16,840.00
CAR	15.00%	576,495.00	-	576,495.00	86,474.00	490,021.00
OFFICE EQUIPMENTS	15.00%	10,898.00	-	10,898.00	1,635.00	9,263.00
AIR CONDITIONER	15.00%	19,656.00	-	19,656.00	2,948.00	16,708.00
FURNITURE	10.00%	79,964.00	-	79,964.00	7,996.00	71,968.00
BUILDING	0.00%	713,610.00	-	713,610.00	-	713,610.00
		1,442,723.00	-	1,442,723.00	124,313.00	1,318,410.00



SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

(A) SIGNIFICANT ACCOUNTING POLICIES

1. The financial accounts, unless otherwise stated, are prepared at historical cost under the accrual method of accounting.
2. **REVENUE RECOGNITION**
The Company follows the mercantile system of accounting for Income & Expenditure and unless otherwise stated, is being recognized on accrual basis.
3. **STOCK-IN-TRADE**
Stock-in-trade is valued at lower cost and quoted value.
4. **FIXED ASSETS AND DEPRECIATION**
Fixed Assets are carried at cost (including capitalized interest) less accumulated depreciation.
5. **TAXATION**
Tax Expenses comprises of current & deferred income tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act. Deferred Tax is recognized, subject to consideration of prudence, on timing differences, being difference between taxable incomes and accounting income/expenditure that originate in one period and are capable of reversal in one or more subsequent year(s). Deferred taxes are reviewed for their carrying values at each balance sheet date.

For Rajesh Laxmi & Associates
Chartered Accountants


(Rajesh Gupta)
Prop.



For Aayush Food and Herbs Limited


(Director)


(Director)

Place: Delhi
Date: 01.09.2010

B) NOTES ON THE ACCOUNTS

1. The Financial Statements of the Company have been prepared on a going concern basis as the Management is confident about the continuity of the business operations.
2. Balances appearing under loans and sundry creditors are subject to confirmation.
3. Balances of sundry debtors, advances recoverable are subject to confirmation from the respective parties. In the opinion of the management the same are good and recoverable.
4. There is no material prior period items included in Profit & Loss Account required to be disclosed as per Accounting Standard-5 issued by the Institute of Chartered Accountants of India (ICAI).
5. As more than 90% of revenue for the company comes from a single segment, segment reporting as required under Accounting Standard-17, issued by the Institute of Chartered Accountants of India (ICAI) is not applicable.
6. As per AS-22 "Accounting for Taxes on Income", the Company has determined Deferred Tax Assets of Rs. 7,745/- (Previous Year – Rs.9, 404/-) as on March 31, 2010, on account of difference in depreciation.
7. Fixed Assets possessed by the company are treated as 'Corporate Assets' and not 'Cash Generating Unit' as defined by Accounting Standard-28 issued by the Institute of Chartered Accountants of India (ICAI) – "Impairment of Assets". As on March 31, 2010, there were no events or changes in circumstances which indicate any impairment in the assets.
8. As per Accounting Standard-18: Related Party Disclosures, issued by the Institute of Chartered Accountants of India, the related parties of the Company as on 31.03.2010 are as follows:
 - a) Holding/ Subsidiary Company-
NIL
 - b) Associates/ Joint Ventures-
NIL
 - c) Key Management Personnel-
 - Shri Sunil Kumar Chaturvedi
 - Shri Raj Chawla
 - d) Companies Controlled by key management personnel with whom transactions have taken place during the year
 - M/s Maa Kamakhya Herbals Limited

Description	Companies Controlled by Key Management Personnel	
	This Year	Previous Year
Sales during the year	2,17,79,550/-	NIL
Closing Balance – (Dr.)	5,74,000/-	NIL
Closing Balance – (Cr.)	NIL	NIL



9. Amount paid/ payable to Auditors:

	<u>Current Year (Rs.)</u>	<u>Previous Year (Rs.)</u>
Audit Fees	19,854/-	12,360/-

10. Previous year figures have been re-grouped/ re-arranged wherever necessary to conform to the current year's presentation.

For Rajesh Laxmi & Associates
Chartered Accountants


(Rajesh Gupta)
Prop.



For Aayush Food and Herbs Limited


(Director)


(Director)

Place: Delhi
Date: 01.09.2010

AAYUSH FOOD AND HERBS LIMITED
(Formerly Known as Patanjali Food and Herbs Limited)
Trading and Profit & Loss Account for the period ending 31st March, 2010

Previous Yr.	Particulars	Current Yr.	Previous Yr.	Particulars	Current Yr.
1,890,450.00	To Opening Stock	4,308,250.00	35,055,830.48	By Sales	31,724,570.29
36,071,459.75	To Purchases	40,346,830.74	4,308,250.00	By Closing Stock	14,265,300.00
1,402,170.73	To Gross Profit	1,334,789.55			
39,364,080.48		45,989,870.29	39,364,080.48		45,989,870.29
62,712.00	To Advertisement Exp.	39,360.00	1,402,170.73	By Gross Profit	1,334,789.55
12,360.00	To Audit Fees	19,854.00	60,000.00	By Rent Recd.	275,390.00
5,938.00	To Bank Charges	5,211.00	11.65	By Short & Excess	481.75
8,200.00	To Car Maintenance	70,250.00	NIL	By Interest Recd.	970.00
12,191.00	To Computer Maintenance	8,020.00			
19,116.00	To Conveyance Charges	23,480.00			
209,592.00	To Depreciation	149,378.00			
35,320.00	To Electricity Expenses	12,580.00			
10,500.00	To Fees & Subscription	28,706.00			
NIL	To House Tax	80,272.00			
13,545.00	To Insurance Expenses	11,443.00			
15,000.00	To Legal and Prof. Charges	198,050.00			
11,116.00	To Listing Charges	5,515.00			
40,210.00	To Office Expenses	46,108.00			
13,044.00	To Printing & Stationary	17,360.00			
NIL	To Preliminary Exp. W/off	43,000.00			
14,792.00	To Postage & Courier	15,480.71			
380,000.00	To Salary Expenses	380,100.00			
38,686.00	To Telephone Expenses	41,970.00			
18,000.00	To Trade Mark Expenses	18,000.00			
92,710.00	To Travelling Expenses	103,270.00			
449,150.38	To Net Profit c/d	294,223.59			
1,462,182.38		1,611,631.30	1,462,182.38		1,611,631.30
300,500.40	To Balance b/d		449,150.38	By Net Profit b/d	294,223.59
	To Tax Expenses		9,404.00	By Deferred Tax Assets	7,745.00
127,524.00	- Current Tax	80,572.00	NIL	By Balance b/f	15,459.98
15,070.00	- FBT				
NIL	To Tax paid for earlier years	9,696.00			
NIL	To I.T. Refund (Old)	4,311.00			
15,459.98	To Bal c/f	2,22,849.57			
	- t/f to Balace Sheet				
458,554.38		317,428.57	458,554.38		317,428.57

Auditors Report

As per our separate report of even date attached
For Rajesh Laxmi & Associates

Chartered Accountants

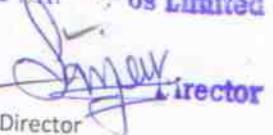

(Rajesh Gupta)
Partner



For Aayush Food and Herbs Limited

Aayush Food And Herbs Limited


Director


Director

Place: Delhi

Date: 01.09.2010

Aayush Food & Herbs Limited

Cash Flow Statement for the Year Ended 31st March, 2010

Particulars	Amount as on 31.03.2010
Cash flow from operating Activities	
Profit before tax and after depreciation	294,224
Add: Depreciation	149,378
Add: Preliminary Expenses written off	43,000
Operating Profits before working capital changes	486,602
Add: Increase in current liabilities	34,954,187
Less: Increase in Deferred tax Assets	7,745
Less: Increase in current assets	24,200,728
Profit before tax	11,232,316
Current Income Tax	86,834
Cash Flow From Operating Activities Before Exceptional Items	11,145,482
Exceptional Items	-
Net Cash Flow from operating activities (A)	11,145,482
Cash Flow From Investing Activities	-
Net cash flow from investing activities (B)	-
Cash Flow From Financial Activities	-
Net Cash Flow From Financing Activities (C)	-
Net Cash Flow During the year (A+B+C)	11,145,482
Add: Opening Cash And Cash Equivalents	219,684
Closing Cash Balance Cash And Cash Equivalents	11,365,165

For and on behalf of the Board

Sd/-
Sunil Kr. Chaturvedi
(Director)

Sd/-
Sanjay Kumar
(Director)

For Rajesh Laxmi & Assoc
CHARTERED ACCOUNTANTS

Sd/-
Rajesh Gupta
Partner
M.No. 090427

Place: New Delhi
Date: 1st Septemebr, 2010