

ASSOCIATED CEREALS LIMITED

ANNUAL REPORT 2009-10

DIRECTOR

SHRISH TAPURIAH
LAXMI KANT TIWARI
RAJ KUMAR AGARWAL
AJAY AGARWAL

AUDITOR

ASHOK KUMAR NATWARLAL & CO.
CHARTERED ACCOUNTANTS
161/1, Mahatma Gandhi Road,
3rd Floor, Room No. 70B,
Kolkata-700 007

ASSOCIATED CEREALS LIMITED

161/1, Mahatma Gandhi Road, 4th Floor
Room No. 103, Kolkata – 700007
Email :acaasm@rediffmail.com

NOTICE

NOTICE IS HEREBY GIVEN THAT THE TWENTY FIFTH ANNUAL GENERAL MEETING OF THE SHAREHOLDERS OF ASSOCIATED CEREALS LIMITED WILL BE HELD ON WEDNESDAY THE 15th DAY OF SEPTEMBER 2010 AT 12.30P.M AT THE REGISTERED OFFICE OF THE COMPANY TO TRANSACT THE FOLLOWING BUSINESS:-

ORDINARY BUSINESS

1. To receive, consider and adopt the audited Balance Sheet for the period ended 31st March 2010, the Profit & Loss Account as on that date together with Reports of Directors and Auditors thereon.
2. To Appoint Auditors of the Company and fix their remuneration.

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 that the proxy need not be a member of the company.
2. The enclosed proxy form, if intended to be used should reach the registered office of the company duly completed, stamped and signed not less than forty eight hours before the time fixed for the meeting.

Place: Kolkata
Date: 30.06.2010

By order of the Board of Directors of
Associated Cereals Limited

ASSOCIATED CEREALS LIMITED

Laxmi Kant Tiwari

[Laxmi Kant Tiwari] Director

ASSOCIATED CEREALS LIMITED

161/1, MAHATMA GANDHI ROAD
4TH FLOOR, ROOM NO. 103
KOLKATA - 700 007
PHONE : 2105 0427

DIRECTORS REPORT TO THE SHARE HOLDERS

Your Directors have pleasure in presenting their report together with the audited account for the year ended on 31st March, 2010.

Working Results

The working results for the year ended on 31st March, 2010 shows Net Profit of Rs.69,750.03/- (after income tax).

Dividend

In view of ploughing back the available surplus and to strengthen the capital base of the Company, the Directors do not recommend any dividend for the year 2009-2010.

Auditors

M/s. Ashok Kumar Natwarlal & Co., Chartered Accountants, retires and is eligible for re-appointment.

Directors

In accordance with the provision of the Companies Act, 1956 and the Articles of Association of the Company Shri Laxmi Kant Tiwari and Shri Raj Kumar Agarwal retire by rotation at the ensuing Annual General Meeting but being eligible offers themselves for re-appointment.

Directors' Responsibility Statement

As stipulated, your Directors affirm their commitment to the Directors' Responsibility Statement as below :

The directors state that in preparation of the Annual Accounts, your Company has followed the applicable accounting standards with proper explanations relating to material departures. 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 your Company at the end of the financial year ended 31st March, 2010 and of the profit or loss for the year. 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 your Company and for preventing and detecting frauds and other irregularities. The annual accounts of your Company have been prepared on a going concern basis.

Auditors Report :

The observations made in the auditors report are self-explanatory and therefore do not call for any further comments under section 217(3) of the Companies Act, 1956.

Additional Disclosure

In line with the requirements of the Accounting Standard of the Institute of Chartered Accountants of India, your company has made additional disclosures in respect of related party transaction, segment reporting, earning per share and deferred tax assets.

ASSOCIATED CEREALS LIMITED

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PHONE : 2105 0427

CEO/ CFO Certification

As required by Clause 49 of the Listing Agreement, the Certificate issued by the Chairman and CFO is forming part of this report.

Auditors' Certificate of Corporate Governance

As required by Clause 49 of the Listing Agreement, the Auditors' Certificate is given as an Annexure to this Report.

Acceptance of Public Deposits

Since your company has neither accepted any public deposit nor does it propose to accept any public deposit during the current year and resolution to this effect has already been passed at board meeting as such the "Non Banking Financial Companies Acceptance of Public Deposit (Reserve Bank) Directions 1998" to the extent applicable are not applicable to the company.

Conservation of Energy

In accordance with the provisions of Section 217(1)(e) of the Companies Act, 1956, read with companies (Disclosures of particulars in the report of Board of Directors) Rules, 1988, regarding conservation of energy, this is to be stated that the Company not being a manufacturing Company, has not consumed energy of any significant level and accordingly no measures are required to be taken for energy conservation.

Foreign Exchange

In accordance with the provisions of Section 217(1)(e) of the Companies Act, 1956, read with companies (Disclosures of particulars in the report of Board of Directors) Rules, 1988, regarding Foreign Exchange, it is to be stated that there has been no transaction relating to Foreign exchange during the year.

Particulars

Provision of Section 272(2A) of the Companies Act, 1956 is not applicable as no employees were in receipt of remuneration to the extent laid down therein.

Dated : day of , 2010
Kolkata

BY ORDER OF THE BOARD

Laxmi Kant Tiwari
Director

ASSOCIATED CEREALS LIMITED

161/1, MAHATMA GANDHI ROAD
4TH FLOOR, ROOM NO. 103
KOLKATA – 700 007
PHONE : 2105 0427

CHAIRMAN & CFO CERTIFICATION

We, Raj Kumar Agarwal, Chairman and Laxmi Kant Tiwari, Chief Financial Officer of Associated Cereals Limited, to the best of our knowledge and belief, certify that :

1. We have reviewed the balance sheet and profit and loss account, and all its schedules and notes on accounts, as well as the cash flow statements, and the director's report;
2. Based on our knowledge and information, these statements do not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the statements made;
3. Based on our knowledge and information, the financial statements, and other financial information included in this report, present in all material respects, a true and fair view of the Company's affairs, the financial condition, results of operations and cash flows of the Company as of, and for, the periods presented in this report, and are in compliance with the existing accounting standards and / or applicable laws and regulations;
4. To the best of our knowledge and belief, no transactions entered into by the Company during the year are fraudulent, illegal or violative of the Company's code of conduct;
5. We are responsible for establishing and maintaining disclosures controls and procedures and internal controls over financial reporting for the Company, and we have:
 - a. designed such disclosure control and procedures to ensure that material information relating to the Company
 - b. disclosed in the Company's internal control over financial reporting that occurred during the Company's most recent fiscal year that has materially affected, or is reasonable likely to materially affect, the Company's internal control over financial reporting.
6. We have disclosed based on our most recent evaluation, wherever applicable, to the Company's auditors and the audit committee of the Company's Board of Directors (and persons performing the equivalent functions)
 - a. all deficiencies in the design or operation of internal controls, which could adversely affect the Company's ability to record, process, summarize and report financial data, and have identified for the Company's auditors, any material weakness in internal controls over financial reporting including any corrective actions with regard to deficiencies;
 - b. significant changes in internal controls during the year covered by this report;
 - c. all significant changes in accounting policies during the year, if any, and that the same have been disclosed in the notes to the financial statements;
 - d. instances of significant fraud of which we are aware, that involve management or other employees who have a significant role in the Company's internal controls system.
7. We affirm that we have not denied any personnel, access to the audit committee of the Company (in respect of matters involving alleged misconduct) and we have provided protection to 'whistle blowers' from unfair termination and other unfair or prejudicial employment practices; and
8. We further declare that all board members and senior managerial personnel have affirmed compliance with the code of conduct for the current year

Raj Kumar Agarwal
Chairman

Laxmi Kant Tiwari
Chief Financial Officer

Auditors' Certificate on Corporate Governance

To the Members of

Associated Cereals Limited

We have examined the compliance of conditions of corporate governance by **Associated Cereals Limited** ('the Company') for the year ended on March 31, 2010 as stipulated in Clause 49 of the Listing Agreement of the said Company with the stock exchanges.

The compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

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

We state that no investor grievance is pending for a period exceeding one month as on 31st March ,2010 against the mpany as per the records maintained by the Investors Grievance Committee.

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

161/1, Mahatma Gandhi Road,
3rd Floor, Room No. 70B,
Kolkata – 700 007

Dated : 30th day of June, 2010

For, Ashok Kumar Natwarlal & Co.
Chartered Accountants

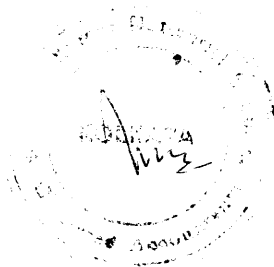
A. K. Agarwal

ASHOK KUMAR AGARWAL

Proprietor

Membership No. 056189

Firm Regn. No. 322307E



AUDITOR'S REPORT TO THE MEMBERS OF M/S. ASSOCIATED CEREALS LIMITED

We, have audited the attached Balance Sheet of **ASSOCIATED CEREALS LIMITED**, as at 31st March, 2010, the Profit and Loss Account and also the Cash Flow Statement for the year ended on that date annexed hereto. 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, conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material 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 the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis of our opinion.

As required by the Companies (Auditor's Report) Order, 2003 as amended by the Companies (Auditor's Report) (Amendment) Order, 2004, (the Order) issued by the Central Government in terms of Section 227(4A) 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.

Further to our comments in the Annexure referred to in paragraph (3) above, we report that:

- 1) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
- 2) In our opinion, proper books of account as required by law have been kept by the Company, so far as appears from our examination of the books;
- 3) The Balance Sheet and Profit and Loss account and the Cash Flow Statement dealt with by this report are in agreement with the books of accounts;
- 4) In our opinion, the Balance Sheet and Profit and Loss Account and the 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;
- 5) On the basis of the written representation received from the Board of Directors and taken on record by the Board of Directors, none of the directors of the Company was disqualified as on 31st March, 2010 from being appointed as a director, in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.
- 6) In our opinion and to the best of our information and according to the explanations given to me, 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, 2010; and
 - b) in the case of the Profit and Loss Account, profit of the company for the year ended on that date.
 - c) in the case of the Cash Flow Statement, of the Cash Flows for the year ended on that date

161/1, Mahatma Gandhi Road,
3rd Floor, Room No. 70B,
Kolkata – 700 007

Dated : 26th day of June, 2010



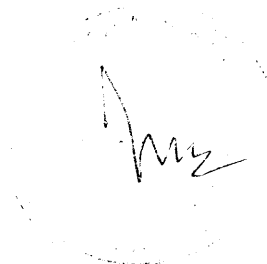
For, Ashok Kumar Natwarlal & Co.
Chartered Accountants

A. K. Agarwal
ASHOK KUMAR AGARWAL
Proprietor
Membership No. 056189
Firm Regn. No. 322307E

ANNEXURE Referred to in paragraph 3 of our report of even date

In terms of the information and explanations given to us and the books and records examined by us in normal course of audit and to the best of our knowledge and belief we state that:

1. The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets. The fixed Assets are physically verified during the year by the management and there were no material discrepancies noticed on such verification. In our opinion, having regard to the size of the Company and the nature of its operations, the frequency of verification is reasonable.
2. The Company does not own any inventory and therefore clause 4(ii) of the order is not applicable.
3. In our opinion and according to the information and explanations given to us the Company has not granted any loan secured or unsecured to Companies, firms or other parties listed in the register U/s.301 of the Companies Act, 1956 or which are otherwise companies under the same management as this company.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with its size and the nature of business with regard to purchase and sale of shares & securities, goods or services. During the course of our Audit, we have not observed any continuing failure to correct major weaknesses in internal control.
5. a) In our opinion and according to the information and explanations given to us, there are no transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956.
b) In our opinion and according to the information and explanations given to us, there are no transactions of purchase of shares & securities, goods, materials and services made in pursuance of contracts or arrangements with any party entered in the register maintained under Section 301 of the Companies Act, 1956 for value aggregating to Rs.5,00,000/- or more during the year under review.
6. The Company has not accepted deposits from the public, compliance of the provision of section 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposit) Rules 1975, with regard to the deposits accepted from public does not apply.
7. The Company did not have any formal internal audit system but the Company's internal control procedures involve reasonable internal checking of the financial records and the same is considered adequate.
8. According to the information and explanations given to us, the Central Government has not prescribed the maintenance of costs records under section 209(1)(d) of the Companies Act, 1956, for any products of the Company.
9. According to the records of the Company, the company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employee's state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, cess and other statutory dues applicable to it. According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, service tax, sales tax, custom duty and excise duty were outstanding, as at year end for a period of more than six months from the date they become payable.
10. The Company has not incurred cash losses during the financial year covered by our audit and had not incurred cash losses during the immediately preceding financial year.

A handwritten signature in black ink is written over a circular stamp. The signature appears to be 'M. K. Natwarlal'. The stamp is faint and mostly illegible, but it is circular in shape.

ASHOK KUMAR NATWARLAL & CO.
CHARTERED ACCOUNTANTS

11. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to any financial institution or bank or debenture holders as at the Balance Sheet date.
12. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The Company is not a chit fund, nidhi/mutual benefit fund and therefore the requirements pertaining to such classes of companies is not applicable. Therefore the provision of clause 4(xiii) of the order are not applicable to the Company.
14. According to the information and explanations given to us, the Company has maintained proper records of transactions and contracts in respect of its dealing in shares, securities, debentures and other investments and timely entries have been made therein. The aforesaid securities have been held by the Company in its own name, except to the extent of the exemption granted under section 49 of the Companies Act, 1956.
15. In our opinion and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
16. In our opinion and according to the information and explanations given to us, the Company has not taken any long term loans during the year.
17. According to the information and explanations given to us, the and on overall examination of the Balance Sheet of the Company we report that no funds raised on short term basis have been used for long term investment.
18. According to the information and explanations given to us, the Company has not made any preferential allotment of shares during the year to parties and companies covered in the Registrar maintained under section 301 of the Companies Act, 1956.
19. The Company has not issued any debentures during the year and therefore the question of creating security or charge in respect thereof does not arise.
20. The Company has not raised any money through public issue.
21. According to the information and explanations given no fraud on or by the Company has been noticed or reported during the year.

161/1, Mahatma Gandhi Road,
3rd Floor, Room No. 70B,
Kolkata – 700 007

Dated : 30th day of June, 2010



For, Ashok Kumar Natwarlal & Co.
Chartered Accountants

A.K. Agarwal
ASHOK KUMAR AGARWAL
Proprietor
Membership No. 056189
Firm Regn. No. 322307E

ASSOCIATED CEREALS LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2010

A <u>SOURCES OF FUNDS</u>	SCHEDULE	CURRENT YEAR (In Rupees)	PREVIOUS YEAR (In Rupees)
<u>Share Holders Fund</u>			
Share Capital	A	91,926,900.00	91,926,900.00
Reserve & Surplus	B	104,278,369.78	104,208,619.75
Unsecured Loans	C	0.00	4,045.00
TOTAL		<u>196,205,269.78</u>	<u>196,139,564.75</u>
<u>B APPLICATION OF FUNDS</u>			
Fixed Assets	D	732.00	1,220.00
Investments	E	5,541,581.53	8,941,581.53
<u>Current Assets, Loans & Advances</u>			
Cash and Bank Balances	F	45,335.63	291,008.80
Sundry Debtors	G	0.00	40,000.00
Loans and Advances	H	196,815,393.50	193,014,674.50
Total Assets :		<u>196,860,729.13</u>	<u>193,345,683.30</u>
Less: Current Liabilities & Provision	I	6,293,704.88	6,352,920.08
Net Current Assets :		<u>190,567,024.25</u>	<u>186,992,763.22</u>
Miscellaneous Expenditure		95,932.00	204,000.00
TOTAL		<u>196,205,269.78</u>	<u>196,139,564.75</u>

Notes Forming Parts of Accounts L

Balance Sheet Abstract M

As per our report of even date attached

For, Ashok Kumar Natwarlal & Co.
Chartered Accountants

A.K. Agarwal

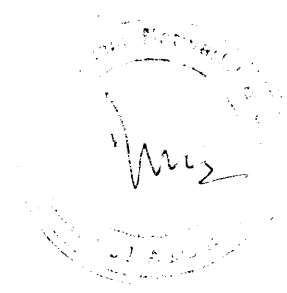
Ashok Kumar Agarwal
Proprietor
M No : 056189
161/1, Mahatma Gandhi Road,
3rd Floor, Room No. 70B,
Kolkata - 700 007

Dated: 30.6.2010

Laxmi Kant Tiwari
Laxmi Kant Tiwari
DIRECTOR
ASSOCIATED CEREALS LIMITED

Raj Kumar Agarwal
Raj Kumar Agarwal
DIRECTOR
ASSOCIATED CEREALS LIMITED

Ajay Agarwal
Ajay Agarwal
DIRECTOR



ASSOCIATED CEREALS LIMITED
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2010

A <u>INCOME</u>	SCHEDULE	CURRENT YEAR (In Rupees)	PREVIOUS YEAR (In Rupees)
Income from operations	J	0.00	(2,051,089.55)
Interest received		885,049.00	1,338,847.00
Other Income		0.00	0.00
TOTAL		<u>885,049.00</u>	<u>(722,242.55)</u>
B <u>EXPENDITURE</u>			
Interest Paid		0.00	0.00
Administrative & Other expenditure	K	783,610.97	1,012,582.67
Depreciation		488.00	1,830.00
		<u>784,098.97</u>	<u>1,014,412.67</u>
C <u>PROFIT BEFORE TAXATION</u>			
Profit Before Prov for Tax & NPA		100,950.03	(1,736,655.22)
Provision For Taxation		31,200.00	0.00
Fringe Benefit Tax payable		0.00	7,990.00
Short Provision for Fringe Benefit Tax		0.00	7,952.00
Security Transaction Tax		0.00	0.00
Profit for the year after taxation and NPA		<u>69,750.03</u>	<u>(1,752,597.22)</u>

Transferred to Reserve fund in term of section 45IC(1) of the Reserve Bank Of India Act, 1934

13,950.00

0.00

Balance B/f from Last A/c

36,382,519.75

38,135,116.97

Profit Carried to Balance Sheet

36,438,319.78

36,382,519.75

Basic/Diluted Earning Per Share
(refer note no.8 of Notes on Accounts)
Notes Forming Parts of Accounts
Balance Sheet Abstract

NIL

NIL

L
M

Laxmi Kant Tiwari

Laxmi Kant Tiwari

As per our report of even date attached

Raj Kumar Agarwal

Raj Kumar Agarwal

Ajay Agarwal

Ajay Agarwal

For, Ashok Kumar Natwarlal & Co.
Chartered Accountants

A. K. Agarwal

Ashok Kumar Agarwal
Proprietor

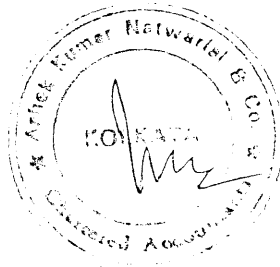
M No : 056189

161/1, Mahatma Gandhi Road,

3rd Floor, Room No. 70B,

Kolkata - 700 007

Dated : 30-6-2010



ASSOCIATED CEREALS LIMITED
 SCHEDULE 'A' to 'Q' Annexed to and forming part of Balance Sheet as at
 31st March, 2010 and Profit & Loss Account for the year on that Date

SCHEDULE - A : SHARE CAPITAL

	Current Year In Rupees	Previous Year In Rupees
Authorised 9200000 Equity shares of Rs.10/- each	92,000,000.00	92,000,000.00
Issued, Subscribed and paid up		
9192690 Equity Shares of Rs.10/- each fully paid up	91,926,900.00	91,926,900.00
	<u>91,926,900.00</u>	<u>91,926,900.00</u>

SCHEDULE - B : RESERVE & SURPLUS

Surplus in Profit & Loss Account		36,438,319.78	36,382,519.75
Reserve fund in terms of Section 45IC(1) of the Reserve Bank Of India Act, 1934			
B/f	9,611,000.00		
Set Aside during the year	<u>13,950.00</u>	9,624,950.00	9,611,000.00
General Reserve		58,215,100.00	58,215,100.00
		<u>104,278,369.78</u>	<u>104,208,619.75</u>

SCHEDULE - C : UNSECURED LOANS

From Director

Laxmi Kant Tiwari

-	4,045.00
<u>-</u>	<u>4,045.00</u>

Laxmi Kant Tiwari

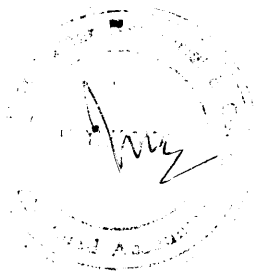
(Signature)

Raj Kumar Agarwal

(Signature)

Ajay Agarwal

(Signature)



ASSOCIATED CEREALS LIMITED

SCHEDULE-E: INVESTMENTS	Qty. in no.	Current Year	Qty. in no.	Previous year
		Value in Rs.		Value in Rs.
QUOTED				
Econo Trade (India) Ltd.	24,000.00	1,924,709.76	24,000.00	1,924,709.76
Econo Trade (India) Ltd.	6,400.00	512,768.00	6,400.00	512,768.00
Purbanchal Steel Limited	40,500.00	103,275.00	40,500.00	103,275.00
Rohtash Industries Limited	2,000.00	7,700.00	2,000.00	7,700.00
R.M. Financial Ltd	20.00	20.00	20.00	20.00
Rashel Agro	1.00	8.77	1.00	8.77
Total	72,921.00	2,548,481.53	72,921.00	2,548,481.53
UNQUOTED				
Bandhan Dealcom Pvt Ltd	15,000.00	3,000,000.00	-	-
Ganpati Stocks Pvt Ltd	-	-	1,000.00	500,000.00
Kailashgiri Projects Pvt Ltd	-	-	1,000.00	100,000.00
Mangalam Supply Co. Pvt Ltd	-	-	12,000.00	1,200,000.00
Manpasan Cement Pvt Ltd	-	-	10,000.00	500,000.00
Sangam Shree Collection Pvt Ltd	-	-	10,000.00	500,000.00
ity Distributors Pvt Ltd	-	-	1,000.00	100,000.00
Virtual Tie Up Pvt Ltd	-	-	35,000.00	3,500,000.00
Total	15,000.00	3,000,000.00	70,000.00	6,400,000.00
TOTAL	87,921.00	5,548,481.53	142,921.00	8,948,481.53
Less: Provison for diminution in value of investments		6,900.00		6,900.00
Total		5,541,581.53		8,941,581.53

(Note : (a) Market price of Purvanchal Steel & Rohtash Limited has been taken at their cost
(b) Market price of Unquoted Investments has been taken at their Cost Price)

mi Kant Tiwari

ASSOCIATED CEREALS LIMITED
Ajay Agarwal

ASSOCIATED CEREALS LIMITED
Raj Kumar Agarwal

Laxmi Kant Tiwari

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ASSOCIATED CEREALS LIMITED

**Current Year
Value in Rs.**

**Previous Year
Value in Rs.**

SCHEDULE - F : CASH & BANK BALANCES

Cash in Hand (As certified by the management)	1,697.69	53,472.69
Balance with Scheduled Bank in Current Account	43,637.94	237,536.11
	<u>45,335.63</u>	<u>291,008.80</u>

SCHEDULE - G : SUNDRY DEBTORS

(Unsecured, Consideration Good)		
Outstanding More than six months	-	-
Outstanding less than six months		
Arun Kumar Ladha		40,000.00
	-	<u>40,000.00</u>

Current Year

Previous Year

**SCHEDULE - I: CURRENT LIABILITIES
& PROVISIONS**

Current Liabilities

-Sundry Creditors

Kailashgiri Projects Pvt Ltd **100,000.00**

-Sundry Creditors for Expenses

Amar Deo Shukla (HUF)	94,080.00	94,022.00
Ashok Kumar Natwarlal & Co.	10,000.00	10,000.00
Abhishek Rohtagi	24,000.00	19,200.00
Baikunth Nath Mishra	28,470.00	16,800.00
Anuradha Pandey	29,830.00	19,200.00
Nathmal Sharma	-	14,400.00
Laxmi Kant Tiwari	-	82,000.00
Anju Shah	-	105,775.20
Central Sales Tax Payable	575.50	575.50
Delhi Sales Tax payable	1,122.38	1,122.38
Professional tax Payable	3,720.00	16,391.00
Other Liabilities	1,920.00	-

Provisions

Provision for Income Tax	5,989,304.00	5,958,104.00
Fringe Benefit Tax payable	10,683.00	15,330.00
	<u>6,293,704.88</u>	<u>6,352,920.08</u>

SCHEDULE - J : INCOME FROM OPERATIONS

Profit from Speculative Business

Profit from Non Speculative Business

Broker Note	0.00	9,322.00	
Service Tax incl. Cess	0.00	793.35	
STT Charges	0.00	7,750.00	
Mark to Mark (F&O)	0.00	-	2,043,224.20
	-	-	<u>(2,061,089.55)</u>
	-	-	<u>(2,061,089.55)</u>

Laxmi Kant Tiwari

Ajay Agarwal

Raj Kumar Agarwal

ASSOCIATED CEREALS LIMITED

Laxmi Kant Tiwari
DIRECTOR



ASSOCIATED CEREALS LIMITED

**Current Year
Value in Rs.**

**Previous Year
Value in Rs.**

SCHEDULE - H : LOANS & ADVANCES

Unsecured (Considered Good)

- Loans (including interest)

B G Distributors Pvt Ltd		47,927.00
Uma Maheswari	214,000.00	214,000.00
Nischay Commodities Pvt Ltd	75,793.00	75,793.00
Lalit Kumar Chowdhury	-	419,807.00
Balaji Pipes Pvt Ltd	-	36,676.00
Anand & Co.	-	1,500,000.00
Santosh Kumar Jain	14,351.00	14,351.00
SLS Zippers Ltd	-	1,095,280.00
Shreerampore Complex Pvt Ltd	-	38,200.00
Southern electrics	-	1,500,000.00
Beauty Impex Pvt Ltd	-	156,135.00
Bina Udyog Pvt Ltd	-	71,786.00
Chitrakar Apparels Pvt Ltd	-	129,946.00
Jain Space Infra Venture Ltd	(2,500,000.00)	(2,500,000.00)
Jaishree Centre Pvt Ltd	881,431.00	1,350,000.00
Neha Banka	200,000.00	200,000.00
Southern Steel & Forgings	1,173,289.00	1,034,479.00
Victor Supply Syndicate	867,756.00	818,638.00

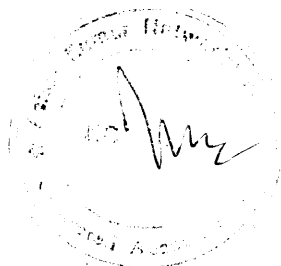
Advances

Olympia Vahan Pvt Ltd	2,400,000.00	
Rajiv Singh Duggal	2,000,000.00	2,000,000.00
Khivraj Infra-Tech Park Pvt Ltd	57,000,000.00	50,000,000.00
Abanindra Churan Law	504,685.00	504,685.00
ABN Estate Housing pvt Ltd	14,000,000.00	14,000,000.00
ABN Infratech Pvt Ltd	98,055,205.00	98,055,205.00
Shree Paras Construction Pvt Ltd	-	1,000,000.00
M. K. Construction	400,000.00	400,000.00
Olympia Infratech Pvt Ltd	9,500,000.00	2,500,000.00
Fawan complex Pvt Ltd	850,000.00	7,850,000.00
Advance Tax	4,005,000.00	4,005,000.00
Balaji Pack-well	50,000.00	50,000.00
Tax deducted at source	1,585,513.50	1,489,064.50
Fringe Benefit Tax	5,000.00	5,000.00
Income Tax Payment	1,419,393.00	1,352,702.00
Income Tax Refund	(186,023.00)	
Advances against Land/Fiat		
Sri Panchanan Complex Pvt Ltd	3,800,000.00	3,100,000.00
Share application given (pending allotment)		
Nikita Arts Movies Pvt Ltd	500,000.00	500,000.00

196,815,393.50

193,014,674.50

4380
 Laxmi Kant Tripathi
 Director
 4381
 Ardy Agrawal



SCHEDULE - K : ADMINISTRATIVE & OTHER EXPENSES

Salaries & Bonus	400,500.00	561,600.00
Rent	48,000.00	48,000.00
CDSL Fees	16,545.00	11,236.00
NSDL Fees	16,545.00	10,300.00
Motor Car Expenses	12,020.00	10,890.00
Printing & Stationary	3,040.00	2,960.00
Postage & Stamps	1,250.00	1,050.00
Filing Fees	1,800.50	2,520.00
Listing Fess	-	10,000.00
General Charges	2,065.00	11,651.00
Bank Charges	11,681.47	6,206.17
Donation	-	51,000.00
Share Registrar Expenses	-	26,978.50
Legal Charges	18,000.00	18,000.00
Car Hire Charges	96,000.00	96,000.00
Travelling & Conveyance Expenses	-	10,590.00
Advertisement & Publication Expenses	8,060.00	8,183.00
Preliminary Expenses W/off	108,068.00	108,068.00
Professional Fees	14,750.00	2,200.00
Registrar Expense	13,236.00	-
Municipal Tax	-	5,150.00
Trade License	2,050.00	-
Auditors Remuneration as Audit Fee	10,000.00	10,000.00
	<u>783,610.97</u>	<u>1,012,582.67</u>

ASSOCIATED COMPANY LIMITED
Ajay Agarwal
Ajay Agarwal
Raj Kumar Agarwal
Raj Kumar Agarwal

Laxmi Kant Tiwari

ASSOCIATED COMPANY LIMITED
Laxmi Kant Tiwari
DIRECTOR

Mrs

ASSOCIATED CEREALS LIMITED

SCHEDULE-D: DETAILS OF FIXED ASSETS AS ON MARCH, 2010 (AS PER COMPANIES ACT, 1956)

DESCRIPTION	GROSS BLOCK		DEPRECIATION		NET ASSETS	
	AS ON 01/04/2009	ADITIC DISPOSAL 31/03/2010	AS ON 01/04/2009	DURING THE YEAR	AS ON 31/03/2010	AS ON 31/03/2009
COMPUTER	14118.00	0.00	14118.00	488.00	13386.00	732.00
	14118.00	0.00	14118.00	488.00	13386.00	732.00
	14118.00	0.00	14118.00	488.00	13386.00	732.00
	14118.00	0.00	14118.00	488.00	13386.00	732.00

ASSOCIATED CEREALS LIMITED

Laxmi Kant Tiwari
Director

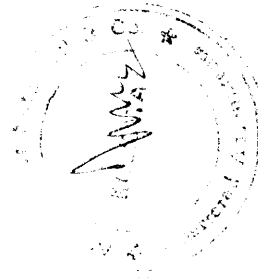
ASSOCIATED CEREALS LIMITED

Raj Kumar Agarwal
Director

ASSOCIATED CEREALS LIMITED

Ajay Agarwal

Ajay Agarwal



SCHEDULE : M

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILES :

REGISTRATION DETAILS :

Registration No. L01111WB1997PLC085164 State Code 21

Balance Sheet Date 31st March, 2010

CAPITAL RAISED DURING THE YEAR:

Issue of Shares NIL Right Issue NIL
Bonus Issue NIL

POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS:

Total Liabilities Rs.196,205,269.78 Total Assets Rs. 196,205,269.78

Sources of Funds:

Paid up Capital Rs. 91,926,900.00 Reserve & Surplus Rs.104,278,369.78
Share Capital Suspense NIL Unsecured Loans Rs. NIL

Application of Funds:

Net Fixed Assets Rs. 732.00 Investments Rs. 5,541,581.53
Net Current Assets Rs. 190,567,024.25 Misc. Expenditure Rs. 95,932.00

PERFORMANCE OF COMPANY:

Gross Revenue Rs. 885,049.00 Total Expenditure Rs. 784,098.97
Profit/(Loss) Rs. 100,950.03 Profit/(Loss) Rs. 69,750.03
Before Tax After Tax
Earning per share 0.01 Dividend Rate % NIL

GENERIC NAMES OF PRINCIPAL PRODUCT/SERVICES OF COMPANY (AS PER MONETARY TERMS):

Products Description (1) Trading in shares, Debentures & Bonds

Signatories to Schedule 'A' to 'M'
As per our report of even date attached

For, Ashok Kumar Natwarlal & Co.
Chartered Accountants

Laxmi Kant Tiwari

A. K. Agarwal

ASHOK KUMAR AGARWAL
Proprietor
Membership No. 056189
Firm Regn. No. 322307E
161/1, Mahatma Gandhi Road,
3rd Floor, Room No. 70B,
Kolkata - 700 007

ASSOCIATED
Raj Kumar Agarwal Director

Dated : 30th day of June, 2010

Laxmi Kant Tiwari
Director

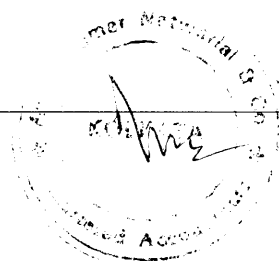


ASSOCIATED CEREALS LIMITED
SCHEDULE-N

Schedule to the Balance Sheet of a Non-Banking Financial Company
(as required in terms of Paragraph 9BB of Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998)

(Rs. in lakhs)

Particulars			
<u>Liabilities side:</u>			
(1)	Loans and advances availed by the NBFCs Inclusive of interest accrued thereon but not Paid:	Amount Out- standing	Amount overdue
	(a) Debentures : Secured	NIL	NIL
	: Unsecured (other than falling within the meaning of public deposits)	NIL	NIL
	(b) Deferred Credits	NIL	NIL
	(c) Term Loans	NIL	NIL
	(d) Inter-corporate loans and borrowing	NIL	NIL
	(e) Commercial Paper	NIL	NIL
	(f) Public Deposits	NIL	NIL
	(g) Other Loans (unsecured)	NIL	NIL
(2)	<u>Break-up (1)(f) above (outstanding public deposits inclusive of interest accrued thereon but not paid) :</u>		
	(a) In the form of Unsecured debentures	NIL	NIL
	(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	NIL	NIL
	© Other public deposits	NIL	NIL
<u>Assets side:</u>		Amount outstanding	
(3)	<u>Break-up of Loans and Advances including bills receivables [other than those included in (4) below]:</u>		
	(a) Secured	NIL	
	(b) Unsecured	1968.15	
(4)	Break up of Leased Assets and stock on hire and hypothecation loans counting towards EL/HP activities		
	(i) Lease assets including lease rentals under sundry debtors:		
	(a) Financial lease	NIL	
	(b) Operating lease	NIL	
	(ii) Stock on hire including hire charges under sundry debtors:		
	(a) Assets on hire	NIL	
	(b) Repossessed Assets	NIL	



ASSOCIATED CEREALS LIMITED

SCHEDULE – L: NOTES

Annexed to and forming part of the Balance Sheet as at 31st March, 2010 and Profit & Loss Account for the year ended on that date

Significant Accounting Policies

Basis of Accounting

These accounts have been prepared on historical cost convention in accordance with the provisions of the Companies Act, 1956 and Accounting Standards issued by the Institute of Chartered Accountants of India.

Recognition of Income & Expenditure

All expenses and income to the extent considered payable and receivable respectively unless stated otherwise have been accounted for on mercantile basis, except for company professional tax & trade license which has been accounted for on cash basis.

However, as per Non Banking Financial Companies Prudential Norm (Reserve Bank) Directions, 1998, income is not recognized in respect of Non-performing assets and provisions have been made against them if any.

Investments

In terms of the Reserve Bank Of India guideline to Non Banking Financial Companies, all investments in securities are bifurcated into current investments and long-term investment. The investments acquired with the intention of short term holdings are considered as stock-in trade and classified as current assets and others are considered as long term investments. Long term investments are valued at cost and provision for diminution in value of investments of permanent nature, if any is made and diminution in value of investments of temporary nature is not made.

Fixed Assets and Depreciation

Fixed Assets are stated at cost of acquisition less accumulated depreciation. Cost of acquisition is inclusive of freight, duties, taxes, and other directly attributable cost incurred to bring the assets to their working condition for intended use.

Depreciation on Fixed Assets has been provided on written down value method as per Schedule-XIV of the Companies Act, 1956.

Preliminary Expenditure

Preliminary Expenses is written off over a period of five years.

Taxation

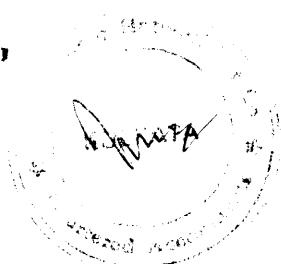
Income Tax expenses comprises current tax and deferred tax charges, Current tax is determined as the amount of tax payable in respect of taxable income for the year, the Deferred tax for timing difference between the book and tax profit for the year is accounted using tax rates and tax laws that have been enacted or substantially enacted at the Balance Sheet date. Deferred tax assets arising from the timing differences are recognized to the extent that there is reasonable certainty that sufficient future taxable income will be available, such assets are reviewed as at each balance sheet date to reassess reliability thereof.

Contingent Liability

Contingent liability if any are disclosed by way of notes to the accounts.

ASSOCIATED CEREALS LIMITED

1. Rajmukund Tiwari
Director



ASSOCIATED CEREALS LIMITED

Notes on Accounts

- 1) Contingent Liability - Nil (Previous year – Nil)
- 2) Estimated Amount of contracts remaining to be executed on capital account and not provided for – Nil (Previous year - Nil)
- 3) Number of employees employed through out the year and in respect of remuneration which in the aggregate was not less than Rs.24,00,000/- per annum or employed for the part of the year at the rate which in the aggregate was not less than Rs.2,00,000/- per month – Nil (Previous year – Nil)
- 4) In accordance with section 45IC of Reserve Bank Of India (Amendment) Act, 1997 amount not less than twenty percent of the profit after taxation in the current year has been transferred to a statutory reserve.
- 5) The provisions for all known liabilities is reasonable and not in excess of the amount considered reasonable.
- 6) The Company has adopted Accounting Standard-22 *Accounting for Taxes on Income* issued by the Institute of Chartered Accountants of India. There remains a deferred tax assets. However, the amount of such deferred tax assets has not been recognised in the books of accounts on consideration of prudence as per said Accounting Standard (Previous year-Rs.Nil/-)

7) Earning per share (Basic and diluted).

	31.03.2010	31.03.2009
a. Profit/(Loss) after income tax, fringe benefit tax, security transaction chares and adjustments used as numerator	69,750.03	316,444.33
b. Baisc/Weighted average number of Equity shares outstanding used as denominator	9192690	9192690
c. Nominal value of Equity Shares(Rs.)	10.00	10.00
d. Earning per share	0.01	0.03

- 9) Information pursuant to provisions of paragraph 3 of part II of schedule VI of the Companies Act, 1956 regarding opening stock, purchase, sale and closing stock of shares, securities and goods – (as per annexure attached)

(10) Related Party Disclosure :

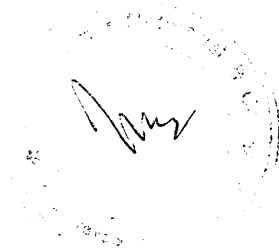
As per clause 41 of the listing agreement, AS 18 related parties disclosures issued by the Institute of Chartered Accountants of India has become mandatory. However, there are no related parties with whom any transaction has been entered during the year and no amount is outstanding or due as on 31st March, 2010.

11) Segment Reporting/Information

As the business activity falls within a single segment, the disclosure requirements of Accounting Standard 17 “Segment Reporting”, issued by the Institute of Chartered Accountants of India, is not applicable.

- 12) Previous year figures has been re-arranged or re-cast wherever necessary, however the same are not strictly comparable with that of the current year.

Accountant



Category	Amount net of provisions		
	Secured	Unsecured	Total
1. Related Parties			
(a) Subsidiaries	NIL	NIL	NIL
(b) Companies in the same group	NIL	NIL	NIL
© Other related parties	NIL	NIL	NIL
2. Other than related parties	NIL	1968.15	1968.15
Total	NIL	1968.15	1968.15

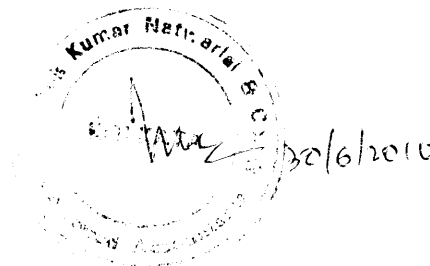
(7) **Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted)**

Category	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
1. Related Parties		
(a) Subsidiaries	NIL	NIL
(b) Companies in the same group	NIL	NIL
© Other related parties	NIL	NIL
2. Other than related parties	90.74	55.41
Total	90.74	55.41

(8) Other information

	Particulars	Amount
(i)	Gross Non-Banking Assets	NIL
	(a) Related parties	NIL
	(b) Other than related parties	NIL
(ii)	Net Non-Performing Assets	NIL
	(a) Related parties	NIL
	(b) Other than related parties	NIL
(iii)	Assets acquired in satisfaction of debt	NIL

*Investments in those unquoted companies (Balance sheet as at 31st March 2010) has not been received)has been shown at their book value.



 S. Kumar, Chartered Accountant
 30/6/2010