



**17th
ANNUAL
REPORT**

2009 - 2010

DSL

DAULAT SECURITIES LIMITED

DAULAT SECURITIES LIMITED

Directors

Sri Sohan Lal Kochar	(Chairman)
Sri Jitendra Kochar	(Managing Director)
Sri Ajit Kochar	(Wholetime Director)
Sri Madhu Sudan Daga	(Director)
Sri Jaideep Jaloka	(Director)
Sri Prabin Kumar Baid	(Director)
Dr. Pradip Rasiklal Kamdar	(Director)

Auditors

M/s. Bahety & Goenka

Bankers

Corporation Bank
HDFC Bank Ltd.
United Bank of India
ING Vysya Bank Ltd.

Registered Office

86 Canning Street
Kolkata - 700001

Corporate Office

87A Sarat Bose Road
Kolkata - 700026

NOTICE

NOTICE is hereby given that the Seventeenth Annual General Meeting of the members of **DAULAT SECURITIES LTD** will be held on **15-Sep-2010** at the Corporate Office of the Company at **87A Sarat Bose Road, Kolkata – 700026** at 11.00 A.M. to transact the following business: -

ORDINARY BUSINESS:-

1. To receive, consider and adopt the Audited Balance Sheet and Profit and Loss Account for the year ended 31st March 2010 and Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Mr.Prabin Kumar Baid who retires by rotation and being eligible, offers himself for reappointment.
3. To appoint a Director in place of Mr Jaideep Jaloka who retires by rotation and being eligible, offers himself for reappointment
4. To appoint Auditors to hold office, from the conclusion of this meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

Registered Office
86 Canning Street
Kolkata – 700 001.
Dated: 24th June 2010

By Order of the Board
JITENDRA KOCHAR

(Managing Director)

Notes: -

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and such proxy need not be a member of the Company. The Company should receive proxies not less than 48 hours before the meeting.
2. The Register of the Members and Share Transfer Books in respect of the Equity Shares of the Company will remain closed from 09 September 2010 to 15 September 2010 (both days inclusive).
3. Members are requested to notify the change, if any, in their address and bank mandate details immediately to the Company's Share Department at the Registered Office at 86, Canning Street, Kolkata – 700001, quoting their folio numbers.
4. Members are requested to bring their copies of the Reports and Accounts to the meeting.
5. Members desirous of getting any information about the accounts and operation of the company are requested to address their queries to the Director of the company well in advance so that the same are received at least ten days before the date of Meeting to enable the Management to keep the information readily available at the meeting.

Registered Office
86 Canning Street
Kolkata – 700 001.

By Order of the Board

Dated: 24th June, 2010

JITENDRA KOCHAR
(Managing Director)

DIRECTORS' REPORT TO THE MEMBERS

Your Directors have pleasure in presenting the Seventeenth Annual Report together with the Audited Statement of Accounts for the year ended 31st March 2010.

FINANCIAL RESULTS FOR THE YEAR IS AS UNDER:

	Year ended <u>31.03.2010</u>	Year ended <u>31.03.2009</u>
Profit before taxation	7280133	2467789
Less Current tax Provision	950000	475000
Less Current FBT Provision	-	<u>38200</u>
Profit after tax	6330133	1954589
Less: Deferred Tax Liability	60800	62817
Add: Excess Provision for Income Tax for earlier year	120988	-
Less: Short Provision for Income Tax for earlier years	-	7843
Balance brought forward from previous years	32484472	30600543
	<hr/>	<hr/>
Balance carried to Balance Sheet	38874793	32484472

OPERATION

STOCK EXCHANGE OPERATION

From the confidence shaking short fall and lows of previous year the stock market made a handsome recovery during the year. The operation of the company was satisfactory keeping in view the cutthroat competition and steep fall in rates of brokerage despite that your company has done reasonably well.

DEPOSITORY OPERATION

The depository operation of the company continues to run smoothly.

DIVIDEND

The company has decided to plough back its profits for future development. Hence therefore the Directors do not recommend any dividend for the year under review.

DIRECTORS

Mr. Prabin Kumar Baid retires by rotation and being eligible, offers himself for reappointment.

Mr Jaideep Jaloka retires by rotation and being eligible, offers himself for reappointment.

CORPORATE GOVERNANCE

As per the amended listing agreement with stock exchanges, the company has complied with the requirement of corporate governance. A report on Corporate Governance is attached to this report as per statutory requirements.

AUDITORS' REPORT

The report of the auditors is self-explanatory and there are no comments, which need to be reported.

AUDITORS

The Auditors M/s. Bahety & Goenka, Chartered Accountants retire and being eligible offer themselves for reappointment. Shareholders are requested to appoint the Auditors of the company and to fix their remuneration.

PARTICULARS OF EMPLOYEES

No employee was in receipt of remuneration aggregating to Rs. 24,00,000/- per annum or Rs. 2,00,000/- per month.

CONSERVATION OF ENERGY / TECHNOLOGY / ABSORPTION / RESEARCH AND DEVELOPMENT

Particulars as required under the Companies (Disclosures of particulars in the report of Board of Directors) Rules 1975 are not applicable to the company.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 217(2AA) of the Companies Act, 1956, the Board of Directors confirm that:

- i) in the preparation of the annual accounts for the financial year ended 31st March, 2010, the applicable accounting standards have been followed and that there is no material departures;
- ii) 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 as at 31st March, 2010 and of the Profit of the Company for said period.
- iii) 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, and
- iv) the Directors have prepared the annual accounts for the financial year ended 31st March 2010 on a going concern basis.

ACKNOWLEDGEMENT

The Board expresses its deep gratitude and thanks to the Clients, Bankers and Associated staff & SEBI, Stock Exchange Employees & Depository participants and Shareholders/ Investors for their valuable contribution towards the progress of the Company.

Registered Office
86 Canning Street
Kolkata – 700001

For and on behalf of the Board

Dated: 24th June 2010
Place: Kolkata

SOHAN LAL KOCHAR
Chairman

BAHETY & GOENKA
Chartered Accountants

310 Manglam-A
24 Hemant Basu Sarani
Kolkata-700001

AUDITOR'S CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE AS PER CLAUSE 49 OF THE LISTING AGREEMENT OF THE STOCK EXCHANGE.

To the Members of Daulat Securities Ltd.

We have reviewed the relevant records of the company for the year ended on 31st March, 2010, relating to compliance of conditions of Corporate Governance, as stipulated in Clause 49 of the Listing Agreement entered into, by the Company, with the Stock Exchanges.

The compliances of conditions of Corporate Governance are the responsibility of Management. Our review was limited to procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of Corporate Governance. It is neither an audit nor an expression of an opinion on the financial statements of the Company.

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

We state that no investor grievances are pending for a period exceeding one month against the Company as per the records maintained by the Investor Grievance Committee.

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

For **BAHETY & GOENKA**
Chartered Accountants

Date: 24th June 2010
Place –Kolkata

RAJENDRA BAHETY
Partner

CORPORATE GOVERNANCE

PHILOSOPHY

Your Company believes that Corporate Governance is a powerful medium to sub serves the long-term interests of all the stakeholders, including the enhancement of overall business valuation for the owners. Corporate Governance strengthens investors' trust and ensures a long-term partnership that helps in fulfilling our quest for achieving significant growth and profits.

Your Company is committed to benchmarking itself with the best in all areas including Corporate Governance and has benchmarked its practices with the prevailing guidelines with transparency, full disclosure and independent monitoring.

BOARD OF DIRECTORS

Composition, Category of Directors and Their Other Directorship and Committee Memberships.

Directors	Category	Other Directorships / Board Committee (Numbers)	
		Directorships	Board Committee
Mr. Sohan Lal Kochar	Chairman and Director	1	---
Mr. Madhusudan Daga	Independent and Non Executive Director	1	---
Mr. Jaideep Jaloka	Do	1	---
Mr. Prabin Kr.Baid	Do	1	---
Dr. P.R.Kamdar	Do	---	---
Mr. Jitendra Kochar	Managing Director	---	---
Mr. Ajit Kochar	Whole time Director	2	---

Nine Meeting of the Board of Directors were held during the year ended 31st March, 2010

12 th May 2009	30 th June, 2009	31 st July, 2009
1 st September, 2009	30 th October, 2009	15 th December, 2009
29 th January, 2010	15 th February, 2010	25 th March 2010

Attendance of the Directors at the Board Meetings, Last Annual General Meeting and Extra Ordinary General Meetings:

Name of Director	No. of Board Meetings Attended	Attendance at the Last Annual General Meeting held on 15 th September 2009.	No. of Extra Ordinary General Meetings Attended (NIL Extra Ordinary General Meeting held)
Mr. Sohan Lal Kochar	7	Yes	---
Mr. Madhusudan Daga	6	No	---
Mr. Ajit Kochar	8	Yes	---
Mr. Jitendra Kochar	9	Yes	---
Mr. Jaideep Jaloka	6	Yes	---
Mr. Prabin Kumar Baid	8	Yes	---
Dr.P.R.Kamdar	6	Yes	---

Non executive Director compensation and disclosure

Non Executive Directors were not paid any compensation other than sitting fee

Code of Conduct and Ethics for Directors and Senior Executive

In line with the amended Clause 49 of the listing agreement, the Company adopted a Code of Conduct and Ethics for its Director and Senior Executives. The purpose of this code is to promote conduct of business ethically in an efficient and transparent manner.

AUDIT COMMITTEE

Broad Terms of Reference.

- To review the Company's Financial reporting process and its Financial Statements.
- To review the accounting and financial policies & practices.
- To review the efficiency of the internal control mechanism. And monitor risk Management policies adopted by the company and ensure compliance with Regulatory guidelines.
- To review reports furnished by the internal and statutory auditors and ensure that suitable follow up action is taken.
- To examine accountancy taxation and disclosure aspects of all significant transactions.

Composition, Name of Members and Chairman

The Audit Committee consists of three non-executive and independent Directors viz. Mr. Madhusudan Daga (Chairman), and Mr.Jaideep Jaloka & Mr.Prabin Kumar Baid.

Meetings and Attendance during the year ended 31st March 2010.

Name of Director	No. of Meetings	
	Held	Attended
Mr. Madhusudan Daga	4	4
Mr. Jaideep Jaloka	4	4
Mr. Prabin Kr.Baid	4	4

Remuneration Committee

- To review assess and recommend the appointment of whole time Director.
- To periodically review the remuneration package of whole time Director and recommend suitable revision to the board.

Composition

The Remuneration committee comprises three independent non-executive Director.

1. Mr. Madhusudan Daga Chairman ,Independent Non-executive Member
2. Mr. Jaideep Jaloka - do -
3. Mr. Prabin Kumar Baid - do -

Meetings and Attendance during the year ended 31st March 2010.

Name of Director	No. of Meetings	
	Held	Attended
Mr. Madhusudan Daga	1	1
Mr. Jaideep Jaloka	1	1
Mr. Prabin Kr.Baid	1	1

Remuneration to Director - Executive Director

Jitendra Kochar Managing Director Remuneration paid – Rs.3,00,000/-

SHAREHOLDERS / INVESTORS GRIEVANCE COMMITTEE

To approve inter-alia Transfer / Transmission of shares, Issue of duplicate share certificate and review the status of Investor's Grievance and redressal mechanism and recommend measures to improve the level of investor's service

Chairman:	Mr. Sohan Lal Kochar
Members:	Mr. Madhusudan Daga Mr. Jaideep Jaloka
Compliance Officer:	Mr. S.P.Lunia

No complaint received during the year ended 31st March 2010. There were no pending transfers as on 31st March 2010.

CEO/CFO Certificate

In terms of clause 49 of the Listing Agreement, the certification by the Managing Director on the financial statements and internal controls relating to financial reporting has been obtained.

F. GENERAL BODY MEETINGS

i) Details of Annual General Meetings (AGMs):

AGMs	Date of AGMs	Location	Time
AGM (14 th)	12 th September, 2007	Kolkata	11.00 A.M.
AGM (15 th)	19 th September, 2008	Kolkata	11.00 A.M.
AGM (16 th)	15 th September, 2009	Kolkata	11.00 A.M.

ii) There was no special Resolution put through Postal Ballot last year.

iii) No special resolution was put through postal ballot during the year 2009-10 and presently there is no proposal for passing any resolution through Postal Ballot in the ensuing AGM.

iv) Resume and other information of the Directors retiring by rotation and getting reappointed as required to be disclosed under Clause 49 VI(A) of the Listing Agreement is as under: -

- a) Shri Prabin Kumar Baid aged about 41 years is a Businessman having rich experience in the field of Stock Broking. He has been Director of the Company since 2003 and is also Director in Sonica Promoters & Fincon Pvt Limited
- b) Shri Jaideep Jaloka aged about 34 years is a Chartered Accountant having rich experience in the field of Finance and Accounts. He has been director of the company since 2003 and is also director in Khusboo Dealers Ltd.

DISCLOSURES

- (1) The Company does not have any related party transactions, which may have potential conflict with interests of the Company at large. The Company has complied with the requirements of regulatory authorities on capital markets
- (2) The Board Of Directors of the Company has laid down a Code Of Conduct for all its Board Members and Senior Management of the Company. A declaration of compliance with the Code of Conduct, signed by the Managing Director forms part of the Annual Report

G. MEANS OF COMMUNICATION

Financial Results and Annual Reports etc.:

The Quarterly and Half-Yearly Unaudited Financial Results and the Annual Audited Financial Results as taken on record or approved by the Board of Directors of the Company are published during the year under review in Leading National newspapers, i.e. The Financial Express, The Asian Age and Kalantar and are also sent immediately to all the Stock Exchanges with which the shares of the Company is listed. The Company is not in practice of sending Half-Yearly Report to each household of Shareholders. Notice relating to AGM & Extraordinary Meeting etc. is sent to members at their registered address. The Company does not have any website.

General Shareholder Information

1. Financial reporting for the quarter ending
 - June 30, 2009 July, 2009
 - September 30, 2009 October, 2009
 - December 31, 2009 January, 2010
 - March 31, 2010 May, 2010
2. Registered Office: 86, Canning Street
Kolkata – 700001
3. Listing of Equity Shares on Stock Exchanges
 - Bombay Stock Exchange Ltd.
P.J. Towers , Dalal Street
Mumbai - 400023
 - The Calcutta Stock Exchange Ltd.
7 Lyons Range
Kolkata – 700001
 - The Gauhati Stock Exchange
Saraf Building Annexure
A.T.Road, Gauhati.

4. STOCK MARKET DATA

There was no trading of the shares at any of the stock exchange where the shares of the company are listed

The equity shares of the Company were listed on the Stock Exchange, Mumbai, The Calcutta stock Exchange Ltd. And The Gauhati Stock Exchange Association Ltd respectively. Listing Fee for the period 2002 to 2010 of The Stock Exchange Mumbai is not paid because of certain differences. The Company is taking the matter with BSE official to sort out the dispute/differences.

Registrar and Share Transfer Agents:

M/s. Maheshwari Datametics Pvt.Ltd.
6 Mangoe Lane, 2nd floor, Kolkata- 700001

Share Transfer System

Trading in equity shares of the Company is permitted only in dematerialized form. Share Transfer in physical form are registered and returned between 15 to 30 days from the date of receipt, if documents are in order in all respects. The Committee of Directors (Shareholders / Investors Grievances) usually approves Transfer of shares.

Distribution of Shareholding As On 31st March, 2010

Shares held	No Of Equity Shareholders	% Of Shareholders	Total No Shares Held	% Of Shareholding
1-500	1742	79.54	370575	7.41
501-1000	188	8.58	147500	2.95
1001-2000	89	4.26	135650	2.71
2001-3000	65	2.97	164500	3.29
3001-4000	10	0.46	34575	0.70
4001-5000	24	1.09	115500	2.31
5001-10000	23	1.05	185300	3.70
10000 and above	49	2.24	3846400	76.93
Total	2190	100	5000000	100

Categories of Shareholding (as on 31st March, 2010)

Sr. No.	Category of Holders	No. of Shares	% of Equity
1.	Promoters' Holding	2589600	51.79
	Sub-Total	2589600	51.79
2.	Mutual Funds / UTI	--	--
3.	Banks / Financial Institutions / Insurance Companies (Central / State Govt. Institutions / Non Govt. Institutions)	--	--
4.	FIs / GDR	--	--
	Sub-Total	--	--
5.	Others	--	--
	Private Corporate Bodies	697600	13.96
	Indian Public	1712800	34.25
	NRIs / OCBs / Foreign Company	--	--
	Sub Total	2410400	48.21
	Total	5000000	100

Dematerialization of Shares and liquidity:

Over 77.57% of Equity Shares have been dematerialized up to 31st March 2010.

Investor Correspondence

Mr. S.P.Lunia

C/o Daulat Securities Ltd., 87A Sarat Bose Road , Kolkata – 700026

Phone. +91 33 2474 0462 e-mail : daulat000@yahoo.com

GENERAL SHAREHOLDER INFORMATION

Date and Time

15 September, 2010 at 11.00 A.M

Venue:

87A, Sarat Bose Road

Kolkata – 700 026.

Book Closure Dates:

09 September 2010 to 15 September 2010

CODE OF CONDUCT CERTIFICATE

I, Jitendra Kochar, Managing Director of company, hereby declare that the Board of Directors laid down a code of conduct for its Board Members and Senior Management of the company and the Board Members and Senior Management have affirmed compliance with the said Code of Conduct

For Daulat Securities Ltd.

Place: Kolkata

Date: 24-06-2010

Jitendra Kochar
Managing Director

Management Discussion and Analysis Report

Industries Trends and Developments

Be it stock broking, mutual fund distribution or depository services, all the activities that your company is engaged in have huge growth opportunities due to existing low penetration levels, but are facing tremendous competitive pressures and increasing regulatory compliances. With the increasing role of technology, there is a paradigm shift in the running of these businesses. Your company is gearing up well to face all such developments by ramping up its infrastructure and technological, financial and human resources.

Opportunities and Threats

Your company's philosophy of providing professional, value-added, comprehensive and integrated broking, depository services and mutual fund to a cross-segment of society across the Eastern Region is fast becoming a positive differentiating factor vis-a-vis erstwhile competition. These could be treated as great opportunities for the company.

Business Review/ Segment wise Performance

In spite of such competitive pressures, your company has done satisfactorily well to remain above break even levels in spite of huge slowdown in income due to its focus on costs and diversified activities within the board core business of the company it does not have any segments/divisions.

Managements of Risks

The T +2 Rolling Settlement System in the Indian Capital Markets induces safety and your company also has strict margin norms and other risk management policies. A comprehensive risk evaluation methodology and processes for early identification and mitigation of all kinds of risks begin in place, except for unforeseen circumstances and marginal exposure to financial risk in the retail capital markets division, your company is quite a risk-free business entity.

Internal Control Systems and their adequacy

The scope of work for internal auditors addresses issues related to internal control systems, particularly those related to regulatory compliance. Pre-audit and post audit checks and reviews ensure that audit observations are acted upon. The Audit Committee of the Board of Directors reviews the Internal Audit Reports and the adequacy of internal controls.

Financial Performance

A snapshot of financial performance is furnished in the Directors Report. The economic slowdown and complete meltdown in capital markets has brought down the income of the company.

Future Outlook

With hopes of economic revival in the near future and the indicative rise in the capital markets in the recent past, we can expect business to improve. Conscious efforts are being made to keep the expenses under check so that resources could be deployed for strategic growth. From herein onwards, the company can only look at better time.

Human Resource Management

Employees are vital to Daulat Securities Limited. We have created a favorable work environment that encourages innovation and meritocracy. We have also set up a scalable recruitment and human resource management process, which enable us to attract and retain high caliber employees.

CEO Certification under Clause 49 (v) of the Listing Agreement

The Board of Directors of Daulat Securities Ltd.

I , Jitendra Kochar, Managing Director of Daulat Securities Ltd. do hereby certify to the Board in terms of the requirement of Clause 49 (v) of the Listing Agreement, that

1. I have reviewed the financial statement of the company for the year ended 31st March, 2010 and to the best of my knowledge and belief
 - (a) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading:
 - (b) 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 regulation.
 - (c) 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.
2. For the purpose of this reporting I accept responsibility for establishing and maintaining internal controls and that I have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and I have disclosed to the auditors and the Audit Committee, deficiencies in the design, or operation of such internal controls.
3. I do further certify that there has been:
 - (a) No significant changes in internal control over financial reporting during the year:
 - (b) No changes in accounting policies:
 - (c) No instances of significant fraud of which I am aware.

Place: Kolkata

Date: 24-06-2010

Jitendra Kochar

Managing Director

AUDITORS' REPORT

TO

THE MEMBERS OF DAULAT SECURITIES LIMITED

We have audited the attached Balance Sheet of **DAULAT SECURITIES LIMITED** as at March 31,2010, and also the Profit and Loss Account and the Cash Flow Statement for the year ended on that date. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on this 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 our audit to obtain reasonable assurance about whether the financial statements are free from material misstatements. An audit also includes examination on a test basis of 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 statements presentation. We believe that our audit provide a reasonable basis for our opinion.

As required by the companies (Auditors 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.

We further reports 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 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 those books;
- 3) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the Books of Account;
- 4) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the requirements of the Accounting Standards referred to in subsection (3C) of Section 211 of the Companies Act, 1956;
- 5) On the basis of the written representations received from the directors and taken on record by the Board of Directors, we report that none of the director is disqualified as on March,31,2010 from being appointed as director in terms of clause (g) of subsection (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 us, the said accounts give the information required by the Companies Act, 1956 in the manner so required and also 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 March 31, 2010;
- 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 the Cash Flow Statement, of the cash flows for the year ended on that date.

7) To the members of Daulat Securities Limited. (Referred to in our report of even date)

I)

- a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets;
- b) As explained to us, the assets have been physically verified by the management, which in our opinion is reasonable, considering the size and the nature of its business. The frequency of verification is reasonable and no material discrepancies have been noticed on such physical verification.
- c) During the year, the company has not disposed off any substantial / Major part of Fixed Assets.

II

- a) The inventories have been physically verified by the management during the year at reasonable intervals.
- b) The procedures of physical verification of the inventories followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
- c) The Company has maintained proper records of inventories and discrepancies noticed on physical verification of inventories as compared to book records were not material.

III

- a) The Company had granted unsecured loans to Companies, firms or other parties, which are not covered in the register maintained under Section 301 of the Companies Act, 1956.

- b) The rate of interest and other terms and conditions in respect of unsecured loans given by the Company, are in our opinion, prima facie not prejudicial to the interest of the company;
 - c) In respect of such loans given by the Company, where stipulations have been made, the parties generally repaid the principal amounts as stipulated and have been regular in payment of interest, where applicable.
 - d) As informed the Company has not taken any loans, secured or unsecured from Companies, Firms or other parties covered in the register maintained under section 301 of The Companies Act 1956.
- IV) In our opinion and according to the information and explanation 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 purchase of inventories, fixed assets and for the sale of goods. Further we have neither come across nor have we been informed of any instance of major weakness in the aforesaid internal control system
- V) The transactions made in pursuance of contracts or arrangements, that need to be entered into the register maintained under Section 301 of the Companies Act, 1956 have been so recorded in the requisite register;
- a) There are transactions of purchase and sale of goods, materials and services made in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956 aggregating during the year to Rs.5,00,000/- or more in respect of each party. These transactions have been done at prevailing Market prices (refer notes).
- VI) The Company has not accepted any deposit from the public.
- VII) The Company has an adequate internal audit system commensurate with its size and nature of its business.
- VIII) We have broadly reviewed the books of account maintained by the company pursuant to the rules made by the central government for the maintenance of cost records under section 209(1)(d) of the companies act.
- IX) According to the records of the Company, the Company is regular in depositing undisputed statutory dues in respect of Income Tax, Service Tax and other statutory dues with appropriate authorities. According to the information and explanations given to us, there are no undisputed amounts payable in respect of such statutory dues, which have remained outstanding as at March 31, 2010 for a period more than six months.

- X) The Company has no accumulated losses and has not incurred cash losses in the current financial year and in the immediately preceding financial year.
- XI) The company has not defaulted in repayment of its dues to banks.
- XII) The Company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures or other securities.
- XIII) The provisions of any Special Statute applicable to Chit Fund, Nidhi or Mutual Benefit Fund/Societies are not applicable to the Company.
- XIV) The Company has maintained proper records of transactions in respect of trading in shares, debentures and other securities and timely entries have been made therein. The investments are held by the Company in its own name.
- XV) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks and financial institutions.
- XVI) The Company has not taken any term loan during the year.
- XVII) On the basis of our examination of the Cash Flow Statement, the funds raised on short term basis have not been used for long term investments, as they have been financed out of internal accruals. The Company has not raised long-term funds during the year and hence the use of such funds for short-term investments does not arise.
- XVIII) The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956 during the year.
- XIX) The company did not have any outstanding debentures during the year.
- XX) The Company has not raised any money by way of public issues during the year.
- XXI) On the basis of our examination and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For BAHETY & GOENKA
Chartered Accountants

Place : Kolkata
Date: 24th June 2010

R.K.BAHETY
Partner
Membership No-53255

DAULAT SECURITIES LIMITED**BALANCE SHEET AS AT 31ST MARCH 2010**

PARTICULARS	SCHEDULE	As at 31.03.2010		As at 31.03.2009	
		Rs.	Rs.	Rs.	Rs.
SOURCES OF FUNDS					
1. SHARE HOLDERS FUND					
(a) Share Capital	A		50000000		50000000
(b) Reserves & Surplus	B		42884793		36494472
Total			<u>92884793</u>		<u>86494472</u>
APPLICATION OF FUNDS					
1. FIXED ASSETS					
Gross Block	C	11520986		11480586	
Less : Depreciation		<u>5852223</u>		<u>5427688</u>	
Net Block			5668763		6052898
2. INVESTMENTS					
	D		32436147		34370705
3. CURRENT ASSETS, LOANS AND ADVANCES					
Inventories	E	24151968		19398557	
Sundry Debtors		2163068		1672248	
Cash & Bank Balances		7620867		10209356	
Other Current Assets		120638		190356	
Loans & Advances		<u>33046647</u>		<u>26096749</u>	
		67103188		57567266	
Less : CURRENT LIABILITIES AND PROVISIONS					
	F	<u>12323305</u>	54779883	<u>11496397</u>	46070869
NET CURRENT ASSETS					
Total			<u>92884793</u>		<u>86494472</u>
ACCOUNTING POLICIES & NOTES ON ACCOUNTS					
	H				

SCHEDULE A TO H FORMING PART OF THE ACCOUNTS

S. L. Kochar Chairman

Per our report attached.
For **BAHETY & GOENKA**
Chartered Accountants

Jitendra Kochar Mang. Director

Ajit Kochar Director

Place : Kolkata
Dated :24th June, 2010

R. K. BAHETY
Partner

DAULAT SECURITIES LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2010

<u>Particulars</u>	<u>Schedule</u>	<u>As at 31.03.2010</u>	<u>As at 31.03.2009</u>
<u>INCOME</u>			
Income from Operations		4634013	1690866
Profit on sale of Investments (Net)		3983196	574675
Dividend		1335704	738118
Rent Received		78000	78000
Interest		3154355	3231879
(Tax deducted at source Rs390813/- Previous year Rs:698755/-)			
Total		13185268	6313538
<u>EXPENDITURE</u>			
Administrative and General expenses	G	5480600	3385597
Depreciation	C	424535	460152
Total		5905135	3845749
Profit before tax		7280133	2467789
Less: Current Tax Provision		950000	475000
Less: Current FBT Provision		0	38200
Profit after tax		6330133	1954589
Less : Deferred Tax Liability		60800	62817
Less : Short provision for Income tax for earlier year		0	7843
Add : Excess provision for Income tax for earlier year		120988	0
Add : Balance brought forward from Previous Year		32484472	30600543
Balance carried forward		38874793	32484472
EARNING PER SHARE(Face Value Rs 10 Each)		1.27	0.39

ACCOUNTING POLICIES & NOTES ON ACCOUNTS H

SCHEDULE 'A' TO 'H' FORMING PART OF THE ACCOUNTS

Per our report attached.
For **BAHETY & GOENKA**
Chartered Accountants

S. L. Kochar Chairman
Jitendra Kochar Managing Director
Ajit Kochar Director

Place : Kolkata
Dated : 24th June, 2010

R. K. BAHETY
Partner

DAULAT SECURITIES LIMITED

SCHEDULES FORMING PART OF THE ACCOUNTS

	As at 31.03.2010	As at 31.03.2009
	Rs.	Rs.
SCHEDULE - "A"		
SHARE CAPITAL		
Authorised		
60,00,000 Equity Shares of Rs.10/-each	60000000	60000000
	60000000	60000000
Issued, Subscribed and Paid-up		
50,00,000 Equity Shares of Rs.10/-each fully paid-up in cash	50000000	50000000
	50000000	50000000
SCHEDULE - "B"		
RESERVES AND SURPLUS		
General Reserve	4010000	4010000
Profit & Loss Account	38874793	32484472
	42884793	36494472
SCHEDULE - "F"		
CURRENT LIABILITIES & PROVISIONS		
Current Liabilities		
Sundry Creditors	5969023	4274507
Other Liabilities	2828513	2579891
Book Over Draft from Bank (due to reconciliation)	2452152	4065982
Provision		
Provision for Taxation	950000	513200
Deferred Tax Liability	123617	62817
	12323305	13120991

DAULAT SECURITIES LIMITED

SCHEDULE - " C "

FIXED ASSETS

PARTICULARS	GROSS BLOCK			DEPRECIATION BLOCK			NET BLOCK			
	Balance as on 01.04.09	Additions during the year	Deduction during the year	Balance as on 31.03.10	Balance as on 01.04.09	For the year	Deduction during the year	Balance as on 31.03.10	Balance as on 31.03.10	Balance as on 31.03.09
Leasehold Properties	358540			358540	182704	8792		191496	167044	175836
Office Premises	2279462			2279462	786124	74668		860792	1418670	1493338
Fax Machines	69000			69000	57833	1552		59385	9615	11167
Office Equipments	51900			51900	41864	1392		43256	8644	10036
Air Conditioners	374136	14456		388592	273907	15906		289813	98779	100229
Cellular Phones & Pagers	87490			87490	76842	1480		78322	9168	10648
Generator	45260			45260	38805	896		39701	5559	6455
Furniture & Fittings	372674			372674	308734	11576		320310	52364	63940
Motor Cars	1210070			1210070	894376	81732		976108	233962	315694
Computer & Peripherals	2605484	14144		2619628	2409214	83517		2492731	126897	196270
Electricity Fittings	148400			148400	119719	5192		124911	23489	28681
Land	883990	11800		895790					895790	883990
Building	2994180			2994180	237566	137832		375398	2618782	2756614
TOTAL	11480586	40400		11520986	5427688	424535		5852223	5668763	6052898
PREVIOUS YEAR	10671116	809470		11480586	4967536	460152		5427688	6052898	5703580

AIR-CONDITIONER	7/13/2009	14456	
		<u>14456</u>	
Land At Karimpur	4/27/2009	11800	
		<u>11800</u>	
Computer	5/11/2009	14144	
		<u>14144</u>	

SCHEDULE - "D"

INVESTMENTS (At cost)	Face Value	As on 31.03.2010		As on 31.03.2009	
		Holdings	Book Value	Holdings	Book Value
	Rs.	Nos.	Rs.	Nos.	Rs.

TRADED

A. QUOTED EQUITY SHARES FULLY PAID-UP

Aditya Birla Novo Ltd	10	2382	1995192	1000	1365000
Arvind Mills Ltd	10	0	0	2100	111930
Assam Carbon Product Ltd.	10	200	7500	200	7500
Assam Company Ltd	1	5000	125000	5000	125000
Balrampur Chini Mills Ltd	10	0	0	1600	164800
Benchmark Gold Bees	100	742	1108956	0	0
Cairn India Ltd	10	500	74900	500	74900
Castrol	10	3174	1037898	0	0
Charminar Beverages Ltd.	10	1000	4000	1000	4000
Colgate pamolive Ltd	1	2875	928938	1875	463938
Dalmia Cement Bharat Ltd	2	1890	252062	810	19249
Deepak Fertilizers & Chemicals Ltd	10	2000	114100	0	0
Dena bank	10	2000	124000	2100	130200
DSQ Bio-Tech Ltd	10	0	0	2000	84200
Electrosteel Castings Ltd	1	1800	27000	0	0
Entegra Ltd	10	50	210	250	1050
Essar Steels Ltd	10	0	0	3413	163824
Fame India Ltd	1	400	4200	0	0
Finolex Industries Ltd	10	1000	65000	1000	65000
Geomatic Software Ltd	2	400	5900	0	0
GTL Infra Ltd	10	0	0	10400	606320
GTN Industries Ltd	10	5129	33852	0	0
Gujarat Nre Coke Ltd	10	500	61550	500	61550
Gujarat Sidhi Cement Co Ltd	10	0	0	4000	114400
Gulf Oil India Ltd	2	1200	108095	1500	146600
Havells Ltd	5	350	163450	350	163450
Herdilla Unimers Ltd.	10	200	4500	200	4500
Himachal Futuristic Company Ltd	10	0	0	18500	411125
Himadri Chemicals Ltd	10	230	100280	330	143880
Hindalco Industries Limited	1	2080	108160	0	0
ICICI Bank Ltd	10	150	49605	0	0
IFCI Ltd	10	30500	1364900	30500	1853375
IG Petrochemicals Ltd	10	0	0	237657	4799733
Ingersol Rand India Ltd	10	200	52300	200	52300
Ispat Industries Ltd	10	6500	71175	0	0
ITC Ltd	1	1300	193060	1300	193060
Jaiprakash Associates Ltd	2	750	148200	500	148200
Jaiprakash Power Ltd	10	0	0	4300	320995
JCT Ltd	10	26000	156000	26000	156000
JSW Steels Ltd	10	30	6960	60	23625
Kakatiya Cements Ltd	10	13788	969753	8241	675762
KCP Sugars Ltd	1	3000	39300	0	0
Kerala Ayurvedic Ltd.	10	700	1925	700	1925
L & T Ltd	2	900	603900	0	0
Lifeline Medicare Ltd.	10	300	1200	300	1200
Mahanagar Telephones Niganm Ltd	10	1200	138840	1200	138840
Mahindra Satyam Computer Services Ltd	2	3200	127680	0	0
Manglam Cement Ltd	10	7500	1149519	8500	1049650
Mid Day Multimedia Ltd	10	2475	29576	0	0
Midland Plastics Ltd.	10	3400	20570	3400	20570
Nahar Inv & Hold Ltd	5	2500	25000	0	0
Narmada Cement Ltd.	10	100	950	100	950

SCHEDULE - "D"

INVESTMENTS (At cost)	Face	As on 31.03.2010		As on 31.03.2009	
	Value	Holdings	Book Value	Holdings	Book Value
	Rs.	Nos.	Rs.	Nos.	Rs.
NIIT.Ltd	2	0	0	5700	820631
Nocil Ltd	10	0	0	5000	140500
Noida Tools	10	8900	453010	8900	453010
Octav Ltd	10	0	0	1000	98000
Omnitech Infosoloution Ltd	10	492	100122	992	201872
Patspin India Ltd	10	30781	169100	0	0
Pentamedia Graphics Ltd.	10	0	0	10000	1745020
PPIL Ltd.	10	200	700	200	700
Prakash Industries Limited	10	1000	47900	0	0
Rama News Prints Ltd	10	0	0	5500	165000
Reliance comm ventureLtd	5	0	0	300	104760
Reliance Gold ETF	100	300	433200	0	0
Reliance Industries Ltd	10	2700	408199	2650	4480090
Reliance Infra Ltd	10	100	88017	100	88017
Reliance Petroleum Ltd	10	0	0	300	22020
Restile Ceramic Ltd.	10	1660	8300	1660	8300
Resugere Mines Lrd	10	0	0	500	132000
S Kumars Nationwide Ltd	10	400	11000	0	0
SCI Ltd	10	600	47580	0	0
Shaw Wallace India Ltd	10	0	0	800	186984
Siemens Ltd	2	900	483214	900	483214
Southern Biotech Ltd	10	10000	200000	10000	200000
SRF Ltd	10	2700	384750	3900	555750
State Bank Of India	10	500	504490	500	504490
Tata Chemicals Ltd	10	6528	1022451	5828	921651
Tata Motors Ltd	10	100	17915	0	0
Tata Steel Ltd	10	1279	650075	0	0
Tayo rolls ltd	10	1000	140000	1000	140000
The CSEA Ltd	100	250	2500000	0	0
Tisco Ltd	100	0	0	5876	587600
Tvs Motor Co Ltd	1	400	9200	0	0
Uni Legwears Ltd.	10	5000	20000	5000	20000
United spirit	10	188	186984	0	0
Usha Martin Education & Soloution Ltd	5	12730	189820	0	0
UTI Gold ETF	100	917	1368164	0	0
Zuari Ltd	10	650	91000	0	0
The Indian Hotels Co Ltd	1	369	14760	0	0
Sub Total (A)			21155107		25928210
Investment In Mutual Fund(un quoted) (B)			11281040		8442495
			11281040		8442495
TOTAL A+B			32436147		34370705
Aggregate Market Value of Quoted Investments (in Rupees)			47247174		17187649

DAULAT SECURITIES LIMITED**SCHEDULE - "E"**

	As at 31.03.2010	As at 31.03.2009
	Rs.	Rs.
CURRENT ASSETS, LOANS & ADVANCES		
Inventories	24151968	19398557
Sundry Debtors (Unsecured, considered good)		
Debts outstanding for a period exceeding six month	214464	728960
Other Debts	1948604	943288
Cash & Bank Balances		
Cash in hand(As Certified By Management)	1053228	359132
Balance with Scheduled Banks		
In Current Accounts	933420	216005
In Fixed Deposit Accounts	5634219	9634219
Other Current Assets		
	120638	190356
Loans & Advances (Unsecured, considered good)		
Loans	21115230	10081497
Advances (receivable in cash or in kind or for value to be received)	2500000	2520636
Income Tax Deducted At Source	1204417	1167616
Membership & Deposits With Stock Exchanges	7202000	11302000
Other Deposits	1025000	1025000
	67103188	57567266

SCHEDULE - "G"**ADMINISTRATIVE AND GENERAL EXPENSES**

Advertisement Expenses	101571	48887
Auditors Remuneration	20000	25000
Bank Charges	6728	18469
Computer Consumable & Upkeep	314587	196684
Director Fee	9000	7000
Directors Salary	300000	125000
Electricity Charges	153045	126218
Filing Fee	3000	2500
Insurance	82211	81359
Internal-Audit Fees	10000	10000
Listing Fee	11582	10500
Membership & Subscription	110000	121236
Miscellaneous Expenses	244250	168493
Motor Car Fuel & Maintainence	160190	114440
Office Maintenance	35478	17520
Postage & Courier	154726	106319
Printing & Stationery	206996	92560
Professional Fee	33500	5000
Rates & Taxes	13460	18600
Registrar & Share transfer agents Fees	24542	16041
Repair & Maintenance	302170	35801
Retainership Fee	48000	48000
Salary	2613500	1672500
Staff Welfare	110580	68855
Telephone & Fax	195517	150627
Travelling & Conveyance	215967	97988
	5480600	3385597

SCHEDULE – “ H ”

SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS 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

(1)

a) **System of Accounting:**

All income and expenses are accounted for on accrual basis.

b) **Fixed Assets:**

Fixed Assets are stated at cost of acquisition inclusive of expenses incidental to their acquisition as reduced by accumulated depreciation thereon.

c) **Depreciation:**

Depreciation on Fixed Assets has been provided on the written down value method at the rates specified in Schedule XIV of the Companies Act, 1956.

d) **Investments:**

Investments are valued at cost. Expenses relating to transfer are charged to revenue. Provision for diminution in value is not considered unless such diminution is permanent in nature. Gains / Losses on disposal of the investments are recognized as Income / Expenditure.

e) Inventories are valued at cost or market value whichever is lower.

f) **Accounting for Taxes on Income:**

Deferred tax is recognised on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognised only if there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets will be realized. Such assets are reviewed as at each Balance Sheet date to reassess reliability thereof.

INFORMATION PURSUANT TO THE PROVISIONS OF PART II OF SCHEDULE VI TO THE COMPANIES ACT, 1956

2. Leasehold premises is yet to be registered in the name of the Company.
3. Membership Deposit includes Rs. 2000/- towards equity shares of Ludhiana Stock Exchange Association Limited for attaining corporate membership of the Exchange.
4. Fixed Deposit of Rs 41,00,000/- (Previous Year Rs 41,00,000/-) are deposited with The Calcutta Stock Exchange Ltd, National Stock Exchange of India Ltd and Ludhiana Stock Exchange Association Ltd respectively towards margin to be utilized as and when required.

- 5 Quantitative details in respect of shares, debentures and other securities dealt in during the year ended 31st March 2010

<u>Particulars</u>	<u>Quantity (Nos.)</u>	<u>Amount (Rs.)</u>
Opening Stock	1247947	19398557
	(1197582)	(22141908)
Purchase	13698925	1187380540
	(6318259)	(641662697)
Sales	13334936	1193438495
	(6267894)	(653475629)
Closing Stock	1611936	24151968
	(1247947)	(19398557)
	(Figures in Brackets indicate those of the Previous year)	

- 6 Previous year's figures have been rearranged / regrouped where ever found necessary.

7. Related party transaction

<u>Name</u>	<u>Purchase of securities(Rs)</u>	<u>Sale of securities(Rs)</u>
AJIT KOCHAR	159234	591315
ANIL KOCHAR	-	547541
B DAULAT LTD	1655154	6125205
NARENDRAKOCHAR	384887	644168
SOHAN LAL KOCHAR	351877	980523
NIPUN KOCHAR	894162	601777

8. The Company has not received any information from any of the suppliers of there being Small Scale Industries Unit. Hence, the amount due to Small Scale Industries units outstanding as on 31st March 2010 are not ascertainable.

Signature to Schedule A to H

Per our report attached.	S.L.Kochar	Chairman
For BAHETY & GOENKA	Jitendra Kochar	Managing Director
Chartered Accountants	Ajit Kochar	Wholetime Director

Place: Kolkata **R. K. BAHETY**
Dated: 24th June, 2010 **Membership No-53255**
Partner

INFORMATION PURSUANT TO PART 1 OF SCHEDULE VI OF THE CO. ACT, 1956 STATEMENT OF NATURE & EXTENT
OF INVESTMENT IN INVENTORIES

Name of Company	Nature of Investme	Face Value (Rs.)	As at 31st Mar'10	As at 31st Mar'09	Name of Company	Nature of Investme	Face Value (Rs.)	As at 31st Mar'10	As at 31st Mar'09
3I INFOTEC LTD	EQ	10	400	500	CENTURY EXTRUSION L	EQ	1	27500	29200
A S ROTOTECH LTD	EQ	10	50	50	CENTURY TEXTILE	EQ	10	100	200
ABANOFFSHORE	EQ	10	0	50	CHAMBAL FERTLISERS I	EQ	10	1700	2200
ABG SHIPYARD	EQ	10	105	0	CHESLIND INDUSTRIES	EQ	10	0	100
ACTION CONSTEQUIP LTD	EQ	2	1000	0	CIMCO BIRLA LTD	EQ	10	1800	1800
ADITYA BIRLA NOVO LTD	EQ	10	100	1382	CIPLA	EQ	2	200	200
ADLABS FILMS LTD	EQ	5	0	200	COLGATE PALMOLIVE	EQ	1	142	1000
AKRUTI NIRMAN	EQ	10	0	1	CONSOLIDATED FIBRES	EQ	10	1000	1000
ALLAHABAD BANK	EQ	10	500	1000	CORE EMBLLEAGE	EQ	10	300	300
ALOK INDUSTRIES LTD	EQ	10	2500	7269	CORE PROJ & TECH	EQ	2	0	1000
ALPINE INDUSTRIES LTD	EQ	10	1279	1279	CORPORATION BANK	EQ	10	200	200
AMI COMPUTERS (I) LTD	EQ	10	100	100	CRESENT FINSTOCK LTI	EQ	10	68	68
ANDHRA CEMENT	EQ	10	1000	1000	CROMP. GREAVES	EQ	2	0	200
ANDREW YULE LTD	EQ	10	600	1100	D L F	EQ	2	100	100
APOLLO TUBES LTD	EQ	10	2500	2500	DALMIA CEMENT	EQ	2	535	0
ARIHANT IND LTD	EQ	4	50	50	DATAR SWITHGEAR LTD	EQ	10	1500	1500
ARS BOND UTI 6.60%	BOND	100	0	449	DCB	EQ	10	0	6500
ARVIND MILL	EQ	10	3500	300	DECCAN AVIATION	EQ	10	0	200
ARVIND REMEDIES LTD	EQ	1	20000	20000	DEEPAK FERTILISER LTI	EQ	10	100	3000
ASHOK LEYLAND LTD	EQ	1	700	1000	DEWAN TYRES LTD	EQ	10	70	70
ASIAN ELECTRONIC	EQ	10	600	2925	DISH TV	EQ	1	0	2300
ASSOCIATED CEMENT CO	EQ	10	50	0	DISH TV PP	PP	1	7000	10000
ASTRA MICROWAVES LTD	EQ	10	0	200	DLINK INDIA LTD	EQ	2	7100	0
ATN INT	EQ	4	250	250	DSQ SOFTWARE	EQ	10	2000	2000
AUSTRAL COKE & PRO LT	EQ	1	30000	0	DUNCAN INDUSTRIES LT	EQ	10	20968	2000
AXIX IT LTD	EQ	5	1550	2000	DUNLOP INDIA LTD	EQ	10	400	300
BAJAJ HINDUSTAN	EQ	1	0	3200	EAST INDIA HOTELS LTD	EQ	2	200	200
BALARAMPUR CHINI	EQ	1	900	0	EASTERN SILK IND.	EQ	2	5500	0
BALLURGHAT TECH. LTD	EQ	10	17402	17402	EDSERV SOFTSYSTEMS	EQ	10	0	900
BANK OF INDIA	EQ	10	0	200	ELB SCHILRR	EQ	10	100	100
BARTRONICS INDIA LTD	EQ	10	200	0	ELECON CONSTRUCTIOI	EQ	2	0	500
BATA INDIA	EQ	10	0	200	ELECTROSTEEL CASTIN	EQ	1	500	22828
BEL	EQ	10	0	50	EMCO	EQ	2	0	300
BENCHMARK GOLD	UNIT	100	308	742	EMPEE DISTILIRY LTD	EQ	10	150	500
BHAGYANAGAR INDIA	EQ	10	0	1000	ENIL LTD	EQ	10	100	130
BHARAT COMMERCE	EQ	10	289	289	ESSAR OIL	EQ	10	0	1200
BHARAT FORGE CO.	EQ	2	0	200	EUROTEC IND LTD	EQ	10	883	2525
BHARTI TELE	EQ	10	80	50	F S L	EQ	10	1000	2500
BHEL	EQ	10	0	50	FACT LTD.	EQ	10	1400	2400
BHOPAL SUGAR LTD	EQ	10	100	100	FAME	EQ	10	0	1000
BHOR INDUSTRIES LTD	EQ	10	100	100	FEDDER LLYOD LTD	EQ	10	50	50
BIRLA ERICSSON	EQ	10	700	700	FERRO ALLOY CORP LTI	EQ	10	1450	1450
BIRLA POWER SOL.LTD.	EQ	1	20000	0	FINOLEX CABLES LTD	EQ	2	500	500
BLUE CHIP INDIA LTD	EQ	2	3991	3991	FINOLEX IND LTD	EQ	10	5300	500
BNK CAPITAL MARKETS L	EQ	10	400	400	FORTIS HEALTHCARE	EQ	10	2135	500
BOC INDIA	EQ	10	200	0	FOUR SOFT	EQ	5	4902	0
BOMBAY DYING	EQ	10	48	300	G N F C	EQ	10	300	800
BONGAIGOAN REFINERY I	EQ	10	0	600	GAIL	EQ	10	100	100
BPL LTD	EQ	10	4386	200	GANGADHARAM APPLIA	EQ	10	500	500
BRABOURNE ENTERPRISI	EQ	10	1588	1588	GARDEN SILK	EQ	10	100	200
BRELS INFOTECH	EQ	1	76751	0	GEOMETRIC SOFTWARE	EQ	2	0	500
BRITANIA INDUSTRIES LTI	EQ	10	75	25	GINNI FILAMENTS LTD	EQ	10	2200	6844
BRITINIA 8.25%NCD FD	DEB	100	25	0	GITANJALI GEMS LTD	EQ	10	0	600
BTW INDUSTRIES LTD	EQ	10	200	200	GLAXO LTD	EQ	10	100	0
BUSCH LTD	EQ	10	10	10	GLOBAL CAPITAL MKT L	EQ	10	2	2
CASTROL INDIA	EQ	10	0	3174	GMDC	EQ	2	0	500
CENTRAL BANK OF INDIA	EQ	10	378	0	GOUTAM RESOURCES L	EQ	10	1	1

Name of Company	Nature of Investment	Face Value (Rs.)	As at 31st Mar'10	As at 31st Mar'09	Name of Company	Nature of Investment	Face Value (Rs.)	As at 31st Mar'10	As at 31st Mar'09
GR MAGNETS LTD	EQ	10	23001	23001	ISMT LTD	EQ	5	600	400
GRAPCO GRANITE LTD	EQ	10	3200	3200	ISPAT INDUSTRIES	EQ	10	22500	26500
GRAPCO MINING LTD	EQ	10	3000	3000	ITC LTD	EQ	1	200	50
GTC INDUSTRIES LTD	EQ	10	150	150	ITD CEMENTATION	EQ	10	0	16
GTL INFRAS	EQ	10	12200	1800	IVRCL LTD	EQ	2	200	100
GTN IND LTD	EQ	10	23674	5129	J F LABORATORIES LTD	EQ	10	9	9
GTN TEXTILR	EQ	10	11908	400	J K CEMENT	EQ	10	0	800
GUJ STATE PETRONET	EQ	10	0	900	J K LAKSHMI CEMENT	EQ	10	17694	37141
GUJARAT HEAVY CHEMIC.	EQ	10	500	500	J K SYNTHETICS LTD	EQ	10	1	1
GUJARAT NRE COKE	EQ	10	0	700	J S L	EQ	2	200	500
GUJARAT SIDHI LTD	EQ	10	47553	9642	JAGARAN PRAKASHAN L	EQ	2	200	250
GUJARAT TELEPHONE	DEB	10	214	214	JAI BALAJI INDUSTRIES	EQ	10	33	33
GUJRAT OPTICAL LTD	EQ	10	100	100	JAI CORP LTD	EQ	1	20	20
GUJRAT STATE FERTILIZE	EQ	10	0	500	JAIN STUDIO LTD	EQ	10	200	200
GVK POWER	EQ	1	750	1000	JET AIRWAYS LTD	EQ	10	60	65
GWALIOR CHEM LTD.	EQ	10	1000	0	JINDAL SOUTHWEST HO	EQ	10	0	20
HBL POWER SYSTEMS LT	EQ	1	2000	0	JIYAJEERAO COTTON M	EQ	10	2600	2600
HDFC	EQ	10	0	20	JP ASSOCIATES LTD	EQ	2	300	800
HDFC BANK	EQ	10	0	13	JP HYDRO	EQ	10	4000	0
HDIL	EQ	10	0	100	JSW ENERGY	EQ	10	2000	0
HIMACHAL FUTURISTIC C	EQ	10	44675	367	JSW STEEL	EQ	10	0	200
HIMADRI CHEMICALS	EQ	10	100	0	K S OIL LTD	EQ	1	150	150
HIND SYNTEX LTD	EQ	10	5801	5801	KAASHYAP RADIANT LTI	EQ	10	980	980
HIND UNILEVER LTD	EQ	1	950	600	KAKATIYA CEMENTS LTI	EQ	10	1391	5547
HIND. CONSTRUCTION	EQ	1	500	2000	KANCO ENTERPRISE	EQ	10	196	0
HINDALCO	EQ	1	0	3816	KCP SUGAR	EQ	1	600	4500
HINDUSTAN MOTORS LTD	EQ	10	3900	2900	KEC INTL LTD	EQ	10	44	176
HINDUSTAN ORGANIC CHI	EQ	10	1000	0	KEDIA DISTILLER LTD	EQ	10	100	100
HINDUSTAN PETROLEUM	EQ	10	200	200	KINGFISHER AIRWAYS	EQ	10	2661	261
HT MEDIA LTD	EQ	2	400	400	KITPLY INDUSTRIES	EQ	10	6662	6662
I G PETROCHEMICALS LTI	EQ	10	19413	18775	KOTHARI ORIENT FINAN	EQ	10	600	600
ICICI BANK LTD	EQ	10	324	150	KOTHARI PLANTATION L	EQ	10	100	100
IDBI LTD	EQ	10	300	500	KOTHARI SUGAR	EQ	10	1000	1000
IDFC LTD	EQ	10	0	600	KPIT	EQ	2	0	500
IFB INDUSTRIES LTD	EQ	10	250	400	KRBL LTD	EQ	10	0	200
IFB AGRO INDUSTRIES LT	EQ	10	200	300	KRISHNA LIFE LTD	EQ	1	13000	13000
IFCI LTD	EQ	10	1500	6800	KSB PUMPS LTD	EQ	10	100	100
IFGL REFRATORIES LTD	EQ	10	1500	0	L & T	EQ	2	0	900
INDIA BULL FINANCIAL	EQ	2	100	220	LAKSHMI PRECISION	EQ	10	500	500
INDIA BULLS RETAILS LTI	EQ	2	100	0	LANCO INFRA	EQ	10	0	10
INDIA FOILS LTD	EQ	10	0	100	LAXMI VILAS BANK LTD	EQ	10	352	300
INDIA GLYCOL	EQ	10	500	500	LIMTEX INVESTMENT	EQ	10	1	1
INDIABULLES SECURITIES	EQ	2	1200	847	LINK PEN	EQ	10	1001	1000
INDIABULLS REALESTATE	EQ	2	700	1100	LML LTD	EQ	10	12000	12000
INDIAN HOTELS LTD	EQ	1	0	369	M M FORGINGS	EQ	10	120	120
INDIAN HOTEL DETACHAB/ARRAN		1	0	7210	MAC CHARLS	EQ		150	150
INDIAN HOTEL NCD	NCD	1	2000	2000	MADHUSUDAN INDUSTR	EQ	10	100	100
INDIAN OVERSEAS BANK	DEB	10	250	300	MADRAS ALUMINIUM	EQ	2	2990	2900
INDIAN SEAMLESS METAL	EQ	10	125	125	MADRAS MOTOR FINAN	EQ	10	650	650
INDO BIOTECH	EQ	10	400	400	MAGNUM VENTURES LTI	EQ	10	0	100
INDO BRATIAN AGRO FAR	EQ	10	1	1	MAHARAJA SHREE UMEI	EQ	10	400	400
INDOWIND ENERGY LTD	EQ	10	2000	700	MALANPUR LTD	EQ	10	203548	203548
INFOMEDIA INDIA	EQ	10	0	400	MALWA COTTON	EQ	10	4543	1625
INFOMEDIA 18 INDIA LTD	EQ	10	11228	0	MANAKSIA LTD	EQ	2	0	60
INFORMATION TECH (I) LT	EQ	10	5000	5000	MANALI PETRO	EQ	5	1931	1978
INFOSYS TECHNOLOGY	EQ	5	91	166	MANGALAM CEMENT	EQ	10	0	369
INGERSOLL RAND (I) LTD	EQ	10	400	400	MARDIA CHEMICALS LTI	EQ	10	53	53
INOX LEISURE LTD.	EQ	10	1000	0	MARSONS LTD	EQ	10	1000	5000
INTER GLOBE FINANCE LT	EQ	10	300	300	MARUTI UDYOG LTD.	EQ	5	50	0
ISHWAR MEDICAL SERVIC	EQ	1	24000	24000	MATRIX LAB	EQ	2	130	100

Name of Company	Nature of Investme	Face Value (Rs.)	As at 31st Mar'10	As at 31st Mar'09	Name of Company	Nature of Investme	Face Value (Rs.)	As at 31st Mar'10	As at 31st Mar'09
MAWANA SUGAR	EQ	10	666	1666	PIONEER EMBROIDERY	EQ	10	4121	7333
MAYTAS INFRA	EQ	10	0	2400	PIPAMAL LIFE SCIENCE	EQ	2	0	200
MCLEOD RUSSEL	EQ	5	100	500	POCHIRAJU IND	EQ	10	1100	1100
MEGA SOFT LTD.	EQ	10	1000	0	POLARISH SOFT	EQ	5	100	500
MELSTAR INF.TECH	EQ	10	500	500	POWER FINANCE CORP.	EQ	10	300	400
MERCANTILE CREDIT COF	EQ	1	1800	1800	POWER GRID CORP.LTD	EQ	10	1144	0
MERCATOR LINES	EQ	1	0	500	PRAJ IND	EQ	2	500	500
MERCK (I) LTD	EQ	10	200	244	PRAKASH IND	EQ	10	0	1000
MESCO PHARMA LTD	EQ	10	200	200	PRUDENTIAL MOULI SUC	EQ	10	700	700
MIC ELECTRONICS LTD.	EQ	2	6349	0	PUNJAB NATIONAL BAN	EQ	10	100	100
MID DAY LTD	EQ	10	225	2475	RADICO KHAITAN	EQ	2	100	500
MIDLAND PLASTIC LTD	EQ	10	61400	61400	RADIANT FINANCE	EQ	10	1	1
MIRC ELECTRONICS	EQ	1	1000	1000	RAGHAV IND	EQ	10	1	1
MODI ALKALI LTD	EQ	10	150	150	RAJ OIL MILLS	EQ	10	500	0
MONNET ISPAT	EQ	10	0	200	RAJENDRA STEEL LTD	EQ	10	100	100
MOOLCHAND EXPORT LTI	EQ	10	300	300	RAMA NEWSPRINT	EQ	10	4725	0
MOSEAR BEAR	EQ	10	130	150	RANA SUGAR	EQ	10	11400	11400
MOTOROL (I) LTD	EQ	10	6650	6650	RANBAXY LTD	EQ	5	600	600
MRPL	EQ	10	500	900	RASHEL AGRO	EQ	10	2500	2500
MSL IND	EQ	10	100	100	RASTIYA CHEMICAL FER	EQ	10	600	584
MSSHOOES LTD	EQ	10	735	735	RAVI LEELA GRANITE LT	EQ	10	200	200
MUKUND ENGG LTD	EQ	10	0	23	REL.MEDIA WORKS	EQ	5	200	0
MUKUND LTD	EQ	10	300	300	REL.MEDIA WORLD LTD	EQ	5	1000	0
MUNDRA PORT	EQ	10	60	160	RELIANCE CAPITAL LTD	EQ	10	20	20
MYSORE PETROCHEMICA	EQ	10	300	0	RELIANCE COMM.VENTL	EQ	5	400	300
NAGARJUNA FERTILIZER	EQ	10	1200	1200	RELIANCE GOLD ETF	EQ	100	0	300
NAHAR POLYFILMS	EQ	5	2920	5700	RELIANCE NATURAL RE	EQ	5	150	800
NAHAR SPINING	EQ	5	900	1573	RELIANCE PETROLIUM L	EQ	10	0	1100
NALCO LTD	EQ	10	150	200	RELIANCE POWER LTD	EQ	10	4697	2384
NATIONAL HYDRO POWEF	EQ	10	17500	0	RELINACE IND INFRA LT	EQ	10	50	180
NATIONAL ORGANIC CHEP	EQ	10	4975	0	RELINACE INDUSTRIES I	EQ	10	790	73
NATIONAL PLASTICS LTD	EQ	10	100	100	REPRO INDIA LTD.	EQ	10	1700	0
NAVIN FLUORIENT	EQ	10	0	1	RICO AUTO INDUSTRIES	EQ	1	6220	0
ND TV LTD	EQ	4	1690	90	RINKI PETRO CHEMICAL	EQ	10	2000	2000
NIIT LTD	EQ	2	3800	4100	ROLTA INDIA LTD	EQ	10	100	0
NIIT TECH	EQ	10	1116	1807	ROYEL ORCHID	EQ	10	0	1
NISSAN COPER	EQ	10	263	263	RPG LIFE SCIENCE	EQ	10	1500	1588
NOIDA TOOLS	EQ	10	4100	0	RPG CABLE	EQ	10	400	400
NTPC	EQ	10	650	760	S & S POWER SWITCHGI	EQ	10	53	53
OCTAV INVESTMENT	EQ	10	1050	50	S.KUMARS NATION	EQ	10	400	2000
ODESSY VIDEO LTD	EQ	10	400	400	SAI TELEVISION	EQ	10	1000	1000
OIL COUNTRY TUBULAR L	EQ	10	100	300	SANGHI INDUSTRIES LTI	EQ	10	100	100
OMNITECH INFOSOLOUTIK	EQ	10	8	0	SANGHI POLYESTER LTI	EQ	10	3330	3330
ORCHID CHEMICALS LTD	EQ	10	0	2000	SATYAM COMPUTER	EQ	2	0	3000
ORIENTAL BANK OF COMI	EQ	10	100	100	SAURASTRA CEMENT LT	EQ	10	25	25
ORKAY INDUSTRIES LTD	EQ	10	790	790	SEAMEC	EQ	10	50	520
OSWAL CHEMICALS LTD	EQ	10	1400	1400	SENBO IND LTD	EQ	10	2	2
P AND G	EQ	10	121	121	SHASUN CHEMICALS	EQ	2	1000	1000
PADMINI POLYMERS LTD	EQ	10	1	1	SHIPPING CORP OF INDI	EQ	10	0	1700
PANCHMAHAL CEMENTS I	EQ	10	9100	9100	SHIVA CEMENT	EQ	10	3200	3200
PANTALOOM RETAIL	EQ	2	110	110	SHREE ASHTASINAYAK (EQ	1	1800	0
PARRVANATH DEV.LTD	EQ	10	0	800	SHREE KRISHNA PETRO	EQ	10	250	250
PASUPATI ACYLON LTD	EQ	10	7650	7650	SHREE KRISHNA POLY L	EQ	10	1300	1300
PASUPATI SHEYONG LTD	EQ	10	100	100	SHREE PRECOATED STE	EQ	10	3000	0
PATHEJA FORGING LTD	EQ	10	100	100	SHREE RENUKA SUGAR	EQ	1	600	500
PATSPIN LTD	EQ	10	46047	18242	SHREE SYNTHETICS LTI	EQ	10	2760	2760
PENINSULA LAND LTD.	EQ	2	0	2800	SHREYANS INDUSTRIES	EQ	10	400	400
PENTA SOFTWARE LTD	EQ	10	0	1735	SHREYANS INTERMEDIA	EQ	10	100	0
PETRONET LNG	EQ	10	400	800	SHRI DIGVIJAY CEMENT	EQ	10	5000	5000
PFIZER	EQ	10	0	200	SIEMENS LTD	EQ	2	500	0

Name of Company	Nature of Investme	Face Value (Rs.)	As at 31st Mar'10	As at 31st Mar'09	Name of Company	Nature of Investme	Face Value (Rs.)	As at 31st Mar'10	As at 31st Mar'09
SILVERLINE ANIMATION L	EQ	10	128	128	UTI GOLD ETF	EQ	100	150	0
SILVERLINE TECHNOLOG	EQ	10	320	320	UTI GOLD LTD	EQ	100	0	917
SIRPUR PAPER	EQ	10	762	762	UTTAM STEEL	EQ	10	0	201
SKF BEARING LTD	EQ	10	200	200	UTV SOFTWARE	EQ	10	26	26
SOMA TEXTILE	EQ	10	89937	685	VAIBHAV GEMA	EQ	10	500	500
SOMANY CEREMICS	EQ	10	1500	1573	VARDHAMAN ACRYLIC	EQ	10	18450	0
SOUTH ASIA FINANCE EXF	EQ	10	500	500	VARDHAMAN TEXTILE	EQ	10	24	24
SOUTH ASIAN PETRO LTD	EQ	10	12598	1798	VARDHMAN ACR	EQ	10	0	18450
SOUTH INDIAN BANK	EQ	10	100	100	VARDHMAN POLY	EQ	10	600	600
SPIC	EQ	10	1000	1000	VARUN SHIPPING	EQ	10	900	2100
SREI INTERNATIONAL	EQ	10	200	300	VATSA INDUSTRIES LTD	EQ	1	262000	262000
STANDARD ORGANIC LTD	EQ	10	100	100	VIDEOCON IND.	EQ	10	100	100
STATE BANK OF INDIA	EQ	10	50	0	VIJAYA BANK	EQ	10	800	800
STEEL AUTHORITY OF INC	EQ	10	300	500	VINTAGE CARD	EQ	10	0	10
STERLITE IND. (I) LTD.	EQ	2	50	0	VIP IND.	EQ	10	100	200
STERLITE TECHNOLOGY	EQ	2	0	500	VISAKA IND	EQ	10	200	200
SUMEDHA FISCAL LTD	EQ	10	1600	1600	VISHAL EXPORT	EQ	1	22000	22000
SUMMIT SECURITIES	EQ	10	1800	1800	VISHAL LACTO INDIA LTI	EQ	10	400	400
SUN PHARMA ADVANCE	EQ	1	2700	600	VISU INTERNATIONAL	EQ	10	400	400
SUN SOURCE LTD	EQ	10	600	600	VOLTAS	EQ	1	200	300
SUN TV	EQ	5	50	0	VSNL	EQ	10	0	50
SUPER FORGING & STEEL	EQ	10	300	300	W I SUGAR LTD	EQ	10	400	400
SUPREME PETROCHEMIC	EQ	10	400	400	WADALA COMMODITIES	EQ	10	500	500
SURLUX DIAGONSTIC LTD	EQ	10	1000	1000	WATERBASE LTD	EQ	10	6000	6000
SURYA LAKSHMI COTTON	EQ	10	0	2008	WELMANN INCANDESC I	EQ	10	100	100
SURYA PHARMA	EQ	10	100	100	WELSPUN GUJ STAHL	EQ	5	0	200
SUVEN LIFE INSURANCE	EQ	1	0	300	WESTERN PAQUES INDI	EQ	10	5000	5000
SUZLON ENERGY	EQ	2	550	1050	WHIRLPOOL	EQ	10	0	50
SVC SUPERCHEM	EQ	10	800	800	WIPRO LTD.	EQ	2	250	300
TAJ IND.	EQ	10	500	500	WIRE & WIRELESS	EQ	1	17100	1000
TAJ GVK HOTEL	EQ	2	0	501	WORLD DIGITAL	EQ	10	100	100
TALBROS AUTOMOBILE	EQ	10	206	206	XPRO INTERNATIONAL L	EQ	10	2000	2000
TAMILNADU PETRO PROD	EQ	10	100	100	YOGI PHARMACEUTICAL	EQ	10	1000	1000
TATA CHEMICALS LTD	EQ	10	0	700	ZUARI AGRO	EQ	10	0	875
TATA COMMUNICATION	EQ	10	50	0					
TATA INVESTMENT	EQ	10	50	50					
TATA METALIKS LTD	EQ	10	0	138					
TATA SPONGE	EQ	10	450	450					
TECH MAHINDRA	EQ	10	0	25					
TELCO LTD	EQ	10	182	300					
TELE DATA INFORMATI L	EQ	4	11000	1000					
TELEDATA MARINE SOLOI	EQ	3	500	500					
TELEDATA TECHNOLOGY	EQ	3	500	500					
TEXMACO	EQ	10	300	300					
THAPAR MILLS IND LTD	EQ	10	1400	1400					
TISCO LTD	EQ	10	50	660					
TRF LIMITED	EQ	10	794	0					
TTML LTD	EQ	10	3419	3419					
TV TODAY	EQ	5	2300	500					
TVS MOTOR	EQ	1	0	1000					
UCO BANK	EQ	10	500	1100					
UFLEX LTD	EQ	10	1971	0					
UNIMERS INDIA LTD	EQ	10	153	153					
UNIPLAS LTD	EQ	10	1000	1000					
UNITECH LTD	EQ	2	1500	4000					
UNITED PHOSPHOROUS	EQ	2	550	800					
UNITEX DESIGN	EQ	10	1500	1500					
UNIVERSAL CABLES LTD	EQ	10	532	582					
USHA MARTIN INFOTECH I	EQ	5	0	7230					
USHA MARTIN LTD.	EQ	1	500	0					

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2010

Pursuant to Clause 32 of Listing Agreement with Stock Exchange

	For the Year Ended on 31.03.2010	For the Year Ended on 31.03.2009
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Tax & Extra Ordinary Items	7280133	2467789
Adjustment for :		
Depreciation	424535	460152
Write - Off	120988	0
	545523	460152
Adjustment for :	7825656	2927941
Dividend Received	1335704	738118
Interest Recd	3154355	3231612
Profit on sale of Investment	3983196	574675
	8473255	4544405
Operating Profit before Working Capital changes	-647599	-1616464
Adjustment for :		
Current Assets	-12124411	11948145
Current Liabilities	329309	-1950611
(Increase) / Decrease in Net Current Assets	-11795102	9997534
Add :Taxation	-513200	-257843
Cash Generated from Operations		
Net Cash from Operating Activities	<u>-12955901</u>	<u>8123227</u>
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of FIXED ASSETS	-40400	-809470
Purchase of Investments	-89890619	-37193209
Sale of Investments	95808372	24881730
Interest Received	3154355	3231612
Dividend Received	1335704	738118
Net Cash flow from Investing Activities	<u>10367412</u>	<u>-9151219</u>
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from borrowings	0	-1742300
Net Cash from Financing Activities	<u>0</u>	<u>-1742300</u>
Net Increase / (Decrease) in Cash and Cash Equivalent	-2588489	-2770292
Cash and Cash Equivalents at the beginning of the year	10209356	12979648
Cash and Cash Equivalents at the close of the year	7620867	10209356

S. L. Kochar

Chairman

Jitendra Kochar

Managing Director

Ajit Kochar

Wholetime Director

Place : Kolkata

Dated :24th June, 2010

We have verified the above Cash Flow Statement of DAULAT SECURITIES LIMITED derived from the audited financial statements for the year ended 31st March, 2009 and found the same is drawn in accordance thereafter and also with the requirements of Clause 32 of the listing agreement with the Stock Exchange.

Per our report attached
For **BAHETY & GOENKA**
Chartered Accountants

Place : Kolkata

Dated :24th June, 2010

R. K. BAHETY
Partner

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE AS PER PART IV OF SCHEDULE VI TO THE COMPANIES ACT, 1956

I Registration Details

Registration No.	56831	State Code	21
Balance Sheet Date	3/31/2010		

II Capital raised during the year (Amount in Rs. Thousands)

Public Issue	Nil	Rights Issue	Nil
Bonus Issue	Nil	Private Placement	Nil

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

Total Liabilities	92885	Total Assets	92885
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Sources of Funds

Paid up Capital	50000	Reserves & Surplus	42885
Secured Loans	0	Unsecured Loans	0

Application of Funds

Net Fixed Assets	5669	Investments	32436
Net Current Assets	54780		

IV Performance of Company (Amount in Rs. Thousands)

Turnover & Other Income	13185	Total Expenditure	5905
Profit before Tax	7280	Profit after Tax	6330
Earning per share in Rs.	1.27	Dividend Rate	

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

<u>Products / Services</u>	<u>Item Code No.</u>
Stock Broking	Not Applicable

Per our report attached.
For **BAHETY & GOENKA**
Chartered Accountants

S. L. Kochar Chairman

Jitendra Kochar M. Director

Ajit Kochar W.T. Director

Place : Kolkata
Dated :24th June, 2010

R. K. BAHETY
Partner

PROXY FORM

DP ID *	
Client ID *	

Folio No.....

No. of Shares held.....

I/We.....of
.....
.....being a Member / Members of
Daulat Securities Ltd. hereby appoint.....
of.....

as my/our proxy to attend and vote for me/us, on my/our behalf at the 17th Annual General Meeting of the Company to be held on Wednesday, the 15th September, 2010 at 11.00 A.M.and at any adjournment thereof.

Signed this.....day of2010.

*** Applicable for investors holding shares in Demat.**

Note : Proxy must be deposited at the Registered office of the Company not less than 48 hours before the meeting.

Affix a Re. 1.00 Revenue Stamp

ATTENDANCE SLIP

DP ID *	
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DAULAT SECURITIES LIMITED
Regd. Office : 86 Canning Street, Kolkata -700 001

Client ID *	
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- 1. Full name of Shareholder
- 2. Registered Folio No.....
- 3. Full name of Proxy, if any.....

I hereby record my presence at the 17th Annual General Meeting of the Company held at 87A Sarat Bose Road, Kolkata - 700 026 on Wednesday, the 15th September, 2010 at 11.00 A.M.

Signature of Member/Proxy

*** Applicable for investors holding shares in Demat.**

NOTE : This attendance slip must be handed over at the entrance of the Meeting Hall duly signed.

Please carry the copy of this Annual Report at the Meeting Hall.

BOOK POST

If undelivered please return to :

DAULAT SECURITIES LIMITED

86 Canning Street

Kolkata - 700001