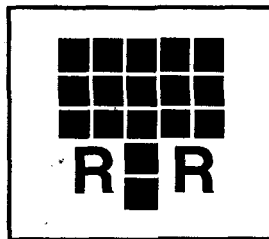


R. R. SECURITIES LTD.



17

TH ANNUAL REPORT 2009-2010

COMPANY REGN. NO : 04-20196
AUTHORISED CAPITAL : RS.3,10,00,000/-

DATE OF
INCORP : 10/09/1993

R. R. SECURITIES LIMITED

SIXTEENTH ANNUAL GENERAL MEETING PROGRAMME.

DATE : 30TH SEPTEMBER, 2010
DAY : THURSDAY
TIME : 11.00 A.M.
VENUE : 203, SUPATH,
VIJAY CHAR RASTA,
NAVRANGPURA,
AHMEDABAD-380 009.

NOTE TO SHAREHOLDERS :

As a measure of economy, copies of the Annual Report will not be distributed at the Annual General Meeting. Shareholders are requested to kindly bring their copies to the meeting.

C O N T E N T S

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- (1) Board of Directors and Other Information.
 - (2) Notice.
 - (3) Directors' Report.
 - (4) Auditor's Report.
 - (5) Balance Sheet.
 - (6) Profit & Loss Account
 - (7) Schedules to Balance sheet & Profit Loss Account
 - (8) Notes to the Accounts.
 - (9) Balance Sheet Abstract & Company's General Business Profile.
 - (10) Cash Flow Statement pursuant to Clause 32 of the Listing Agreement
 - (11) Auditors Report to Cash Flow Statement.
 - (12) Attendance Sheet & Proxy Form.

BOARD OF DIRECTORS

Shri Rajendra B. Shah	Chairman & Managing Director
Smt. Rita R. Shah	Director
Shri Ajitsingh K. Chavda	Director

COMPANY LAW CONSULTANT

M/s. Kamlesh M. Shah & Co.,
Company Secretaries
801/A, Mahalay Building, Opp. Hotel President,
Off - C. G. Road, Ahmedabad - 380 009.

BANKERS OF THE COMPANY

IDBI Bank Ltd., Lal Bunglow, Off C.G. Road, Ahmedabad
The Jammu & Kashmir Bank Ltd.
Ground Floor, Pareseema Annexe,
C.G.Road. Ahmedabad.
Indus Ind Bank Limited, World Business House, Ellisbridge, Ahmedabad.
Kalupur Commercial Co-op Bank Limited, Memnagar Branch, Ahmedabad.

STATUTORY AUDITORS

M/S Jigar Shah & Co.,
Chartered Accountants,
B/20 Deep Appartments,
Near R. C. Patel High School, Vasna,
Ahmedabad-380 007.

LISTING AT

AHMEDABAD

The Stock Exchange Ahmedabad
Kamdhenu Complex,
Nr. Panjarapole,
Ambawadi, Ahmedabad 380 015

MUMBAI

The Stock Exchange Mumbai
25th Floor, P.J. Towers,
Dalal Street, Fort,
Mumbai 400 001

REGISTERED OFFICE

203, Supath,
Vijay Char Rasta,
Navrangpura,
Ahmedabad 380 009.

COMPLIANCE OFFICER

R. B. Shah.
203, supath, Vijay Char Rasta,
Navrangpura,
Ahmedabad 380 009.

REGD. AND CORP. OFFICE : 203, SUPATH APARTMET, NEAR VIJAY CHAR RASTA,
NAVRANGPURA, AHMEDABAD-380009

NOTICE

NOTICE is hereby given to the Members of the **R. R. SECURITIES LIMITED** that 17th Annual General Meeting of the Members of the Company will be held on Thursday the 30th September, 2010 at 11.00 A.M. at the Registered Office of the Company at 203, Supath Apartment, Vijay Char Rasta, Navrangpura, Ahmedabad 380 009 to transact the following Business:

ORDINARY BUSINESS:

- <1> To Receive, Consider, Approve and Adopt the Audited Statement of Accounts i.e. The Audited Balance Sheet as at 31.03.2010, the Profit & Loss Account for the year ended on that date and the Report of the Auditors and Directors thereon.
- <2> To Appoint a Director in place of Smt. Rita R. Shah who retires by rotation and being eligible offers herself for reappointment.
- <3> To Appoint M/s. Jigar S. Shah, Chartered Accountant, as Auditors for the next Financial Year to hold the office as such from the conclusion of this Annual General Meeting upto the conclusion of the next Annual General Meeting and to fix their remuneration.

Date : 03-05-2010

Place : AHMEDABAD.

**BY ORDER OF THE BOARD OF DIRECTORS
OF R. R. SECURITIES LIMITED.**

Sd/-

**(RAJENDRA B. SHAH)
CHAIRMAN & DIRECTOR.**

NOTES:

- <1> A Member entitled to Attend and vote at a meeting is also entitled to appoint a Proxy and that the Proxy need not be a member of the company.
- <2> A proxy in order to be valid must be appointed in prescribed form, stamped, signed and deposited with the company at its Registered Office of the Company.
- <3> The Company's shares admitted by Depository NSDL for dematerialization, all shareholders are requested to submit their share certificates for getting the same dematerialized immediately.
- <4> The Company has appointed M/s. Link Intime India (P) Ltd., 2nd Floor, Sudarshan Complex, Nr. Mithakhali Bridge, Navrangpura, Ahmedabad-380009 as Registrar And Share Transfer Agent for both Physical transfer work and to hand dematerialized work.
- <5> Any changes in the registered addresses of shareholders must be communicated at the Registrar to the Company immediately with L.F. Number and signed by the Applicant as per specimen signature lodged with the company.
- <6> Any member intending to have information/clarification on any item of the accounts are required to write to the company atleast 10 days before the meeting so that necessary information may be kept ready for information at the Annual General Meeting.

DIRECTORS' REPORT

To,
The Members,
R. R. SECURITIES LIMITED

Dear Shareholders,

Your Directors have pleasure in presenting herewith the 17th Audited Annual Report together with the Audited Statement of Accounts of the Company for the year ended on 31st March, 2010.

FINANCIAL HIGHLIGHTS.

During the financial year 2009-2010, the Financial operational results of the Company is as follows:
(Amount in Rs.)

Particulars	For the year ended on 31st March, 2010	For the year ended on 31st March, 2009
Total Income	1,43,29,904	1,18,79,071
Total Expenses	1,41,04,191	1,10,40,191
Profit Before Depreciation & Tax	3,14,098	8,98,490
Depreciation	88,388	59,610
Provision for Tax	5,000	1,01,700
Differed Tax(Assets) Liability	NIL	42,254
Fridge Benefit Tax	NIL	NIL
Excess Provision of IT	NIL	NIL
Net Profit(Loss) for the Year	2,20,710	6,94,926

DIVIDEND

During the year under review the company has earned very small profit. Hence, the directors have not recommended any dividend to be paid.

TRANSFER OF UNPAID/ UNCLAIMED DIVIDEND:

The Company does not have any amount of unclaimed / unpaid dividend which is required to be transferred to the Investors Education and Protection fund as required by Section 205C of the Companies Act, 1956.

CAPITAL STRUCTURE :

During the year under review there were no changes in Authorized, Issued and subscribed share capital of the company.

BUY BACK OF SHARE CAPITAL :

The Company has not declared any Buy Back of Shares in any of the previous years and no such commitment are pending for execution.

YEAR UNDER REVIEW :

During the year under review Your Company had earned a total income of Rs. 1,43,29,904/- (Previous year Rs. 1,18,79,071/-). After meeting with the day to day and total expenses of Rs. 1,41,04,194/- (Previous year of Rs. 1,10,40,191/-, Provisions of Depreciation of Rs. 88,388/- (Previous year Rs. 59,610/-) Provision of Income Tax Rs. 5,000/- (Previous year Rs. 1,07,700/-), Differed Tax Liability of Rs. Nil/- (Previous year of Rs. (42,254)/-) Fringe Benefit Tax of Rs. Nil/- (Previous year Rs. Nil/-) the company has earned a net Profit for the year of Rs. 2,20,710/- (Previous year Net Loss of Rs. 6,94,926/-)

COMPLIANCE WITH THE LISTING AGREEMENT :

The Company has made all compliances of the Listing Agreement with the Ahmedabad Stock Exchange and the Mumbai Stock Exchange during the year including Payment of all outstanding listing fees of both stock exchanges. Now the Company is pursuing the matter with the stock exchange authorities for lifting of suspension from trading in shares of the company.

COMPLIANCE TO CODE OF CORPORATE GOVERNANCE :

The present Board of Directors consists of only 3 directors out of which two are the promoter directors and relatives. Accordingly the present Board of Directors does not comply with the provisions of clause 49 of the Listing Agreement. The Company is in search of finding out some professional directors immediately. Accordingly the company is not complying with the provisions of the Corporate Governance norms.

DEPOSITS

During the year under review your company has neither invited nor accepted any public deposit or deposits from the public as defined under Section 58A of the Companies Act-1956. The unsecured loans interest free are taken from Directors and firms in which directors are interested as and when required for short term basis which are exempt from the preview of Section 58A of the Companies Act 1956.

DIRECTORS

Smt. Rita R. Shah, Director of the Company retires by rotation as per provisions of the Act at this Annual General Meeting. However being eligible offers himself for reappointment. Your Directors recommend appointing him by passing resolutions.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the provision contained in Section 217(2AA) of the Companies Act, 1956, the Directors of your Company confirm :

- (A) That in the preparation of the annual accounts, the applicable accounting standards have been followed and to the maximum extent possible except the accounting standards which are observed as non complied by the Auditors of the Company. Further no material departures have been made from the same.
- (B) That they have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affair of the Company at the end of the financial year and of the profit or loss of the Company for that period;
- (C) that they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company for preventing and detecting fraud and other irregularities;
- (D) That they have prepared the annual accounts on a going concern basis.

AUDITORS :**STATUTORY AUDITORS**

M/S Jigar S. Shah, Chartered Accountants, Ahmedabad the retiring Auditors hold office of the Auditors upto the date of this Annual General Meeting as per the provisions of the Act. The Company has received a letter from the said Auditors to the effect that their appointment shall be within the limits laid down under Section 224(1B) of the Companies Act. A resolution proposing their reappointment as the regular Auditors of the company for the period from the conclusion of this Annual General Meeting upto the conclusion of the next Annual General Meeting is required to be passed. Your directors recommend to pass the said resolution.

AUDITORS OBSERVATION:

There are no adverse observations made by the Auditors in their report. However notes to the Accounts to itself are clarificatory and self explanatory in the nature.

EMPLOYEES

There are no employees of the company who were in receipt of the remuneration of Rs.24,00,000/- in the Aggregate if employed for the year and in receipt of the Monthly remuneration of Rs.2,00,000/- in the aggregate if employed for a part of the year under review. Hence the information required under Section 217 (2A) of the Companies Act, 1956 being not applicable are not given in this report.

STATUTORY INFORMATION :

The Information required to be disclosed in the report of the Board of Directors as per the provisions of Section 217 (1)(e) of the Companies Act-1956 and the Companies (Disclosure of, Particulars in the Report of Board of Directors) Rules 1988 regarding the conservation of energy, technology absorption, foreign exchange earnings and outgo are not applicable to the company.

MATERIAL CHANGES

Except the information given in this report, No material changes have taken place after completion of the financial year up to date of this report which may have substantial effect on business and finances of the company and which are required to be disclosed in this Report.

APPRECIATION:

Your Directors take this opportunity to acknowledge the trust reposed in your company by its Shareholders, Bankers and clients. Your Directors also keenly appreciate the dedication & Commitment of all our employees, without which the continuing progress of the company would not have been possible.

DATE : 03/05/2010.
PLACE: AHMEDABAD.

ON BEHALF OF THE BOARD OF DIRECTORS
OF R. R. SECURITIES LIMITED.

Sd/-
(RAJENDRA. B.SHAH)
CHAIRMAN AND DIRECTOR

JIGAR SHAH & CO.

Chartered Accountants

B/20, Deep Apartments, Near R. C. Patel High School,
Vasna, Ahmedabad - 380 007.

AUDITOR'S REPORT

The Members of
R.R.SECURITIES LIMITED
AHMEDABAD.

- 1 We have audited the attached balance sheet of M/s. **R.R.SECURITIES LIMITED** as at 31st March 2010, THE PROFIT & LOSS ACCOUNT AND also CASH FLOW STATEMENT for the year ended on that date and annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
- 2 We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
- 3 As required by the COMPANIES (AUDITOR'S REPORT) ORDER, 2003 issued AS AMENDED BY THE COMPANIES (Auditor's Report) (Amendment) Order, 2004 (together the 'order') issued by the Central Government of India in terms subsection (4A) of section 227 of the Companies Act, 1956, of India (the 'Act') and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
- 4 Further to our comments in the Annexure referred to in paragraph above, we report that:
 - (a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit ;
 - (b) In our opinion, proper books of account as required by law have been kept by the company so far as appears from our examination of those books ;
 - (c) THE BALANCE SHEET, PROFIT AND LOSS ACCOUNT AND CASH FLOW statement dealt with by this Report are in agreement with the books of account ;
 - (d) In our opinion, the balance sheet, profit and loss account and cash flow statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act 1956 so far as they apply to the company.

- (e) On the basis of written representations received from the directors as on March 31, 2010 and taken on record by the Board of Directors, we report that none director of the Company is 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; and
- (f) In our opinion and to the best of our information and according to the explanations given to us, the said financial statements together with notes thereon and Schedules A to T annexed thereto, give in prescribed manner the information required by Act and give a true and fair view in conformity with the accounting principles generally accepted in India;
- (i) in the case of BALANCE SHEET, of the STATE OF AFFAIRS of the company as at 31st March 2010.
- (ii) in the case of the PROFIT AND LOSS ACCOUNT of the Profit for the year ended on that date.
- (iii) in the case of the Cash Flow Statement, of the cash flows for the years ended on that date.

DATE :03-05-2010
Place : Ahmedabad

For JIGAR S. SHAH & CO.
CHARTERED ACCOUNTANTS
Sd/-
JIGAR SHAH
(PROPRIETOR)
M. NO. 105527

ANNEXURE TO THE AUDITORS REPORT

R.E. R. R. SECURITIES LIMITED.

(Referred in paragraph 3 of 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) All the assets have not been physically verified by the management during the year, but there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets.No material discrepancies were noticed on such verification.
- (c) There has not been any substantial disposal of fixed assets during the year.
- (ii) (a) The inventory has been physically verified during the year by management. In our opinion the frequency of verification is reasonable.
- (b) In our opinion and according to the information and explanation given to us the procedures of physical verification of stocks followed by the management are resonable and adequate in relation to the size of the company and nature of its business.
- (c) In our opinion and according to the information and explanation given to us, the Company has maintained proper records of its inventory and discrepancies noticed on verification between the physical verification have been properly dealt with in the books of account of the Company.
- (iii) (a) The Company had granted unsecured loans to one party covered in the Register maintained under section 301 of the Companies Act, 1956. The maximum balance outstanding during the year was Rs.31,57,818/- and the year end balance of loans granted to all such Companies and parties was Rs.6,09,918/-.
- (b) In our opinion and accoding to the information and explanations given to us the terms and conditions on which loans have been granted to companies listed in the register maintained under Section 301 of the Companies Act, 1956 are not prima facie, prejudicial to the interest of the company.
- (c) The company and the party is regular in repaying the principal amounts as stipulated and has been regular in th payment of interest.
- (d) There is no overdue amount of loans granted to company and parties listed in the register maintained u/s 301 of the Companies Act, 1956.
- (e) The Company has taken unsecured loan from company party covered in the register Maintained under section 301 of the Companies Act, 1956. The maximum balance outstanding during the year was Rs.43,46,174/- and the year-end balance of loans granted to all such company and party was Rs.43,46,174/-.
- (f) The repayment to parties are regularly been made in respect of the principal amounts and the payment of interest.
- (g) There is no overdue amount of loans taken to the parties listed in the register maintained u/s.301 of the Comapanies Act, 1956.

- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory, fixed assets and for sale of goods.
- (v)(a) In our opinion, and according to the information and explanations given to us, the particulars of contracts or arrangements referred to in section 301 of the Act, have been entered in the Register required to be maintained under that section.
- (b) In our opinion and according to the information and explanation given to us, the transaction made in pursuance of such contracts or arrangements have been at prices, which are reasonable having regard to prevailing market prices at the relevant time.
- (v) In our opinion and according to the information and explanations given to us, the company has not accepted any deposit from the public during the period covered by our audit report and hence the provisions of Section 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and companies (Acceptance of Deposits) Rules, 1975. According to the information and explanations to us, no Order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal in this respect.
- (vii) In our opinion, the Company has an internal Audit system commensurate with the size and nature of its business.
- (viii) According to information and explanations given to us the Central Government has not prescribed for the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956.
- (ix)(a) According to the records of the Company, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including investor education protection fund, income-tax, wealth-tax, service tax, cess and other material statutory dues applicable to it. According to the information and explanations given to us, no undisputed amounts payable in respect of investor education protection fund, Income-tax, Wealth-Tax, Service Tax and cess were outstanding as at 31st March, 2010 for a period of more than six months from the date they become payable.
- (b) According to the information and explanations given to us, there are no dues of Income Tax, wealth tax, service tax and cess, which have not been deposited on account of any dispute.
- (x) The Company does have accumulated losses. The Company has not incurred cash losses during the financial year covered by our audit as well as in the immediately preceding year.
- (xi) Based on our audit procedure and on the information and explanations given by the according by the management, the Company has not defaulted in repayment of dues to any Financial Institution or Bank. The Company has not issued any Debenture.

- According to our Audit procedure and on the basis of information and explanations given by the management, the Company has not granted any loan on the basis of security by way of pledge or shares, debentures and other securities.
- (xiii) The Company is not a chit fund or a nidhi mutual benefit fund/society. Therefore, the provisions of this clause of the Companies (Auditor's Reoprt) Order, 2003 are not applicable to the company.
 - (xiv) The Company is dealing in or trading in shares, securities, debentures and other investments. As per the information and explanation given to us and in our opinion proper records have been maintained of the transactions and contracts and timely entries have been made therein. However, some of the shares, securities, debentures and other securities have been held by the Company in the name of Directors in pursuance of resolutions passed by the Company.
 - (xv) In our opinion and according to the information and explanations given to us, the Company has given guarantees to bank for loans taken by one Company in which directors are interested and mortgaged the properties of Company. As properties are mortgaged and no any counter guarantee has been obtained from the said Company it may affect prejudicie the interest of Company in case of default made by Company on behalf of whom guarantee is given by Company to banks.
 - (xvi) According to our Audit procedure and on the basis information and explanations given by the management, the Company has not obtained and Term loan during the year under review.
 - (xvii) Based on the information and explanations given to us and on an overall examination of the Balance sheet of the company, we report that no significant funds raised on short-term basis have been used for long-term investment by the Company.
 - (xviii) The company has not made any preferential allotment of shares to any parties and companies covered under the register maintained u/s. 301 of the Act.
 - (xix) During the period covered under audit the company has not made any issue of any debentures.
 - (xx) The Company has not raised any money by way of public issue. Therefore the question of creation of securities or charge in respect thereof does not arise.
 - (xxi) To the best of our knowledge and belief and according information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

DATE :03/05/2010.

Place : Ahmedabad

**For JIGAR S. SHAH & CO.
CHARTERED ACCOUNTANTS**

**Sd/-
JIGAR SHAH
(PROPRIETOR)
M. NO. 105527**

BALANCE SHEET AS ON 31/03/2010

R. R. SECURITIES LTD.

PARTICULARS		31/03/2010 AMOUNT	31/03/2009 AMOUNT
SOURCES OF FUND - SHARE HOLDERS FUNDS			
SHARE CAPITAL ACCOUNT	A	30181000.00	30181000.00
RESERVE & SURPLUS	B	1648694.00	1427984.00
		31829694.00	31608984.00
LOAN FUNDS			
SECURED LOAN	C	755001.00	800512.00
UNSECURED LOAN	D	4863848.00	5911402.00
		5618849.00	
DEFERRED TAX LIABILITIES	E	147149.00	147149.00
TOTAL Rs...		37595692.00	38468047.00
APPLICATION OF FUNDS			
FIXED ASSETS			
GROSS BLOCK	F	6269688.00	6298533.00
LESS: DEPRECIATION		876569.00	814445.00
NET BLOCK		5393119.00	5484088.00
INVESTMENTS-	G	6616045.00	7116045.00
LOAN & ADVANCES, CURRENT ASSET			
INVENTORIES	H	19329195.00	10049199.00
SUNDREY DEBTORS	I	922.00	-
CASH & BANK BALANCES	J	2568548.00	38833.00
LOAN & ADVANCES	K	4195613.00	18110889.00
		26094278.00	28198921.00
LESS: CURRENT LIABILITIES & PROVISIONS	L		
CURRENT LIABILITIES		372715.00	2200972.00
PROVISIONS		135035.00	130035.00
		507750.00	
NET CURRENT ASSETS		25586528.00	25867914.00
TOTAL Rs...		37595692.00	38468047.00

NOTES:

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NOTE : Schedule A to L are an intergal part of the Balance Sheet.
IN TERMS OF OUR AUDIT REPORT OF EVEN DATE.

FOR JIGAR S. SHAH & CO.
CHARTERED ACCOUNTANTS

FOR AND ON BEHALF OF THE BOARD OF
R.R.SECURITIES LIMITED

Sd/-
(JIGAR S. SHAH)
(M.No. 105527)

Sd/-
(R. B. SHAH)
(DIRECTOR)

Sd/-
(DIRECTOR)

PLACE : AHMEDBAD
DATE : 03/05/2010

PLACE : AHMEDABAD
DATE : 03/05/2010

PARTICULARS	SCH	31-3-2010	31-3-2009
(A) INCOME		AMOUNT RS.	AMOUNT RS.
SALES	M	3863389.00	4433895.00
INCREASE DECREASE IN STOK	N	9279996.00	5471460.00
OTHER INCOME	O	1186519.00	1973716.00
TOTAL(A)		14329904.00	11879071.00
(B) EXPENDITURE			
PURCHASES	P	12907617.00	9618870.00
EMPLOYES COST	Q	383579.00	281338.00
ADMINISTRATIVE EXPENSES	R	261807.00	371796.00
FINANCIAL & INTEREST CHARGES	S	462803.00	708577.00
DEPRECIATION	F	88388.00	59610.00
TOTAL(B)		14104194.00	11040191.00
PROIT BEFORE TAXATION (A-B)		225710.00	838880.00
PROVISION FOR TAXATION			
CURRENT TAX		5000.00	101700.00
DEFERRED TAX		-	42254.00
PROFIT AFTER TAXATION		220710.00	694926.00
BALANCE CARRIED TO BALANCESHEET		220710.00	694926.00

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NOTE : Schedule M to S are an intergal part of the Profit & Loss Account.
IN TERMS OF OUR AUDIT REPORT OF EVEN DATE.

FOR JIGAR S. SHAH & CO.
CHARTERED ACCOUNTANTS

FOR AND ON BEHALF OF THE BOARD OF
R.R.SECURITIES LIMITED

SD/-
(JIGAR S. SHAH)
(M.No. 105527)

SD/-
(R. B. SHAH)
(DIRECTOR)

PLACE : AHMEDBAD
DATE : 03-05-2010

PLACE : AHMEDABAD
DATE : 03-05-2010

SCHEDULE -A-		
SHARE CAPITAL	AMOUNT	AMOUNT
AUTHORISED EQUITY SHARE	31000000.00	31000000.00
3100000 SHARE OF RS. 10 EACH (PREVIOUS YEAR)		
3100000 SHARE OF RS. 10 EACH)		
ISSUED & SUBSCRIBED SHARE CAPITAL		
30,18,100 SHARES OF RS. 10 EACH (PREVIOUS YEAR)	30181000.00	30181000.00
30,18,100 SHARES OF RS. 10 EACH	30181000.00	30181000.00
TOTAL RS...	30181000.00	30181000.00
SCHEDULE -B-		
RESERVE & SURPLUS		
GENERAL RESERVE	1000000.00	1000000.00
TOTAL RS...	1000000.00	1000000.00
PROFIT & LOSS ACCOUNT		
OPENING BALANCE	427984.00	(266942.00)
PROFIT TRANSFERRED FROM P & L A/C.	220710.00	694926.00
TOTAL RS...	648694.00	427984.00
SCHEDULE -C-		
SECURED LOANS		
FROM LIC OF INDIA	682506.00	631950.00
(SECURED AGAINST KEYMAN INSURANCE POLICY)		
FROM HDFC BANK CAR LOAN	72495.00	168562.00
TOTAL RS...	755001.00	800512.00
SCHEDULE -D-		
UNSECURED LOAN		
INTER CORPORATION DEPOSITS	4863843.00	5911402.00
TOTAL RS...	4863843.00	5911402.00
SCHEDULE -E-		
DEFERRED TAX LIABILITIES		
ON EXCESS OF NET BLOCK AS PER BOOK OVER WRITTEN	147149.00	147149.00
DOWN VALUE AS PER THE PROVISIONS OF THE		
INCOME TAX ACT 1961		
TOTAL RS...	147149.00	147149.00
SCHEDULE -G-		
INVESTMENTS:		
INVESTMENT IN SHARE	116045.00	116045.00
MUTUAL FUND INVESTMENT (QUOTED)		
NOS. FACE VALUE PER UNIT		
BIRLA INFRASTRUCTURE FUND 98532 10	1000000.00	1000000.00
RELIENCE EQUITY FUND 250000 10	2500000.00	7500000.00
FEDELITY INDIA SPECIAL FUND 49422 10	500000.00	500000.00
ICICI PREDUENTIAL LIQ. FUND 22021 10	500000.00	500000.00
TEMPLETON IND. EQ. FUND 146628 10	1500000.00	1500000.00
BIRLA SPECIAL SITUA. FUND 48999.756 10	500000.00	500000.00
FEDILITY FUND 143368.343 10	--	--
DSP MERILLLYNCH	--	500000.00
TOTAL RS...	6616045.00	7116045.00

R. R. SECURITIES LIMITED F.Y. 2009-2010
Schedule-F (Fixed Assets)

PARTICULARS	GROSS BLOCK (AT COST)				DEPRICIATION				NET BLOCK	
	AS AT 31ST MARCH-09	ADDITIONS	DEDUCTIONS	AS AT 31ST MARCH-10	UPTO 31ST MARCH-09	FOR THE YEAR	DEP. ON DEDUCTION	UPTO 31ST MARCH-10	AS AT 31ST MARCH-10	AS AT 31ST MARCH-09
PRATHANA UPVAN LAND	2794500	-	-	2794500	-	-	-	-	2794500	2794500
OFFICE BUILDING (404, SUPATH)	633440	-	-	633440	293390	21157	-	314547	318893	340050
WORLD BUSINESS HOUSE OFFICE	1565000	-	-	1565000	-	-	-	-	1565000	1565000
FURNITURE AND FIXTURE	310129	-	-	310129	123884	9994	-	133878	176251	186245
OFFICE EQUIPMENT	62271	-	-	62271	44542	3207	-	47749	14522	17729
REFRIGERATOR	4200	-	4200	-	2695	-	2695	-	-	1505
AIR CONDITION	66860	-	-	66860	62549	-	-	62549	4311	4311
LUNA MOPED	24645	-	24645	-	23569	-	23569	-	-	1076
COMPUTER	268754	-	-	268754	247681	-	-	247681	21073	21073
MOTOR CAR	568734	-	-	568734	16135	54030	-	70165	498569	552599
TOTAL	6298533	-	28845	6269688	814445	88388	26264	876569	5393119	5484088
PREVIOUS YEAR	5714863	583670	-	6298533	754835	59610	-	814445	5484088	4960028

SCHEDULE H-	AMOUNT	AMOUNT
CLOSING STOCK (AT COST OR NRV WHICHEVER IS LOWER)		
CLOSING STOCK (SHARES & SECURITIES)	3487665.00	5812979.00
CLOSING STOCK (LAND)	15841530.00	4236220.00
AS TAKEN VALUED AND CERTIFIED BY MANAGEMENT		
TOTAL RS...	19329195.00	10049199.00
SCHEDULE I-		
SUNDRY DEBTRS	922.00	0
TOTAL RS...	922.00	0
SCHEDULE J-		
CASH & BANK BALANCE		
CASH ON HAND	6346.00	32230.00
BALANCE WITH SCHEDULE BANKS	2562202.00	6603.00
TOTAL RS.	2568548.00	38833.00
SCHEDULE K-		
LOAN & ADVANCES (UNSECURED CONSIDERED GOOD)	3935886.00	17983328.00
(ADVANCES RECOVERABLE IN CASH OR IN KIND OR FOR VALUE TO BE RECEIVED)		
ADVANCE TAX & TDS	259727.00	127561.00
TOTAL RS.	4195613.00	18110889.00
SCHEDULE L-		
CURRENT LIABILITIES & PROVISIONS		
(A) CURRENT LIABILITIES		
SUNDRY CREDITORS FOR GOODS	-	-
SUNDRY CREDITORS FOR EXPS.	264530.00	148030.00
STATUTORY LIABILITIES	81185.00	153909.00
OTHER LIABILITY	27000.00	1899033.00
	372715.00	2200972.00
(B) PROVISIONS		
FOR TAXATION	135035.00	130035.00
TOTAL RS.	507750.00	2331007.00
SCHEDULE M-		
SALES		
SALES OF SHARES & SECURITIES	3863389.00	4433895.00
TOTAL RS.	3863389.00	4433895.00

SCHEDULE -N-		
INCREASE - DECREASE IN STOCK		
CLOSING STOCK (SHARE & SECURITIES)	3487655.00	5812979.00
CLOSING STOCK (LAND)	15841530.00	4236220.00
LESS : OPENNING STOCK	10049199.00	4577739.00
TOTAL RS...	9279996.00	5471460.00
SCHEDULE -O-		
OTHER INCOME		
INTEREST INCOME	268616.00	1037866.00
RENT AND TAXES INCOME (NET)	391000.00	99200.00
PROFIT ON SALE OF INVESTMENTS	304210.00	619200.00
MISC. INCOME	—	214757.00
DIVIDEND INCOME	222693.00	2693.00
TOTAL RS.	1186519.00	1973716.00
SCHEDULE -P-		
PURCHASES		
PURCHASE OF SHARES & SECURITIES	1302352.00	5382650.00
PURCHASE OF LAND	11605265.00	4236220.00
TOTAL RS.	12907617.00	9618870.00
SCHEDULE -Q-		
EMPLOYEES COST :		
DIRECTOR SALARY	204000.00	150000.00
SALARY & WAGES	168000.00	123000.00
STAFF WELFARE	11579.00	8338.00
TOTAL RS.	383579.00	281338.00

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PARTICULARS	AMOUNT 31-3-2010	AMOUNT- 31-3-2009
SCHEDULE -R-		
ADMINISTRATIVE EXPENSES		
A.G.M. EXPENSES	26350.00	28715.00
ACCOUNTING FEES.	17500.00	36000.00
ADVERTISEMENT EXPS.	13985.00	7500.00
AUDIT & LEGAL FEES	25000.00	22500.00
BROKERAGE EXPS.	22848.00	7091.00
CONVEYANCE EXPS.	-	24000.00
DEMATE CHARGES	752.00	7486.00
ELECTRICITY EXPS.	-	2133.00
FILLING FEES	7000.00	4000.00
KASAR & VATAV EXPS.	10498.00	2601.00
INSURANCE EXPENSES	9242.00	-
LEGAL & PROFESSIONAL FEES	72867.00	72150.00
LISTING FEES	17648.00	30595.00
MUNICIPLE TAX	18674.00	18860.00
OFFICE EXPENSES	8737.00	1066.00
PRINTINGAND STTIONERY	3400.00	600.00
PRIOR PERIOD EXPS.	-	36650.00
SECURITYTRANSACTION TAX	-	14319.00
SERVICE TAX	-	3191.00
SHARE REGISTRAR FEES	-	39251.00
TELEPHONE BILL	7306.00	4088.00
VEHICLE & PETROL EXPS.	-	9000.00
TOTAL RS.	261807.00	371796.00
SCHEDULE -S-		
FINANCIAL & INTEREST CHARGES		
BANK CHARGES	-	3991.00
BANK INTEREST	31504.00	75584.00
INTEREST EXPENSES	431299.00	629002.00
TOTAL RS.	462803.00	708577.00
IN TERMS OF OUR AUDIT REPORT OF EVEN DATE.		
FOR AND ON BEHALF OF THE BOARD OF		
FOR JIGAR S. SHAH & CO. CHARTERED ACCOUNTANTS SD/- (JIGAR S. SHAH) (Prop.) (M.No. 105527) PLACE : AHMEDBAD DATE : 03-05-2010		
FOR AND ON BEHALF OF THE BOARD OF R.R.SECURITIES LIMITED SD/- (R. B. SHAH) (DIRECTOR) PLACE : AHMEDABAD DATE : 03-05-2010		

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

PARTICULARS	2009-2010	2008-2009
A CASH FLOWS FROM OPERATING ACTIVITIES		
NET PROFIT/(LOSS) BEFORE TAX AS PER PROFIT & LOSS ACCOUNT	225,710	838,880
ADJUSTMENT FOR :		
DEPRECIATION	88,388	59,610
INTEREST INCOME	268,616	1,037,866
PROFIT ON SALE OF INVESTMENTS	304,210	619,200
INTEREST PAID	431,299	629,002
OPERATING LOSS BEFORE WORKING CAPITAL CHANGES	172,571	-129,574
ADJUSTMENT FOR :		
TRADE & OTHER RECEIVABLES	13,914,354	3,082,245
INVENTORIES	-9,279,996	-5,471,460
TRADE PAYABLES	-1,828,257	1654,148
CASH GENERATED FROM OPERATIONS	2,978,672	-864,641
ADVANCE TAX PAID	0	0
NET CASH FLOW FROM OPERATING ACTIVITIES	2,978,672	-864,641
B CASH FLOWS FROM INVESTING ACTIVITIES :		
PURCHASE OF INVESTMENTS	0	-500,000
SALE OF FIXED ASSETS	2,581	0
INTEREST RECEIVED	268,616	1,037,866
PURCHASE OF FIXED ASSETS	0	-583,670
SALE OF INVESTMENTS	804,210	2,775,380
NET CASH GENERATED FROM INVESTING ACTIVITIES	1,075,407	2,729,576
C CASH FLOWS FROM FINANCING ACTIVITIES :		
INTEREST PAID	-431,299	-629,002
(PAYMENT)/RECEIPTS OF UNSECURED BORROWINGS	-1,047,554	-1,185,695
PROCEEDS FROM OTHER BORROWING	-45,511	-249,857
NET CASH USED IN FINANCING ACTIVITIES	-1,524,364	-2,064,554
NET INCREASE A + B + C	2,529,715	-199,619
CASH AND CASH EQUIVALENTS (AT THE BEGINNING OF THE YEAR)	38,833	238,452
CASH AND CASH EQUIVALENTS (AT THE END OF THE YEAR)	2,568,548	38,833

IN TERMS OF OUR AUDIT REPORT OF EVEN DATE.

FOR JIGAR S. SHAH & CO.
CHARTERED ACCOUNTANTS

SD/-

(JIGAR S. SHAH) (Prop.)
(M.No. 105527)

PLACE : AHMEDBAD

DATE : 03-05-2010

FOR AND ON BEHALF OF THE BOARD OF
R.R.SECURITIES LIMITED

SD/-

(R. B. SHAH)
(DIRECTOR)

PLACE : AHMEDABAD

DATE : 3-05-2010

NOTES TO THE BALANCE SHEET AS AT 31ST MARCH, 2010 AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED AS ON THAT DATE

SCHEDULE:- "T"

NOTES FORMING PARTS OF ACCOUNTS

1. THE SIGNIFICANT ACCOUNTING POLICIES

a) METHOD OF ACCOUNTING

The accounts of the Company are prepared under the Historical Cost Convention using the accrual method of accounting.

The Accounts have been prepared on Mercantile Method of Accounting.

b) REVENUE RECOGNITION

All Incomes to the extent considered receivable respectively, unless specifically stated to be otherwise are accounted for on Accrual basis and except otherwise stated are on the same basis as adopted in the previous year.

(i) SALES AND INCOME:

The Sales are recorded when Bill of sale received in accordance with the terms of sales and on change of title in the goods and is inclusive of taxes. The Sales is shown Gross and discount is debited to kasar-vatav Account and sales returns is accounted seperately.

The Income of Interest is accounted on accrual basis.

The Other Income is recognised to the extent and as and when considered / found receivable.

(ii) PURCHASES AND EXPENSES:

The purchases are shown net of taxes and tax set off.

The major items of the expenses are accounted for on time pro-rata basis and necessary provisions for the same are made.

c) FIXED ASSETS:

The fixed Assets are stated at the cost and the related expenses like freight, taxes and other incidental and exection expenses are added to asset to bring asset in working condition for their intended use.

d) DEPRECIATION:

The Depreciation of Fixed Assets is provided as per the Straight Line Method at the rate specified in Schedule XIV of the Companies Act, 1956.

e) INVESTMENTS :

The investments are shown at cost and are inclusive of related expenses less any provision for permanent diminution in value.

f) INVENTORY:

Valuation of Inventories are at the Cost or Net Realisable Value whichever is less.

g) RETIREMENTS BENEFITS:

Gratuity and Provident Fund Act are not applicable to the Company hence provision is not made.

2. GENERAL:

1) Previous year figures have been re-grouped and rearranged wherever necessary for proper presentation of accounts.

2) Sundry debit and credit balances of loans and advances are subject to confirmation and reconciliation, if Any. As per view of management the same are shown at realisable value and necessary precaution of actual and realisable value has been taken care of.

- 3) As informed to us, and on verification of record there is contingent liabilities relating to Guarantee given to Jammu Kashmir Bank for Granting facilities to R.R.J.Dyes and Intermediates Limited. Company has also given Guarantee to Corporation Bank for granting limits to Vibrant Polymers Limited in both the Companies Director Shri R. B. Shah is also director. Company has not taken any counter Guarantee or Guarantee Commission from R. R. J. Dyes Limited or Vibrant Polymers Pvt. Ltd.
- 4) Auditors Remuneration relating to audit work Rs.25000/- (Previous Year Rs.25000/-) is provided at the end of year.
- 5) During the year remuneration is paid to Director Smt. Rita Rajendra Shah as per terms of Appointment amounting to Rs.204000/- (P.Y. Rs.150000/-).
- 6) As Certified by the Directors all amounts in the Balance Sheet relating to Sundry Debtors, Sundry Creditors, Unsecured Loans, Deposits, Loans and advances are shown at net realisable or net payable as the case may be.
- 7) Income in Foreign Currency is NIL.
- 8) Expenditure in Foreign Currency is NIL.
- 9) Closing Stock is accounted in the books as taken valued and certified by Directors and Authorised Person's of the Company.
- 10) Company's Profitability is affected due to non recovery of disputed finance to other parties and investment in shares of concerns in which directors are interested. As informed to us Finance Charges of current year as well as past years are not realisable and as per guidelines of RBI for NBFC income is accounted on the basis of realisation only the same are not accounted to comply with rules of RBI.
- 11) Company has received NBFC registration. During the year However Company has accepted and repaid the deposits / loan received from others. At the end of year outstanding loans or deposits are either from Directors or concerns in which Directors are interested or Inter Corporate Deposits. These deposits need confirmation and explanation and period for which deposits are given by the deposits holders. In all transactions it is difficult to bifurcate loans / deposits as the Company is also paying interest on these advances taken and maintaining account of deposit holders like current account and paying interest on daily balance basis in few cases. Hence provisions of section 58 of the companies Act, 1956 are not complied with fully.
- 3) RELATED PARTY DISCLOSURE FOR THE YEAR ENDING 31-03-2010

(I) Associate	:	Akash Agro Industries Ltd. Rajendra B. Shah - HUF R.R. Consultancy
(II) Key Management Personnel :		Smt. Rita R. Shah
(III) Relatives of key Management Personnel		Vasuben B. Shah Birju R. Shah

PARTICULARS

NATURE OF RELATIONSHIP	ASSOCIATE	KEY MANAGEMENT PERSONNEL	RELATIVE OF KEY MANAGEMENT PERSONNEL
LOANS GIVEN	--	--	1637429
PROCEED FROM LOAN GIVEN	--	--	2689690
LOANS TAKEN	367025	--	540000
REPAYMENT OF LOAN TAKEN	41360	--	342000
INTEREST RECEIVED	3206	--	--
INTEREST GIVEN	361750	--	--
REMUNERATION	--	204000	--
RENT	--	--	84000

4) In opinion of the management, the company is not required separate reportable segment hence disclosure under Accounting Standard-17 "Segment Reporting" issued by ICAI is not given.

5) Earning Per Share

	Current year	Previous year
a) Net Profit/Loss available to equity shareholder	220710	694926
b) Weight Average number of equity share as Denominator for calculating EPS	3018100	3018100
c) Basic and Diluted Earning per share (Rs.) (Equity share of face value of Rs. 10 each)	0.0731	0.2302

6) Quantitative and other information pursuant to the provisions of paragraph 3 & 4 of part II of schedule VI of the company Act, 1956 (As certified by Management)

	Current Year		Previous Year	
Quantitative information	Qty.	Value (Rs.)	Qty.	Value (Rs.)
I. Opening Stock				
Share & Securities (Nos.)	509420	5812979	509282	4577740
Land (Sq.yds.)	535	4236220	0	0
II. Purchases				
Share & Securities (Nos.)	9152	115128	15874	5382650
Land (Sq.Yds.)	3649	11605265	535	4236220
III. Sales				
Share & Securities (Nos.)	209552	3863389	15736	4433895
IV. Closing Stock				
Share & Securities (Nos.)	309020	4577740	509420	5812979
Land (Sq.Yds.)	4184	15841530	535	4236220

As per our Report of even date

For and on behalf of the Board

**FOR JIGAR S. SHAH & CO.
CHARTERED ACCOUNTANTS**

**FOR AND ON BEHALF OF THE BOARD OF
R.R.SECURITIES LIMITED**

Sd/-

Sd/-

Sd/-

(JIGAR S. SHAH)

(R. B. SHAH)

(R. R. SHAH)

(M.No. 105527)

(DIRECTOR)

(DIRECTOR)

PLACE : AHMEDBAD

PLACE : AHMEDABAD

DATE : 03/05/2010

DATE : 03-05-2010

1) CERTIFICATE OF REALISATION / PAYMENT OF ASSETS / LIABILITY

This is to certify that all amounts in the Balance Sheet relating to Sundry Debtor, Sundry Creditors, Unsecured Loans, Deposits, Loans and advances are shown at net realisable or net payable as the case may be.

2) CERTIFICATE OF PHYSICAL VERIFICATION OF FIXED ASSETS, STOCK AND CASH

This is to certify that all the Fixed Assets, Closing Stock and Cash at the end of financial year has been physically verified by me / my authorised representative and found the same as per books and no discrepancies between books and actual records.

3) CERTIFICATE OF CLOSING STOCK VALUATION

This is to certify that no change in stock valuation method is made during the year under consideration, and all the items, covered under Closing Stock, are valued at the same method applied in the preceding year by complying accounting standard issued by ICAI in the matter of valuation of closing stock.

4) CERTIFICATE OF CONTINGENT LIABILITY

This is to certify that no contingent liability exist on the concern on the data of Balance Sheet.

**FOR JIGAR S. SHAH & CO.
CHARTERED ACCOUNTANTS**

**Sd/-
(JIGAR S. SHAH)
(M.No. 105527)**

**PLACE : AHMEDBAD
DATE : 03/05/2010**

**FOR AND ON BEHALF OF THE BOARD OF
R.R.SECURITIES LIMITED**

**Sd/-
(R. B. SHAH)
(DIRECTOR)**

**Sd/-
(R. R. SHAH)
(DIRECTOR)**

**PLACE : AHMEDABAD
DATE : 03/05/2010**

Information pursuant to part IV of Schedule VI to the Companies Act, 1956.

I. Registration Details :

Registration No. 20196 State Code 04 (Refer Code List)
 Balance Sheet Date 31 03 2010
 Date Month Year

II. Capital Raised during the year (Amount in Rs. Thousand)

Public Issue

000NIL000

Rights Issue

000NIL000

Bonus Issue

000NIL000

Private Placement

000NIL000

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

Total Liabilities

000037613

Source of Funds

Paid up Capital

000030181

Secured Loans

000000755

Deffered Tax

000000147

Application of Fund

Net Fixed Assets

000005393

Net Current Assets

000025604

Total Assets

000037613

Reserve & Surplus

000001666

Unsecured Loan

000004864

Investments

000006616

Misc. Expenditure

000000000

IV. Performance of Company (Amount in Rs. Thousand)

Turnover (Total Income)	000014330	Total Expenditure	000014087
+ - Profit / Loss Before Tax	00 000000226	+ - Profit / Loss After Tax	00 000000221
Earning per share in Rs.	00 0731	Divided @ %	--

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

Item Code No.

(NIC Code) 00N A 000

Product Description 0 N O T A P P L I C A B L E

00000000000000000000
00000000000000000000
00000000000000000000

Item CodeNo.

(ITC Code) 00000000

Product Description 0 N O T A P P L I C A B L E

00000000000000000000
00000000000000000000
00000000000000000000

Item Code No.

(ITC Code) 00000000

Product Description 0 N O T A P P L I C A B L E

00000000000000000000
00000000000000000000
00000000000000000000

FOR R.R. SECURITIES LIMITED

Place : Ahmedabad
Date : 03-05-2010

Sd/-
Director
(R.B. Shah)

Sd/-
Director
(R.R. Shah)

Note : For ITC Code of products please refer to the publication Indian Trade Classification based on harmonised commodity description and coding system by Ministry of Commerce, Directorate General of Commercial Intelligence & Statistics Calcutta-700 001

ATTENDANCE SLIP

Shri/Smt. _____ of _____
 being a member / proxy of R.R. Securities Limited do hereby record my presence
 at the 16th Annual General Meeting of the members of the Company to be held on
 Wednesday the 30th September, 2010 at 11 A.M at Registered Office, 203, Supth
 Vijay Char Rasta, Navrangpura, Ahmedabad-380 009.

L.F.No.

CLIENT I.D.

D.P. ID.

Date :

Place : Ahmedabad

 (Signature of the Member/
 Proxy attending the meeting)

R.R. SECURITIES LIMITED
PROXY FORM

L.F.No.

CLINET I.D.

D.P. ID.

I Shri/Smt. _____ being a member of R.R.
 Securities Limited, holding _____ shares in the Company do hereby appoint
 Shri _____ of _____ or
 failing him Shri _____ of _____ to remain present at
 the 16th Annual General Meeting of the Company to be held on Wednesday the
 30th day of September, 2010 at 11 A.M. at the Registered Office, 203, Supth,
 Vijay Char Rasta, Navrangpura, Ahmedabad-380 009 or at any adjournment
 thereof and to vote for and on my behalf if poll is granted.

Date :

Place : Ahmedabad .

 (Signature of the member
 appointing a Proxy)

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BOOK-POST

To,

If Undelivered, Please Return To :

R. R. Securities Limited

203, Supath Appartment, Near Vijay Char Rasta,
Navrangpura, Ahmedabad-380 009.