

SINDU VALLEY TECHNOLOGIES LTD.

ANNUAL REPORT

2009-2010

SINDU VALLEY TECHNOLOGIES LTD.

NOTICE

NOTICE is hereby given that the Annual General Meeting of the members of Sindu Valley Technologies Ltd. will be held at 11.00 A.M. on Wednesday, the 30th September, 2010 at Mulji Jetha Building, Princess Street, Mumbai 400 002, 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 on 31st March, 2010.
2. To appoint a Director in place of Mr. Anand Raj Jain, who retires by rotation, but being eligible offers himself for reappointment.
3. To appoint Auditors and fix their remuneration.

By order of the Board of Directors


(U. C. SHUKLA)
CHAIRMAN

Place: Mumbai.

Date : 30th August, 2010

Regd. Office: 46, Mulji Jetha Building,
2nd Floor, Princess Street,
Mumbai 400 002.

A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXY(IES) TO ATTEND AND VOTE INSTEAD OF HIMSELF AND PROXY OR PROXY(IES) SO APPOINTED NEED NOT BE A MEMBER OF THE COMPANY.

SINDU VALLEY TECHNOLOGIES LTD.

DIRECTORS' REPORT

To,
The Members,

Your Directors are pleased to present their Annual Report together with the audited statements of accounts for the year ended 31st March, 2010.

FINANCIAL HIGHLIGHTS:

Particulars	For the years ended March 31, 2010	For the year ended March 31, 2009
Total Income	3,37,781/-	4,28,010/-
Profit before Depreciation	53,617/-	75,701/-
Profit Before Taxation	53,617/-	75,701/-
Less: Provision for Income Tax	16,570/-	23,391/-
Provision for FBT	0	1,180/-
Profit After Tax	37,047/-	51,130/-

DIVIDEND

Directors have not recommended any dividend.

YEAR UNDER RETROSPECT :

The Company earned an income of Rs.2,60,000/- by way of commission out of I.T. activities. Due to poor sentiments the demand remained sluggish through out the year. The total income including interest was Rs.3,37,781/- as against Rs.4,28,010/- in the previous year. Due to lower income, the pre-tax profit was also lower at Rs.53,617/- as against Rs.75,701/- a year ago.

FUTURE PROSPECT :

Efforts are being made to increase the income and enter into other lucrative area of business.

DIRECTORS' RESPONSIBILITY STATEMENT:

To the best of their knowledge and belief and according to information and explanations provided to them, your Directors make the following statement, pursuant to Section 217 (2AA) of the Companies Act, 1956 that :

1. In the preparation of annual accounts, the applicable accounting standards have been followed and that no material departure has been made from the same.
2. Appropriate accounting policies have been selected and applied them consistently and judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of financial year March 31, 2010 and of the profit and of the Company for the year ended on that date;

3. Proper and sufficient care has been taken 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;
4. The annual accounts have been prepared on a 'going concern' basis.

DIRECTORS :

To Company with the requirement of the Companies Act, 1956 Mr. Anand Raj Jain, Director, shall retire by rotation and being eligible, offers himself for reappointment.

CONSERVATION OF ENERGY, ETC :

Considering the activities of the Company the provisions of Section 217(1)(e) of the Companies Act, 1956 is not application. The Company has not earned nor spent any foreign exchange during the year.

EMPLOYEES:

None of the employees was in receipt of a remuneration exceeding Rs.2,00,000/- per month or Rs.24,00,000/- per annum. Hence, information as required in pursuance of Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, is not furnished.

COMPLIANCE CERTIFICATE :

The Company has received a Compliance Certificate under the Provisions of Section 383 A of the Companies Act, 1956, and the same is attached.

AUDITORS' REPORT :

Notes to the account gives full explanation to the remarks made by auditors in their report.

AUDITORS :

Singhal Sanklecha & Company, Statutory Auditors of the Company, will retire at the forthcoming Annual General Meeting. They are eligible for reappointment.

Members are requested to appoint Auditors for the current financial year and fix their remuneration.

ACKNOWLEDGMENT:

Your Directors wish to thank it's clients and shareholders for the unstinted support.

On behalf of the Board of Directors


(U. C. SHUKLA)
CHAIRMAN

Place : Mumbai.

Date : 30th August, 2010

COMPLIANCE CERTIFICATE

To:
The Members
Sindu Valley Technologies Limited

I have examined the registers, records, books and papers of Sindu Valley Technologies Limited (the Company) as provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended 31st March, 2010. In my opinion and to the best of my information and according to the examinations carried out by me and explanation furnished to me by the Company, its officers and agents, I certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in Annexure A to this certificate, as per the provisions and the rules made thereunder and all entries therein have been duly recorded.
2. The Company has not filed any form and return with the Registrar of Companies, Maharashtra, the Regional Director, Central Government, Company Law Board or other authorities.
3. The Company being a Public Limited company, comments on invitation to public to subscribe for shares/debentures or acceptance of deposits as applicable to a Private Limited Company are not required.
4. The Board of Directors duly met five times on 30/04/2009, 22/06/2009, 27/07/2009, 31/10/2009 and 29/01/2010 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed. No circular resolutions was passed during the financial year.
5. The Company had closed its Register of Members from 27th September, 2010 to 30th September, 2010 (both days inclusive).
6. The Annual General Meeting for the financial year ended on 31st March, 2009 was held on 30th September, 2009 after giving due notices to the members of the Company and the resolutions passed there at were duly recorded in Minutes Book maintained for the purpose.
7. No Extra-Ordinary General Meeting was held during the financial year.
8. The Company has not advanced any loan to its Directors and/or persons or firms or companies referred to in Section 295 of the Act.

: 2 :

9. The Company has not entered into any arrangement/contract falling within the provisions of Section 297 of the Act.
10. The Company was not required to make entries in the register maintained under Section 301 of the Act.
11. As there was no appointment/instance falling within the purview of Section 314 of the Act, the Company has not obtained approval from the Board of Directors, members or Central Government.
12. The Company has not issued any duplicate share certificate during the financial year.
13. (i) The Company has delivered all the certificates on lodgment thereof for transfer. There was no allotment or transmission of shares during the financial year.

(ii) As the Company did not declare any dividend during the financial year, the need to deposit any amount of dividend in a separate Bank Account did not arise.

(iii) The Company was not required to post warrants to any member of the Company as no dividend was declared during the financial year.

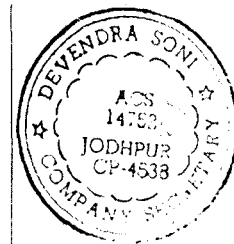
(iv) There was no such amount in unpaid dividend account, application money due for refund, matured deposits, matured debentures and interest accrued thereon which have remained unclaimed or unpaid for a period of seven years;

(v) The Company has complied with the requirements of Section 217 of the Act.
13. The Board of Directors of the Company is duly constituted and the appointment of Directors have been duly made. There was no appointment of Additional Director, Alternate Directors and Director to fill casual vacancy during the financial year.
14. The Company has not appointed Managing Director/Whole-time Director or Manager.
15. The Company has not appointed sole selling agents.
16. The Company was not required to obtain any approval of the Central Government, Company Law Board, Regional Director, Registrar or such other authorities as prescribed in the various provisions of the Act during the financial year.
17. The Directors have disclosed their interest in other firms/Companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
18. The Company has not issued any shares or securities during the financial year ended 31st March, 2010.
19. The Company has not bought back any shares during the financial year ending 31st March, 2010.
20. The Company has not redeemed any preference shares/debentures during the financial year.
21. The Company was not required to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
22. The Company has not invited/accepted any deposit including any unsecured loans falling within the purview of Section 58A of the Act during the financial year.

23. The amount borrowed by the Company from Directors, members, public, financial institution, banks and others during the financial year ended 31st March, 2010 are within the borrowing limits of the Company.
24. The Company has not given any loan, guarantee or provided security to nor made any investment in other body corporate during the year under scrutiny. Hence, no comment u/s 372A is made.
25. The Company has not altered the provisions of the Memorandum with respect to the situation of the Company's Registered Office from one state to another during the year under scrutiny.
26. The Company has not altered the provisions of the Memorandum with respect to the objects of the Company during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum with respect to the name of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum with respect to Share Capital of the Company during the year under scrutiny.
29. The Company has not altered its Articles of Association during the financial year.
30. There was no prosecution initiated against or show cause notice received by the Company or any other punishment imposed on the Company during the financial year, for offenses under the Act.
31. The Company has not received any money as security from its employees during the year under certification.
32. The Company has not deducted any contribution towards Provident Fund during the financial year.

Place: JODHPUR
Date : 30.08.2010

Devendra Soni
(DEVENDRA SONI)
COMPANY SECRETARY
FCS: 14752/CP No: 4538



DEVENDRA SONI

ANNEXURE A

Registers as maintained by the Company

- 1) Minutes Book of the Board Meeting u/s 193 of the Act.
- 2) Minutes Book of the General Meeting u/s 193 of the Act.
- 3) Register of Members of the Company u/s 150 of the Act.
- 4) Register of Directors u/s 303 (2) of the Act.
- 5) Register of Directors' Shareholding u/s 307
- 6) Register of Contracts u/s 301

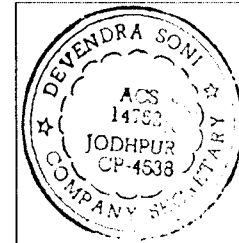
ANNEXURE B

Forms and returns as filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ended on 31st March,2010 :

- - NIL - -

Place: JODHPUR
Date : 30.08.2010

Devendra Soni
(DEVENDRA SONI)
COMPANY SECRETARY
FCS: 14752/CP No: 4538



AUDITORS' REPORT

To
The Members of
M/s SINDU VALLEY TECHNOLOGIES LIMITED

We have audited the attached Balance sheet of SINDU VALLEY TECHNOLOGIES LIMITED as at 31st March 2010 and also the Profit & Loss Account and Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. 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.

As required by the companies (Auditor's Report) Order, 2003 (the 'Order') (as amended) issued by the Central Government of India in terms of sub section (4A) of section 227 of Companies Act, 1956, we give in the Annexure, a Statement on the matter specified in paragraphs 4 & 5 of the said order.

Further to our comments in the Annexure referred to above, we report that:

- (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
- (ii) In our opinion, the company has kept proper books of accounts as required by law so far as appears from our examination of those books;
- (iii) The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account and returns;
- (iv) In our opinion, the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3c) of section 211 of the Companies Act, 1956;
- (v) On the basis of written representations received from the directors, as on 31st March 2010, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March 2010 from being appointed as a director in term of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:-
 - (a) in the case of the Balance sheet, of the state of affairs of the Company as at 31st March, 2010;
 - (b) in the case of the Profit and Loss Account, of the profit of the Company for the year ended on that date; and
 - (c) In the case of Cash Flow Statement, of the cash flows for the year ended on that date.

For Singhal Sanklecha & Co.
Chartered Accountants
Firm Registration No. 117714W

V. Sanklecha
(Vipin Sanklecha)
Partner

Membership No. 101710
Place: MUMBAI
Date: 30th August, 2010



ANNEXURE TO THE AUDITORS REPORT

Referred to in paragraph 3 of our report of even date on the Accounts for the year ended 31st March 2010 of SINDU VALLEY TECHNOLOGIES LIMITED

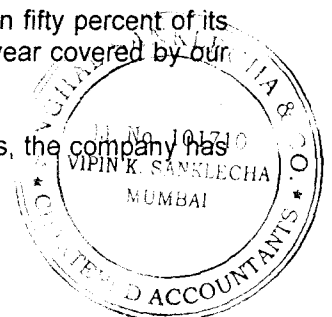
- (i) The company does not have Fixed Assets. Therefore clause related to Fixed Assets is not applicable to the Company.
- (ii) The clause related to inventory is not applicable to the company
- (iii) (a) The Company had taken interest free unsecured loan from three parties covered in the register maintained under section 301 of the Companies Act, 1956 which is not prejudicial to the interest of the company. The aggregate maximum amount involved Rs.2,60,000/- and outstanding balances in these transactions are Rs. 260000/-/-. The company has not given loans & advances to the parties covered in the register maintained under section 301 of the Companies Act, 1956.

(b) In our opinion, the rate of interest and other terms and condition on which loans have been taken from to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956 are not, prima facie, prejudicial to the interest of the company.

(c) The company is regular in repaying the principal amounts as stipulated and has regular in the payment of interest.

(d) There is no overdue amount of loans taken from to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business. During the course of our audit we have not observed any continuing failure to correct major weakness in internal controls.
- (v) According to the information and explanations given to us, we are of the opinion that there was no transaction that need to be entered into the register maintained under section 301 of the Companies Act 1956 . Hence clause (b) is not applicable.
- (vi) In our opinion and according to the information and explanations given to us, the Company has not accepted the deposits from the public and hence directives issued by the RBI and the provision of section 58A and 58AA of the Companies Act,1956 and Rules framed there under are not applicable for the under audit. In our opinion and according to the information and explanations given to us, the company has not accepted the deposits from the public.
- (vii) In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- (viii) The company is not covered under section 209(1)(d) of the Companies Act, 1956 in respect of maintenance of cost records.
- (ix) (a) The company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees state insurance, income tax, sales tax, wealth tax, custom duty, excise duty, cess and other material statutory dues applicable to it.

(b) According to the information and explanation given to us, no undisputed amounts payable in respect of income tax, wealth tax, sales tax, customs duty, excise duty and cess were in arrears, as at 31.3.2010 for a period of more then six months from the date they became payable.
- (x) The company has accumulated losses of Rs.61,25,502/- which is more than fifty percent of its net worth. The company has not incurred cash losses during the financial year covered by our audit and in the immediate preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the company has not taken any loans from a financial institution bank or debenture holders.



- (xii) In our opinion and according to the information and explanations given to us, the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures & other securities.
- (xiii) In our opinion, the company is not a chit fund or a nidhi mutual benefit fund/society. Therefore, the provisions of clause 4 (xiii) of the Companies (Auditor's Report) order, 2003 are not applicable to the company.
- (xiv) In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xv) In our opinion and according to the information and explanations given to us, the company has not given guarantees for loans taken by others from banks or financial institutions.
- (xvi) In our opinion and according to the information and explanations given to us, the company has not raised term loans during the year under audit.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that the no funds raised on short-term basis have been used for long-term investment.
- (xviii) According to the information and explanations given to us, the company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act during the year.
- (xix) According to the information and explanations given to us, during the period covered by our audit report, the company had not issued any debentures.
- (xx) The Company has not raised any money from a public issue.
- (xxi) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of the audit.

For Singhal Sanklecha & Co.
Chartered Accountants
Firm Registration No. 117714W

V Sanklecha

(Vipin Sanklecha)
Partner

Membership No. 101710
Place: - MUMBAI
Date: 30th August, 2010



SINDU VALLEY TECHNOLOGIES LIMITED

BALANCE SHEET AS AT 31.03.2010

PARTICULARS	SCH	As at 31.03.2010 (Rs.)	As at 31.03.2009 (Rs.)
I. SOURCES OF FUND			
Shareholder's Funds			
Share Capital	1	7000000	7000000
Loan Funds			
Unsecured Loan	2	260000	27000
TOTAL		7260000	7027000
II. APPLICATION OF FUND			
Investments		500000	
Current Assets, Loans & Advances			
Sundry Debtors	3		314689
Cash & Bank Balance	4	153337	21402
Loan & Advances	5	3132397	3045776
		<u>3285734</u>	<u>3381867</u>
Less - Current Liabilities & Provisions			
Current Liabilities	6	2651236	2516236
Provisions			1180
		<u>2651236</u>	<u>2517416</u>
Net Current Assets		634498	864451
Profit & Loss Accounts		6125502	6162549
TOTAL		7260000	7027000

Significant Accounting policies
& Notes on Accounts

9

As per our report of even date attached

For Singhal Sanklecha & Co.

Chartered Accountants

Firm Registration No. 117714W

V. Sanklecha

(Vipin Sanklecha)

Partner

Membership No. 101710

Place:- Mumbai

Date - 30th August, 2010



For & on behalf of the Board

Anand Raj Jain
(Anand Raj Jain)
Director

Upendra Shukla
(Upendra Shukla)
Director

SINDU VALLEY TECHNOLOGIES LTD.

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2010

PARTICULARS	SCH	For the year 31.03.2010 (Rs.)	For the year 31.03.2009 (Rs.)
INCOME			
Income from I. T. Activities			
Commission [TDS Rs. 26000/-(36135/-)]		260000	350824
Interest on Loan [TDS Rs. 7743/-(17490/-)]		77781	77186
Total Income		337781	428010
EXPENDITURE			
Personnel Expenses	7	195000	237100
Operating & other expenses	8	89164	115209
Total Expenses		284164	352309
Profit (Loss) Before Taxation		53617	75701
Provision for taxation		16570	23391
Provision for FBT			1180
Profit (Loss) after Taxation		37047	51130
Balance b/f from previous year		-6162549	-6213679
Balance Transferred to Balance Sheet		-6125502	-6162549
EPS Basic & Diluted		0.05	0.07
Significant Accounting policies & Notes on Accounts	9		

As per our report of even date
For Singhal Sanklecha & Co.
Chartered Accountants
Firm Registration No. 117714W


(Vipin Sanklecha)
Partner
Membership No.101710
Place:- Mumbai
Date - 30th August,2010



For & on behalf of the board


(Anand Raj Jain)
Director


(Upendra Shukla)
Director

SINDU VALLEY TECHNOLOGIES LTD.

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

PARTICULARS	Year Ended 31.03.2010 Rs.	Year Ended 31.03.2009 Rs.
A CASH FLOW FROM OPERATING ACTIVITIES		
NET PROFIT BEFORE TAX AND EXTRAORDINARY ITEMS	53617	75701
Adjustment for:		
Less - Interest Received	77781	(77186)
Operating Profit Before Working Capital Changes	(24164)	(1485)
Adjustment for:		
ADD/(LESS) - Decrease (Increase) in Trade & Other Receivables	228068	(46710)
ADD/(LESS) - Increase (Decrease) in Trade Payables	135000	(3382)
Cash Generated from Operations	338904	(51577)
LESS - Direct Taxes Paid	17750	24521
Net Cash From / (Used In) Operating Activities	(A) 321154	(76098)
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Investment	(500000)	
Interest received	77781	77186
Net Cash From / (Used In) Investing Activities	(B) -422219	77186
C CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Borrowings	233000	
Loan repayment		(2478)
Interest and Finance Charges paid		
Net Cash From / (Used In) Financing Activities	(C) 233000	(2478)
Net Increase / (Decrease) in Cash	(A)+(B)+(C) 131935	(1390)
Cash and Cash equivalents at the beginning of the year	21402	22792
Cash and Cash equivalents at the end of the year	153337	21402

NOTES - Above statement have been prepared in indirect method.

As per our report of even date
For Singhal Sanklecha & Co.
Chartered Accountants
Firm Registration No. 117714W

V Sanklecha
(Vipin Sanklecha)
Partner
Membership No.101710
Place:- Mumbai
Date :-30th August,2010



Anand Raj Jain
(Anand Raj Jain)
Director

For & on behalf of the board

Upendra Shukla
(Upendra Shukla)
Director

SINDU VALLEY TECHNOLOGIES LTD.

SCHEDULE FORMING PART OF THE BALANCE SHEET

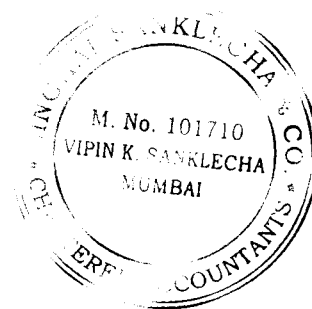
SCH	PARTICULARS	As at 31.03.2010 (RS.)	As at 31.03.2009 (RS.)
1	SHARE CAPITAL		
	AUTHORISED CAPITAL		
	12,00,000 (12,00,000) Equity shares of Rs. 10/- each	12000000	12000000
	ISSUED SUBSCRIBED & PAID-UP CAPITAL		
	700,000 (700,000) Equity shares of Rs. 10/- each fully paid up	7000000	7000000
	TOTAL	<u>7000000</u>	<u>7000000</u>
2	UNSECURED LOANS (from Directors & Relatives)	260000	27000
	TOTAL	<u>260000</u>	<u>27000</u>
3	SUNDRY DEBTORS Unsecured and considered good Outstanding for more than six months Others		314689
	TOTAL		<u>314689</u>
4	CASH & BANK BALANCE Cash on Hand Current A/c. with Scheduled Bank	2629 150708	4521 16881
	TOTAL	<u>153337</u>	<u>21402</u>
5	LOAN & ADVANCES Advances Loans & Deposits TDS Net of Provision	2000000 1054116 78281	2000000 984427 61349
	TOTAL	<u>3132397</u>	<u>3045776</u>
6	CURRENT LIABILITIES & PROVISIONS Current Liabilities Sundry Creditors for Expenses Advance Salary Payable	1236 2650000	1236 2500000 15000
		<u>2651236</u>	<u>2516236</u>
	Provisions FBT		1180
	TOTAL	<u>2651236</u>	<u>2517416</u>



SINDU VALLEY TECHNOLOGIES LTD.

SCHEDULE FORMING PART OF PROFIT & LOSS ACCOUNT

SCH	PARTICULARS	For the year 31.03.2010 (Rs.)	For the year 31.03.2009 (Rs.)
7	PERSONNEL EXPENSES		
	Salary	195000	237100
		<u>195000</u>	<u>237100</u>
8	OPERATING & OTHER EXPENSES		
	Printing & Stationery	618	850
	Conveyance	7138	16118
	Advertisement Expenses	12592	11408
	Listing Fees	12214	10000
	Professional & legal fee	5000	15000
	Bank charges	66	511
	Mis. Expenses	2136	20704
	Profession tax	6900	
	Audit fee	7500	5618
	Rent	35000	35000
	TOTAL	<u>89164</u>	<u>115209</u>



SINDU VALLEY TECHNOLOGIES LIMITED

SCHEDULE-9

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FOR THE YEAR ENDED 31.03.2010

I. SIGNIFICANT ACCOUNTING POLICIES: -

1. Basis for preparation of Accounts:

The accounts have been prepared under the historical cost convention in accordance with the generally accepted accounting principles in India, the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI) and the relevant provisions of the Companies Act, 1956.

2. Use of Estimates:

The preparation of financial statements, in conformity with the generally accepted accounting principles, requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of financial statements and the reported amounts of revenues and expenses during the reported period. Differences between the actual results and estimates are recognized in the period in which the results are known/materialized.

3. Revenue Recognition:

In appropriate circumstances, revenue (income) is recognized when no significant uncertainty as to determination or realization exists.

4. Taxation

The Provision for current taxation is based on assessable profits and fringe benefits of the Company as determined under the provisions of the income tax act 1961. Deferred tax resulting from "timing differences" between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is a virtual certainty that the asset will be realised in future.

5. Investments

Investments in shares being long term are stated at cost.

6. Retirement Benefits

No Provisions has been made for payment of gratuity since it is not yet applicable. Leave encashment benefits have been charged to profit & loss account.

7. Miscellaneous Expenditure

Miscellaneous expenditure has been written off in five years

8. Contingent Liabilities

Contingent liabilities, if material are disclosed by way of notes

9. Event occurring after the balance sheet

Material events occurring after the date of balance sheet have been taken cognizance Liabilities which are material and whose future outcome can't be ascertained with reasonable certainty have been treated as contingent liability and are disclosed by way of notes to accounts.

10. Other Accounting policies

These are consistent with generally accepted accounting practices.

II) **NOTES FORMING PARTS OF THE ACCOUNTS:**

➤ **Managerial Remuneration paid or payable during the financial year is as under:**

Particulars	2009-2010	2008-2009
Remuneration to Director	Nil	Nil

➤ **Auditor's remuneration paid / payable during the year financial year is as under:**

Particulars	2009-2010	2008-2009
Statutory Audit Fee	7500	5618
Service Tax	N.A.	618

➤ In the opinion of the Board , the Current Assets, Loan and Advances a value on realization in the ordinary course of business at least equal to the amount as stated and adequate provision of all known liabilities of the Company has been made . Balance are sujet to confirmation/reconciliation.

➤ **Earning Per Share:**

In compliance of Accounting Standard -20 on "Earning Per Share" issued by The Institute of Chartered Accountants of India, the computation of Earning per share is as under:

Particulars	2009-2010	2008-2009
Profit attributable to the Equity Shareholders (Rs.)	37047	51130
Weighted average number of Equity Shares	700000	700000
Nominal Value of Equity Share	10	10
Earning Per Share Basic & Diluted	0.05	0.07

The Company does not have any potential dilutive equity shares. Consequently, the basic and diluted earnings per share remain the same

➤ There is no availability of information about the amount dues to small/micro undertaking, we are unable to comment that the interest if any is due to such undertaking or not.

➤ Earning in foreign currency NIL

➤ Foreign currency outgo NIL

➤ Contingent liability :- NIL

➤ There is no Deferred tax asset/ liability at the end of the year.

➤ **Segment Reporting:**

The Company operates in Single Business Segment of "Single segment revenue i.e. I.T Activities" in domestic area only. Therefore, the Company is of the opinion that the disclosure requirements of Accounting Standard AS-17 issued by the Institute of Chartered Accountants of India is not applicable to the Company

➤ **Disclosure in respect of related parties pursuant to Accounting Standard AS-18: -**

i) **There are no related parties except the following: -**

Name of Related Party	Nature of relationship
A) Upendra Shukla (H.U.F.) (Karta)	Associates
B) Anand Jain	Director
C) Renu Jain	Relative
D) Upendra Shukla	Director
E) Sunila Shukla	Relative
F) Lukad & Jain	Associates
G) Satta Securities Pvt Ltd	Associates



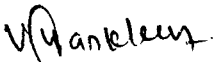
ii) During the year under review following transaction were carried out with the related party in the ordinary course of business :-

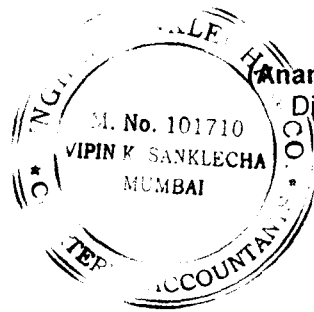
Particulars	Director (Amt. Rs.)	Relatives (Amt. Rs.)	Associates (Amt. Rs.)
Total Receipt	10000	----	410000
Total payment	----	---	37000
O/s credit balance	10000	----	410000
Os/ credit bal. (P. Y.)	----	----	(27000)

- Previous year figures have been regrouped, reclassified and recast wherever considered necessary.
- The Company is engaged in Information Technology and related commission business which cannot be expressed in any generic unit. Hence, the information as required under Paragraphs 3 and 4C of part II of schedule VI of the companies Act, 1956 is not applicable.

As per our report of even date
For Singhal Sanklecha & Co.
 Chartered Accountants
 Firm Registration No. 117714W

For & on behalf of the board


(Vipin Sanklecha)
 Partner
 Membership No. 101710
 Place: - MUMBAI
 Date: 30th August, 2010




(Anand Raj Jain)
 Director


(U.C. Shukla)
 Director