

28th Annual Report, 2010-11
Nidhi Polyester Ltd.

REGISTERED & HEAD OFFICE :

712, Embassy Centre,
Nariman Point,
Mumbai - 400 021.

BOARD OF DIRECTORS

Mr. Subodh Agrawal
Mr. Venugopal Nair
Mr. Vijay Doshi

AUDITORS

H.H. Bandukwala & Co.
Chartered Accountants

Notice

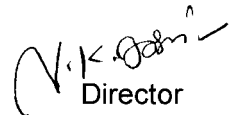
NOTICE is hereby given that 28th Annual General Meeting of the members of the Company will be held on Monday, July 11, 2011 at 11.30 a.m. at 712, Embassy Centre, Nariman Point, Mumbai 400 021 to transact the following business :

1. To receive, consider and adopt the Audited Balance Sheet as at March 31, 2011 and the Profit and Loss Account for the year ended on that date together with the reports of Directors' and Auditors thereon.
2. To appoint a Director in place of Mr. Subodh Agrawal who retires by rotation and being eligible offers himself for reappointment.
3. To appoint Auditors to hold the office from the conclusive of this Annual General Meeting till the conclusion of the next Annual General Meeting.

For and on behalf of the Board of Directors

Mumbai

Dated : 20-05-2011


Director

NOTES :

- a. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself / herself and the proxy need not be a member of the Company.
- b. The Register of Members and the Share Transfer books of the Company will remain closed from 04th July, 2011 to 11th July, 2011 (both days inclusive).

Directors' Report

The Directors have pleasure in presenting the 28th Annual Report of your Company together with the audited financial results for the year ended on 31st March, 2011.

FINANCIAL RESULTS

(Rupees in '000)

	YEAR ENDED 31-03-11	YEAR ENDED 31-03-10
Total Income	427.94	357.67
Total Expenditure	1,504.38	90.87
PROFIT BEFORE DEPRECIATION	(1,076.44)	266.81
Depreciation	75.39	75.39
PROFIT BEFORE TAX	(1,151.83)	191.42
Provision for taxation	188.00	-
Addition in Deferred Tax Asset	(0.01)	(29.31)
Taxes of earlier year	0.42	33.54
NET SURPLUS TRANSFERRED TO BALANCE SHEET	(1,340.24)	187.18

Barring unforeseen contingencies, the performance of the Company in the year 2011-12 is expected to be satisfactory.

DIVIDEND

In order to conserve resources, the Board of Directors regret their inability to recommend dividend for the year 2010-11.

DIRECTORS

Mr. Subodh Agrawal retires by rotation at the ensuing Annual General Meeting and is eligible for reappointment.

FIXED DEPOSITS

The Company has not accepted fixed deposits from the public during the period under consideration.

PARTICULARS OF EMPLOYEES

During the year under report, the Company has not employed any employee whose particulars are required to be disclosed in this report pursuant to Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975.

CONSERVATION OF ENERGY, FOREIGN EXCHANGE EARNING / OUTGO ETC.

The Company does not carry any activity so as to furnish any information within the meaning of section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988.

AUDITORS

Statutory auditors Messrs H.H. Bandukwala & Co. retire at the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment.

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

During the year under review, the Company had not carried out any activity, the particulars in respect of which are required to be disclosed in this report pursuant to section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988.

COMPLIANCE

Pursuant to section 383-A(1) of the Companies Act 1956, secretarial compliance certificate from secretary in whole time practice is attached with this report

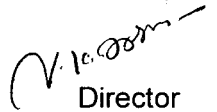
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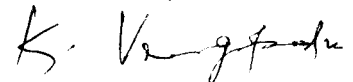
DIRECTORS' RESPONSIBILITY STATEMENT

The Directors confirm:

- (a) That in the preparation of the annual accounts, the applicable accounting standards has been followed alongwith proper explanation relating to material departure.
- (b) That the directors have selected such accounting policies and applied them consistently and made judgements & estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company as on 31-03-11 and of the loss of the Company for that year.
- (c) That the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- (d) That the directors have prepared the annual accounts on a going concern basis.

For & on behalf of the Board of Directors


Director


Director

Mumbai

Dated : 20-05-2011

Aqueel A. Mulla
B.Com., L.L.M., F.C.S., A.C.I.S (U.K.), D.I.T.

A. A. MULLA & ASSOCIATES
Company Secretaries

3rd Floor, New Hari Leela House, 34/38, Mint Road, OPP. G.P.O. Mumbai-400 001.
Tel (O) 022-22644435 Fax: 022-22644434 Email: aqueelmulla@gmail.com

L65990MH1982PLC028344
Registration No.11-028344
Nominal Capital: Rs.1,00,00,000/-

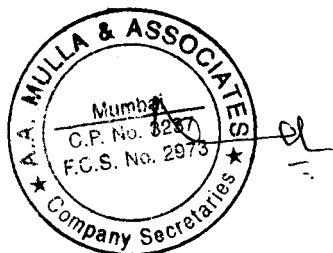
SECRETARIAL COMPLIANCE CERTIFICATE

To,
The Members,
M/s. NIDHI POLYESTER LIMITED
712, Embassy Centre Nariman Point, Mumbai-400 021.

I have examined the registers, records, books and papers of **M/s. NIDHI POLYESTER LIMITED**, as required to be maintained under the Companies Act, 1956, (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the Financial Year ended 31st March, 2010 (financial year). In my opinion and to the best of my information and according to the examination carried out by me and explanations 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 of the Act and the rules made thereunder.
2. The Company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Register of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the act and the rules made thereunder.
3. The Company being a public limited Company, comments are not required.
4. The Board of Directors duly met 13 times on 06/04/2010, 17/05/2010, 28/05/2010, 08/07/2010, 30/07/2010, 11/08/2010, 01/10/2010, 30/10/2010, 03/12/2010, 05/01/2011, 10/01/2011, 31/01/2011 and 03/02/2011 and in respect of which meetings proper notices were given and the proceeding were properly recorded and signed including the circular resolutions passed in the Minutes Book maintained for the purpose.

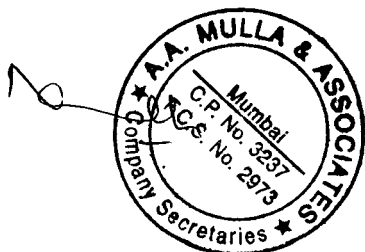
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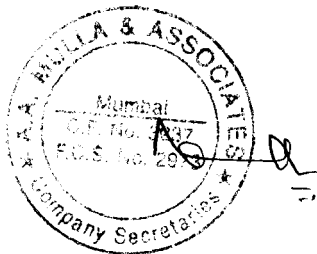
5. The Company has closed its Register of Members and Transfer Books from 07/08/2010 to 14/08/2010 and has given intimation to the Stock Exchange as per listing agreement.
6. The annual general meeting for the financial year ended on 31st March, 2010 was held on 14/08/2010 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. During the financial year the company has made an announcement on 09.03.2011 of the postal ballot result for delisting of equity shares from BSE and the resolutions passed thereat was duly recorded in Minutes Book maintained for the purpose.
8. The Company has not advanced any loan to its Directors or persons or firms or companies referred to in Section 295 of the Act.
9. The Company has not entered into any contract falling within the purview of section 297 of the Act.
10. The Company was not required to make any entries in the register maintained under Section 301 of the Act.
11. There were no instances falling within the purview of section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, members or Central Government, as the case may be.
12. The Company has not issued any duplicate certificate during the financial year.
13.
 - a) There was no allotment /transfer/transmission of securities during the financial year etc. in accordance with the provisions of the Act.
 - b) The company has not deposited any amount in a separate Bank Account as no dividend was declared during the financial year.
 - c) The company was not required to post warrants to any member of the Company as no dividend was declared during the financial year.

Contd...3/-



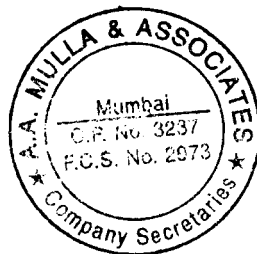
- d) The Company has not declared any dividend and there were no deposit matured, or matured debentures and the interest accrued thereon etc. the provision of transfer of unclaimed or unpaid Accounts to the Investors Education and Protection Fund does not apply to the Company.
- e) Duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted. There was no appointment of additional Directors, alternate Director and Directors to fill casual vacancy during the financial year.
15. The Company has not appointed any Managing Director/Whole-time Director/Manager during the financial year.
16. The Company has not appointed any sole selling agent during the financial year.
17. The Company was not required to obtain any approval of the Central Government, Company Law Board, Regional Director, Registrar of Companies or such other authorities as prescribed under various provision of the Act.
18. The Directors have disclosed their interest in the firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made thereunder.
19. The Company has not issued any shares/debentures/other securities during the financial year
20. The Company has not bought back any shares during the financial year.
21. There was no redemption of preference shares or debentures during the financial year.
22. There were no transaction necessitating the Company to keep in abeyance the right to dividend, right shares and bonus shares pending registration of the shares.
23. The Company has not invited/accepted any deposits including any unsecured loans falling within the provisions of Section 58A during the financial year.

Contd...4/-




24. The Company has not made any borrowing during the financial year ended 31st March, 2011.
25. The Company has not made any loan or advances or given guarantee or provided securities to other bodies corporate and consequently no entries have been made in the register kept for the purpose.
26. The Company has not altered the provisions of the Memorandum of Association with respect to the situation of the Registered Office from one state to another during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum of Association with respect to the object of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum of Association with respect to the name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum of Association with respect to share capital of the Company during the year under scrutiny.
30. The Company has not altered its Articles of Association during the financial year.
31. There were no prosecution(s) initiated against or show cause notices received by the Company, during the financial year for offences under the Act.
32. The Company has not received any money as security from its employees during the financial year.
33. The Company has not constituted Provident Fund pursuant to Section 418 of the Act, during the financial year.

**For A.A. MULLA & ASSOCIATES
Company Secretaries**



**Place : Mumbai
Dated : 20th May 2011**


**(AQUEEL A. MULLA)
Proprietor
C.P. No.3237
FCS NO. 2973**

ANNEXURE 'A'
M/s. NIDHI POLYESTER LIMITED

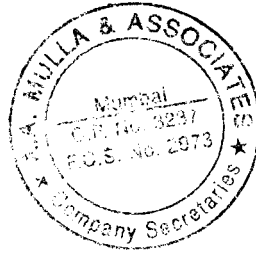
Statutory Registers

1. Register of Member U/s 150
2. Register of Directors, Managing Director, Manager and Secretary U/s 303
3. Register of Directors shareholdings U/s 307
4. Minutes Book of all Board Meetings and general Meetings U/s 193 of the Act

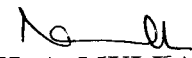
Other Registers

1. Register of Transfer

For A.A. MULLA & ASSOCIATES
Company Secretaries



Place : Mumbai
Dated : 20th May 2011


(AQUEEL A. MULLA)
Proprietor
C.P. No.3237
FCS NO. 2973

ANNEXURE 'B'
M/s. NIDHI POLYESTER LIMITED

1. Forms and Returns as filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the Financial Year 31st March, 2011

Sr No.	Form No.	Filed U/Section	For	Dt of Filing	Whether filed on time Yes/No.	If delay in filing whether requisite additional fee paid Yes/ No.
1	Balance Sheet Form No. 23AC/ACA	220	Annual requirement for the year ended 31 st March, 2010	17/08/2010	Yes	N A
2	Annual return Form No. 20B	159	Annual requirement for the year ended 31 st March, 2010	29/09/2010	Yes	N A
3	Form No.66	383A	Secretarial Compliance certificate for the year ended 31 st March, 2010	17/08/2010	Yes	N A
4	Form 62		Calendar of events for postal ballot	01/02/2011	Yes	N A
5	Form 23	192A	Delisting of equity shares of company from Bombay Stock Exchange	11/03/2011	Yes	N A

2. Regional Director- Nil
3. Central Government- Nil
4. Other Authorities- Nil

For A.A. MULLA & ASSOCIATES
Company Secretaries



Place : Mumbai
Dated : 20th May 2011

(AQUEEL A. MULLA)
Proprietor
C.P. No.3237
FCS NO. 2973

AUDITORS' REPORT

TO THE MEMBERS OF NIDHI POLYESTER LIMITED

1. We have audited the attached Balance Sheet of Nidhi Polyester Limited as at 31st March 2011 and Profit and Loss Account of the Company for the year ended on that date which we have signed under reference to this report. 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 have 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 also 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 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 paragraph 4 and 5 of the said Order to the extent applicable to the Company.
4. Further to our comment in the Annexure referred to in Paragraph 3 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 it appears from our examination of those books.
 - (iii) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account.
 - (iv) 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.
 - (v) On the basis of the written representations received from the Directors, as on 31st March, 2011 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts together with the notes thereon and attached thereto give the information required by the Companies Act, 1956 in the manner so required and give true and fair view in conformity with the accounting principles generally accepted in India:

h.h. bandukwala & co.
chartered accountants

- (a) in the case of Balance Sheet of the state of affairs of the Company as at 31st March, 2011 and
- (b) in the case of Profit and Loss Account, of the loss for the year ended on that date.
- (c) In the case of Cash Flow Statement, of the cash flows for the year ended on that date.

Mumbai.
Dated: 20-05-2011



For H.H. Bandukwala & Co.
Chartered Accountants
FRN - 100965W

H.H. Bandukwala
Partner
M. No. 016940

Annexure To Auditors' Report

Annexure referred to in Paragraph 3 of our report of even date.

In our opinion and according to the information and explanations given to us and on the basis of relevant records and documents produced for our verification, we report that:

1. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
(b) The management has, at reasonable intervals, physically verified fixed assets and no material discrepancies between physical inventories and book records were noticed.
(c) The Company has not sold / disposed off any significant portion of fixed assets during the year.
2. The company has neither granted nor taken any loans, secured or unsecured to / from companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956.
3. There are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to fixed assets. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
4. (a) There is no transaction, which needs to be entered into a register maintained in pursuance of section 301 of the Companies Act, 1956.
(b) There are no 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 Rupees Five Lacs or more in respect of each party.
5. The company has not accepted any deposits from the public during the year.
6. The Company does not have formal internal audit system.
7. (a) The Company has been generally regular in depositing undisputed statutory dues including income tax and other statutory dues applicable to it with the appropriate authorities during the year.
(b) No undisputed amounts payable in respect of income tax, wealth tax and cess were in arrears, as on 31st March, 2011 for a period of more than six months from the date they became payable.
(c) There are no dues of income tax, wealth tax and cess, which have not been deposited on account of any dispute.
8. The Company does not have any accumulated losses at the end of the year. The Company has incurred cash loss of Rs. 10.76 lacs during the current year. There were no cash loss in the immediately preceding financial year.
9. The Company has neither taken any loans from banks or financial institution nor issued any debentures.
10. No loans or advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.

11. The Company is not a chit fund or a nidhi / mutual benefit fund / society. The provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are therefore not applicable to the Company.
12. In respect of its dealings in shares, securities and other investments;
 - (a) The Company has maintained proper records of transactions and contracts in respect of its dealing in shares, securities, debentures and other investments.
 - (b) The aforesaid securities have been held by the Company in its own name.
13. The Company has not given any guarantee for loans taken by others from banks and financial institutions during the year.
14. The Company has not taken any term loan from the banks and financial institutions during the year.
15. On an overall examination of the Balance Sheet of the Company, funds raised on short term basis have not *prima facie*, been used during the year for long term investments and vice versa.
16. The Company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
17. No fraud on or by the Company has been noticed or reported during the year.

Mumbai.
Dated: 20-05-2011



For H.H. Bandukwala & Co.
Chartered Accountants
FRN - 100965W

H.H. Bandukwala
Partner
M. No. 016940

Nidhi Polyester Ltd.

Balance Sheet as at 31st March, 2011

(Amount in Rupees)

SOURCES OF FUNDS

Share Capital
Reserves & Surplus
Deferred Tax Liability

APPLICATION OF FUNDS

Fixed Assets
(a) Gross Block
(b) Depreciation
(c) Net Block [(a)-(b)]
Investments
(a) Current Assets, Loans & Advances
(b) Current Liabilities & Provisions
(c) Net Current Assets [(a)-(b)]

SCH	AS AT 31-03-2011	AS AT 31-03-2010
A	9,950,000	9,950,000
B	233,375,538	234,715,779
	227,721	227,733
	243,553,259	244,893,512
C	2,075,999	2,075,999
	850,109	774,715
	1,225,891	1,301,285
D	175,009,400	177,988,444
E	69,473,301	67,588,066
F	2,155,333	1,984,283
	67,317,968	65,603,783
	243,553,259	244,893,512

Notes on Accounts

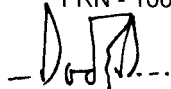
H

The schedules referred to above form an integral part of the Balance Sheet.

As per our report of even date

For H.H. Bandukwala & Co.
Chartered Accountants.

FRN - 100965W

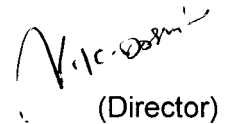


H.H. Bandukwala
Partner.

M. No. 016940



For and on behalf of
the Board of Directors


(Director)



(Director)

Mumbai

Dated : 20-05-2011

Nidhi Polyester Ltd.

Profit and Loss Account for the year ended 31st March, 2011

(Amount in Rupees)

	SCH	YEAR ENDED 31-03-2011	YEAR ENDED 31-03-2010
INCOME			
Interest		2,142	66,561
Dividend		425,800	288,100
Profit on Sale of Investments		-	3,014
		427,942	357,675
EXPENDITURE			
Administrative & Other Expenses	G	178,811	90,866
Loss on Sale of Investments		1,325,567	-
		1,504,378	90,866
PROFIT / (LOSS) BEFORE DEPRECIATION		(1,076,436)	266,809
Depreciation		75,394	75,394
PROFIT / (LOSS) BEFORE TAX		(1,151,830)	191,415
Provision for Taxation			
- Income Tax		188,000	-
- Deferred Tax		(12)	(29,305)
PROFIT / (LOSS) AFTER TAX		(1,339,818)	220,720
Taxes of earlier year		423	33,544
SURPLUS / (DEFICIT) CARRIED TO BALANCE SHEET		(1,340,241)	187,176

Notes on Accounts

H

The schedules referred to above form an integral part of the Profit & Loss Account.

As per our report of even date

For H.H. Bandukwala & Co.
Chartered Accountants.

FRN - 100965W

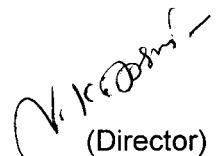


H.H. Bandukwala
Partner.

M. No. 016940



For and on behalf of
the Board of Directors



(Director)



(Director)

Mumbai

Dated : 20-05-2011

Schedules forming part of the Balance Sheet and Profit & Loss Account
(Amount in Rupees)

	AS AT 31-03-2011	AS AT 31-03-2010
	10,000,000	10,000,000
	9,950,000	9,950,000
	3,000,000	3,000,000
	231,715,779 (1,340,241)	231,528,603 187,176
	230,375,538	231,715,779
	233,375,538	234,715,779

[A]

[B]

[A]+[B]

SCHEDULE - A - SHARE CAPITAL
AUTHORISED
10,00,000 (10,00,000) Equity Shares of Rs. 10 each
ISSUED, SUBSCRIBED & PAID UP :
9,95,000 (9,95,000) Equity shares of Rs. 10 each fully paid up

SCHEDULE - B - RESERVES & SURPLUS
Special Capital Reserve

Profit & Loss Account
Balance as on 01-04-10
Profit / (Loss) Transferred from P&L Account

SCHEDULE - C - FIXED ASSETS

	GROSS BLOCK		DEPRECIATION		NET BLOCK	
	AS AT 01-04-2010	AS AT 31-03-2011	UPTO 01-04-2010	FOR THE YEAR	AS AT 31-03-2011	AS AT 31-03-2010
Office Premises	1,083,450	1,083,450	360,885	17,660	704,905	722,565
Office Equipment	6,672	6,672	6,671	-	1	1
Air Conditioners	140,323	140,323	47,020	6,665	86,638	93,303
Electrical Installations	97,863	97,863	32,796	4,648	60,419	65,067
Telephone System	57,537	57,537	19,138	2,733	35,666	38,399
Furniture & Fixtures	690,154	690,154	308,205	43,688	338,261	381,949
AS AT 31-03-2011	2,075,999	2,075,999	774,715	75,394	1,225,891	1,301,285
AS AT 31-03-2010	2,075,999	2,075,999	699,321	75,394	1,301,285	

Schedules forming part of the Balance Sheet and Profit & Loss Account

(Amount in Rupees)

	AS AT 31-03-2011	AS AT 31-03-2010
SCHEDULE - D - INVESTMENTS		
LONG TERM, QUOTED, NON-TRADE, VALUED AT COST		
In Equity Shares of Re. 1 each - Fully paid up 200,000 (200,000) - Jai Corp Ltd.	67,757	67,757
In Equity Shares of Rs. 2 each - Fully paid up Nil (127,000) - Essel Propack Ltd.	-	10,941,900
In Equity Shares of Rs. 10 each - Fully paid up 114,681 (114,681) - Rap Media Ltd.	44,381,547	44,381,547
Nil (40,000) - Shree Rama Multi Tech Ltd.	-	638,082
Nil (250,000) - Vakrangee Software Ltd.	-	60,250,000
[Mkt value of quoted shares - Rs. 338.97 lacs (Rs. 872.50 lacs)]	44,449,304	116,279,286
LONG TERM, UNQUOTED, NON-TRADE, VALUED AT COST		
In 1% Optionally Convertible Non-Cumulative Redeemable Preference Shares of Rs. 10 each - Fully paid up.		
34,400 (34,400) - Dhruvam Realtors Pvt. Ltd.	34,400,000	34,400,000
1,600 (1,600) - Ritu Realty Developers Pvt. Ltd.	2,000,000	2,000,000
69,100 (6,600) - Samruddha Realtors Pvt. Ltd.	69,100,000	6,600,000
18,000 (18,000) - Synergy Infotech Pvt. Ltd.	18,000,000	18,000,000
In Units - Fully paid up		
31,303.874 (Nil) - ICICI Pru. Flex. Income Plan Prem. Grw	5,630,096	-
9,870.593 (5,800.826) - ICICI Pru. Liq. Fund Super Inst. Growth	1,430,000	709,157
	175,009,400	177,988,444
SCHEDULE - E - CURRENT ASSETS, LOANS & ADVANCES		
[A] CURRENT ASSETS		
Bank Balance		
Balance with Scheduled Bank [in Current Account]	1,304,370	30,154
	[A] 1,304,370	30,154
[B] LOANS & ADVANCES		
(Unsecured considered good)		
Advances recoverable in cash or in kind or for value to be recd	64,549,321	64,523,302
Advance Income Tax & TDS	2,595,000	2,010,000
Deposits	1,024,610	1,024,610
	[B] 68,168,931	67,557,912
	[A]+[B] 69,473,301	67,588,066
SCHEDULE - F - CURRENT LIABILITIES & PROVISIONS		
[A] CURRENT LIABILITIES		
Sundry Creditors		
Dues of other than small scale industrial undertakings	30,333	31,583
[B] PROVISIONS		
For Taxation	2,125,000	1,952,700
	2,155,333	1,984,283

Schedules forming part of the Balance Sheet and Profit & Loss Account

(Amount in Rupees)

SCHEDULE - G - ADMINISTRATIVE & OTHER EXPENSES

Securities Transaction Tax
Listing Fees & Expense
Legal & Professional Fees
Remuneration to Auditors
- Audit Fees
- Certification
Profession Tax
General Expenses

YEAR ENDED 31-03-2011	YEAR ENDED 31-03-2010
87,140	-
22,147	21,305
21,250	23,750
30,333	30,333
9,927	9,927
2,500	2,500
5,514	3,051
178,811	90,866

SCHEDULE - H - NOTES ON ACCOUNTS

1. Significant accounting policies

- (a) Basis of Preparation of Financial Statements - The financial statements have been prepared under the historical cost convention, in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India and the provisions of the Companies Act, 1956 as adopted consistently by the company.
- (b) Fixed Assets - Fixed assets are stated at cost of acquisition or construction including incidental expenses related to the acquisition or construction of the asset. Fixed assets are shown net of accumulated depreciation.
- (c) Depreciation - Depreciation is provided on straight line method at the rates and in the manner specified in Schedule XIV of the Companies Act, 1956.
- (d) Investments - Long Term Investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of investments.
- (e) Revenue & Expenditure - All income and expenditure having a material bearing on the financial statements are recognised on accrual basis.
- (f) For Futures & Options transactions -
- On transactions squared up during the year, profit realised or loss incurred is accounted as profit or loss for the year.
 - On open transactions in Futures, difference between the commitment price and market value as on balance sheet date is taken as Marked to Market Margin and is shown under Current Assets or Current Liabilities as the case may be.
 - On open transactions in options, premium received on sale of options is included in 'Other Liabilities' under Current Liabilities and premium paid on buying options under Current Assets.
2. On sale of long term investments, cost of investments sold are credited to Investment account instead of Weighted Average Cost as recommended in Accounting Standard (AS 13) issued by the Institute of Chartered Accountants of India.
3. As the Company does not have distinguishable business segments, the requirement to give segment reporting as per Accounting Standard (AS 17) on Segment Reporting issued by the Institute of Chartered Accountants of India is not applicable.
4. No related party transactions are identified by the management.
5. Earning Per Share (EPS) as per Accounting Standard (AS 20)

(Rupees in lacs)

	2010-11	2009-10
Profit after tax	(13.40)	1.58
Number of Equity Shares	995,000	995,000
Face Value of Equity Share (Rs.)	10	10
Basic and diluted (Rs.)	(1.35)	0.16

6. Deferred tax liability of Rs. 2,27,721 as on 31-03-11 is in respect of unabsorbed losses and timing difference in claim of depreciation.
7. Balance of debtors, creditors and other advances are subject to confirmation. However, in the opinion of the Board, Current Assets, Loans and Advances have value which on realisation, in the ordinary course of business would atleast be equal to the amount at which they are stated.

SCHEDULE - H - NOTES ON ACCOUNTS

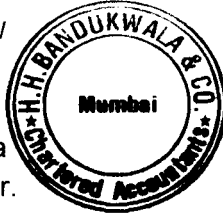
8. Previous year's figures have been regrouped wherever necessary.

For H.H. Bandukwala & Co.
Chartered Accountants

FRN - 100965W



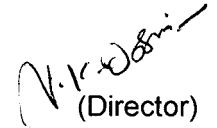
H.H. Bandukwala
Partner.
M. No. 016940




Mumbai

Dated : 20-05-2011

For and on behalf of
the Board of Directors



(Director)



(Director)

(Rs. in thousand)

Balance Sheet abstract and Company's general business profile

REGISTRATION DETAILS

Registration No.	U65990MH2004PTC028344
State Code	11
Balance Sheet Date	31-03-2011

CAPITAL RAISED DURING THE YEAR

Nil

POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS

Total Liabilities	243,553
Total Assets	243,553

SOURCES OF FUNDS

Paid-up Capital	9,950
Reserves & Surplus	233,376
Deferred Tax Liability	228

APPLICATION OF FUNDS

Net Fixed Assets	1,226
Investments	175,009
Net Current Assets	67,318

PERFORMANCE OF THE COMPANY

Total Revenue	428
Total Expenditure	1,580
Profit Before Tax	(1,152)
Profit After Tax	(1,340)
Earning per share (in Rs.)	(1.35)
Dividend Rate %	-

GENERIC NAME OF THE PRINCIPAL PRODUCT OF THE COMPANY
(AS PER MONETARY TERMS)

Item Code No. (ITC Code)	Not Applicable
Product Description	Not Applicable

Cash Flow Statement

(Amount in Rupees)

	YEAR ENDED 31-03-2011	YEAR ENDED 31-03-2010
CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit / (Loss) after tax as per Profit & Loss A/c	(1,340,253)	157,871
Adjustments : Depreciation	75,394	75,394
	(1,264,859)	233,265
Adjustments of Income from Investments		
- Dividend	(425,800)	(288,100)
- (Profit) / Loss on sale of investments	1,325,567	(3,014)
Operating (Profit) / Loss before working capital changes	(365,092)	(57,849)
Adjusted for		
Trade & Other Receivables	(611,019)	2,529,983
Trade Payables & Other Liabilities	171,050	(2,561,750)
Cash generated from Operating activities	[A] (805,061)	(89,616)
CASH FLOW FROM INVESTING ACTIVITIES		
Dividend, Interest & Other Income	(899,767)	291,114
(Additions) / Reduction in Investments	2,979,044	(203,014)
Net cash in Investing activities	[B] 2,079,277	88,100
NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS	[A]+[B] 1,274,216	(1,516)
CASH & CASH EQUIVALENTS		
At the start of the year	30,154	31,670
At the close of the year	1,304,370	30,154
NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS	1,274,216	(1,516)

For and on behalf of the Board of Directors

N. K. Desai
(Director)

K. Venkatesh
(Director)

AUDITOR'S CERTIFICATE

We have verified the above Cash Flow of Nidhi Polyester Ltd. derived from audited financial statements and the books and records maintained by the Company for the year ended on 31st March, 2011 and found the same in agreement therewith.

For H.H. Bandukwala & Co.
Chartered Accountants



FRN - 100965W

H.H. Bandukwala
Partner

Mumbai.
Dated : 20-05-2011

M.No. 016940