

THE ANAND ELECTRIC SUPPLY COMPANY LIMITED

74th Annual Report

CERTIFIED TRUE COPY

Anand Electric Supply Company Ltd



Director

2008-2009

THE ANAND ELECTRIC SUPPLY COMPANY LIMITED

ANNUAL REPORT 2008-2009

Board of Directors

Mr. Hemant Panpalia
Mr. Sunil Kumar Avasthi
Mr. Sumit Bohra

Auditors

M/s.Pawan Lakhotia & Co.
Chartered Accountants

Registered Office

C-1, Ami Darshan,
Haji Bapu Road,
Malad (East),
Mumbai - 400 097.

Bankers

ICICI Bank Limited

Registrar & Transfer Agents

Adroit Corporate Services Private Limited
19/20, Jaferbhoy Industrial Estates,
1st floor, Makwana Road,
Marol Naka, Andheri (E),
Mumbai 400 059.

THE ANAND ELECTRIC SUPPLY COMPANY LIMITED

NOTICE

NOTICE is hereby given that the Seventy-Fourth Annual General Meeting of The Anand Electric Supply Company Limited will be held at C-1, Ami Darshan, Haji Babu Road, Malad (East), Mumbai 400 097 on Saturday, August 22, 2009 at 10:00 a.m. to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the audited Balance Sheet as at March 31, 2009 and the Profit & Loss Account for the year ended on that date and the reports of the Board of Directors and the Auditors thereon.
2. To appoint a Director in place of Mr. Sumit Bohra who retires by rotation and being eligible offers himself for re-appointment.

SPECIAL BUSINESS

3. To consider, and if thought fit, to pass with or without modifications, the following Resolution as an Ordinary Resolution:

“RESOLVED THAT subject to the provisions of Sections 224, 225 and other applicable provisions, if any, of the Companies Act, 1956, M/s. Pramod & Associates, Chartered Accountants be and are hereby appointed as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting, in place of M/s. Pawan Lakhotia & Co., Chartered Accountants to examine and audit the accounts of the Company for the financial year 2009-2010, at such remuneration as may be mutually agreed upon between the Board of Directors of the Company and the Auditors.”

NOTES

1. **A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and a proxy need not be a member of the company.** The proxy in order to be effective must be deposited at the registered office of the company not less than 48 hours before the commencement of the meeting.
2. The relative Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956 is enclosed and forms part of the Notice.
3. In terms of section 205A and 205C of the Companies Act, 1956 any dividend remaining unpaid for a period of seven years from the due date of payment is required to be transferred to the Investor Education and Protection Fund. Members who have not encashed their dividend warrants for the years 2001-2002 and 2002-2003 are requested to write to the Company / Registrars and Share Transfer Agents. **Shareholders are requested to note**

THE ANAND ELECTRIC SUPPLY COMPANY LIMITED

that no claims shall lie against the said Fund or the Company in respect of any amounts which were unclaimed and unpaid for a period of seven years from the dates that they first became due for payment and no payment shall be made in respect of any such claims.

4. The Register of Members and Share Transfer Books of the Company will remain closed on Friday, August 21, 2009 and Saturday, August 22, 2009.
5. Members are requested to bring the copy of their Annual Report and the Attendance Slip at the Annual General Meeting.
6. Members desirous of obtaining any information concerning the accounts and operations of the Company are requested to address their queries to the Company so as to reach atleast seven days before the date of the meeting, so that the information required may be made available at the meeting, to the best extent possible.

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956

Item No. 3

Appointment of Statutory Auditors

The Company's current Auditors M/s. Pawan Lakhota & Co. do not wish to seek re-appointment as Statutory Auditors of the Company. In view of the same and based on the recommendations of the Audit Committee, the Board of Directors have, at its meeting held on June 12, 2009, proposed the appointment of M/s. Pramod & Associates, Chartered Accountants as the Statutory Auditors in-place of M/s. Pawan Lakhota & Co. for the financial year 2009-2010. The Company has also received a special notice from a Member of the Company, in terms of the provisions of the Act, signifying the intention to propose the appointment of M/s. Pramod & Associates as Statutory Auditors of the Company from the conclusion of the ensuing Annual General Meeting till the conclusion of the next Annual General Meeting. M/s. Pramod & Associates have also expressed their willingness to act as Auditors of the Company, if appointed and have further confirmed that the said appointment would be in conformity with the provisions of Section 224(1B) of the Companies Act, 1956.

Your Directors, therefore recommend the resolution for your approval.

Registered Office:

C-1, Ami Darshan,
Haji Bapu Road,
Malad (East),
Mumbai - 400 097.

By Order of the Board of Directors
For The Anand Electric Supply Company Limited

Hemant Panpalia
Chairman

Date: June 12, 2009

THE ANAND ELECTRIC SUPPLY COMPANY LIMITED

DIRECTORS' REPORT

To,
The Members

Your Directors present their Seventy-Fourth Annual Report together with Audited Statement of Accounts for the year ended March 31, 2009.

	Current Year 2008-2009 (Rs. in lacs)	Previous Year 2007-2008 (Rs. in lacs)
Income	0.89	0.93
Profit /(Loss) before Interest & Depreciation:	(0.12)	(0.91)
Less:		
Interest	—	—
Depreciation	0.05	0.09
Profit / (Loss) before Tax	(0.17)	(1.00)
Provision for Current Tax	—	—
Provision for Deferred Tax	(0.03)	(0.02)
Profit / (Loss) After Tax	(0.20)	(0.98)
Balance brought forward	7.99	8.97
Appropriations:		
Transfer to General Reserve	—	—
Balance carried to Balance Sheet	7.79	7.99

OPERATIONS

The total income for the year under review is Rs.0.89 Lakhs as compared to Rs.0.93 Lakhs in the last year. There is a net loss of Rs.0.20 Lakhs as compared to a net loss of Rs.0.98 Lakhs in the last year.

PUBLIC DEPOSITS

During the year under review, your Company has not accepted any deposits under the provisions of Section 58A of the Companies Act, 1956 and the rules made there under.

THE ANAND ELECTRIC SUPPLY COMPANY LIMITED

DIRECTORS

As per the Articles of Association of the Company, Mr. Sumit Bohra, retires by rotation and being eligible, offers himself for re-appointment, which your Directors consider to be in the interests of the Company and therefore commend it for your approval.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 217 (2AA) of the Companies Act, 1956, the Directors based on the representations received from the Operating Management confirm that, to the best of their knowledge -

- i) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the Company for the year under review;
- iii) the Directors have taken proper and sufficient care to the best of their knowledge and ability 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;
- iv) the Directors have prepared the accounts on a going concern basis.

AUDIT COMMITTEE

The Audit Committee comprises of Mr. Hemant Panpalia (Chairman), Mr. Sunil Kumar Avasthi and Mr. Sumit Bohra. The Audit Committee met 4 times during the year under review.

AUDITORS

The Company's current Auditors M/s. Pawan Lakhota & Co. do not wish to seek re-appointment as Statutory Auditors of the Company. In view of the same and based on the recommendations of the Audit Committee, the Board of Directors have, at its meeting held on June 12, 2009, proposed the appointment of M/s. Pramod & Associates, Chartered Accountants as the Statutory Auditors in place of M/s. Pawan Lakhota & Co. for the financial year 2009-2010. The Company has also received a special notice from a Member of the Company, in terms of the provisions of the Act, signifying the intention to propose the appointment of M/s. Pramod & Associates as

THE ANAND ELECTRIC SUPPLY COMPANY LIMITED

Statutory Auditors of the Company from the conclusion of the ensuing Annual General Meeting till the conclusion of the next Annual General Meeting. M/s. Pramod & Associates have also expressed their willingness to act as Auditors of the Company, if appointed and have further confirmed that the said appointment would be in conformity with the provisions of Section 224(1B) of the Companies Act, 1956.

AUDITOR'S REPORT

The observations made by the Auditors in their report are appropriately dealt with in the notes forming part of the accounts for the year which are self-explanatory and hence do not require any further explanations.

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

In view of the nature of activities which are being carried on by the Company, Rules 2A and 2B of the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, concerning conservation of energy and technology absorption respectively are not applicable to the Company.

During the year under review, there was no foreign exchange earnings and outgo.

PARTICULARS OF EMPLOYEES

Information as per Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 is not given, as there were no employees drawing remuneration prescribed under the said section.

ACKNOWLEDGEMENT

Your Directors wish to place on record their sincere appreciation of the assistance and support extended by customers, financial institutions, banks, vendors, Government and other associated with the activities of the Company.

For and on behalf of the Board of Directors

Hemant Panpalia
Chairman

Mumbai : June 12, 2009

AUDITORS' REPORT

To,
The Members of
THE ANAND ELECTRIC SUPPLY COMPANY LIMITED.

1. We have audited the attached Balance Sheet of M/S THE ANAND ELECTRIC SUPPLY COMPANY LIMITED as at 31st March, 2009 and also the Profit and Loss Account 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.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by 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 in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. 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 purposes of our audit;
 - ii) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of the books of the Company;
 - iii) The Balance Sheet and the Profit and Loss Account dealt with by this report are in agreement with the books of account of the Company;
 - iv) In our opinion, the Balance Sheet and the Profit and Loss Account dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956, to the extent applicable to the Company;

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- v) On the basis of written representations received from the directors of the Company, as on 31st March, 2009 and taken on record by the Board of Directors, we report that none of the directors of the Company is disqualified as on 31st March, 2009 from being appointed as a director in terms of clause (g) of sub-section (1) to section 274 of the Companies Act, 1956;

- vi) Subject to the above, in our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the notes thereon, 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 Balance Sheet, of the state of affairs of the Company as at March 31st, 2009; 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 the Cash Flow Statement, of the cash flows for the year ended on that date.

For **Pawan Lakhotia & Co.**
Chartered Accountants

Pawan Lakhotia
Proprietor
M. No.: 117023

Mumbai : 12th June, 2009

THE ANAND ELECTRIC SUPPLY COMPANY LIMITED

ANNEXURE TO THE AUDITORS' REPORT

Annexure referred to in Paragraph '3' of the Auditors' Report to the members of The Anand Electric Supply Company Limited on the accounts for the year ended 31st March 2009.

On the basis of such checks as we considered appropriate and in terms of the information and explanations given to us, we state that:

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
(b) The fixed assets of the company have been physically verified by the management during the year and no material discrepancies were noticed on such verification.
(c) The Company has not disposed off substantial part of the fixed assets during the year.
2. Having regards to the Company's business, the question of reporting of clause 4(ii) of the Companies (Auditor Report) Order-2003 does not arise.
3. (a) The company has neither granted any loans to, nor taken any loans from companies covered in the register maintained under section 301 of the Companies Act.
(b) In view of the forgoing, the question of reporting on clauses 4(iii)(b), 4(iii)(c) and 4(iii)(d) of the said Order does not arise.
4. 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 fixed assets. During the course of audit, we have not observed any continuing failure to correct weaknesses in internal control.
5. (a) In our opinion and according to the information and explanations given to us, the transactions that need to be entered into the register in pursuance of Section 301 of Act, have been so entered.
(b) Sub-clause (b) is not applicable.
6. The company has not accepted any deposits from the public within the meaning of Sections 58A and 58AA of the Act and the rules framed there under.

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7. The Company has an internal audit system commensurate with its size and nature of its business.
8. The Central Government of India has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of Section 209 of the Act for any of the products of the company.
9.
 - (a) According to the information and explanations given to us and the records of the company examined by us, in our opinion, the company is generally regular in depositing the undisputed statutory dues including, income tax, wealth tax, service tax, customs duty, excise duty, cess and other material statutory dues as applicable with the appropriate authorities
 - (b) According to the information and explanations given to us and the records of the company examined by us, there are no dues of income tax, wealth tax, service tax, customs duty, excise duty and cess which have not been deposited on account of any dispute.
10. The company did not have accumulated losses at the end of the financial year.
11. According to the information and explanations given to us, the Company has not defaulted in repayment of dues to a financial institution or bank or debenture holders.
12. According to the information and explanations given to us, the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. 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 (Auditors Report) Order, 2003 are not applicable to the company.
14. In our opinion, the company has maintained proper records of transactions and contracts relating to dealing or trading in shares, securities, debentures and other investments during the year and timely entries have been made therein. Further, such securities have been held by the company in its own name or are in the process of transfer in its name, except to the extent of the exemption granted under Section 49 of the Act.
15. According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions.

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16. The company has not taken any term loan accordingly the question of reporting on its application does not arise.
17. On the basis of reviews of utilization of fund on an overall basis, no fund was raised on short term basis.
18. The Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section 301 of the Companies Act, 1956 during the year.
19. The Company has not issued any debentures.
20. The company has not raised any money by public issues during the year.
21. To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the company was noticed or reported during the year.

For **Pawan Lakhotia & Co.**
Chartered Accountants

Pawan Lakhotia
Proprietor
M. No.: 117023

Mumbai : 12th June, 2009

THE ANAND ELECTRIC SUPPLY COMPANY LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2009

	Schedule	As at 31/3/2009 Rupees	As at 31/3/2008 Rupees
SOURCES OF FUNDS :			
1. SHAREHOLDERS' FUNDS :			
a. Share Capital	"A"	519,050	519,050
b. Reserves and Surplus	"B"	1,776,818	1,796,835
TOTAL		<u>2,295,868</u>	<u>2,315,885</u>
APPLICATION OF FUNDS :			
1 FIXED ASSETS			
Gross Block	"C"	472,000	472,000
Less : Depreciation		464,072	458,787
Net Block		<u>7,928</u>	<u>13,213</u>
2 INVESTMENTS :			
	"D"	200,500	200,500
3 CURRENT ASSETS, LOANS AND ADVANCES :			
a. Cash and Bank Balances	"E"	449,634	545,121
b. Loans and Advances		1,585,279	1,495,989
c. Sundry Debtors		500,368	501,647
c. Deferred Tax Assets		1,878	4,942
		<u>2,537,159</u>	<u>2,547,699</u>
Less : CURRENT LIABILITIES AND PROVISIONS :	"F"	449,719	445,527
NET CURRENT ASSETS		<u>2,087,440</u>	<u>2,102,173</u>
TOTAL		<u>2,295,868</u>	<u>2,315,885</u>

Notes to Accounts

"I"

As per our report of even date attached

For **Pawan Lakhotia & Co.**

Chartered Accountants

Pawan Lakhotia

Proprietor

M No:117023

Mumbai : June 12, 2009

Hemant Panpalia

Director

Sunil Kumar Avasthi

Director

THE ANAND ELECTRIC SUPPLY COMPANY LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2009

	Schedule	Year ended 31/3/2009 Rupees	Year ended 31/3/2008 Rupees
INCOME :			
Other income	"G"	89,290	93,074
		<u>89,290</u>	<u>93,074</u>
EXPENDITURE :			
Other expenditure	"H"	100,958	184,543
Depreciation		5,285	8,809
		<u>106,243</u>	<u>193,352</u>
Profit/ (Loss) before taxation		(16,953)	(100,278)
Less : Provision for taxation			
-Current Tax		-	-
-Deferred Tax		3,064	(2,471)
Profit / (Loss) after taxation		<u>(20,017)</u>	<u>(97,807)</u>
Add : Prior year adjustment		-	-
Profit/ (Loss) after taxation		(20,017)	(97,807)
Balance brought forward from pervious year		799,290	897,097
Amount available for appropriations		<u>779,273</u>	<u>799,290</u>
Less : Appropriations :			
Proposed dividend		-	-
Corporate dividend tax thereon		-	-
Balance carried to Balance Sheet		<u>779,273</u>	<u>799,290</u>
Basic and diluted earnings per share (Rs.) (See Note 3)		(0.39)	(1.88)

Notes to Accounts

"I"

As per our report of even date attached

For **Pawan Lakhotia & Co.**

Chartered Accountants

Pawan Lakhotia

Proprietor

M No:117023

Mumbai : June 12, 2009

Hemant Panpalia

Director

Sunil Kumar Avasthi

Director

THE ANAND ELECTRIC SUPPLY COMPANY LIMITED

SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2009

	As at 31/3/2009 Rupees	As at 31/3/2008 Rupees
SCHEDULE "A" : SHARE CAPITAL		
Authorised :		
60,000 Equity shares of Rs.10 each	<u>600,000</u>	<u>600,000</u>
Issued & Subscribed :		
51,905 Equity shares of Rs.10 each fully paid up (of the above 29,660 Equity shares are allotted as fully paid-up bonus shares by capitalisation of general reserve.	<u>519,050</u>	<u>519,050</u>
SCHEDULE "B" : RESERVES & SURPLUS		
Capital Redemption Reserve :		
Balance as per last Balance Sheet	111,300	111,300
General Reserve :		
Balance as per last Balance Sheet	886,245	886,245
Balance in Profit & Loss Account	<u>779,273</u>	<u>799,290</u>
	<u>1,776,818</u>	<u>1,796,835</u>

SCHEDULE "C" : FIXED ASSETS

Deprecia- tion of Assets	GROSS BLOCK AT COST				DEPRECIATION				NET BLOCK	
	As at 1/4/08	Addition during the year	Deduction during the year	As at 31/3/09	As at 1/4/08	for the year	Deduction during the year	As at 31/3/09	As at 31/3/09	As at 31/3/08
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Computers	472,000	-	-	472,000	458,787	5,285	-	464,072	7,928	13,213
Total	472,000	-	-	472,000	458,787	5,285	-	464,072	7,928	13,213
Previous Year	472,000	-	-	472,000	449,979	8,809	-	458,787	13,213	22,021

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SCHEDULE "D" : INVESTMENTS

INVESTMENT : LONG TERM (AT COST)

Name of the Company	Face Value Per Scrip (Rupees)	As at 31-3-2009		As at 31-3-2008	
		Holding Nos.	Book Value (Rupees)	Holding Nos.	Book Value (Rupees)
UNQUOTED: Equity Shares Fully Paid up: Ojas Industries Pvt. Ltd.	10	10,000	2,00,500	10,000	2,00,500
		10,000	2,00,500	10,000	2,00,500

As at
31/3/2009
Rupees

As at
31/3/2008
Rupees

SCHEDULE "E" - CURRENT ASSETS LOANS & ADVANCES

a. Cash & Bank Balances:

Cash in hand	2,110	-
Balance with Schedule Banks		
On Current Account	180,488	278,085
On Unpaid Dividend Account	267,036	267,036
	<u>449,634</u>	<u>545,121</u>

b. Loans and Advances (UnSecured, Good):

Loan to Company	1,063,008	992,112
Tax Deducted At Source	60,195	41,801
Self Assessment Tax Paid	462,076	462,076
	1,585,279	1,495,989

c. Sundry Debtors (UnSecured, Good):

More than Six Months	500,368	501,647
	<u>500,368</u>	<u>501,647</u>
TOTAL	<u>2,535,281</u>	<u>2,542,757</u>

SCHEDULE "F" - CURRENT LIABILITIES AND PROVISIONS

a) Current Liabilities:

1. Unclaimed amounts for Redemption of Preference Shares	500	500
2. Unclaimed Dividend	267,027	267,027
3. Outstanding Expenses	22,192	18,000
	<u>289,719</u>	<u>285,527</u>

b) Provisions:

Assessment year 2007-08	160,000	160,000
	<u>449,718.50</u>	<u>445,527</u>

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	As at 31/3/2009 Rupees	As at 31/3/2008 Rupees
SCHEDULE "G": OTHER INCOME		
a) Interest income :		
On deposit with a company (TDS Rs. 18,394/- P.Y. Rs.19,173/-)	89,290	93,074
	<u>89,290</u>	<u>93,074</u>

SCHEDULE "H": OTHER EXPENDITURE

Audit fees	10,000	10,012
Advertising Expenses	5,997	18,297
Legal & Professional Charges	26,295	24,942
Listing Fees	11,084	10,000
Postage, Telegram & Telephone	4,319	867
Printing & Stationary	26,884	4,354
Bank Charges	337	68
Brokerages	-	682
ROC Filing Fees	300	900
R & T Charges	14,392	13,469
Demat & Depository Charges	1,280	1,175
Miscellaneous Expenses	70	-
Loss on sale of shares	-	98,397
STT	-	1,381
	<u>100,958</u>	<u>184,543</u>

SCHEDULE "I" : NOTES TO ACCOUNTS

1. Significant Accounting Policies & Notes to Accounts:

A. Significant Accounting Policies

1. **SYSTEM OF ACCOUNTING** : Company follows accrual system of accounting.
2. **FIXED ASSETS**: Fixed Assets are stated at cost of acquisition less depreciation. Depreciation is provided on WDV method as per rates prescribed in schedule XIV of the Companies Act, 1956.
3. **INVESTMENT**: Unquoted and long term investments are considered at cost unless there is permanent decline in value there of in which case adequate provision / write off is made in the accounts.
4. **TAXATION**: Provisions for Income tax comprises of current tax and deferred tax charge or release. Deferred tax is recognised subject to consideration of prudence on timing difference, being difference between taxable and accounting income/expenditure that originate prior period and are capable of reversal in one or more subsequent period(s). Deferred tax assets are not recognised unless there is virtual certainty that sufficient future taxable income will be available which such deferred tax assets will be realised.
5. **INVENTORIES**: Inventories are valued at cost or net realisable value whichever is lower (determined on weighted/ moving average basis)
6. **FOREIGN CURRENCY TRANSACTION**: Recorded on the basis of exchange rate prevailing on the date of their occurrence.
7. **EMPLOYEE RETIREMENT BENEFIT**: Company does not have any employee and as such no policy is determined so far.
8. **CONTINGENT LIABILITIES**: Contingent liabilities are not provided for in the accounts and are separately disclosed in the Notes on Accounts.
9. Policies not stated here in are not inconsistent with the requirement of Standard Accounting Policies as prescribed by ICAI of India.

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B. Notes to Accounts :

1. Contingent Liabilities :- NIL.
2. Previous years figures are regrouped/rearranged wherever necessary.
3. Earning per Share :

	31.3.2009	31.3.2008
Profit/ (Loss) After Tax	(20,017)	(97,807)
Weighted average number of equity shares outstanding	51,905	51,905
Nominal Value per equity share (Rs.)	10	10
Basic and diluted earning per share (Rs.)	(0.39)	(1.88)

4. Payment to Auditor :	31.3.2009	31.3.2008
Audit Fees	10,000	10,012

5. Segmental Reporting: Not Applicable.
6. IT assessment is completed upto A.Y. 2006-2007 & company sees no further liability to subsequent years.
7. There are no dues owed to Micro, Small and Medium undertakings as defined under the Micro, Small and Medium Enterprises Development Act, 1996.
8. Information required by paragraph 3 and 4 of part II of schedule VI of the Companies Act :
 - a) Sales, production, material consumed, opening stock, purchases, closing stocks : NIL (Previous Year NIL)
 - b) CIF value of imports :- NIL (Previous Year NIL)
 - c) Expenditure in foreign currency :- NIL (Previous Year NIL)
 - d) Earning in foreign currencies :- NIL. (Previous Year NIL)
9. Estimated amount of contracts remaining to be executed on capital accounts: NIL. (Previous Year NIL)

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10. Disclosures in receipt of derivative instruments:
- (i) Derivative instrument outstanding as at 31st March 2009 - Nil.
 - (ii) Foreign Currency exposures that are not hedged by derivative instrument as at 31st March 2009 - Nil.
11. Cash flow statement for the year ended 31st March 2009 is given in the statement annexed to these accounts as annexure.
12. Related Party Disclosures :
- (a) Relationship :-
 - (i) Subsidiaries / Associates Company:
 - 1) Ojas Industries Private Limited- Associate
 - (ii) Key Managerial Personnel : N. A.
- Note : Related party relationship is as identified by the Company and relied upon by the Auditors.
- (b) Details of transaction with the related parties referred in (a) above : - NIL
13. Contingencies & event occurring after Balance sheet date :- NIL
14. Prior period expenditures/incomes:- NIL
15. Impairment of Assets- As per AS-28 :- NIL
16. Component of Deferred Tax assets/Liabilities are as under :

Deferred Tax	31st March, 2009	31st March, 2008
Liabilities/(Assets) (Net)	(1,878)	(4,942)

Signatures to Schedules A to I

As per our report of even date attached

For and on behalf of

Pawan Lakhotia & Co.

Chartered Accountants

Pawan Lakhotia

Proprietor

M No:117023

Mumbai : June 12, 2009

Hemant Panpalia
Director

Sunil Kumar Avasthi
Director

THE ANAND ELECTRIC SUPPLY COMPANY LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2009

	As at 31/3/2009 Rupees	As at 31/3/2008 Rupees
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net profit/(Loss) Before Tax and extra-ordinary items	(16,953)	(100,278)
Adjustments for :		
Depreciation	5,285	8,809
Profit on sale of Fixed Assets	-	-
Interest income	89,290	93,074
Cash InFlow/(Outflow) before working capital changes	(100,958)	(184,543)
Adjustments for :		
(Increase)/Decrease in other current assets	(69,616)	69,302
(Decrease)/Increase in Current Liabilities	4,192	(1,224)
Cash inflow/(outflow) from operations	(166,382)	(116,466)
Direct Taxes (paid) / Tax refund received	18,394	481,248
Net cash from /(used in) operating activities	(184,776)	(597,714)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Interest income	89,290	93,074
Loans granted	-	(44,850)
Sale of Office Premises	-	-
Increase in Investments	-	-
Repayment of loans granted	-	-
Net cash from investing activities	89,290	48,224
C. CASH FLOW FROM FINANCING ACTIVITIES		
Dividend paid	-	-
Corporate dividend tax	-	-
Net cash used in financing activities	-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	(95,486)	(549,490)
D. CASH AND CASH EQUIVALENTS		
Opening	545,121	1,094,611
Closing	449,635	545,121
NET INCREASE/(DECREASE) AS DISCLOSED ABOVE	(95,486)	(549,490)

- Note: 1. The above cash flow statement has been prepared under the "Indirect Method" as set out in Accounting a Standard - 3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India.
2. Direct taxes paid and tax refunds received are shown under operating activities and not allocated to investing and financing activities.

As per our report of attached
For **Pawan Lakhotia & Co.**
Chartered Accountants

Pawan Lakhotia (Proprietor)
M No:117023

Mumbai: June 12, 2009

Hemant Panpalia
Director

Sunil Kumar Avasthi
Director

THE ANAND ELECTRIC SUPPLY COMPANY LIMITED

Statement showing particulars as prescribed in the amendment to Schedule VI to the Companies Act, 1956 vide Notification No. G.S.R. 388 (E) dated May 15, 1995:

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE: (PART IV)

I. REGISTRATION DETAILS:

Registration No.	2510
State Code	11
Balance Sheet Date	March 31, 2009

II. CAPITAL RAISED DURING THE YEAR ENDED 31ST MARCH, 2009. (Rs. in '000's)

Public Issue	NIL
Rights Issue	NIL
Bonus Issue	NIL
Private Placement	NIL
Others	NIL
Total	<u>NIL</u>

III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS AS AT 31ST MARCH, 2009:

Total Liabilities	2,296
Total Assets	<u>2,296</u>

Sources of Funds:

Paid up Capital	519
Reserves and Surplus	1,777
Secured Loans	-
Unsecured Loans	-
Total	<u>2,296</u>

Application of Funds:

Net Fixed Assets	8
Investments	201
Net Current Assets	2,087
Total	<u>2296</u>

IV. PERFORMANCE OF THE COMPANY FOR THE YEAR ENDED 31ST MARCH, 2009

i. Turnover (incl. Other Income)	89
ii. Total Expenditure	106
iii. Profit before Tax	(17)
iv. Profit after Tax	(20)
v. Earning per Share (Face value Rs. 10)	(0.39)
vi. Dividend Rate (%)	Nil

V. PRODUCTS OF THE COMPANY:

Item Code No. (ITC Code)
N.A.

Product Description
NIL

Mumbai : June 12, 2009

Hemant Panpalia
Director

Sunil Kumar Avasthi
Director

THE ANAND ELECTRIC SUPPLY COMPANY LIMITED

Regd. Office: C-1, Ami Darshan, Haji Babu Road, Malad (East), Mumbai - 400 097.

ATTENDANCE SLIP

TO BE HANDED OVER AT THE ENTRANCE OF THE MEETING HALL

Mr./Mrs./Miss _____

I certify that I am a registered Shareholder / Proxy for the registered Shareholder of the Company. I hereby record my presence at the 74th Annual General Meeting of the Company to be held on Saturday, August 22, 2009 at 10:00 a.m. at C-1, Ami Darshan, Haji Babu Road, Malad (East), Mumbai - 400 097.

Member's / Proxy's Signature

Folio No. : _____

No. of Shares held _____

Note : Shareholders/Proxy holders are requested to bring the Attendance Slip with them when they come to the Meeting and hand over at the entrance after affixing their signature on them. Joint Shareholders may obtain additional Attendance Slips at the entrance

THE ANAND ELECTRIC SUPPLY COMPANY LIMITED

Regd. Office: C-1, Ami Darshan, Haji Babu Road, Malad (East), Mumbai - 400 097.

PROXY

I / We _____ of _____ in the state of _____ being a member / members of The Anand Electric Supply Company Limited hereby appoint _____ of _____ or failing him/her _____ of _____ as our proxy to vote for me/us and on my/our behalf, at the 74th Annual General Meeting of the Company to be held on August 22, 2009 at C-1, Ami Darshan, Haji Babu Road, Malad (East), Mumbai - 400 097. at 10:00 a.m. and at any adjournment thereof. In witness thereof I/ We put my/our hand/hands this _____ day of _____ 2009.

Please Affix
Revenue
Stamp
Here

L.F. No.: _____

No. of Shares held _____

Date _____

Signature _____

NOTE : The Proxy Form duly completed must be deposited at the Registered Office of the Company not less than 48 hours before the Meeting.