

27th Annual Report, 2009-10
Satyam Silk Mills Ltd.

BOARD OF DIRECTORS

Ms. Rina Jain
Mr. K.K. Chitlangia
Mr. Raj Kumar Sarawgi

REGISTERED & HEAD OFFICE :

82, Maker Chambers III,
Nariman Point,
Mumbai - 400 021.

AUDITORS


H.H. Bandukwala & Co.
Chartered Accountants

Notice

NOTICE is hereby given that 27th Annual General Meeting of the members of the Company will be held on Thursday, August 12, 2010 at 11.30 a.m. at 82, Maker Chambers III, Nariman Point Mumbai 400 021 to transact the following business :

1. To receive, consider and adopt the Audited Balance Sheet as at March 31, 2010 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. Raj Kumar Sarawgi, 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

X Y 

Director

Mumbai

Dated : 28-05-2010

NOTES :

- a A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself / herself and the proxy need not be a member.
- b The Register of Members and the Share Transfer books of the Company will remain closed from 5th August 2010 to 12th August 2010 (both days inclusive).

Directors have pleasure in presenting the 27th Annual Report of your company together with the audited financial results for the year ended 31st March, 10.

FINANCIAL RESULTS

(Rupees in lacs)

	YEAR ENDED 31-03-10	YEAR ENDED 31-03-09
Total Income	33.48	6.39
Total Expenditure	0.91	0.77
PROFIT BEFORE DEPRECIATION	32.57	5.62
Depreciation	0.02	0.02
PROFIT BEFORE TAX	32.55	5.60
Provision for taxation	4.39	-
Taxes of earlier year	0.03	0.10
SURPLUS CARRIED TO BALANCE SHEET	28.13	5.50

Barring unforeseen contingencies the performance of the Company in the year 2010-11 is expected to be satisfactory.

DIVIDEND

In order to conserve the resource for business development, the Board of Directors regret their inability to recommend dividend for the year 2009-10.

DIRECTORS

Mr. Raj Kumar Sarawgi retires by rotation at the ensuing Annual General Meeting and is eligible for re-appointment.

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.

AUDITORS

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

COMPLIANCE

Pursuant to Section 383(A)(1) of the Companies Act, 1956, Compliance Certificate from Company Secretary in Whole time practice is attached to this report.

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.

DIRECTORS' RESPONSIBILITY STATEMENT

The Directors confirm:

- That in the preparation of the annual accounts, the applicable accounting standards has been followed alongwith proper explanation relating to material departure.
- 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

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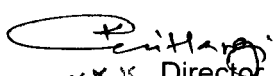
view of the state of affairs of the Company as on 31-03-10 and of the profit of the Company for that year.


- (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

Mumbai

Dated : 28-05-2010


x x Director


x x Director

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

L17110MH2004PTC030725

Registration No.11-030725

Nominal Capital: Rs.1,00,00,000/-

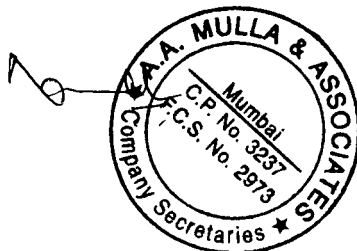
SECRETARIAL COMPLIANCE CERTIFICATE

To,
The Members,
M/s. SATYAM SILK MILLS LIMITED
82, Maker Chambers III Nariman Point, Mumbai-400 021.

I have examined the registers, records, books and papers of **M/s. SATYAM SILK MILLS 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 10 times on 08/04/2009, 30/06/2009, 06/07/2009, 31/07/2009, 11/08/2009, 05/10/2009, 23/10/2009, 12/11/2009, 08/01/2010 and 29/01/2010 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.

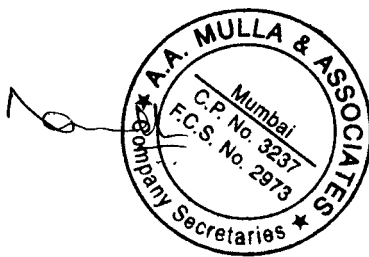
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5. The Company has closed its Register of Members and Transfer Books from 19/08/2009 to 26/08/2009 and necessary compliance of Section 154 of the Act has been made.
6. The annual general meeting for the financial year ended on 31st March, 2009 was held on 26/08/2009 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. No Extra Ordinary General Meeting (s). Was/were held during the financial year.
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.

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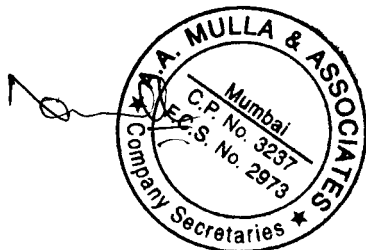


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- d) The Company has not declared any dividend and there were no deposit matured, or matured debentures and the interest accrued thereon etc. the provision of transfer of unclaimed or unpaid Accounts to the Investors Education and Protection Fund does 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.

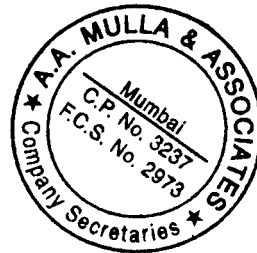
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24. The Company has not made any borrowing during the financial year ended 31st March, 2008.
25. The Company has not made any loan or advances or given guarantee or provided securities to other bodies corporate and consequently no entries have been 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 : 28th May, 2010


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

ANNEXURE 'A'
M/s. SATYAM SILK MILLS LIMITED

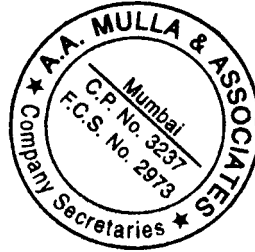
Statutory Registers

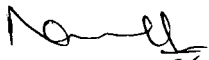
1. Register of Member U/s 150
2. Register of Directors, Managing Director, Manager and Secretary U/s 303
3. Register of Directors shareholdings U/s 307
4. Minutes Book of all Board Meetings and general Meetings U/s 193 of the Act

Other Registers

1. Register of Transfer

For A.A. MULLA & ASSOCIATES
Company Secretaries




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

Place : Mumbai
Dated : 28th May, 2010

ANNEXURE 'B'
M/s. SATYAM SILK MILLS 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, 2010


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, 2009	07/09/09	Yes	N A
2	Annual return Form No. 20B	159	Annual requirement for the year ended 31 st March, 2009	08/10/09	Yes	N A
3	Form No.66	383A	Secretarial Compliance certificate for the financial year ended 31 st March, 2009	04/09/09	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 : 28th May, 2010




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

C.A. Hatim Bandukwala, B. Com. (Hons.) F.C.A., A.C.S.

C.A. Nafisa Dalal, B. Com., F.C.A.

2nd Floor, 6, Topiwala Manzil,
91, Abdul Rehman Street,
Mumbai 400 003.
E-mail : hmbandukwala@gmail.com

AUDITORS' REPORT

TO THE MEMBERS OF SATYAM SILK MILLS LIMITED

1. We have audited the attached Balance Sheet of Satyam Silk Mills Limited as at 31st March 2010 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, 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 terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

h. h. bandukwala & co.
chartered accountants

- (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:
- (a) in the case of Balance Sheet of the state of affairs of the Company as at 31st March, 2010 and
 - (b) in the case of Profit and Loss Account, of the profit 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: 28-05-2010



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

H.H. Bandukwala
Partner
Membership 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. The company has not granted loans to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956.
4. 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.
5. (a) The transactions to be entered into register maintained in pursuance of section 301 of the Companies Act, 1956 have been so entered.
(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.
6. The company has not accepted any deposits from the public during the year.
7. The Company does not have formal internal audit system.
8. (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, sales tax, wealth tax, custom duty, excise duty and cess were in arrears, as on 31st March, 2010 for a period of more than six months from the date they became payable.
(c) There are no dues of income tax, sales tax, wealth tax, custom duty, excise duty and cess, which have not been deposited on account of any dispute.
9. The Company does not have any accumulated losses at the end of the year. The Company has not incurred cash losses during the current and the immediately preceding financial year.
10. The Company has neither taken any loans from banks or financial institution nor issued any debentures 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 investments 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: 28-05-2010



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

H.H. Bandukwala
Partner
Membership No. 016940

Satyam Silk Mills Ltd.
Balance Sheet as at 31st March, 2010.

(Amount in Rupees)

SOURCES OF FUNDS

Share Capital
Reserves & Surplus
Unsecured Loans

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)]


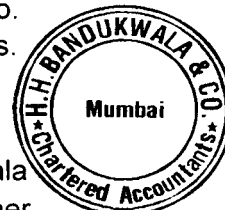
SCH	AS AT 31-03-10	AS AT 31-03-09
A	7,350,000	7,350,000
B	23,484,953	20,671,614
C	-	11,800,000
	30,834,953	39,821,614
D		
	105,553	105,553
	74,327	72,684
	31,226	32,869
E	12,266,166	13,376,192
F	18,991,553	26,426,369
G	453,993	13,816
	18,537,560	26,412,553
	30,834,953	39,821,614

Notes on Accounts

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

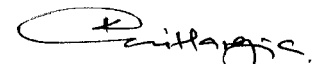

As per our report of even date

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



 H.H. Bandukwala
Partner.

Mumbai
Dated : 28-05-2010

For and on behalf of
the Board of Directors


 x x x (Director)

 x x x (Director)

Satyam Silk Mills Ltd.

Profit and Loss Account for the year ended 31st March, 2010

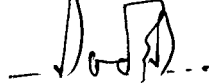
(Amount in Rupees)

	SCH	YEAR ENDED 31-03-10	YEAR ENDED 31-03-09
INCOME			
Dividend	-	424,519	621,895
Profit on sale of Investments	-	2,923,335	17,074
		3,347,854	638,969
EXPENDITURE			
Administrative & Other Expenses	H	90,902	77,130
PROFIT BEFORE DEPRECIATION		3,256,952	561,839
Depreciation	D	1,643	1,730
PROFIT BEFORE TAX		3,255,309	560,109
Provision for taxation		438,900	-
PROFIT AFTER TAX		2,816,409	560,109
Taxes of earlier years		(3,071)	(10,320)
SURPLUS CARRIED TO BALANCE SHEET		2,813,338	549,789
Notes on Accounts	I		

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.



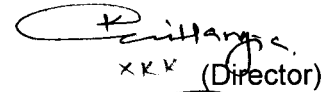
H.H. Bandukwala
Partner.



Mumbai

Dated : 28-05-2010

For and on behalf of
the Board of Directors



XKX (Director)



YRKS (Director)

Schedules forming part of the Balance Sheet & Profit & Loss Accounts

(Amount in Rupees)

	31-03-10	31-03-09
SCHEDULE - A - SHARE CAPITAL		
AUTHORISED :		
8,00,000 (8,00,000) Equity Shares of Rs. 10 each	8,000,000	8,000,000
20,000 (20,000) 1% Non-Cumulative Redeemable Preference Shares of Rs. 100 each	2,000,000	2,000,000
	10,000,000	10,000,000
ISSUED, SUBSRIBED & PAID UP :		
7,35,000 (7,35,000) Equity Shares of Rs. 10 each fully paid up	7,350,000	7,350,000
SCHEDULE - B - RESERVES & SURPLUS		
CAPITAL REDEMPTION RESERVE		
Balance as on 01-04-09	[A] 2,000,000	2,000,000
PROFIT & LOSS ACCOUNT		
Balance as on 01-04-09	18,671,614	18,121,826
Add : Profit for the year	2,813,338	549,789
	[B] 21,484,953	18,671,614
	[A]+[B] 23,484,953	20,671,614
SCHEDULE - C - UNSECURED LOAN		
From Directors	-	11,800,000
SCHEDULE - D - FIXED ASSETS		
RESIDENTIAL FLAT		
(A) GROSS BLOCK	105,553	105,553
(B) DEPRECIATION		
Balance as on 01-04-09	72,684	70,954
For the year	1,643	1,730
Balance as on 31-03-10	74,327	72,684
(C) NET BLOCK	31,226	32,869
SCHEDULE - E - INVESTMENTS		
LONG TERM, QUOTED, NON-TRADE, VALUED AT COST		
In Equity Shares of Rs. 10 each - Fully paid up		
50,000 (50,000) - Maestros Mediline Systems Ltd.	600,000	600,000
In Equity Shares of Rs. 2 each - Fully paid up		
1,24,995 (1,49,750) - Dalmia Cement Bharat Ltd.	10,128,506	12,096,192
Note : Mkt. value of Quoted Shares - Rs. 401.75 lacs (138.63 Lacs)		
LONG TERM, UNQUOTED, NON-TRADE, VALUED AT COST		
In Units - Fully paid up		
Nil (32,844.879) ICICI Prudential Liquid Plan of Rs. 10 each	-	680,000
6,937.562 (Nil) ICICI Prudential Liquid Plan of Rs. 100 each	1,537,660	-
	12,266,166	13,376,192

Schedules forming part of the Balance Sheet & Profit & Loss Accounts

(Amount in Rupees)

SCHEDULE - F - CURRENT ASSETS, LOANS & ADVANCES

[A] CURRENT ASSETS

1. Sundry Debtors (Unsecured, considered good)

For a period exceeding six months

Others

-

7,896,420

-

7,896,420

2. Cash and Bank Balances

Cash on hand

Balance with Scheduled Bank in Current Accounts

393

513

41,861

17,066

42,254

17,579

[A] 42,254 7,913,999

[B] LOANS & ADVANCES

(Unsecured, considered good)

Advances recoverable in cash or kind

Advance Income Tax & TDS

18,509,299

18,509,299

440,000

3,071

[B] 18,949,299 18,512,370

[A]+[B] 18,991,553 26,426,369

SCHEDULE - G - CURRENT LIABILITIES & PROVISIONS

[A] CURRENT LIABILITIES

Sundry Creditors

[A] 15,093 13,816

[B] PROVISIONS

Income Tax

[B] 438,900 -

[A]+[B] 453,993 13,816

SCHEDULE - H - ADMINISTRATIVE & OTHER EXPENSES

Repair & Maintenance

Filing & Listing Fees

Securities Transaction Tax

Profession Tax

Professional Fees

Payment to Auditors :

- Audit Fees

- Certification

Bank Charges

General Expenses

15,370

6,480

22,771

23,014

6,061

9,894

2,500

2,500

18,750

7,500

13,788

13,788

9,927

10,113

1,680

1,214

55

2,628

90,902

77,130

Schedule forming part of the Balance Sheet and Profit and Loss Account

SCHEDULE - I - 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 aquisition or construction including incidental expenses related to the acquisition or construction of the asset and the same are shown net of accumulated depreciation.
- (c) Depreciation - Depreciation on fixed assets used for the purpose of business is provided on written down value basis as per the provisions of the Income Tax Act, 1961.
- (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.

2. Movements in Invetments during the year :

Purchased and Sold	NOS.	COST (Rs.)
Mutual Fund Units		
ICICI Prudential Liquid Institutional Plus Plan Growth	4,891.273	931,508

3. As the Company does not have distinquisable 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. Related Party Disclosures :

Related party - Key Management Personnel - Rina Jain
Transactions with related parties

(Rs. in lacs)

	F.Y. 2009-10	F.Y. 2008-09
Finance		
Unsecured Loan received	-	118.00
Unsecured Loan repaid	118.00	-

Note : Related party relationship is as identified by the management.

5. Deferred Tax asset as on 31-03-10 is Rs. 36,546 on account of unabsorbed losses. However, no deferred tax asset has been considered in the books of accounts since the Company does not expect profits in the near future.
6. 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.
7. Balance of debtors, creditors and other advances are subject to confirmation. However, in the opinion of the Board, Current Assests, 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 forming part of the Balance Sheet and Profit and Loss Account

SCHEDULE - I - NOTES ON ACCOUNTS (Contd...)

8. Earning Per Share (EPS) as per Accounting Standard - 20

(Rupees in lacs)

Profit after tax
 Number of Equity Shares
 Face Value of Equity Share (Rs.)
 Basic and diluted (Rs.)

2009-10	2008-09
28.13	5.50
735,000	735,000
10	10
3.83	0.75

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

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



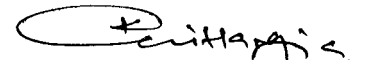
H.H. Bandukwala
 Partner.




Mumbai

Dated : 28-05-2010

For and on behalf of
 the Board of Directors



x k k (Director)



x k k (Director)

(Rs. in thousand)

Balance Sheet abstract and Company's general business profile

REGISTRATION DETAILS

CIN	U17110MH2004PTC030725
State Code	11
Balance Sheet Date	31-03-10

CAPITAL RAISED DURING THE YEAR

Nil

POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS

Total Liabilities	30,835
Total Assets	30,835

SOURCES OF FUNDS

Paid-up Capital	7,350
Reserves & Surplus	23,485

APPLICATION OF FUNDS

Net Fixed Assets	31
Investments	12,266
Net Current Assets	18,538

PERFORMANCE OF THE COMPANY

Total Revenue	3,348
Total Expenditure	93
Profit Before Tax	3,255
Profit After Tax	2,813
Earning per share (in Rs.)	3.83
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