

# PARAG SHILPA INVESTMENTS LIMITED

## NOTICE


NOTICE is hereby given that the Twenty Eighth Annual General Meeting of the Members of the Company will be held on the 17th day of September 2010, at Vikas, 11, Bank Street, Mumbai 400 023 at 3.30 p.m. to transact the following business:

### ORDINARY BUSINESS

- 1) To receive, consider and adopt the Audited Balance Sheet as at 31<sup>st</sup> March 2010 and the Profit and Loss Account for the year ended as on that date and the Report of the Directors and the Auditors thereon.
- 2) To appoint a Director in place of Mr. Rajnikant F. Shah, who retires by rotation and being eligible, offers himself for re-appointment.

To appoint M/s Patel Dalal & Associates, Chartered Accountants, the retiring auditors of the company, as Auditors, until the conclusion of the next Annual General Meeting and to fix their remuneration.

By Order of the Board of Directors,



Rajnikant F. Shah  
Chairman

Mumbai, 24th August 2010

### 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. A PROXY NEED NOT BE MEMBER OF THE COMPANY. Proxies 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.
- b) The relative Explanatory statements pursuant to section 173 (2) of the Companies Act, 1956, in respect of the Special business is attached hereto.
- c) The Register of Members and Transfer Books of the Company will be closed from 10<sup>th</sup> September 2010 and will remain closed till 17th September 2010 (both days inclusive).

By Order of the Board of Directors,



Rajnikant F. Shah  
Chairman

Mumbai, 24th August 2010

## PARAG SHILPA INVESTMENTS LIMITED

### DIRECTOR'S REPORT

To,  
The Members,

Your Directors are pleased to present the Annual Report together with Audited Statement of Accounts for the year ended 31st March, 2010.

#### FINANCIAL RESULTS:

The performance of the Company for the financial year ended 31st March 2010 is summarized below:

	(Figures in Rs.)	
	2009-2010	2008-2009
Loss before Tax	15222	15260
Less: Provision for Tax	--	--
Less : Balance Brought forward		
	-----	-----
	15222	15260
Less : Balance Brought forward	1871948	1887208
	-----	-----
Balance carried to Balance Sheet	1856726	1871948
	=====	=====

#### OPERATIONS:

During the Year the Company made a loss of Rs.15,222/- (Previous year Loss Rs.15260/-).

#### DIVIDEND:

In view of loss incurred by the Company during the year ended 31st March 2010. Your Directors do not recommend any Dividend for the year under review.

#### PARTICULARS OF EMPLOYEES:

There are no employees drawing salaries in excess of the limit provided in the Section 217 (2A) of the Companies Act, 1956 and hence no information for the same, for the year ended 31st March, 2010.

#### DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 217(2AA) of the Companies Act, the Directors' confirm that:-

-in the preparation of the annual accounts, the applicable accounting standards have been followed;

-appropriate accounting policies have been selected and applied consistently and judgements and estimates made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year ended 31st March, 2010 and of the loss of the Company for the year ended 31st March, 2010;

Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding

the assets of the company and for preventing and detecting fraud and other irregularities;

-the annual accounts have been prepared on a going concern basis.

**DIRECTOR:**

Mr. Rajnikant F. Shah, Director of the Company, retires by rotation at the ensuing Annual General Meeting and being eligible offer himself for reappointment.


**CONSERVATION OF ENERGY. TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS / OUTGO**

Information in accordance with the provisions of Section 217(1)(e) of the companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988 regarding conservation of energy and technology absorption are not applicable as the Company has not undertaken any manufacturing activity. There were no foreign exchange earning or outgo during the year under review.

**AUDITORS:**

At the Annual General Meeting, M/s. Patel Dalal & Associates, Chartered Accountants retires and they have given the certificate of their eligibility for reappointment as the Company's Auditor.

For Parag Shilpa Investments Limited

  
Rajnikant F. Shah  
Chairman

Date: 24th August 2010  
Place: Mumbai

09-10

## PATEL DALAL & ASSOCIATES

CHARTERED ACCOUNTANTS

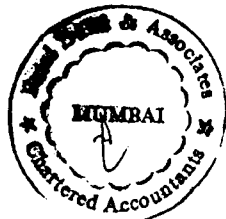
B-204,, Samarath apt.,Jawaharnagar  
Opp. Municipal Market, Road no-1,  
Goregoan (West)  
Mumbai 400 062.  
Tel: 2872 6421-2872 0285

### AUDITORS' REPORT

To,  
The Members of Parag Shilpa Investments Limited

We have audited the attached Balance Sheet of **Parag Shilpa Investments Limited** as at 31<sup>st</sup> March 2010, the Profit & Loss Account of the Company for the financial year ended on that date and also the Cash Flow Statement of the Company 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.

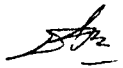
1. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, 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 statements presentation. We believe that our audit provided a reasonable basis for our opinion.
2. As required by the Companies (Auditor's Report) Order 2003 and amended by Companies (Auditors' Report) (Amendment) Order, 2004 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 hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order.
3. Further to our comments in the Annexure referred to in paragraph 2 above, we report that:
  - (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our Audit;
  - (b) In our opinion, proper books of account, as required by law, have been kept by the Company, so far as appears from our examination of those books;
  - (c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement referred to in this report are in agreement with the books of account;
  - (d) In our opinion the Balance Sheet, Profit and Loss account and Cash Flow Statement comply with the requirements of the mandatory accounting standards referred in subsection (3C) of section 211 of the Companies Act, 1956;
  - (e) On the basis of written representation received from all the directors, we report that none of the directors are disqualified as on 31<sup>st</sup> March, 2010 from being appointed as directors in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956;
  - (f) **The company has not complied with the Accounting Standard 22 (AS 22) issued by the Institute of Chartered Accountants of India in respect of accounting for taxes on Income and further its effect on profit and Loss account and Balance Sheet has not been ascertained by the Company.**
  - (g) In our opinion and to the best of our information and according to the explanations given to us, the said accounts subject to (f) above and 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:

- i. In so far as it relates to balance Sheet, of the state of affairs of the Company as at 31st March, 2010;
- ii. In so far as it relates to the Profit and Loss Account, of the "Loss" of the Company for the year ended on that date; and
- iii. in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

**For Patel Dalal & Associates**  
Chartered Accountants



**J.D. Patel**  
Partner  
Membership No: 34518



Mumbai  
Dated: 24th August, 2010

## **PATEL DALAL & ASSOCIATES**

CHARTERED ACCOUNTANTS

B-204,, Samarath apt.,Jawaharnagar

Opp. Municipal Market, Road no-1,

Goregoan (West)

Mumbai 400 062.

Tel: 2872 6421-2872 0285

### **ANNEXURE TO THE AUDITORS' REPORT**

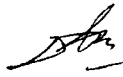
Referred to in paragraph 2 of our report of even date

1. As the Company had no fixed assets during the year the relevant clauses of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
2. As the Company had no inventories during the year and the Company has not carried out any manufacturing and/or trading activity, clauses 4(ii) and (viii) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
3. According to the information and explanation given to us, the Company has not granted or taken any loan, secured or unsecured, to/from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956, and hence the provisions of clause 4(iii) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
4. The Company has no internal audit system. However, during the course of our audit, we have not observed any major weaknesses in internal control.
5. There are no transactions made in pursuance of contracts or arrangements that need to be entered into the register maintained under section 301 of the Companies Act, 1956.
6. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public.
7. According to the information and explanation given to us and the records of the Company examined by us the Company there were no liability of depositing any statutory dues during the year.
8. According to the information and explanations given to us, no undisputed dues payable in respect of income-tax, sales-tax, wealth-tax, customs duty and cess were outstanding as at 31st March, 2010 for a period of more than six months from the date they became payable.
9. The financial statements of the Company as on 31st March, 2010 do not shows accumulated losses. However, the Company has incurred a cash loss of Rs.15,222/- during the financial year covered by our report.
10. There are no borrowings from financial institutions or banks and no debentures have been issued by the Company.
11. In our opinion and according to the information and explanation given to us, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.
12. According to the information and explanations given to us, the provisions of any special statute applicable to Chit Fund, Nidhi or Mutual Benefit Society are not applicable to the Company.
13. The Company has no investments during the year.
14. The Company has not given any guarantees for loans taken by others from banks or financial institutions.
15. The Company has not taken any term loans during the year.



16. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we are of the opinion that no funds raised on short-term basis during the year have been used for long-term purposes by the Company.
17. During the year, 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.
18. The Company has not raised any monies by way of debentures during the year.
19. The Company has not raised any money by way of public issue during the year.
20. In our opinion and according to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the year.

**For Patel Dalal & Associates**  
Chartered Accountants



**J. D. Patel**  
Partner  
Membership No: 34518



Mumbai  
Dated:24th August, 2010

**PARAG SHILPA INVESTMENTS LIMITED**  
**BALANCE SHEET AS AT 31ST MARCH, 2010.**

	Schedule	As at 31-03-2010 Rs.	As at 31-03-2009 Rs.
<b>SOURCES OF FUNDS</b>			
<b>Shareholder's Funds</b>			
Share Capital	A	2,400,000	2,400,000
Reserves & Surplus	B	1,856,726	1,871,948
<b>Loan Funds</b>			
Secured loans		-	-
Unsecured loans	C	278,513	278,513
<b>TOTAL</b>		<b>4,535,239</b>	<b>4,550,461</b>
<b>APPLICATION OF FUNDS</b>			
<b>Fixed Assets</b>			
Gross Block		-	-
Less : Depreciation		-	-
Net Block		-	-
<b>Current Assets, Loans and Advances</b>			
<b>Current Assets</b>			
Cash and Bank Balances	D	7,275	7,497
Loans & Advances		4,927,574	4,927,574
		4,934,849	4,935,071
<b>Less : Current Liabilities and Provisions</b>			
Current Liabilities	E	104,910	89,910
Provisions		294,700	294,700
<b>Net Current Assets</b>		<b>399,610</b>	<b>384,610</b>
<b>TOTAL</b>		<b>4,535,239</b>	<b>4,550,461</b>

**Notes on Accounts**

F

AS PER OUR ATTACHED REPORT OF EVEN DATE.

For **PATEL DALAL & ASSOCIATES**  
Chartered Accountants

(Jitendra D. Patel)  
Partner  
Membership No.34518



Place : Mumbai  
Date : 24th August 2010

FOR AND ON BEHALF OF BOARD

(Rajnikant F. Shah)  
DIRECTOR

(Pankaj R. Pandya)  
DIRECTOR

Place : Mumbai  
Dated : 24th August 2010



## PARAG SHILPA INVESTMENTS LIMITED

### PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2010


	Schedule	Year ended 31-03-2010 Rs.	Year ended 31-03-2009 Rs.
<b>INCOME</b>			
Other Income		-	-
<b>TOTAL</b>		<u>-</u>	<u>-</u>
<b>EXPENDITURE</b>			
Rates & Taxes		-	-
Listing & Filing Fees		-	-
Audit Fees		15,000	15,000
Bank Charges		222	260
<b>TOTAL</b>		<u>15,222</u>	<u>15,260</u>
Profit before Depreciation		(15,222)	(15,260)
Less : Depreciation		-	-
Profit before Taxation		(15,222)	(15,260)
Less : Provision for Taxation		-	-
Current Tax		-	-
Profit/(Loss) after Taxation		(15,222)	(15,260)
Profit/(Loss) brought forward		1,871,948	1,887,208
<b>Profit/(Loss) carried over to Balance sheet</b>		<u>1,856,726</u>	<u>1,871,948</u>
Basic & Diluted Earning Per Share (in Rs.)		(0.06)	(0.06)
Nominal Value Per Share (In Rs.)		10	10

#### NOTES TO THE ACCOUNTS

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AS PER OUR ATTACHED REPORT OF EVEN DATE.

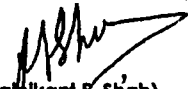
**For PATEL DALAL & ASSOCIATES**  
Chartered Accountants

  
(Jitendra D. Patel)  
Partner  
Membership No.34518



Place : Mumbai  
Date : 24th August 2010

**FOR AND ON BEHALF OF BOARD**

  
(Rajil Kant F. Shah)  
DIRECTOR

  
(Pankaj R. Pandya)  
DIRECTOR

Place : Mumbai  
Dated: 24th August 2010

# **PARAG SHILPA INVESTMENTS LIMITED**

## **SCHEDULES FORMING PART OF ACCOUNTS**

	As at 31-03-2010 Rs.	As at 31-03-2009 Rs.
<b>SCHEDULE - A</b>		
<b><u>SHARE CAPITAL</u></b>		
<i>Authorised</i>		
2,50,000 Equity shares of Rs.10 each	2,500,000	2,500,000
	<u>2,500,000</u>	<u>2,500,000</u>
<i>Issued, Subscribed &amp; paidup</i>		
2,40,000 Equity shares of Rs.10 each	2,400,000	2,400,000
	<u>2,400,000</u>	<u>2,400,000</u>
<b>SCHEDULE - B</b>		
<b><u>RESERVES AND SURPLUS</u></b>		
Profit & Loss Account	1,856,726	1,871,948
	<u>1,856,726</u>	<u>1,871,948</u>
<b>SCHEDULE - C</b>		
<b><u>UNSECURED LOANS</u></b>		
from Director	142,883	142,883
from Body Corporate	125,630	125,630
others	10,000	10,000
	<u>278,513</u>	<u>278,513</u>

(Cont.. 2)



	As at 31-03-2010 Rs.	As at 31-03-2009 Rs.
<b>SCHEDULE - D</b>		
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>		
<b>A) CURRENT ASSETS</b>		
<b>Cash &amp; Bank Balance</b>		
Cash in hand	373	373
In Current Account with Scheduled Banks	6,902	7,124
	<u>7,275</u>	<u>7,497</u>
<b>B) LOANS &amp; ADVANCES</b>		
Unsecured - Considered Good		
Advance recoverable in cash or in kind or for value to be received	4,633,769	4,633,769
Advance payment of Taxes	107,853	107,853
Tax Deducted at source	185,952	185,952
	<u>4,927,574</u>	<u>4,927,574</u>
<b>TOTAL</b>	<b><u>4,934,849</u></b>	<b><u>4,935,071</u></b>

**SCHEDULE - E**

**CURRENT LIABILITIES AND PROVISIONS :**

**A) Current Liabilities :**

Sundry Creditors and Other Liabilities 104,910 89,910

**B) Provisions :**

Provision for Taxation 294,700 294,700

**TOTAL** **399,610** **384,610**



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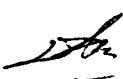
**CASH FLOW STATEMENTS**

**Annexed to the Balance Sheet for period from April 2009 to March 2010.**

	Year ended 31-03-2010	Year ended 31-03-2009
	Rs.	Rs.
<b>CASH FLOW FROM OPERATION ACTIVITIES</b>		
NET PROFIT / LOSS AFTER TAX	(15)	(15)
Adjusted for		
Provision for Taxation	-	
Interest Income	-	
Operating (Loss) before working capital charges	(15)	(15)
Adjusted for		
Trade and other receivables	-	
trade payables	15	15
cash generated from operations	(1)	
taxes paid	-	
net cash from operating activities	(1)	
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
interest Received	-	
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Long Term Borrowings	-	
Net Increase (Decrease) in Cash and Cash equivalents	(1)	
opening balance of cash and cash equivalents	8	8
Closing balance of cash and cash equivalents	7	8

AS PER OUR ATTACHED REPORT OF EVEN DATE.

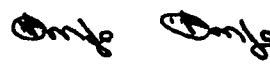
**For PATEL DALAL & ASSOCIATES**  
Chartered Accountants

  
(Jitendra D. Patel)  
Partner  
Membership No.34518



**FOR AND ON BEHALF OF BOARD**

  
(Rajnikant F. Shah)  
DIRECTOR

  
(Pankaj R. Pandya)  
DIRECTOR

Place : Mumbai  
Date : 24th August 2010

PARAG SHILPA INVESTMENTS LIMITED

NOTES TO ACCOUNTS  
SCHEDULE F

1 **Significant Accounting Policies:**

- a. Basis of preparation of Financial statements The financial statements are prepared under the historical cost convention in accordance with the normally accepted accounting principles and the provisions of the Companies Act, 1956 as adopted consistently by the Company.
  - b. Provision for Current and Deferred Tax Provision for current Income Tax is made on the taxable income under the Income Tax Act, 1961. Deferred tax assets is recognized only to the extent there is reasonable certainty with respect to reversal of the same in future years as a matter of prudence.
2. The Previous year's figures have been regrouped, rearranged and reclassified wherever necessary.
  3. As no manufacturing activities were carried out during the year, information required under para 3 and 4 of Part II of Schedule VI of Companies Act, 1956 are not given.
  4. As per Accounting Standard 18, issued by the Institute of Chartered Accountants of India, there are no related party transactions during the year 2009-10
  5. Additional information as required under part IV of Schedule VI to the companies Act, 1956.

**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**

REGISTRATION NO.	27146
STATE CODE	011
BALANCE SHEET DATE	31-03-2010

Capital raised during the year (Amount in Rs. thousands)

Public Issue	Rights Issue
Nil	Nil
Bonus Issue	Private Placement
Nil	Nil

Position of Mobilisation and Deployment of Funds  
(Amounts in Rs.Thousands)

Total Liabilities	Total Assets
4,535	4,535



Source of Funds:  
Paid Up Capital  
2,400

Reserves and Surplus  
1,856

Unsecured Loans  
279

**Application of Funds:**

Net Current Assets  
4,535

Performance of Company (Amounts in Rs. Thousands)

Total Income  
0

Total Expenditure  
0

Loss before Tax  
15

Loss after tax  
15

Earnings per Share in Rs.  
10

Dividend %  
Nil

Generic names of Three Principal products / services of the company (as per Monetary terms)


Item Code No. ( ITC code)  
Product Description

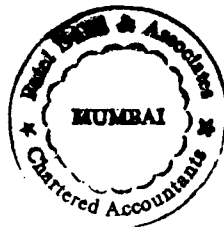
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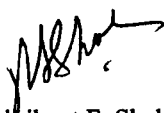
Signatures to Schedule 'A' to 'F'


As per our report of even date attached  
For Patel Dalal & Associates  
Chartered Accountants

For and on behalf of the Board

  
J. D. Patel  
Partner  
Membership no: 34518



  
Rajnikant F. Shah  
Chairman

  
Pankaj R. Pandya  
Director

PLACE : Mumbai  
DATE : 24<sup>th</sup> August 2010