

# HEM HOLDINGS & TRADING LIMITED

Regd. Off.601/602A, Fairlink Centre, Andheri Link Road,  
Andheri (West) Mumbai – 400 053

## DIRECTORS' REPORT

Dear Members,

Your Directors are pleased to present the 28th Annual Report and Accounts of your Company, for the year ended 31<sup>st</sup> March, 2010.

### FINANCIAL RESULTS:

	Year ended 31-03-2010	(Rs.in'000') Year ended 31-03-2009
Total Income	811.93	297.15
Total Expenditure	277.75	300.43
Profit before Tax	534.17	(3.28)
Provision for Taxation	122.00	16.50
Profit after Tax	412.17	(19.78)

### DIVIDEND:

In order to conserve funds of the Company, for future growth, the Board of Directors have decided not to recommend any dividend for the year under review.

### PERFORMANCE REVIEW:

The total Income for the financial year 2009-2010 was Rs. 811.93 thousand as against Rs. 297.15 thousand for the year 2008 - 2009.

### FUTURE PROSPECTS:

The Company have posted higher total income for the year under review due to increase in rental income and dividend income. In future your Company expects better result in in comparison to current year.

### Conservation of Energy, Technology & Foreign Exchange:

The Company not being a manufacturing Company and there being no inflow and outgo of foreign exchange, conservation of energy, Technology & Foreign Exchange is not applicable, as such, information as required under 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, is not applicable.

### PUBLIC DEPOSITS:

The Company has not accepted any deposit within the meaning of section 58A of the Companies Act, 1956 and the Rules made there under.

**PARTICULARS OF EMPLOYEES:**

Information as per Section 217(2A) of the Companies act, 1956 read with the Companies (Particulars of employees) Rules 1975 as amended, are not applicable, as none of the employees drew remuneration beyond the limits specified.

**BOARD OF DIRECTORS:**

Shri Harkishan Shah and Smt. Prabha M Shah, Director of the Company retire by rotation at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment. Your Directors recommend their appointment.

**DIRECTORS' RESPONSIBILITY STATEMENT:**

Pursuant to Section 217(2AA) of the Companies Act, 1956, the Directors confirm that:

- a) that in the preparation of the annual accounts for the year, the applicable accounting standards have been followed and that there are no material departures:
- b) they have selected such accounting policies and have applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of Company at the end of the financial year, and of the profit of the Company for the period ended 31<sup>st</sup> March, 2010.
- c) they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) They have prepared the annual accounts on a going concern basis.

**AUDITORS:**

M/s Parikh & Shah, Chartered Accountants, who are the Statutory Auditors of the Company, hold office until the ensuing Annual General Meeting. It is proposed to re-appoint them for the financial year 2008-2009. They have under section 224(1) of the Companies Act, 1956, furnished the certificate of their eligibility for re-appointment.

**AUDITORS REPORT:**

The observations made by the Auditors is self-explanatory, and, hence do not require any further explanations.

**ACKNOWLEDGEMENTS:**

Your Directors wish to place on record their appreciation of the assistance and cooperation extended to the Company by Banks, employees, shareholders and all other persons who are associated with the Company.

Date: 26<sup>th</sup> May, 2010.

Place: Mumbai

For and on behalf of the Board

*PhL*  
(H.C. SHAH)  
DIRECTOR



## AUDITORS' REPORT

TO,  
THE MEMBERS OF  
HEM HOLDINGS AND TRADING LIMITED

1. We have audited the attached Balance Sheet of HEM HOLDINGS AND TRADING LIMITED, as at 31<sup>st</sup> March, 2010, the Profit and Loss Account and also the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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 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 over all 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, as amended by the Companies (Auditor's Report) (Amendment) Order, 2004 (together the Order) issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act, 1956, we annex hereto a statement on the matters specified in paragraphs 4 and 5 of the said Order.

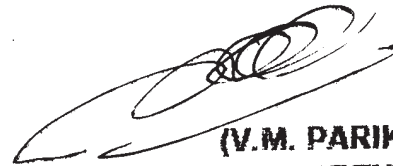
4. Further to our comments in the Annexure referred to above, we report that:

- 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 accounts as required by law have been kept by the Company so far as appears from our examination of the 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 accounts.
- (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 Section 211 (3C) of the Companies Act, 1956 to the extent applicable;
- v) On the basis of Written representations received from the directors as on 31<sup>st</sup> March, 2010 and taken on a record by the Board of Directors, we report that none of the directors is disqualified as on 31<sup>st</sup> 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;



- vi) 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 there on, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March, 2010;
  - b) in the case of the Profit and Loss Account, of the Profit for the year ended on that date; and
  - c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

FOR PARIKH & SHAH.  
CHARTERED ACCOUNTANTS.



(V.M. PARIKH).  
PARTNER.  
MEMBERSHIP NO. 7878.



MUMBAI: 26<sup>th</sup> MAY 2010



**ANNEXURE**

**RE: HEM HOLDING AND TRADING LIMITED**

**ANNEXURE TO AUDITORS' REPORT ON THE ACCOUNTS FOR  
THE YEAR ENDED : 31<sup>ST</sup> MARCH, 2010.**

**(Referred to in Paragraph 3 of our report of even date)**

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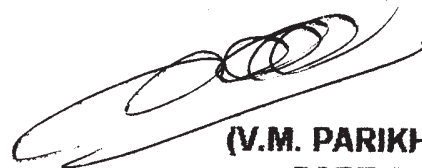
1. a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.  
  
b) The fixed assets of the Company have been physically verified by the management during the year and no material discrepancies have been noticed on such verification.  
  
c) No Fixed assets have been disposed off during the year.
2. In view of the nature of the Company's business, there being no inventory, the provisions of Clause 4(ii) of the Order are not applicable to the Company.
3. The Company has neither granted any Loan to or taken any loan from Companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956 and hence clause 4(iii) of the Order is not applicable for the year.
4. In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the Company and nature of its business for the purchase of fixed assets and sale of service. During the course of our audit, we have not observed any major weaknesses in internal control system. There is no purchase of inventory or sale of goods.

- 5) **In our opinion, and according to the information and explanations given to us, there are no contracts or arrangement that need to be entered in the register required to be maintained under section 301 of the Companies Act, 1956.**
- 6) **The Company has not accepted any deposits from the public and consequently, the provisions of clause 4(vi) of the Order are not applicable to the Company.**
- 7) ***The requirement of Internal Audit is applicable to the Company. The Company does not have formal internal audit system, however, as explained to us, the existing internal control procedures ensure reasonable checks of its financial and other records.***
- 8) **In view of the nature of the its business, the Company is not required to maintain cost records under section 209 (1) (d) of the Companies Act, 1956.**
- 9) **According to information and explanations given to us,**
  1. **There are no other statutory dues except income tax which has been regularly deposited with appropriate authorities.**
  2. **There are no income tax or any other statutory dues which have not been deposited on account of any dispute.**
  3. **The Company does not have any accumulated losses at the end of the financial year. The company has not incurred any cash losses during the financial year and in the immediately preceding financial year.**
  4. **The Company has no dues payable to any financial institution or bank or debenture holders.**
  5. **According to the information and explanations given to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and/or other securities.**
  6. **The Company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provisions of Clause 4(xiii) of the Order are not applicable to the Company.**



7. According to the information and explanations given to us, the Company is not dealing or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of Order are not applicable to the Company. All the shares and units held as investments, at the close of the year, are held in the name of the Company.
8. According to the information and explanations given to us, the Company has not given guarantees for loans taken by others from banks or financial institutions.
9. The Company has not obtained any term loans during the year.
10. According to the information and explanations given to us, the Company has not raised any funds on short term basis during the year.
11. The Company has not made any preferential allotment of shares to the parties or companies covered in the Register maintained under Section 301 of the Companies Act, 1956 during the year.
12. There are no debentures issued or outstanding during the year – and accordingly, the creation of security or charge thereof does not arise.
13. The Company has not raised any money by public issues during the year and hence the requirement of disclosure and verification of end use of such money is not applicable.
14. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instances of material fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management.

**FOR PARIKH & SHAH  
CHARTERED ACCOUNTANTS**



**(V.M. PARIKH).  
PARTNER.  
MEMBERSHIP NO. 7878.**

**MUMBAI: 26<sup>TH</sup> MAY, 2010**

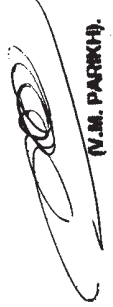




## HEM HOLDINGS AND TRADING LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2010

PREVIOUS YEAR	LIABILITIES	CURRENT YEAR	PREVIOUS YEAR	ASSETS	CURRENT YEAR
	<b>SHARE CAPITAL :</b>			<b>FIXED ASSETS :</b>	
	Authorised :			As per Annexure 'A'	214,001.00
2,500,000.00	2,50,000 Equity Shares of Rs. 10/- each	2,500,000.00	725,264.00	INVESTMENTS : (AT COST)	
	Issued and Subscribed :			As per Annexure 'B'	3,731,471.24
2,400,000.00	2,40,000 Equity Shares of Rs. 10/- each fully paid	2,400,000.00	3,587,851.82	CURRENT ASSETS, LOANS AND ADVANCES :	
	<b>RESERVES AND SURPLUS :</b>			CURRENT ASSETS :	
	Special Reserve Fund :			Cash on hand	4,254.16
	Balance as per last Balance Sheet	547,000.00	945.16	Bank Balances :	
547,000.00	Add: Transferred from Profit and Loss Account	85,000.00	200,000.00	With a Scheduled Bank :	
		632,000.00		In Fixed Deposits	800,000.00
38,400.00	General Reserve :	38,400.00	578,304.40	In Current Account	379,029.59
	Balance as per last Balance Sheet		778,304.40		1,179,029.59
1,355,941.56	Profit and Loss Account	1,635,184.99	779,249.56	LOANS AND ADVANCES : (Unsecured-Considered Good)	
1,941,341.56				Advances Recoverable in cash or in kind or for value to be received	176,081.00
	<b>CURRENT LIABILITIES AND PROVISIONS :</b>				1,359,364.75
316,651.06	Current Liabilities :				
	Sundry Creditors	320,752.00	345,627.24		
	Provisions :				
280,000.00	Provision for Taxation	278,500.00	1,124,876.80		
596,651.06	<b>ACCOUNTING POLICIES AND NOTES :</b>				
	As per Annexure 'C'				
4,937,992.62		Rs.	Rs.		Rs.
		5,304,836.99	4,937,992.62		5,304,836.99


As per our report attached.  
FOR PARKHI & SHAH.


(V.M. PARKHI)  
PARTNER.  
MEMBERSHIP NO. 7878.

MUMBAI : 26TH MAY 2010

FIRM REGISTRATION 107528W

MUMBAI : 26TH MAY 2010

B.K. Mehta  


(B.K. MEHTA)  
DIRECTORS.

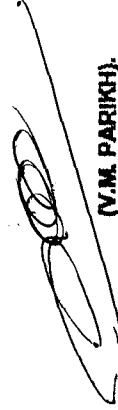


HEM HOLDINGS AND TRADING LIMITED  
PROFIT AND LOSS ACCOUNT FOR THE YEARENDED : 31ST MARCH, 2010

PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR
63,984.00	59,792.00	140,000.00	610,000.00
66,189.00	126,800.00	102,442.04	172,189.17
11,500.00			
2,500.00			
1,730.00			
15,730.00		43,814.75	16,607.00
14,000.00			
128,687.00	15,442.00	10,886.11	13,192.26
11,866.00	12,000.00		
16,500.00	53,518.00		
	11,263.00		
	122,000.00	19,783.10	
	412,173.43		
316,928.00	811,928.43	316,928.00	811,928.43
19,783.10			
1,355,941.56	47,630.00	1,375,724.66	1,355,941.56
1,375,724.66	85,000.00		412,173.43
	1,695,184.99	1,375,724.66	1,768,114.99
	1,768,114.99		

As per our report attached.


FOR PARIKH & SHAH,  
CHARTERED ACCOUNTANTS.

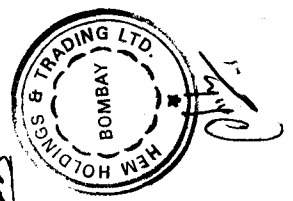
  
(V.M. PARIKH),  
PARTNER.

MEMBERSHIP NO.787B.  
FIRM REGISTRATION 107526W

MUMBAI : 26TH MAY 2010

MUMBAI: 26TH MAY 2010

B.H. Mehta  
  
DIRECTORS.



**HEM HOLDINGS AND TRADING LIMITED**

**CASH FLOW STATEMENT FOR THE YEAR ENDED : 31ST MARCH,2009  
(PURSUANT TO THE LISTING AGREEMENT WITH STOCK EXCHANGE)**

	<u>2009-2010</u>	<u>2008-2009</u>
<b>(A) CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Net Profit/(Loss) before Tax and extra ordinary items	534,173	(3,283)
Adjustments for		
Depreciation	11,263	11,856
Interest Received	(16,607)	(43,815)
Dividend Received	(172,189)	(102,442)
Profit or Loss on Sale of Investments	(13,132)	(10,887)
	<u>(190,665)</u>	<u>(145,288)</u>
Operating Profit/(Loss) before working capital changes	343,508	(148,571)
Adjustments for		
Trade and Other receivable	15,120	5,547
Trade Payable	4,101	(709,329)
	<u>362,729</u>	<u>(852,353)</u>
Cash generated from Operations	362,729	(852,353)
Direct Taxes Paid/Refund Received	(17,004)	-
Net Cash from Operating Activities	<b>A</b> <u>345,725</u>	<u>(852,353)</u>
<b>(B) CASH FLOW FROM INVESTMENTS ACTIVITIES :</b>		
Sales of Investments	19,513	171,324
Purchase of Investments	(150,000)	(443,075)
Interest Received	16,607	43,815
Dividend Received	172,189	102,442
Net Cash from Investments Activities	<b>B</b> <u>58,309</u>	<u>(125,494)</u>
<b>(C) CASH FLOW FROM FINANCING ACTIVITIES</b>		
Loans Received / (Repaid)	-	-
Interest Paid	-	-
Net Cash used in Financing Activities	<b>C</b> <u>-</u>	<u>-</u>
Net change in cash and cash Equivalents (A + B + C)	<u>404,034</u>	<u>(977,847)</u>
OPENING BALANCE OF CASH AND CASH EQUIVALENTS	779,250	1,757,097
CLOSING BALANCE OF CASH AND CASH EQUIVALENTS	1,183,284	779,250

MUMBAI: 26 TH MAY 2010

  
  
**B.H. Mehta**  
**P.H.K.**  
**DIRECTORS.**



**ANNEXURE -A**

**HEM HOLDINGS AND TRADING LIMITED**

**SCHEDULE OF FIXED ASSETS ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2010**

PARTICULARS	G R O S S B L O C K		(COST)		D E P R E C I A T I O N			N E T B L O C K	
	AS ON 31/03/2009	ADDITIONS/ (DEDUCTIONS) DURING THE YEAR	AS AT 31/03/2010	UPTO 31/03/2009	PROVIDED DURING THE YEAR	DEDUCTION DURING THE YEAR	UPTO 31/03/2010	AS ON 31/03/2010	AS ON 31/03/2009
Premises	834,037.50	-	834,037.50	608,773.50	11,263.00	-	620,036.50	214,001.00	225,264.00
Rs.	834,037.50	-	834,037.50	608,773.50	11,263.00	-	620,036.50	214,001.00	225,264.00



Deferred tax asset or liability is recognised for timing differences between the profit as per financial statements and the profit offered for income tax, based on tax rates have been enacted or substantively enacted at the Balance Sheet date. Deferred tax assets are recognised only if there is reasonable certainty that sufficient future taxable income

## HEM HOLDINGS AND TRADING LIMITED

## SCHEDULE OF INVESTMENTS ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2010

## INVESTMENTS (AT COST) :

## LONG TERM (QUOTED) :

## TRADE :

## I. EQUITY SHARES (QUOTED) :

Name of the Company & Funds	* Number of Shares/Units	As At	
		31st March, 2010	31st March, 2009
Simplex Castings Limited	47,000	(47,200)	1,648,184.46
*** Hindustan Lever Limited	400	(400)	60,024.00
Oil and Natural Gas Corporation Limited	70	(70)	39,010.00
*** Hindalco Industries Limited (Fully paid up)	528	(528)	68,113.00
Pfizer (India) Limited	66	(66)	45,210.00
Charmbal Fertilizers & Chemicals Limited	1,000	(1,000)	20,600.00
*** East India Hotels Limited	750	(750)	22,350.00
ICICI Bank Limited	250	(250)	69,000.00
Sunflag Iron & Steel Co. Limited	3,000	(3,000)	55,168.24
Investment & Precision Casting Limited	400	(400)	50,278.80
National Thermal Power Co. Limited	900	(400)	139,545.35
***Ballarpur Industries Limited	1,500	(1,500)	38,970.00
Sarda Energy & Minerals Limited	100	(100)	14,483.50
*** Siemens Limited	200	(200)	100,455.81
State Bank of India Limited	60	(60)	63,569.39
Hindustan Zink Limited	100	(100)	80,412.14
Reliance Communication & Venture Limited	500	(500)	229,292.76
Central Bank Of India	60	(60)	6,120.00
Reliance Power Limited	25	(25)	6,880.00

IDBI Bank Limited	1,000	(1,000)	45,099.00	45,099.00
IDFC Limited	400	(400)	37,220.35	37,220.35
Shri Bejrang Alloys	1,000	(1,000)	27,590.28	27,590.28
Tamboli Capital Limited	800	(800)	15,273.74	15,273.74
<b>TOTAL (I)</b>			<b>2,876,471.24</b>	<b>2,882,851.82</b>

II. MUTUAL FUNDS : (QUOTED) :

HSBC Midcap Equity Fund Growth Account	3260.919	-	50,000.00	
HDFC Top 200 Fund Growth Account	703.72	-	100,000.00	
HSBC Midcap Equity Fund	12950.955	12,951	140,000.00	140,000.00
Fidelity Equity Growth Fund	9669.554	(9669.554)	115,000.00	115,000.00
SBI Blue Chip Fund	5000.00	(5000.00)	50,000.00	50,000.00
Fidelity India Special Situation Fund	9779.951	(9779.951)	100,000.00	100,000.00
Franklin Templeton India Equity Fund-Dividend	19550.342	(19550.342)	200,000.00	200,000.00
SBI - Infrastructure Fund- Dividend	1000.00	(1000.00)	100,000.00	100,000.00
<b>TOTAL (II)</b>			<b>855,000.00</b>	<b>705,000.00</b>
<b>TOTAL (I)+(II)</b>			<b>3,731,471.24</b>	<b>3,587,851.82</b>

(Market Value of Quoted Investments Rs.57,16,908.10/-Previous Year Rs.29,25,173.06)

\* Face Value of all Shares/Units is Rs.10/- each except.

a) Marked "a" of which face value of Rs.1/- each.

b) Marked "b" of which face value of Rs.2/- each.

\* Previous Year's figures are shown in brackets.

HEM HOLDING AND TRADING LIMITED

SCHEDULE OF ACCOUNTING POLICIES AND NOTES ANNEXED TO AND FORMING PART OF THE  
BALANCE SHEET AS AT: 31ST MARCH 2010

**1) ACCOUNTING POLICIES :**

**(a) Basis of Accounting :**

The accounts have been prepared on the basis of historical costs.

**(b) Fixed Assets :**

Fixed Assets are valued at cost less depreciation; Cost comprises of purchase price and any attributable cost of bringing the assets to the working conditions for its intended use.

**(c) Depreciation :**

Depreciation on Fixed Assets has been provided on "Written Down Value Basis" in the manner and at the rates specified in Schedule XIV of the Companies Act, 1956.

**(d) Investments :**

Investments are stated at cost of acquisition. Investments being Long Term Investments, diminution, if any, in their market value on account of temporary factors is not provided for.

**(e) Recognition of Income and Expenditure :**

Items of Income and Expenditure are generally recognised

**(f) Contingent Liabilities :**

Contingent Liabilities, if any, are generally not provided in the accounts and are shown separately in notes to the accounts.

**(g) Deferred Tax :**

Deferred tax asset or liability is recognised for timing differences between the profit as per financial statements and the profit offered for income tax, based on tax rates have been enacted or substantively enacted at the Balance Sheet date. Deferred tax assets are recognised only if there is reasonable certainty that sufficient future taxable income will be available, against which they can be realised.

2) Sundry Creditors include Security deposit for premises Rs.3,00,000/- (Previous Year Rs.3,00,000/-)

3) a) Income from Service Activity : Rent is shown separately in Profit and Loss Account and hence it is not repeated here.

b) Tax deducted at source from interest :

On Fixed Deposits with a Bank Rs.2,517/- (Previous Year Rs.7,352/-)



4) Miscellaneous Expenses include

<u>Particulars</u>	<u>Current Year</u>	<u>Previous Year</u>
Filing Fees	3,000.00	8,000.00
Printing & Stationery	-	7,700.00
Postage, Telegrams & Telephone	4,331.00	5,398.00
Brokerage Expenses	-	50,000.00
Listing Fees	12,114.00	10,000.00
Professional Fees	7,662.00	8,492.00
Advertisement	20,945.00	14,969.00
Legal Charges	-	15,350.00

5) In the absence of any intimation received from the vendors regarding the status of their registration under "The Micro, Small and Medium Enterprises Development Act 2006" the Company is unable to comply with the disclosures required to be made under this Act.

6) The Company's business activity falls within a single primary business segment. Viz finance and investments. As such, there are no separate reportable Segments as per Accounting Standard 17.

7) RELATED PARTY DISCLOSURES UNDER ACCOUNTING STANDARD 18.

A. Related Parties :

(i) Associate Companies

- Shemaroo Video Pvt.Ltd.
- Shemaroo Video Recording (Bombay) Pvt.Ltd.
- Globe Industrial Valva (I) Pvt.Ltd.
- SEFW Projects Pvt.Ltd.
- Prabha Plantation Pvt.Ltd.
- Sim Prabha Estates and Trading Company Pvt. Ltd.

(ii) Directors :

- Shri H.C.Shah
- Shri B.H. Maroo
- Shri Shamji. M. Shah
- Shri Mulchand. R. Shah
- Shri Prabha. M. Shah





**B. Related party Transactions :**

SR. NO	NATURE OF TRANSACTIONS	ASSOCIATE COMPANIES		DIRECTORS	
		2009-2010	2008-2009	2009-2010	2008-2009
1	Sitting Fees	-	-	12,000	14,000

C. There are no write offs/Write back of any amounts for any of the above related parties.

8) In accordance with accounting Standard -22 Accounting for taxes on income deferred Tax asset arising on account of brought forward losses and unabsorbed depreciation are presently not recognised for want of certainty of future taxable income being generated.

	Current Year	Previous year
9) Earnings per Share (EPS) : Profit/(Loss) after tax	422,173	(19,783)
Number of Equity Shares at the beginning and at the end of the year	240,000	240,000
Basic/Diluted Earning per share	Rs. 1.72	Rs. ( 0.08 )

10) Information required in terms of Part IV of Schedule VI of the Companies Act, 1956 is attached herewith.

11) Previous Year's figures have been regrouped/rearranged, wherever necessary, for comparison.


Signatures to Annexures 'A' and 'B'  
FOR PARIKH & SHAH  
CHARTERED ACCOUNTANTS.

  
(V.M. PARIKH).  
PARTNER.

MEMBERSHIP NO.7878.  
FIRM REGISTRATION 107520W

MUMBAI : 25TH MAY 2010



B.K. Mehta  


MUMBAI : 26 TH MAY 2010  
DIRECTORS.



**HEM HOLDING AND TRADING LIMITED**

**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**  
(Submitted in terms of Part IV of Schedule VI to the Companies Act, 1956)

**I. Registration Details**

**Registration No.**  
26832

**State Code**  
11

**Balance Sheet Date : 31-03-2010**

**II. Capital raised during the year (Amount in Rs.Thousand)**

**Public Issue**  
NIL

**Rights Issue**  
NIL

**Bonus Issue**  
NIL

**Private Placement**  
NIL

**III. Position of Mobilisation and Deployment of funds (Amount in Rs.Thousand)**

**Total Liabilities**  
4705

**Total Assets**  
4705

**Sources of Funds :**

**Paid up Capital**  
2440

**Reserve and Surplus**  
2035

**Secured Loans**  
NIL

**Unsecured Loans**  
NIL

**Application of Funds :**

**Net Fixed Assets**  
214

**Investments**  
3731

**Net Current Assets**  
760

**Accumulated Losses**  
NIL

**Miscellaneous Expenditure**  
NIL

**IV. Performance of the Company (Amount in Rs.Thousand)**

<b>Total Income</b> (Interest,Dividend,Rent.etc.)	<b>Total Expenditure</b>
812	278
<b>Profit Before Tax</b>	<b>Profit After Tax</b>
534	20
<b>Earning Per Share (In Rs.)</b>	<b>Dividend</b>
(+)1.72	--

**V. Generic Names of Three Principal Products/Services of Company  
(As per monetary terms)**

<b>Item Code No.(ITC Code)</b>	<b>NIL</b>
<b>Product Description</b>	<b>Investments</b>
<b>Item Code No.(ITC Code)</b>	<b>NIL</b>
<b>Product Description</b>	<b>Finance</b>

**MUMBAI : 26 TH MAY 2010**

*B. H. Mehta*

*Chit*

**DIRECTORS.**



*Chit*