

27th

Annual Report

2010-2011

SANMITRA COMMERCIAL LIMITED

Office No. 4, G. Floor, Ruby Mahal,
30D, Cawasji Patel Street, Fort, Mumbai 400 001

SANMITRA COMMERCIAL LIMITED

BOARD OF DIRECTORS

SANTOSH SURVE
SURESH JAIN
PRAKASH SHAH
ARVIND SHAH

AUDITORS

M/s. A.W. KETKAR & CO.
Chartered Accountants,
Mumbai

BANKERS

SYNDICATE BANK
Mumbai

REGISTERED OFFICE

Office No. 4, G. Floor, Ruby Mahal,
30D, Cawasji Patel Street, Fort,
Mumbai 400 001.

SHARE TRANSFER AGENT

PURVA SHAREGISTRY INDIA PVT. LTD.,
Shiv Shakti Industrial Estates, G. Floor,
Unit No. 9, 7-B, J. R. Boricha Marg,
Sitaram Mill Compound, Mumbai 400 001.
Phone: (022) 2301 6761/ 2301 8261
Fax: (022) 2301 8261

SANMITRA COMMERCIAL LIMITED

NOTICE

NOTICE is hereby given that the Twenty Seventh Annual General Meeting of the SANMITRA COMMERCIAL LIMITED will be held on Friday, September 30, 2011 at 5.00 P. M. at its Office at 71, Laxmi Building, Sir P. M. Road, Fort, Mumbai 400 001 to transact the following Businesses:

ORDINARY BUSINESS

1. To adopt the Audited Balance Sheet and Profit & Loss Account for the year ended March 31, 2011 and the Reports of the Directors and Auditors.
2. To appoint a Director in place of Mr. Santosh J. Surve, who retires by rotation and being eligible offers himself for reappointment.
3. To appoint Auditors and fix their remuneration.

Place : Mumbai,

Date : May 30, 2011

REGISTERED OFFICE

Office No. 4, G. Floor, Ruby Mahal,
30D, Cawasji Patel Street, Fort, Mumbai 400 001.

By Order of the Board of Directors

SURESH JAIN

Director

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/HERSELF AND SUCH A PROXY NEED NOT BE A MEMBER. PROXIES MUST BE RECEIVED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY-EIGHT HOURS BEFORE THE ANNUAL GENERAL MEETING.
2. The Register of Members and the Share Transfer Books of the Company will remain closed from Saturday, 24th September 2011 to Friday, 30th September 2011 (Both days inclusive).

SANMITRA COMMERCIAL LIMITED

DIRECTORS' REPORT

To
The Members of
Sanmitra Commercial Limited

Your Directors have pleasure in presenting Twenty Seventh Annual Report together with the Audited Accounts of the Company for the year ended 31st March 2011.

PERFORMANCE

The Income of operation during the year was Rs. 11,38,05,120/- as compared to Rs. 10,83,93,967/- in the previous year. The Company has earned a net profit after taxes at Rs.86,625/- against Rs. 36156/- for the previous year. Due to inadequate profit, your Directors are unable to recommend any dividend.

DIRECTOR'S RESPONSIBILITY STATEMENT

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

1. In the preparation of the annual accounts, the applicable accounting standards have been followed.
2. Appropriate accounting policies as mentioned in Schedule No. 7 have been selected and applied consistently and have made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2010 and of the profit of the Company for Year ended on that date.
3. 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;
4. The annual accounts have been prepared on a going concern basis.

LISTING AGREEMENT

Pursuant to Clause 32 of the listing agreement with Mumbai Stock Exchange, the Company declares that its securities are listed on Mumbai Stock Exchange. Listing Fees have been duly paid to the Mumbai Stock Exchange for the year 2011-2012.

DIRECTORS

Mr. Santosh J. Surve retires by rotation at the ensuring Annual General Meeting and though being eligible does not offers himself for reappointment.

FIXED DEPOSITS

The Company has not accepted any Fixed Deposit from the public during the year under review.

EMPLOYEES

No employee is receiving remuneration beyond the limit prescribed under the provisions of Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 as amended up to date.

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

The company has only trading activities hence, the information as required under section 217 (1)(a) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 pertaining to conservation of energy or technology absorption is not required to be submitted. The Company has no foreign exchange earning and outgo during the year under review.

AUDITORS

M/s. A. W. Ketkar & Co., Chartered Accountants, Auditors of the Company retires on conclusion of the ensuing Annual General Meeting. They are eligible for reappointment and members are requested to appoint the auditors.

SECRETARIAL AUDIT REPORT

The Company has obtained Secretarial Audit Report from M/s. GMJ & ASSOCIATES, Company Secretaries in whole-time practice under section 383A of the Companies Act, 1956 and it forms part of the balance sheet.

ACKNOWLEDGEMENTS

Your Directors place on record their deep sense of appreciation for the contribution of employees at all levels and for the support from the government authorities, financial institutions, banks, lenders and the associates.

Place : Mumbai,

By Order of the Board of Directors

Date : May 30, 2011

REGISTERED OFFICE

Office No. 4, G. Floor, Ruby Mahal,
30D, Cawasji Patel Street, Fort,
Mumbai 400 001.

SURESH JAIN
Director

SANTOSH SURVE
Director

GMJ & ASSOCIATES

Company Secretaries

3rd & 4th floor, Vastu Darshan-B,
Above Central Bank of India,
Azad Road, Andheri(East),
Mumbai-400069
Tel.: 61919293/222
Fax : 26842221
E-mail : cs@gmj.co.in

COMPLIANCE CERTIFICATE

(Under Proviso to Sub-Section (1) of Section 383 A of the Companies Act, 1956)

Registration No. : 11-034963 of 1985
Nominal Capital : Rs. 1,25,00,000/
Paid-up Capital : Rs. 1,10,00,000/

To

The Members,

SANMITRA COMMERCIAL LIMITED

We have examined the registers, records, books and papers of **SANMITRA COMMERCIAL LIMITED** having its registered office at Office No. 4, G. Floor, Ruby Mahal, 30D, Cawasji Patel Street, Fort, Mumbai – 400 001 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 on 31st March, 2011. In our opinion and to the best of my information and according to the examinations 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 and the rules made thereunder and all entries therein have been duly recorded.
2. the company has duly filed the forms and returns as stated in Annexure “B” to this certificate with the Ministry of Corporate Affairs within the time prescribed under the Act and the rules made thereunder except as specified in the said Annexures.
3. the company is a public limited company and hence comments are not required .
4. the Board of Directors duly met 5 times on 31st May, 2010, 31st July, 2010, 30th September, 2010, 13th November, 2010 and 08th February, 2010 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.
5. the company has closed its Register of Members from 24th September, 2010 to 30th September, 2010 and duly complied with the provisions of section 154 of the Act.
6. the Annual General Meeting for the financial year ended on 31st March, 2010 was held on 30th September, 2010 after giving due notice to the members of the company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. no extra ordinary general meeting was held during the financial year under scrutiny.

8. the company has not advanced any loan to its Directors and/or persons or firms or companies referred to in the Section 295 of the Act.
9. no contracts were entered during the year attracting the provisions 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. as 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.
12. the company has not issued any duplicate share certificates during the financial year under scrutiny.
13. the company has :
 - i. not made any allotment/transfer/transmission of securities during the financial year.
 - ii. not deposited any amount in a separate Bank Account as no dividend was declared during the financial year.
 - iii. not posted warrants to any member of the company as no dividend was declared during the financial year.
 - iv. no amounts unpaid in dividend account, application money due for refund, matured deposits, matured debentures and the interest accrued thereon which have remained unclaimed or unpaid for a period of seven years and hence transferring of the same to the Investor Education and Protection Fund does not arise.
 - v. duly complied with the requirements of Section 217 of the Act.
14. the Board of Directors of the company is duly constituted and the appointment of a Director has been duly made in accordance with the provisions of the Act during the financial year under scrutiny.
15. the company has not appointed any Managing Director or Whole-time Director during the financial year under scrutiny.
16. the company has not appointed any sole-selling agents during the financial year under scrutiny.
17. the company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar of Companies and/or such other authorities prescribed under the various provisions of the Act.
18. the Directors have disclosed their interest in other 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 under scrutiny.

21. the company has not issued any preference shares/debentures and hence there is no question of redemption of the same.
22. during the year there was no need for the company to keep in abeyance right to dividend, rights shares and bonus shares.
23. the company has not invited/accepted any deposits falling within the purview of Section 58A during the financial year under scrutiny.
24. the company has not borrowed any sum during financial year under scrutiny.
25. the company has not made any loans or investments, or given guarantees 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 situation of the company's 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 objects of the company during the year under scrutiny.
28. the company has not altered the provisions of the Memorandum of Association with respect to 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 year under scrutiny.
31. there was no prosecution initiated against or show cause notice received by the company and no fines or penalties or any other punishment was imposed on the company during the financial year, for the offences under the Act.
32. the company has not received any sum as security from its employees during the year under scrutiny.
33. the provisions of Section 418 of the Act are not applicable to the company during the year under scrutiny.

**For GMJ & ASSOCIATES
Company Secretaries**

PLACE : MUMBAI

DATE : 30TH MAY, 2011

**(SARIKA JAJODIA)
PARTNER
C. P. NO. 5404**

Reg.: **SANMITRA COMMERCIAL LIMITED**

Registration No. : 11 - 034963 of 1985

Nominal Capital : Rs. 1,25,00,000/-Paid-up Capital : Rs.
1,10,00,000/-

Annexure A

Registers as maintained by the Company

- 1 Register of Charges U/S 143
- 2 Register of Members U/S. 150.
- 3 Attendance Register for General Meetings U/S. 174.
- 4 Minutes Books of General Meetings and Board Meetings U/S. 193.
- 5 Attendance Register for Board Meetings U/S. 287.
- 6 Register of Contracts U/S. 301.
- 7 Register of Directors U/S. 303.
- 8 Register of Directors Shareholding U/S. 307.
- 9 Register of Share Transfer.
- 10 Books of Accounts U/S. 209.
- 11 Register of Investments U/S 372A

Annexure B

Forms and Returns as filed by the company with the Ministry of Corporate Affairs during the financial year ended on 31st March, 2010.

Sr. No.	Form No./ Return	Filed under Section	For	Date of filing	Whether filed within prescribed time yes/no	If delay in filing whether requisite additional fee paid Yes/No.
01.	Form No. 32	303(2)	Appointment of Mr. arvind shah Hemraj as Director of the Company w.e.f. 16 th July, 2010	13 th August, 2010	Yes	---

02.	Form No. 32	303(2)	resignation of Mr. Deepak Chandrakant Patel as Director of the Company w.e.f.30 th September, 2010	9 th October, 2010	Yes	---
03.	Form No. 23B	224(1A)	Appointment of Auditor for year ended 31 st March, 2011	27 th October, 2010	---	---
04.	Compliance Certificate in Form No. 66	383A	The year ended 31 st March, 2010	28 th October, 2010	Yes	---
05.	Balance Sheet and Profit & Loss Account in Form No. 23AC and 23ACA	220	the year ended 31 st March, 2010	29 th October, 2010	Yes	---
06.	Annual Return in Form No. 20B	159	as on the date of the Annual General Meeting held on 30 th September, 2009	29 th November, 2010	Yes	---

AUDITORS' REPORT

To
The Members of Sanmitra Commercial Ltd.

1. We have audited the attached Balance Sheet of SANMITRA COMMERCIAL LIMITED as at 31st March 2011 and also the Profit and Loss Account and 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 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 (Auditors 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.
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 appears from our examination of those books;
 - iii) The Balance Sheet and 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 and Profit and Loss Account 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 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 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;

vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts 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 case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2011; and

b) In the case of the Profit and Loss Account, of the profit for the year ended on that date.

c) In the case of the cash flow statement, of the cash flows of the Company for the year ended on that date.

Place: Mumbai
Dated: May 30, 2011

For **A. W. KETKAR & CO.**
Chartered Accountants
Registration No. :105006W

Address: 4, "SOUKHYA", Opp. B.M.C. Hospital
V. N. Purav Marg
Chunabhatti, Mumbai 400 022

A. W. KETKAR
Proprietor
Membership No.: 012287

ANNEXURE TO THE AUDITORS' REPORT

(Referred to in paragraph 3 of our report of even date on the accounts of SANMITRA COMMERCIAL LIMITED for the year ended on 31st March 2011.)

1. The provisions of clauses xi, xii, xiii, xv, xvi, xvii, xviii, and xix of paragraph 4 and 5 of the Companies (Auditor's Report) Order, 2003 are not applicable for the current year.
2. Fixed Assets:
 - (a) The Company has maintained proper record showing full particulars including quantitative details and situation of fixed assets.
 - (b) All fixed assets have been physically verified by the management at reasonable intervals during the year and no discrepancies were noticed on such verification.
 - (c) No substantial part of fixed assets has been disposed off during the year.
3. Inventories:
 - (a) Physical verification of stocks has been conducted by the management during the year at reasonable intervals.
 - (b) The procedure of physical verification of stock followed by the management in our opinion is reasonable and adequate in relation to the size of the Company and the nature of its business.
 - (c) As per the information and explanation given to us no material discrepancies have been noticed on physical verification of stocks as compared to book records.
 - (d) On the basis of our examination of the stock records, we are satisfied that the valuation of stocks is fair and proper and in accordance with normally accepted accounting principals and is on the same basis as in the preceding years.
4. (a) Loans taken by the company:

According to the information and explanation given to us, the Company has not taken during the year any loan from any Company, Firm or other party listed in the register mentioned under section 301 of the Companies Act, 1956. There is no Company under the same management as defined under section 370 (1B) of the Companies Act, 1956.
- (b) Loans given by the company:

According to information and explanation given to us the Company has not granted any loan to any Company, Firm or other party listed in register mentioned under section 301 of the Companies Act, 1956.
5. In our opinion and according to the information and explanations given to us, the Company has adequate internal control procedures commensurate with the size of the company and nature of its business with regard to purchase and sale of inventories and assets.

6. According to the information and explanations provided by the management, there have been no transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956.
7. The Company has not accepted any deposit in contravention of the provision of section 58A of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975.
8. During the year, the Company had an internal audit system, which in our opinion, is commensurate of the size of the company and nature of its business.
9. The Central Government has not prescribed the maintenance of Cost Records under Section 209(1) of the Companies Act, 1956 for any of the products of the company.
10. (a) As informed to us Provident Fund and Employees State Insurance Act is not applicable to the company.
(b) According to the information and explanation given to us the Company does not have any undisputed amount payable in respect of Income Tax, Wealth Tax, Custom Duty and Excise Duty outstanding as at the last day of the financial year for a period of more than six months from the date they become payable.
(c) According to the Cash Flow Statement and other records examined by us and the information and explanations given to us, on all overall basis, funds raised on short term basis have, prima facie, not been used during the year for long term investments (fixed assets etc.) and vice versa, other than temporary deployment pending application.
11. The Company has not raised any money through a public issue during the year under review.
12. The Company is not a Sick Industrial Unit within the meaning of clause (o) of Sub Section (1) of Section 3 of Sick Industrial Companies (Special Provision) Act, 1985.
13. The company has maintained proper records in respect of transactions and contracts in shares; securities, debentures and other investments and timely entries have been made therein. Shares, securities, debentures and other investments have been held by the company in its own name.
14. 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.

Place: Mumbai
Dated: May 30, 2011

For **A. W. KETKAR & CO.**
Chartered Accountants
Registration No. :105006W

Address: 4, "SOUKHYA", Opp. B.M.C. Hospital
V. N. Purav Marg
Chunabhatti, Mumbai 400 022

A. W. KETKAR
Proprietor
Membership No.: 012287

SANMITRA COMMERCIAL LIMITED

BALANCE SHEET AS AT 31.3.2011

Particulars	Schedule	As at 31.3.2011 Rs.	As at 31.3.2010 Rs.
<u>SOURCES OF FUND:</u>			
SHAREHOLDERS FUND			
Share Capital	1	1,10,00,000	1,10,00,000
<u>RESERVES AND SURPLUS</u>			
Surplus in Profit & Loss Account		7,10,465	6,23,840
<u>UNSECURED LOANS</u>			
Loan From Director		28,00,000	---
	Total	1,45,10,465	1,16,23,840
<u>APPLICATION OF FUNDS:</u>			
FIXED ASSETS			
	2		
Gross Block		32,000	32,000
Less: Depreciation		31,180	29,952
Net Block		820	2,048
CURRENT ASSETS, LOANS AND ADVANCES			
	3		
a Inventories		15,81,165	34,77,468
b Sundry Debtors		60,33,722	20,03,543
c Cash & Bank Balances		8,13,194	15,40,365
d Loans and Advances		61,44,440	46,47,811
		1,45,72,521	1,16,69,187
Less: CURRENT LIABILITIES AND PROVISIONS	4		
a Current Liabilities		17,876	31,226
b Provisions		45,000	16,169
		62,876	47,395
NET CURRENT ASSETS		1,45,09,645	1,16,21,792
	Total	1,45,10,465	1,16,23,840
NOTES ON ACCOUNTS	7		

As per our Report of even date
For **A. W. KETKAR & CO.**
Chartered Accountants

A. W. KETKAR
Proprietor

SURESH JAIN
Director

SANTOSH SURVE
Director

Place : Mumbai
Dated : May 30, 2011

SANMITRA COMMERCIAL LIMITED

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.3.2011

Particulars	Schedule	2010-2011 Rs.	2009-2010 Rs.
<u>INCOME:</u>			
Income from Operations	5	11,38,05,120	10,83,93,967
Other Income		5,38,793	2,13,686
	Total	<u>11,43,43,913</u>	<u>10,86,07,653</u>
<u>EXPENDITURE:</u>			
Purchases		11,20,33,093	10,53,94,073
Decrease/(Increase) in Stock		18,96,303	29,25,508
Depreciation	2	1,228	3,072
Operating and Other Expenses	6	2,81,664	2,32,675
		<u>11,42,12,288</u>	<u>10,85,55,328</u>
Profit before Tax		1,31,625	52,325
Fringe Benefits Tax		---	---
Provision for Income Tax		45,000	16,169
Profit after Tax		<u>86,625</u>	<u>36,156</u>
Add : Balance brought from last year		6,23,840	5,87,684
Balance Carried to Balance Sheet		<u>7,10,465</u>	<u>6,23,840</u>

NOTES ON ACCOUNTS

7

As per our Report of even date
For **A. W. KETKAR & CO.**
Chartered Accountants

A. W. KETKAR
Proprietor

SURESH JAIN
Director

SANTOSH SURVE
Director

Place : Mumbai
Dated : May 30, 2011

SANMITRA COMMERCIAL LIMITED

Schedules forming part of Balance Sheet as on 31.3.2011

Particulars	Current Year Rs.	Previous Year Rs.
<u>SCHEDULE 1</u>		
SHARE CAPITAL		
Authorised		
12,50,000 Equity Shares of Rs. 10/- each	1,25,00,000	1,25,00,000
Issued, Subscribed and Paid-up		
11,00,000 Equity Shares of Rs. 10/- each	1,10,00,000	1,10,00,000
	1,10,00,000	1,10,00,000

SCHEDULE 2

FIXED ASSETS

DESCRIPTION	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	As at 31.3.10	Additions/ Deductions	As at 31.3.11	As at 31.3.10	For the Year	As at 31.3.11	As at 31.3.11	As at 31.3.10
Computers	32,000	---	32,000	29,952	1,228	31,180	820	2,048
TOTAL Rs.	32,000	---	32,000	29,952	1,228	31,180	820	2,048
Previous Year Rs.	32,000	---	32,000	26,880	3,072	29,952	2,048	---

SCHEDULE 3

CURRENT ASSETS, LOANS AND ADVANCES

INVENTORIES

Stock -in-Trade	15,81,165	34,77,468
(As Certified by the Management)	15,81,165	34,77,468

SUNDRY DEBTORS

(Unsecured, Considered Good)		
Outstanding for more than six months	60,23,722	7,20,298
Other Debts	10,000	12,83,245
	60,33,722	20,03,543

CASH AND BANK BALANCES

Cash on Hand	2,98,566	8,94,657
Bank Balances with Schedule Bank		
In Current Account	5,14,628	6,45,708
In Fixed Deposit Account		
	8,13,194	15,40,365

LOANS AND ADVANCES
(Unsecured, Considered Good)

Loans	59,05,394	43,77,435
Advance recoverable in cash or in Kind or for value to be received	2,16,000	2,20,495
Advance Income Tax and TDS	23,046	49,881
	<u>61,44,440</u>	<u>46,47,811</u>

SCHEDULE 4

CURRENT LIABILITIES AND PROVISIONS

CURRENT LIABILITIES

Sundry Creditors & Outstanding Exp.	17,876	31,226
	<u>17,876</u>	<u>31,226</u>

PROVISIONS

Provision for Taxation	45,000	16,169
	<u>45,000</u>	<u>16,169</u>

SCHEDULE 5

INCOME FROM OPERATIONS

Sales/Income from Operations	11,38,05,120	10,83,93,967
	<u>11,38,05,120</u>	<u>10,83,93,967</u>

SCHEDULE 6

OTHER EXPENSES

Salaries & Staff Welfare Expenses	69,442	60,786
Printing & Stationery	22,180	11,717
General & Administrative Expenses	61,665	61,774
Conveyance	32,954	30,695
Miscellaneous Expenses	15,163	10,488
Post, Telegram and Couriers	10,389	6,872
Bank Charges	402	1,736
Legal & Professional Fees	34,567	21,465
Audit Fees	10,000	5,000
Annual Custody, Listing & Stock Exchange Fees	24,902	22,142
	<u>2,81,664</u>	<u>2,32,675</u>

SCHEDULE 7

**NOTES ON ACCOUNTS ANNEXED TO AND FORMING PART OF THE
BALANCE SHEET AND PROFIT AND LOSS ACCOUNTS FOR THE YEAR ENDED
31.3.2011.**

1) Significant Accounting Policies

a) Basis of Accounting

The financial statements are prepared under historical cost convention on an accrual basis.

b) Fixed Assets

Fixed Assets are stated at cost of acquisition less accumulated depreciation.

c) Depreciation

The company has provided depreciation on Fixed Assets on written down value basis at the revised rates prescribed under the Income Tax Act, 1961.

d) Investments

The company has converted its long term investment into stock-in-trade at cost. There is no impact on profit or loss as there is no transfer.

e) Inventories

Stock is valued at cost. Fluctuation in value of stock in trade is accounted on realisation.

2) Previous Year figures have been regrouped/rearranged wherever necessary.

3) Quantitative Information

DESCRIPTION	31.3.2011		31.3.2010	
	Nos.	Rs.	Nos.	Rs.
<u>Opening Stock</u> Equity Shares (Fully Paid-up)	8,87,979	34,77,468	7,85,875	64,02,975
<u>Purchases</u> Equity Shares (Fully Paid-up)	18,51,924	11,18,75,800	32,58,446	10,53,94,073
<u>Sales</u> Equity Shares (Fully Paid-up)	22,84,774	11,38,05,120	31,56,342	10,83,93,967
<u>Closing Stock</u> Equity Shares (Fully Paid-up)	4,55,129	15,81,165	8,87,979	34,77,468

4 There is no deferred tax liability upto the year ended 31st March, 2011

5 PAYMENT TO AUDITORS	Current Year	Previous Year
	Rs.	Rs.
Audit Fees	4,000	1,500
Tax Audit Fees	6,000	2,000
	<u>10,000</u>	<u>4,000</u>

6 There are no reportable segments.

7 Related Party Disclosures is not applicable, as there are no transactions with Related Parties

8 Figures have been rounded off to nearest rupee.

9 Previous Year figures have been regrouped/rearranged wherever necessary.

10) Balance Sheet abstract and Company's general business profile:

a) Registration Details

Registration No. : 34963

State Code : 11

Balance Sheet Date : 31.3.2011

b) Capital Raised during the year

Public Issue : Nil

Right Issue : Nil

Bonus Issue : Nil

Private Placement : Nil

c) Position of Mobilisation and Deployment of Funds

(Amount in Rs. Thousands)

Total Liabilities : 14510

Total Assets : 14510

Sources of Funds

Paid up Capital : 11000

Reserves and Surplus : 710

Secured Loans : Nil

Unsecured Loans : 2800

Application of Funds

Net Fixed Assets : 1

Investments : Nil

Net Current Assets : 14509

Miscellaneous Expenditure : Nil

Accumulated Losses : Nil

d) Performance of Company (Amount in Rs. Thousands)

Turnover : 114344

Total Expenditure : 114212

Profit for the year : 132

Earning per Share (Rs.) : ---

Dividend Rate (%) : Nil

e) Generic Names of three Principal Products/Services of Company

i) Trading

ii) Investment in Shares, Securities and bonds

iii) Consultancy

As per our Report of even date

For **A. W. KETKAR & CO.**

Chartered Accountants

A. W. KETKAR

Proprietor

Place : Mumbai

Dated : May 30, 2011

SURESH JAIN

Director

SANTOSH SURVE

Director

SANMITRA COMMERCIAL LIMITED

CASH FLOW FOR THE YEAR ENDED 31.3.2011

CASH FLOW FROM OPERATING ACTIVITIES	2010-11	(RS.) 2009-10
Net Profit before Tax and other extraordinary items	1,31,625	52,325
Adjustment for		
Depreciation	1,228	3,072
Taxation	(45,000)	(16,169)
Current Assets	(29,03,334)	(53,190)
Current Liabilities	(15,481)	(5,61,222)
NET CASH FLOW FROM OPERATION ACTIVITIES (A)	(28,30,962)	(5,75,184)
CASH FLOW FROM INVESTING ACTIVITIES		
Decrease/(Increase) in Investments/Fixed Assets	NIL	NIL
NET CASH FLOW FROM INVESTING ACTIVITIES (B)	NIL	NIL
CASH FLOW FROM FINANCING ACTIVITIES	NIL	NIL
NET CASH FLOW FROM FINANCING ACTIVITIES (C)	NIL	NIL
NET INCREASE IN CASH & CASH EQUIVALENTS (A+B+C)	(28,30,962)	(5,75,184)
CASH & CASH EQUIVALENTS AS AT THE BEGINNING OF THE YEAR	15,40,366	21,15,549
CASH & CASH EQUIVALENTS AS AT THE END OF THE YEAR	8,13,194	15,40,365

As per our Report of even date
For **A. W. KETKAR & CO.**
Chartered Accountants

A. W. KETKAR
Proprietor

SURESH JAIN
Director

SANTOSH SURVE
Director

Place : Mumbai
Dated : May 30, 2011

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SANMITRA COMMERCIAL LIMITED
Registered Office: Office No. 4, G. Floor, Ruby Mahal,
30D, Cawasji Patel Street, Fort, Mumbai 400 001.

PROXY FORM

Reg. Folio No. _____

Mr./Mrs./Miss _____ of _____ in the district of _____ being member/s of the above mentioned Company hereby appoint _____ of _____ in the district of _____ or failing him _____ of _____ in the district of _____ as my/our proxy to vote for me/us on my/our behalf at the TWENTY SEVENTH ANNUAL GENERAL MEETING of the Company to be held on Friday, September 30, 2011 and at any adjournment thereof.

Signed this _____ day of _____ 2011.

Signature _____

Affix Re. 1/- Revenue Stamp

NOTE : This Proxy must be deposited at the Registered Office at Office No. 4, G. Floor, Ruby Mahal, 30D, Cawasji Patel Street, Fort, Mumbai 400 001 atleast 48 hours before the Meeting.

SANMITRA COMMERCIAL LIMITED
Registered Office : Office No. 4, G. Floor, Ruby Mahal,
30D, Cawasji Patel Street, Fort, Mumbai 400 001.

ATTENDANCE SLIP

27th Annual General Meeting

Reg. Folio No. _____

Mr./Mrs./Miss _____

I certify that I am registered Shareholder/Proxy for the Registered Shareholder(s) of the Company.

I hereby record my presence at the TWENTY SEVENTH ANNUAL GENERAL MEETING of the Company to be held on Friday, September 30, 2011 at 71, Laxmi Building, Sir P. M. Road, Fort, Mumbai 400 001 at 5.00 p.m.

Member's/Proxy's name in Block Letters

Member's/Proxy's Signature

NOTE : Please fill this attendance slip and hand it over at the entrance.

BOOK-POST

If undelivered, please return to:

SANMITRA COMMERCIAL LTD.

Office No. 4, G. Floor, Ruby Mahal,
30D, Cawasji Patel Street, Fort, Mumbai 400 001.