

**MALTI
TEXTILE
MILLS
LIMITED**

ANNUAL REPORT 2009-2010

CERTIFIED TRUE COPY
For Malti Textiles Mills Limited

Manshakar
Director

MALTI TEXTILE MILLS LIMITED

BOARD OF DIRECTORS

Mr. Manish Jain
Mr. Anil Tandon
Mr. Rajendra Prasad Gogawat

AUDITORS

M/s. Suresh Kumar Mittal & Co.
New Delhi.

REGD. OFFICE

A-2, Basement
Arcadia Building
Nariman Point
Mumbai – 400 021.

Tel.: 022-22836835

HEAD OFFICE

102, Akashdeep Building
26A, Barakhamba Road
New Delhi – 110 001.

Tel.: 011-23752970
Email: maltitextile@yahoo.com

CERTIFIED TRUE COPY
For Malti Textiles Mills Limited
Manish Jain
Director

MALTI TEXTILE MILLS LIMITED
Regd. Office: A-2, Basement, Arcadia Building,
Nariman Point, Mumbai –400 021.

NOTICE

NOTICE is hereby given that the 25th Annual General Meeting of MALTI TEXTILE MILLS LIMITED will be held on Tuesday the 28th day of September, 2010 at 12.00 O'clock at the Registered Office of the Company situated at A-2, Basement, Arcadia Building, Nariman Point, Mumbai to transact the following business:-

ORDINARY BUSINESS

1. To consider and adopt Report of the Board of Directors and Auditors Report together with audited Balance Sheet as at 31.03.2010 and Profit & Loss Account for the year ending that date.
2. To appoint a Director in place of Mr. Manish Jain, who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Auditors from the date of the Meeting till the approval of Composite Scheme and fix their remuneration.

AS SPECIAL BUSINESS

4. Appointment of Additional Director Mr. Rajendra Prasad Gogawat as a Director of the company.

To consider and, if thought fit, pass with out without modification the following Resolution as Ordinary Resolution:-

“Resolved that Sh. Rajendra Prasad Gogawat, who was appointed as an Additional Director in the company on 14.08.2009, be and is hereby appointed as Director of the company liable to retire by rotation.”

5. Appointment of Additional Director Mr. Anil Tandon as a Director of the company.

To consider and, if thought fit, pass with out without modification the following Resolution as Ordinary Resolution:-

"Resolved that Sh. Anil Tandon, who was appointed as an Additional Director in the company on 27.01.2010, be and is hereby appointed as Director of the company liable to retire by rotation."

By Order of the Board of Directors
For Malti Textile Mills Limited

Place: New Delhi
Dated: 18.08.2010

Director

NOTES:

1. A member is entitled to attend and vote at the meeting is entitled to appoint one or more proxies to attend and vote instead of himself and such proxy need not be a member of the company.
2. Proxies in order to be effective should be lodged with the company at the Registered Office at least 48 hours before the commencement of the meeting.
3. Members are requested to notify change/corrections in their address quoting their folio numbers.
4. The Register of Members of Share Transfer Book of the Company shall remain closed from 21.09.2010 to 28.09.2010. (both days inclusive)

EXPLANATORY STATEMENT

AS REQUIRED UNDER SECTION 173(2) OF THE COMPANIES ACT, 1956

Item No.4

It is proposed to appoint Sh. Rajendra Prasad Gogawat as Director of the company. He was appointed as an Additional Director of the company by the Board at their meeting held on 14.08.2009 and ceased his office at this Annual General Meeting. The Board considers it desirable that the company should continue to avail itself of his useful services.

None of the Directors except Sh. Rajendra Prasad Gogawat is interested in the proposed resolution.

Item No.5

It is proposed to appoint Sh. Anil Tandon as Director of the company. He was appointed as an Additional Director of the company by the Board at their meeting held on 27.01.2010 and ceased his office at this Annual General Meeting. The Board considers it desirable that the company should continue to avail itself of his useful services.

None of the Directors except Sh. Anil Tandon is interested in the proposed resolution.

CERTIFIED TRUE COPY

For Malti Textiles Mills Limited

Mannabhai
Director

MALTI TEXTILE MILLS LIMITED

DIRECTORS REPORT

To the Members

Your Directors are presenting the 25th Annual Report together with the Audited Accounts of the Company for the year ended 31st March, 2010 for your perusal consideration and adoption.

FINANCIAL RESULTS

	<u>2010</u>	<u>2009</u>
Profit/(Loss) for the year	(48,960.65)	(34,760.42)
Less: Provision for Income tax for earlier years written back	-	2,953.00
	<u>(48,960.65)</u>	<u>(31,807.42)</u>
Balance being Loss brought forward from Previous year	(57,73,251.11)	(57,41,443.69)
Net Loss carried over to Balance sheet	<u>(58,22,211.76)</u>	<u>(57,73,251.11)</u>

DIVIDEND

In light of above your Directors do not propose any dividend for the year.

AUDITORS' REPORT

The notes referred to by the Auditors in their report are self-explanatory.

FIXED DEPOSITS

The company has not accepted any Fixed Deposits from the public during the period.

DIRECTORS

Pursuant to provision of Section 256 of the Companies Act, 1956, Sh. Manish Jain, retires by rotation and being eligible offers himself for re-appointment.

Shri Rajendra Prasad Gogawat was appointed as an Additional Director effective August 14, 2009. Interm of Section 260 of the Companies Act, 1956 he shall hold office only upto the date of the ensuing Annual General Meeting. The company has received requisite notice in writing from a member proposing his candidature for the office of Director liable to retire by rotation.

Shri Anil Tandon was appointed as an Additional Director effective January 27, 2010. Interm of Section 260 of the Companies Act, 1956 he shall hold office only upto the date of the ensuing Annual General Meeting. The company has received requisite notice in writing from a member proposing his candidature for the office of Director liable to retire by rotation.

Due to the sudden demise of Sh. S.P. Rai, Director of the company, ceased the office of the Directorship w.e.f. 14.08.2009 and the Board placed great appreciation about his services during the tenure of his Directorship in the company.

Sh. C.M. Kaushik, Director of the company has resigned from the Board effective January 27, 2010. The Board placed on record its deep sense of appreciation for the invaluable contribution made by Sh. C.M. Kaushik during his tenure as Director of the company.

PARTICULARS OF EMPLOYEES

Disclosure of information as per Section 217(2A) of the Companies Act, 1956 is not being given as no employee of the Company is getting remuneration more than the prescribed limits.

CONSERVATION OF ENERGY TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE AND EARNING AND OUT GO

As to information required under Section 219(1)(e) of the Companies Act, with the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 the company has not made any transaction for earning and outgo of foreign exchange and has not utilized energy in any way during the period under review.

DIRECTOR'S RESPONSIBILITY STATEMENT PURSUANT TO SECTION 217 (2AA) OF THE COMPANIES ACT, 1956.

Pursuant to Section 217 (2AA) of the Companies (Amendment Act) 2000, the Directors of your Company state as under:-

- a) that in the preparation of the Annual Accounts, applicable accounting standards have been followed.
- b) that the accounting policies are consistently applied and reasonable, prudent judgment and estimates are made so as to give a true and fair view of the state of affairs of the company at the end of the Financial Year.
- c) that the Directors had taken proper and sufficient care 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.
- d) that the Directors had prepared the annual Accounts on a going concern basis.

AUDITORS

M/s. Suresh Kumar Mittal & Co. Chartered Accountants hold office until the conclusion of the forthcoming Annual General Meeting of the company and being eligible offer themselves for re-appointment.

COMPLIANCE UNDER SECTION 383 A OF THE COMPANIES ACT, 1956

In compliance with the Companies (Compliance Certificate) Rule 2001, a compliance certificate issued by M/s. S.K. Hota & Associates, Company Secretaries in Whole time practice, is attached to this report.

For and on behalf of the Board
For Malti Textile Mills Limited

Place: New Delhi
Dated: 18.08.2010

Manohtraen
DIRECTOR

CERTIFIED TRUE COPY
For Malti Textiles Mills Limited
Manohtraen
Director

AUDITORS' REPORT

TO THE MEMBERS OF MALTI TEXTILE MILLS LIMITED

1. We have audited the attached Balance Sheet of M/s. MALTI TEXTILE MILLS LIMITED as at 31st March, 2010 and also Profit & Loss Account for the year ended on that date annexed thereto and the Cash Flow Statement for the year ended on that date. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation we believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 and Companies (Auditor's 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 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 in paragraph 3 above, we report that:
 - i) We have obtained all the information and explanation, which to the best of our knowledge and belief were necessary for the purpose 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 the Profit & Loss Account dealt with by this report are in agreement with the books of account.



- iv) In our opinion, the Balance Sheet and the Profit & Loss Account dealt with by this report comply with the accounting standards referred to in Section 211 (3C) of the Companies Act, 1956.
- v) On the basis of written representation received from the Directors as on 31.03.2010 and taken on record by the Board of Directors, we report that none of the Directors are disqualified as on 31st March, 2010 from being appointed as Director in terms of Section 274 (1)(g) 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 accounts subject to and read together with notes appearing in schedule 7 give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view:
- a) In the case of Balance Sheet, of the state of affairs of the company as at 31st March, 2010.
- b) In the case of the Profit & Loss Account, of the Loss 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.

For Suresh Kumar Mittal & Co.,
Chartered Accountants


Partner

House No.60, 1st Floor
Pocket H-3, Sector 18
Rohini, Delhi – 110 085.

Dated: 18.08.2010

CERTIFIED COPY

For Malti Textiles Mills Limited


Director

MALTI TEXTILE MILLS LIMITED

ANNEXURE REFERRED TO IN PARAGRAPH 3 OF OUR REPORT OF EVEN DATE

- (i) The Company has no fixed assets and hence para 4 (i) of Companies (Audit Report) Order, 2003 is not applicable.
- (ii) The Company has no stock and neither has purchased nor sold any raw material, stores, spares and finished goods and hence para 4 (ii) of Companies (Audit Report) Order, 2003 is not applicable.
- (iii) (a) The company has not granted any loan during the year to the parties covered in the register maintained under section 301 of the Companies Act, 1956. *However there are interest free unsecured loan given in earlier year outstanding as on 31.3.2010 of Rs.52,14,000 in case of one party covered in register maintained U/s 301. The maximum amount due during the year was Rs.52,14,000 and outstanding balance as on 31.3.2010 is of Rs.52,14,000.*
- (b) No interest has been charged on above unsecured loans. *In our Opinion interest and other terms and condition on which above loans have been given, are prejudicial to the interest of the company with regard to non-charging of interest.*
- (c) The outstanding loans have been reschedule in earlier year. *The management is of the opinion that the same will be recovered within the rescheduled/extended period.*
- (d) As mentioned in clause iii (c) above as the overdue amount of outstanding loans have been rescheduled by the lenders in earlier years there was no overdue amount outstanding for payment of principal as at 31st March, 2009 and as such clause (iii)(d) of the said order is not applicable.
- (e) The company has not taken any loans during the year from parties listed in the register maintained under section 301 of the Companies Act, 1956. *However, there are interest free unsecured loan of Rs.1,86,01,931 outstanding as on 31.03.2010 in case of 4 parties covered in the register maintained u/s 301 of the Companies Act, 1956. The maximum amount due during the year was Rs.1,86,01,931.*

- (f) In our opinion, the rate of interest and other terms and conditions on which loans have been taken from Companies, firms or other parties listed in the register maintained u/s 301 are prima facie not prejudicial to the interest of the company.
- (g) *Parties from whom loans have been taken were rescheduled in earlier years and accordingly no principal was due for payment during the year as per revised stipulation.*
- (iv) In our opinion and according to the information and explanation given to us, there are adequate internal control procedure commensurate with the size of the company and the nature of its business with regard to purchase of inventory and fixed assets and for the sale of goods.
- (v) (a) According to the information and explanations given to us, we are of the opinion that the transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- (b) In our opinion & according to the information & explanations given to us, no transactions were made during the year in pursuance of such contracts or arrangement which exceeded the value of five lacs rupees in respect of any party at prices which were unreasonable having regard to prevailing market prices at the relevant time.
- (vi) The company has not accepted any deposits from Public & consequently the provisions of sections 58A and 58AA of the Companies Act, 1956 and the rules framed there under are not applicable.
- (vii) In our opinion, the company has an adequate internal audit system commensurate with the size of the company and the nature of its business.
- (viii) As explained to us the Central Government has not prescribed maintenance of cost records under clause (d) of sub section (i) of section 209 of the Companies Act, 1956 in respect of products dealt with by the company for the year under review.
- (ix) According to the records of the company, the company is regular is depositing with the appropriate authorities undisputed statutory dues including Income Tax, Wealth Tax, Sales Tax, Custom Duty and any other statutory dues applicable to it.

b

- (x) *The accumulated losses at the end of the Financial year are more than 50% of companies net worth. Company has incurred cash loss during the year under review and in the immediately preceding financial year.*
- (xi) Company has not taken any loans from Banks/Financial Institutions or debenture holders and therefore provision of para (xi) of Companies (Audit Report), Order 2003 as amended are not applicable to the Company.
- (xii) Based on our examination of documents and records maintained by the company, we are of the opinion that since the company has not granted any loan and advance on the basis security by way of pledge of shares, debenture and other securities, it is not required to maintain records in respect thereof.
- (xiii) The company is neither a chit fund nidhi/mutual benefit fund/society and hence clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 is not applicable.
- (xiv) Based on our examination of the records and evaluation of the related internal controls, we are of the opinion that proper records have been maintained of the transaction and contracts and timely entries have been made in those records in respect of dealing or trading in shares, securities, debentures and other securities in its own name except to the extent of the exemption granted under section 49 of the Companies Act, 1956.
- (xv) Based on our examination of the records, we are of the opinion that the company has not given guarantee for loans taken by others from bank or financial institutions.
- (xvi) The company has not taken any term loans and accordingly para (xvi) of the Companies (Audit Report) Order, 2003 as amended are not applicable.
- (xvii) Based on our examination of the Balance Sheet of the company as at 31.03.2010 we report that no funds were raised during the year and hence clause (xvii) of Companies (Auditors Report) Order, 2003 as amended are not applicable.
- (xviii) 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 Companies Act, 1956.



- (xix) During the year the company had not issued any debentures.
- (xx) During the year under review no money was raised by public issue.
- (xxi) According to the information & explanations given to us, we report no fraud on or by the company has been noticed or reported during the course of our audit.

For Suresh Kumar Mittal & Co.,
Chartered Accountants



Partner

House No.60, 1st Floor
Pocket H-3, Sector 18
Rohini, Delhi – 110 085.

Dated: 18.08.2010



CERTIFIED TRUE COPY
For Malti Textiles Mills Limited
Mamulhan
Director

MALTI TEXTILE MILLS LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2010

<u>SCHEDULE</u>		<u>AS ON</u> <u>31.03.2010</u> <u>RS.</u>	<u>AS ON</u> <u>31.03.2009</u> <u>RS.</u>
<u>SOURCES OF FUNDS</u>			
<u>Shareholder Fund</u>			
Share Capital	1	9,960,000.00	9,960,000.00
<u>Loan Fund</u>			
Unsecured Loans	2	17,884,500.00	17,884,500.00
		<u>27,844,500.00</u>	<u>27,844,500.00</u>
<u>APPLICATION OF FUNDS</u>			
Investments	3	19,307,253.25	19,307,253.25
<u>Current Assets, Loans & Advances</u>			
Cash & Bank Balances	4	7,769.88	9,294.88
Loans & Advances	5	<u>6,855,333.71</u>	<u>6,832,219.76</u>
		6,863,103.59	6,841,514.64
Less: Current Liabilities & Provisions	6	<u>4,148,068.60</u>	<u>4,077,519.00</u>
Net Current Assets		2,715,034.99	2,763,995.64
Profit & Loss Account		5,822,211.76	5,773,251.11
		<u>27,844,500.00</u>	<u>27,844,500.00</u>
Notes on Accounts	7		

AS PER OUR REPORT OF EVEN DATE ANNEXED
for SURESH KUMAR MITTAL & CO.,
CHARTERED ACCOUNTANTS


PARTNER

PLACE: New Delhi
DATED: 18.08.2010

(MANISH JAIN)
(ANIL TANDON)
B
Manish Jain
Anil Tandon
DIRECTORS

CERTIFIED TRUE COPY
For Malti Textiles Mills Limited
Manish Jain
Director

MALTI TEXTILE MILLS LIMITED

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2010

SHCHEDULE	FOR THE YEAR ENDED 31.03.2010 RS.	FOR THE YEAR ENDED 31.03.2009 RS.
<u>INCOME</u>		
Interest (Gross)	22,500.00	22,500.00
	22,500.00	22,500.00
<u>EXPENDITURE</u>		
Rates, Taxes & Fees	7,371.60	5,019.20
Bank Charges	382.00	1,106.14
Legal & Professional Charges	24,250.00	21,000.00
Annual Listing Fee	10,000.00	10,000.00
Advertisement	12,272.00	12,298.00
Auditors' Remuneration	7,500.00	7,500.00
De-mat Charges	386.05	337.08
Interest Paid	9,299.00	-
	71,460.65	57,260.42
Profit/(Loss) for the year	(48,960.65)	(34,760.42)
Less: Provision of Income Tax for earlier years written back	-	2,953.00
Less: Provision of Income Tax on Book Profit	-	-
	(48,960.65)	(31,807.42)
Add: Balance of losses Brought forward from previous year	(5,773,251.11)	(5,741,443.69)
Loss carried to Balance Sheet	(5,822,211.76)	(5,773,251.11)
Basic/Diluted EPS/(Loss) per share (Refer Schedule 7, Note 12)	(0.05)	(0.03)

Notes on Accounts

7

AS PER OUR REPORT OF EVEN DATE ANNEXED
for SURESH KUMAR MITTAL & CO.,
CHARTERED ACCOUNTANTS



PARTNER

(MANISH JAIN)
(ANIL TANDON)


DIRECTORS

PLACE: New Delhi
Dated: 18.08.2010

CERTIFIED TRUE COPY
For Malti Textiles Mills Limited

Director

MALTI TEXTILE MILLS LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2010

	CURRENT YEAR RS.	PREVIOUS YEAR RS.
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before tax	(48,960-65)	(34,760-42)
Loss on Sale of Investments	-	-
Profit on Sale of Shares	-	-
	<u>(48,960-65)</u>	<u>(34,760-42)</u>
Operating Profit before working capital charges		
Adjustment for:-		
Trade & Other receivables	(23,113-95)	(22,162-92)
Trade payables	70,549-60	31,398-20
Cash generated from operations	-	(25,525-14)
Taxes paid	-	(13,018-00)
Net Cash inflow/(outflow) from operating activities	<u>1,525-00</u>	<u>(38,543-14)</u>
B. CASH FLOW FROM INVESTING ACTIVITIES		
Sale of Investments	-	-
Purchase of Investments	-	-
Net Cash flow from Investing activities	<u>1,525-00</u>	<u>(38,543-14)</u>
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from unsecured loans	-	30,000-00
	<u>-</u>	<u>30,000-00</u>
Net Increase/(decrease) in Cash & Cash equivalents	1,525-00	8,543-14
Opening Cash & Cash equivalents	9,294-88	17,838-02
Closing Cash & Cash equivalents	7,769-88	9,294-88

Note: Figure in brackets represent cash out flow.

Notes on Accounts

7

AS PER OUR REPORT OF EVEN DATE ANNEXED
for SURESH KUMAR MITTAL & CO.,
CHARTERED ACCOUNTANTS



PARTNER

Place: New Delhi
Dated: 18.08.2010

(MANISH JAIN)

Manish Jain

(ANIL TANDON)



DIRECTORS

MULTI TEXTILE MILLS LIMITED**SCHEDULE FORMING THE PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2010**

SCHEDULE	AS ON	AS ON
	31.03.2010	31.03.2009
	RS.	RS.

1. SHARE CAPITAL

<u>Authorised</u> 10,00,000 Equity Shares of Rs 10/- each	10,000,000.00	10,000,000.00
<u>Issued, Subscribed & Paid up</u> 9,96,000 Equity Shares of Rs. 10/- each fully paid up	9,960,000.00	9,960,000.00
	<u>9,960,000.00</u>	<u>9,960,000.00</u>

2. UNSECURED LOANS

From Companies	17,884,500.00	17,884,500.00
	<u>17,884,500.00</u>	<u>17,884,500.00</u>

3. INVESTMENTS

(Quoted - Other than trade long term in fully paid up Equity Shares)

Name of the Company	Paid up Value	Number		Amount (Rs.)	
		Number	Amount (Rs.)	Number	Amount (Rs.)
Oswal Agro Mills Ltd *	10/-	200	6,699.00	200	6,699.00
Pasupati Acrylon Ltd **	10/-	2562097*	11,460,870.00	2562097*	11,460,870.00
Arihant Exports Ltd. *	10/-	90000	183,600.00	90000	183,600.00
Pasupati Spinning & Weaving Mills Ltd. *	10/-	304601	6,954,533.00	304601	6,954,533.00
Global Corporation Ltd *	10/-	36500	293,551.25	36500	293,551.25
			<u>18,899,253.25</u>		<u>18,899,253.25</u>

Unquoted - Other than trade - Long Term in fully paid up Equity Shares

Nontech Plastic Industries Co. (P) Ltd.	100/-	2000	200,000.00	2000	200,000.00
Auto Invest Leasing & Finance (I) (P) Ltd.	10/-	20000	200,000.00	20000	200,000.00
Akansha Fininvest Ltd.	10/-	300	3,000.00	300	3,000.00
VMA Finance (P) Ltd.	10/-	500	5,000.00	500	5,000.00
			<u>408,000.00</u>		<u>408,000.00</u>
			<u>19,307,253.25</u>		<u>19,307,253.25</u>

Market value of quoted Investments	21,665,545.00	6,939,478.00
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*Market Rate as on 31.03.2009 not available hence last available rates taken.

**9,000 (Previous year 9,000) Shares yet to be transferred in the name of the Company

Manish Kumar

MALTI TEXTILE MILLS LIMITED

<u>SCHEDULE</u>	<u>AS ON</u> <u>31.03.2010</u> <u>RS.</u>	<u>AS ON</u> <u>31.03.2009</u> <u>RS.</u>
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4. CASH & BANK BALANCES

Cash in hand (as Certified by the Management)	17.93	517.93
Balance with Scheduled Bank in Current Account	7,751.95	8,776.95
	<u>7,769.88</u>	<u>9,294.88</u>

5. LOANS & ADVANCES

(Unsecured - considered goods)

Loans	6,191,065.00	6,191,065.00
Advances (Revocerable in cash or in kind or for value to be received)	1,048.41	434.46
Interest Receivable	649,999.30	627,499.30
Income Tax deducted at source	13,221.00	13,221.00
	<u>6,855,333.71</u>	<u>6,832,219.76</u>

6. CURRENT LIABILITIES & PROVISIONS

A. Current Liabilities

Sundry Creditors & Other Liabilities	361,155.60	360,606.00
Advances	3,691,431.00	3,621,431.00
	<u>4,052,586.60</u>	<u>3,982,037.00</u>
B. Provision for Income Tax	95,482.00	95,482.00
	<u>4,148,068.60</u>	<u>4,077,519.00</u>



Manuhtar



MALTI TEXTILE MILLS LIMITED

7. SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FOR THE PERIOD ENDED ON 31ST MARCH, 2010.

1. Significant Accounting Policies

i. Basis of Accounting

The accounts are prepared under historical cost convention on accrual basis.

ii. Dividend/Interest Income

Dividend/Interest Income is credited to revenue in the year in which it accrue Income is stated in full with the tax there on being accounted for under advance tax.

iii. Investments

Long term investments are stated at cost of acquisition, Provision for diminution in the value of long term investment is made only if, such a decline is other than temporary in the opinion of the management.

iv. Taxation

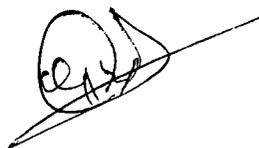
The current Income Tax liability is calculated by the company in accordance with relevant tax provisions and tax advices taken wherever considered necessary.

v. Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognized only when there is reliable estimate of present obligation on a result of past events. Contingent liabilities are disclosed by way of notes on accounts. Contingent assets are neither accounted nor disclosed in the financial statement due to uncertainty of their realization.

vi. Events occurring after the Balance Sheet date

Events occurring after the Balance Sheet date and till the date on which the financial statement are approved which are material in nature and indicates the need for adjustments in the financial statements are considered and accounted.



Manish Kumar



Amount due to Micro Small & Medium Enterprises Suppliers (MSMES) is Nil (Previous year Nil). No amount was due to any Small Sector Unit.

vii. Deferred Taxation

Deferred Taxation is calculated using the liability method in respect of the taxation effect arising from all material timing differences between the accounting and tax treatment of income & expenditure which are expected with reasonable probability to crystallize in foreseeable future. Deferred tax is recognized in the financial statement only to the extent of any deferred tax liability or when such benefits are reasonably expected to be realizable in near future.

viii. Earning Per share

Basic earning per share is calculated by dividing the net profit for the year attributable to equity shareholders (after deducting the redeemable preference share dividend) by the weighted average number of equity shares outstanding during the year.

Diluted earning per share is calculated by dividing the net profit attributable to equity shareholders (after deducting the redeemable preference share dividend) by the weighted average number of equity shares outstanding during the year (adjusted for the effects of dilutive options).

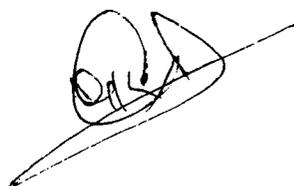
2. Amount outstanding for payment to SSI units for 30 days or more

31.03.2010	31.03.2009
Nil	Nil

3. In the opinion of the management the diminution in the value of long term investment is temporary in nature and hence provisions for the same is not considered necessary.

4. Current Liabilities include due to Directors/Ex. Director Rs.31,933 (Previous Year Rs.29,933).

5. Previous year's figures have been regrouped and/or rearranged wherever considered necessary.



Manish Khan



6. Auditors Remuneration includes

As Audit Fees	3,000	3,000
In Other capacity	4,500	4,500
	<u>7,500</u>	<u>7,500</u>

7. Company has been Registered as Non Banking Finance Company with RBI vide Registration No.13.00625 dated 07.04.1998.

8. In the opinion of the management, the current assets, loans and advances are expected to realize at least the amount at which they are stated, if realized in the ordinary course of business and provision for all known liabilities have been adequately made in the accounts.

9. The Deferred Tax asset arising due to brought forward losses has not been recognized in view of uncertainty as recommended under Accounting Standard '22' (AS-22) on Deferred Taxation issued by the Institute of Chartered Accountants of India.

10. Related Party Disclosure

Major Shareholder Anju Jain

Director Sh. Manish Jain

Concerns where major Shareholder/Director has substantial interest Arihant Exports Limited
Nityanand Exports & Consultants Co. Ltd.
Pasupati Acrylon Limited

Associates VMA Finance Pvt. Ltd.
MVA Finance Pvt. Ltd.

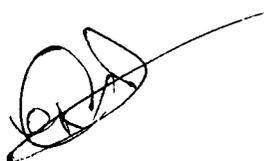


Manish Jain

Transactions with Related Parties

Particulars	<u>Concerns over which Major Shareholder/director has substantial interest</u>		<u>Associate Concern</u>		<u>Director</u>	
	Current Year Rs.	Previous Year Rs.	Current Year Rs.	Previous Year Rs.	Current Year Rs.	Previous Year Rs.
Opening Balance						
-Loan & Advance						
Loan given	5214000	5214000	-	-	-	-
Loan Taken	7897431	7867431	10354500	10354500	350000	350000
-Investment	11644470	11644470	5000	5000	-	-
Loan taken	10000	30000	-	-	-	-
Loan received back	-	-	-	-	-	-
Loan repaid/ adjusted	-	-	-	-	-	-
Investment	-	-	-	-	-	-
Closing Balance						
-Loan & Advance						
Loan given	5214500	5214500	-	-	-	-
Loan taken	7907431	7897431	10354500	10354500	350000	350000
-Investment	11644470	11644470	5000	5000	-	-

Note: Related Party relationship is as identified by the Company and relied upon by the Auditors.

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11. Basic & Diluted Earning Per Share

	<u>Current Year</u>	<u>Previous Year</u>
Profit/(Loss) after tax as per Profit & Loss Account	(48,960.65)	(31,807.42)
No. of Equity Shares	9,96,000	9,96,000
Earning Per Share	(0.05)	(0.03)

Diluted earning per share is same as basic earning per share.

12. Amounts to be credited to investor education & protection funds:

	<u>Current Year</u>	<u>Previous Year</u>
a) Unpaid dividend	-	-
b) Unpaid application money recovered for allotment of securities & due for refund	-	-
c) Unpaid matured deposits	-	-
d) Unpaid matured debentures	-	-
e) Interest accrued on (a) to (e) above	-	-

Manish Kumar

13. Disclosure in respect of loan/advances & investment in its own shares by the company, its subsidiary, associates etc. (as required under clause 32 of listing agreement):-

Particulars	Name of Lonee	Balance as at 31.03.2010 Rs.	Maximum Amount during the year Rs.
Loans where there is no interest	Nityanand Exports & Consultants Co. Associates Limited	52,14,000 (52,14,000)	52,14,000 (52,14,000)
	Fortune Leasing & Others Trading Co. Ltd.	4,32,065 (4,32,065)	4,32,065 (4,32,065)

14. Additional particulars as required in terms of paragraph 9BB of Non Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998.

PARTICULARS

(Rs. In lakhs)

Liabilities Side:

(1) Loans and Advances availed by the NBFCs includes of interest accrued thereon but not paid:	Amount <u>Outstanding</u>	Amount <u>Overdue</u>
(a) Debentures : Secured	-	-
: Unsecured (other than falling within the meaning of Public deposits	-	-
(b) Deferred Credits	-	-
(c) Term Loans	-	-
(d) Inter-Corporate loans and borrowing	179.34 (178.84)	-
(e) Commercial Paper	-	-
(f) Public deposit*	-	-
(g) Other Loans (Specify nature)	-	-

*Please see Note 1 below

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(2) Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid:

- | | | |
|--|---|---|
| (a) In the form of Unsecured debentures | - | - |
| (b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security | - | - |
| (c) Other public deposits | - | - |

*Please see Note 1 below

Assets side:

Amount
Outstanding

(3) Break-up of Loans and Advances including bills receivables (other than those included in (4) below):

- | | |
|---------------|------------------|
| (a) Secured | - |
| (b) Unsecured | 68.55
(68.32) |

(4) Break-up of Leased Assets and stock on hire and hypothecation loans counting towards EL/HP activities

(i) Lease assets including lease rental under sundry debtors:

- | | |
|---------------------|---|
| (a) Financial lease | - |
| (b) Opening lease | - |

(ii) Stock on hire including hire charges under sundry debtors:

- | | |
|------------------------|---|
| (a) Assets on hire | - |
| (b) Repossessed Assets | - |

(iii) Hypothecation loans counting towards EL/HP activities

- | | |
|--|---|
| (a) Loans where assets have been repossessed | - |
| (b) Loans other than (a) above | - |

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(5) Break-up of Investments:

Current Investments:

1. Quoted:

- (i) Shares -
 - (a) Equity -
 - (b) Preference -
- (ii) Debentures and Bonds -
- (iii) Units of mutual funds -
- (iv) Government Securities -
- (v) Other (please specify) -

2. Unquoted:

- (i) Shares -
 - (a) Equity -
 - (c) Preference -
- (ii) Debentures and Bonds -
- (iii) Units of mutual funds -
- (iv) Government Securities -
- (v) Other (please specify) -

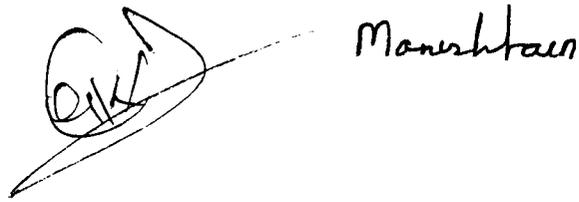
Long Term Investments:

1. Quoted:

- (i) Shares
 - (a) Equity 188.99
 - (b) Preference (188.99)
- (ii) Debentures and Bonds -
- (iii) Units of mutual funds -
- (iv) Government Securities -
- (v) Other (please specify) -

2. Unquoted:

- (i) Shares
 - (a) Equity 4.08
 - (b) Preference (4.08)
- (ii) Debentures and Bonds -
- (iii) Units of mutual funds -
- (iv) Government Securities -
- (v) Other (please specify) -

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- (6) Borrower group-wise classification of all leased assets, stock-on-hire and loans and advances:

Please see Note 2 below

Category	Amount net provision		Total
	Secured	Unsecured	
1. Related Parties**			
(a) Subsidiaries	-	-	-
(b) Companies in the same group	-	-	-
(c) Other related parties	-	52.14 (52.14)	52.14 (52.14)
2. Other than related parties	-	16.41 (16.18)	16.41 (16.18)
Total	-	68.55 (68.32)	68.55 (68.32)

- (7) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted)

Please see Note 3 below

Category	Market Value/Break up or fair value or NAV	Book Value (Net of Provisions)
1. Related Parties**		
a) Subsidiaries	-	-
b) Companies in the same group	-	-
c) Other related Parties	194.71 (47.39)	116.49 (116.49)
2. Other than related parties	26.02* (26.02)	76.58 (76.58)
Total	220.73 (73.41)	193.07 (193.07)

*NAV of unquoted shares is not available hence book value considered.

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MALTI TEXTILE MILLS LIMITED

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

A) Registration Details		
a) Registration No.		35398
b) State Code		11
c) Balance Sheet Date		31.03.2010
B) Capital raised during the year (Amount in Rs. thousands)		
a) Public Issue		-
b) Right Issue		-
c) Bonus Issue		-
d) Private Placement		-
C) Position of Mobilisation and deployment of funds (Amount in Rs. thousands)		
a) Total Liabilities		27,844
b) Total Assets		27,844
c) Sources of funds		
	1. Paid up Capital	9,960
	2. Reserves & Surplus	-
	3. Secured Loans	-
	4. Unsecured Loans	17,884
d) Application of funds		
	1. Net Fixed Assets	-
	2. Investments	19,307
	3. Net Current Assets	2,715
	4. Accumulated Losses	5,822
	5. Miscellaneous Expenses	-
D) Performance of the Company (Amount in Rs. thousands)		
a) Turnover		22
b) Total Expenditure		71
c) Profit/(Loss) before Tax		(49)
d) Profit/(Loss) after Tax		(49)
e) Earning per share in Rs.		(0.05)
f) Dividend		-
E) Generic Name of three principal products/services of the company (As per monitory terms)		
a) Item Code No. (ITC Code)		N.A.
b) Product Description		Investment & Finance

Schedule 1 to 7 forming part of the Balance Sheet and Profit & Loss Account.

AS PER OUR REPORT OF EVEN DATE ANNEXED
for SURESH KUMAR MITTAL & CO.,
CHARTERED ACCOUNTANTS


PARTNER

(MANISH JAIN) 
(ANIL TANDON) 
DIRECTORS

Place: New Delhi
Dated: 18.08.2010

