

MAXIMAA SYSTEMS LTD

20th Annual Report

2009-2010

NOTICE

Notice is hereby given that the 20th Annual General Meeting of the shareholders of Maximaa Systems Limited will be held on Wednesday, 15th September, 2010 at 11.00 a.m. at the registered office of the company at Suraj Estate, Kailas Road, Valsad - 396001, to transact the following business:-

ORDINARY BUSINESS:-

1. To consider and adopt the Balance Sheet as at 31.03.2010 and the Profit and Loss Account for the year ended as on date and the Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Shri.Parth Mehta, who retires by rotation and being eligible, offers him for reappointment.
3. To appoint a Director in place of Shri. Samir Mapara, who retires by rotation and being eligible, offers himself for reappointment.
4. To appoint Auditors to hold office from the conclusion of this Annual General Meeting to the conclusion of the next Annual General Meeting and to fix their remuneration.

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 THAT THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXIES IN ORDER TO BE EFFECTIVE, SHOULD REACH THE REGISTERED OFFICE OF THE COMPANY AT LEAST 48 HOURS BEFORE THE TIME FIXED FOR THE MEETING.
- (2) An explanatory statement pursuant to Section 173 (2) of the Companies Act, 1956 is annexed to the Notice.
- (3) The Register of members and Share Transfer books will remain closed from 10.09.2010 to 15.09.2010 (both days inclusive)
- (4) Members desiring any information as regards accounts are requested to write to the Company at least 10 days before the meeting to enable the management to keep the information ready.
- (5) Members/Proxies attending the meeting are requested to complete the enclosed attendance slip and deliver the same at the entrance of the meeting place.
- (6) Members are requested to intimate the change of address, if any, and the correct pin code No. to the Company's Registrars and Transfer Agents M/s. Purva Sharegistry (India) Pvt. Ltd., 9, Shiv Shakti Industrial Estate, J.R.Boricha Marg, Opp. Kasturba Hospital, Lower Parel (East) Mumbai - 400 011

Place: Valsad

By Order of the Board of Directors



Whole Time Director

Date:-14.08.2010

DETAILS OF DIRECTORS SEEKING REAPPOINTMENT IN THE FORTHCOMING ANNUAL GENERAL MEETING
(In pursuance of Clause 49 of the Listing Agreement)

1) Name of Directors	Parth Mehta	Samir Mapara
2) Age	28 Years	52 Years
3) Qualification	Under Graduate	B.Com
4) Date of Appointment	31.01.2006	25.08.2001
5) Experience	5 Years	30 Years
6) Other Directorship in Public Limited Companies as on 31.3.2010	Nil	Nil
7)Chairman / member of the Committee as on 31.03.2010	Nil	Nil

DIRECTORS' REPORT

To,
The Members

Your directors have pleasure in presenting their Twentieth annual report and the audited statement of accounts for the year ended on 31st March, 2010 together with the auditors report thereon.

The Directors of your Company are pleased to present the fifteenth Annual Report together with the Audited Accounts of the Company for the year ended 31st March, 2010.

Amalgamation of Mapara Furniture Pvt Ltd and Maximaa Infoways Pvt Ltd with Maximaa Systems Ltd.

The Scheme of Amalgamation of Mapara Furniture Pvt Ltd and Maximaa Infoways Pvt Ltd with Maximaa Systems Ltd with effect from 1st July, 2009 was sanctioned by Hon'ble High Court of Ahmedabad, Gujarat on 12th July, 2010 and Hon'ble High Court of Mumbai on 11th June, 2010.

Amalgamation of the Transferor Companies with Transferee Company would strengthen and consolidate the position of both the amalgamating and amalgamated Company and will enable the amalgamated Company to participate more vigorously and profitably in an increasingly competitive and liberalized market. The amalgamated Company will be in a position to generate additional funds and to further diversify and expand its business and attain better competitive edge in the interest of all constituents of both companies. The amalgamation result in improved asset base and enable the transferee Company to raise resources for future growth and expansion of the business.

FINANCIAL RESULTS

The summarized financial results for yearend 31st March 2010 are as under

Particulars	Rupees in lacs	
	2009-10	2008-09
Net sales	1652.78	1589.96
Other income	13.51	11.64
Total expenditure	1692.35	1494.81
Profit (+)/loss (-) after interest but before depreciation & taxation	26.05	106.80
Depreciation	136.07	23.71
Taxation	0	0.67
Net profit (+)/loss (-)	(1751.03)	81.73

DIVIDEND

In view of brought forward losses the directors do not recommend any dividend for the year ended 31st March 2010.

COMPANY PERFORMANCE

The Income from sales of products were increased from, 1589.96 lacs to Rs. 1652.78 lacs. The company achieved increase in sales in spite of heavy competition. The I.T. Division earned 34.00 lacs (Previous year Rs 47.79 Lacs) as service charges. The company has also started trading in furniture and continuously lay more stress on trading business to increase turnover and profit.

MANAGEMENT DISCUSSION AND ANALYSIS.

- Industry Structure and Developments:** - Company is an Engineering Industry. Company is primarily and also having interest in Software Development & BPO work which been carried on small scale.
- Opportunities and Threats:** - The steel industry provides ample opportunities in domestic market however the fluctuation in price of steel and competition in domestic market will make it difficult to achieve the targets.
- Segment wise or product wise Performance:** - This is mentioned as an annexure to the Balance Sheet.
- Outlook:** - The Company has decided to concentrate core business of manufacturing of steel furniture, storage systems, Pallets along with trading activities of steel / stainless steel and software.
- Risks & Concerns:** - Company does not foresee any such risk in near future, which will hamper the activities.
- Internal control systems and their adequacy:** - Company has been implemented various software's for better control of day to day operations.
- Discussion on financial performance with respect to operational performance:** - Company is improving its performance year by year and looking to the developments in near future, there will be a turnaround.
- Human Resources Management Initiatives:** - The management is keenly interested this field. All the

BOARD OF DIRECTORS:

There was no change in constitution of Board of Directors. Shri Parth Mehta and Shri Samir Mapara retire by rotation at ensuing Annual General Meeting and they are eligible for reappointment.

AUDITORS:

M/s. H.P. Shah Associates, Chartered Accountants, retire at this Annual General Meeting however they have expressed their unwillingness to be appointed as auditors of the company. Company has received letter from M/s D. D. Desai & Associates, Chartered Accountants showing their consent and willingness to be appointed as statutory Auditors of company for the financial year 2010-2011. This will be in accordance with the provisions of Section 224(1B) of the Companies Act, 1956. The Board of directors commends their appointment.

AUDITORS REPORT

The auditors report is self explanatory and do not call for any explanation or clarification by directors.

FIXED DEPOSITS:

Your Company has not accepted any deposits from public.

CORPORATE GOVERNANCE:

Certificate of the company secretary regarding compliance of the conditions of Corporate Governance as stipulated in clause 49 of the Listing Agreement with stock exchange, is enclosed. . .

DEMATERIALIZATION OF SHARES:-

The Company converted its shares into dematerialized form by all the investors with National Securities Depository Ltd. (NSDL) and Central Depository Services India Ltd. (CDSL) with effect from 01.06.2000 and 01.08.2000 respectively. 81.35% of shares were converted into dematerialized form as on 31.03.2010.

STATUTORY INFORMATION:

- (i) Information under section 217 (1) (e) of the Companies Act, 1956 read with the companies (Disclosure of particulars in the Report of the Board of Directors) Rules, 1988 is not applicable since company does not have any employee drawing remuneration in excess if limits prescribed.

A. CONSERVATION OF ENERGY

- Energy conservation measures taken: None at present
- Additional investment and proposals, if any, being implemented for reduction of consumption of energy: There are no proposals.
- Impact of measures at (a) & (b) above for reduction of energy consumption and consequent impact on the cost of production of goods: Does not arise.
- Total energy consumption and energy consumption per unit of production as per Form "A" to annexure in respect of industries specified in the schedule thereto: Not Applicable.

B. TECHNOLOGY ABSORPTION**Form B****Research & Development (R & D)**

- Specific area in which R & D carried by the company: None at Present
- Benefits derived as a result of the above R & D: Does not arise.
- Future plan of action: At present it is not under consideration
- Expenditure on R & D: Nil

Technology absorption, adaptation and innovation:

- Efforts being made towards technology absorption, adaptation and innovation: None
- Benefits derived as a result of the above efforts e.g. Product improvement cost, reduction, product development, import substitution etc. : None
- Imported technology: Not applicable as technology has not been imported.

C. FOREIGN EXCHANGE EARNING AND OUTGO: As per balance Sheet**INFORMATION UNDER SECTION 217 (2A) OF THE COMPANIES ACT, 1956 READ WITH THE COMPANIES (PARTICULARS OF EMPLOYEES) RULES 1975 AS AMENDED UP TO DATE :**

The company do not have any employee drawing salary in excess of limits prescribed under section 217 (2a) of the companies

DIRECTORS' RESPONSIBILITY STATEMENT.

Your Directors confirm that:

- (i) In the preparation of Annual Accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures.
- (ii) The Directors had selected such accounting policies and applied them consistently and 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 at the end of financial year and of the loss of the company for the year.
- (iii) the Directors has 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, and
- (iv) The Directors had prepared the accounts on going concern basis.

INDUSTRIAL RELATIONS:

The industrial relations continued to be cordial during the year under review.

ACKNOWLEDGMENT:

The Directors express their sincere thanks to the employees, customers, suppliers, company's bankers and members of the company for their continued support.

For & On Behalf of the Board of Directors


Whole Time Directors

Place :Valsad

Date :14.08.2010

REPORT ON CORPORATE GOVERNANCE

The Company's policies and practices continued to aim at efficient conduct of business and in effective meeting its obligations to the shareholders as the company believe in good corporate governance.

BOARD OF DIRECTORS:

The present strength of Board of Directors of your Company is Six.

Sr. No.	Category	Name of Director
I	(i) Promoters & Executive Directors	Mr. Sameer J. Mapara (Chairman) Mr. Manoj B. Shah (Managing Director) Mr. Mayur B. Shah (Jt. Managing Director) Mr. Mahesh B. Shah (Jt. Managing Director)
II	Independent and Non Executive Directors	Mr. Shantilal K. Dedhia Mr. Parth Mehta

"Independent Director" who apart from receiving director's remuneration, do not have any other material pecuniary relationship or transactions with the Company, its promoters, its management, which in judgment of the Board may affect independence of judgment of director.

Brief resume of the directors, who retire by rotation and seek reappointment. is given in the notes to the notice, the members are requested to refer the same.

Attendance of Directors at the meeting of Board of Directors held during the financial year 2009-2010 and the last Annual General Meeting held on 09.08.2009 are as follows:

Details of Meetings of Board of Directors held during the year 2009-2010:

Sr.No.	Date	No. of Directors present
1	25.05.2009	5
2	15.06.2009	5
3	15.07.2009	5
4	31.07.2009	5
5	31.10.2009	5
6	30.01.2010	5

Name of Director	No. of Board Meeting Attended	Attendance in A.G.M.
Mr. Mayur B. Shah	6	Present
Mr. Manoj B. Shah	6	Present
Mr. Mahesh B. Shah	6	Present
Mr. S.J. Mapara	6	Present
Mr. S.K. Dedhia	6	Present
Mr. Parth Mehta	6	Present

Number of Board of Directors or Board Committee of Public Limited Companies of which a Director is member or chairperson.

Name of Director	No. of BOD's of public Companies	No. of Membership of Board Committee	No. of Chairmanship of Board Committee
Mr. Mayur B. Shah	1	-	1
Mr. Manoj B. Shah	1	2	-
Mr. Mahesh B. Shah	1	1	-
Mr. S.J. Mapara	1	1	2
Mr. S.K. Dedhia	1	-	1
Mr. Parth Mehta	1	3	-

AUDIT COMMITTEE:

Brief description of terms of reference:

To oversee the company's financial reporting process, internal control system, reviewing the accounting policies and practices, reports of the company's Quarterly/Half Yearly/Yearly financial statements as also to review financial and risk management policies.

Composition : Consists of 3 directors as under:

Name of Members & Chairperson: 1) Mr. S.K. Dedhia (Chairman)
: 2) Mr. S.J. Mapara
: 3) Mr. Parth Mehta

Meeting and Attendance during the year:

Sr.No.	Name of Directors.	No. Meeting Held	No. Meeting Attended
1	Mr. S.K. Dedhia	4	4
2	Mr. S.J. Mapara	4	4
3	Mr. Parth Mehta	4	4

SHAREHOLDERS/INVESTORS GRIEVANCE COMMITTEE:

Brief description of terms of reference

To specifically look into the redressal of complaints like transfer of shares, non-receipt of annual reports, etc. received from shareholders/investors and improves the efficiency in investors' service wherever possible.

Composition : Consists of 3 directors as under:

Name of Members & Chairperson : 1) Mr. S.J. Mapara (Chairman)
: 2) Mr. Parth Mehta
: 3) Mr. Manoj B. Shah

Name of Compliance Officer : Mr. Bankim Solanki

Meeting and Attendance during the year:

Name of Directors	No. of Meeting Held	No. of Meeting attended
Mr. S.J. Mapara	3	3
Mr. Parth Mehta	3	3
Mr. Manoj B. Shah	3	3

Details of complaints received during the year.

Nature of Complaint / Query	No. of complaints / queries received	No. of complaints/queries not solved to the satisfaction of shareholders
Transfer of Shares	Nil	Nil
Non Receipt of Annual Reports	2	Nil

REMUNERATION COMMITTEE:

The Executive Directors' remuneration is fixed by the committee within the overall limit and recommended for approval by the Board of Directors and the Shareholders at their meetings. Presently, the Non Executive Directors are not paid any remuneration.

Composition : Consists of 3 directors as under:
 Name of Members & Chairperson : 1) Mr. S.K. Dedhia (Chairman)
 : 2) Mr. Sameer Mapara
 : 3) Mr. Parth Mehta

Meeting and Attendance during the year.

Name of Directors	No. of Meeting Held	No. of Meeting attended
Mr. S.K. Dedhia	3	3
Mr. Sameer Mapara	3	3
Mr. Parth Mehta	3	3

Details of Remuneration paid to the Executive Directors for the F.Y. 2009-10

Name of Director	Designation	Salary (Rs.)	Perks (Rs.)	Commission (Rs.)	Total (Rs.)
Mr. Manoj B. Shah	Whole Time Director.	8,29,980	40,415/-	—	8,70,395
Mr. Mayur B. Shah	Whole Time Director.	8,29,980	32,865/-	—	8,62,845
Mr. Mahesh B. Shah	Whole Time Director.	8,29,980	31,654/-	—	8,61,634

No. sitting fee was paid to any Director. No commission was paid to any Director.

ANNUAL GENERAL MEETING:**Details of last three Annual General Meetings held:**

Particulars	2006-2007	2007-2008	2008-2009
Day	Friday	Thursday	Thursday
Date	31.08.2007	22.08.2008	09.08.2009
Time	11.00. a.m	11.00. a.m	11.00. a.m
Venue	Suraj Estate, Kailas Road, Valsad	Suraj Estate, Kailas Road, Valsad	Suraj Estate, Kailas Road, Valsad

DISCLOSURES:

- Disclosures on materially significant related party transaction, i.e., transactions of the company of material nature, with its Promoters, Directors, or the Management their subsidiaries or relative, etc. that may have potential conflict with the interest on the company at large:-

None of the transactions with any of the related parties were in conflict with the interest of the company.

- Details of non compliance by the company, penalties, strictures imposed on the company by the Stock Exchange or SEBI or any statutory or any matter related to capital market during the last three years.

The company has complied with the requirements of regulatory authorities on matters related to the capital market and no penalties/strictures have been imposed against the company during the last three years.

MEANS OF COMMUNICATION:

The Company publishes its financial results every quarter in newspapers. Communications on the half yearly results are not sent individually to the Shareholders of the company.

COMPLIANCE CERTIFICATE

The certificate regarding compliance of conditions of clause 49 of the Listing Agreement from the Company Secretary of the company is annexed hereto.

GENERAL SHAREHOLDER INFORMATION:

- Annual General Meeting : 20th Annual General Meeting
 Day, Date, Time & Venue : Wednesday, 15th September, 2010 at 11 a.m.
 At Suraj Estate, Kailas Road, Valsad – 396 001.

2) Financial Year/Calendar:

- Results for first Quarter ending 30.06.2010 : On or before 15.08.2010
- Results for second Quarter ending 30.09.2010 : On or before 15.11.2010
- Results for third Quarter ending 31.12.2010 : On or before 15.02.2011
- Results for fourth Quarter ending 31.03.2011 : On or before 15.05.2011
- Results for financial year ending 31.03.2011 : On or before 31.08.2011

3) Date of Book Closures : 10.09.2010 to 15.09.2010 (both days inclusive)

4) Dividend Payment Date: No dividend declared

5) Regd. Office & Phone Nos. : Suraj Estate, Kailas Road, Valsad - 396 001.
: (02632) 2242626) Registrar & Share Transfer Agent: M/s. Purva Sharegistry (India) Pvt. Ltd.,
9, Shiv Shakti Industrial Estate, J.R.Boricha Marg,
Opp. Kasturba Hospital, Lower Parel (East) Mumbai - 400 011
022- 23018261/2301 67817) Company's Correspondence Address & Phone: B-1, Yash Kamal, Tithal Road,
Valsad - 396 001
Tel No : (02632) 222402/403
Fax No. : (02632) 222 302
E-Mail : accounts@maximaasystems.com
Web site : www.maximaasystems.com8) Plant Location : Maximaa Systems Ltd. Village: Bamti
: Taluka: Dharampur, Dist.: Valsad (Guj)
Tel No.: (02633) 242136, Fax (02633) 242114

9) Listing on Stock Exchange : Listing Fee for Mumbai Stock Exchanges is paid for F.Y.2009- 10.

Stock Code : M 040

Demat ISIN No. in NSDL & CSDL : INE161B01010

10) Market Price Data during 2009-2010

Month	Share Price	
	Low	High
April, 2009	1.20	2.49
May, 2009	1.75	3.29
June, 2009	2.50	3.46
July, 2009	1.65	2.62
August, 2009	2.20	3.64
September 2009	2.68	4.36
October, 2009	2.20	2.95
November, 2009	2.29	3.13
December, 2009	2.42	3.20
January, 2010	2.51	3.50
February, 2010	2.51	3.41
March, 2010	2.62	3.38

11) Distribution of Shareholding as on 31.03.2010

8280 shareholders hold 1, 78, 22,554 equity shares of nominal value of Rs.10/- each.

Distribution of Shares (Slab wise)	No. of Share Holders	Percentage to total No. of Shareholders	No. of Share Held	Percentage total Share Capital
Up to 500	4617	55.76	13423180	7.53
501 to 1000	1689	20.40	15672520	8.79
1001 to 2000	817	9.87	13980460	7.84
2001 to 3000	334	4.03	8913780	5.00
3001 to 4000	135	1.63	4934900	2.77
4001 to 5000	236	2.85	11503590	6.45
5001 to 10000	237	2.86	19119480	10.73
10001 & above	215	2.60	90677630	50.88
Total	8280	100	17822554	100.00

12) SHARE TRANSFER SYSTEM:



As per SEBI circular No. B & CC/FITTC/CIR-15/2002 dated 27.12.2002, the Company has decided that all the work related to share transfer in terms of both physical and electronic shall be maintained at a single point. Accordingly M/s. Purva Shareregistry (India) Pvt. Ltd., 9, Shiv Shakti Industrial Estate, J.R.Boricha Marg, Opp. Kasturba Hospital, Lower Parel (East) Mumbai - 400 011, 022- 23018261/2301 6781 is presently handling share registry work.

13) As per notification issued by SEBI, the shares of company are traded compulsory in dematerialized form by an investor. As on 31st March, 2010, out of total shares of 1,78,22,554, fully paid up equity shares of Rs. 10/- each listed with Stock Exchanges equity shares (81.35 % of paid up capital) held by 5780 shares holders (69.81 % of total no. of share holders) have been demated.

14) Outstanding GDRs, AARs warrants or any convertible instruments, etc. : NIL

Place : Valsad
Date : 14.08.2010

For & On Behalf of the Board of Directors



Whole Time Directors

The Members

Maximaa Systems Ltd.

We have examined the compliance of conditions of Corporate Governance by Maximaa Systems Limited, for the year ended on 31st March, 2010 as stipulated in Clause 49 of the Listing Agreement of the said Company with stock exchange.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination has been limited to review of the information and implementations thereof adopted by the Company for ensuring compliance with the conditions of the Corporate Governance as stipulated in the said clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion, and to the best of our information and according to the explanations given to us, and based on the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of the Corporate Governance as stipulated in Clause 49 of the above-mentioned Listing Agreement, except the following.

There is no whole time company secretary through required by clause 49 of the Listing Agreement who would act as a secretary to the Audit Committee.

We state that no investor grievance is pending for a period exceeding one month against the company as per records maintained by the company.

We further state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Place: SURAT

Date: 14th August 2010

K. DALAL & CO.
COMPANY SECRETARIES

K. DALAL & CO.
CHARTERED ACCOUNTANTS



205, 'Pawan Hans', B/h. Chamunda Restaurant, Sub Jail Char Rasta, Ring Road, Surat-395 002.

REPORT ON CORPORATE GOVERNANCE

To,
The Members
MaxiMaa Systems Ltd.

We have examined the compliance of conditions of Corporate Governance by **MaxiMaa Systems Limited**, for the year ended on 31st March, 2010 as stipulated in Clause 49 of the Listing Agreement of the said Company with stock exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination has been limited to review of the procedures and implementations thereof adopted by the Company for ensuring compliance with the conditions of the Corporate Governance as stipulated in the said clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion, and to the best of our information and according to the explanations given to us, and based on the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of the Corporate Governance as stipulated in Clause 49 of the above-mentioned Listing Agreement, except the following.

There is no whole time company secretary through required by clause 49 of the Listing Agreement who would act as a secretary to the Audit Committee.

We state that no investor grievance is pending for a period exceeding one month against the company as per records maintained by the company.

We further state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Place: SURAT
Date: 14th August, 2010

FOR K. DALAL & CO.
COMPANY SECRETARIES


KUNJAL DALAL
C.P.NO. 3863

AUDITOR'S REPORT

To,
The Members of
MaxiMaa Systems Ltd

We have audited the attached Balance Sheet of MaxiMaa Systems Ltd as at 31st March 2010 and the Profit and Loss Account for the year ended on that date annexed thereto and also 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.

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.

As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.

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

- a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b) In our opinion, proper books of accounts as required by law, have been kept by the Company, so far as it appears from examination of such books.
- c) The Balance Sheet and the Profit & Loss Account referred to in this report are in agreement with the books of accounts.
- d) In our opinion the Balance sheet and Profit & Loss Account, comply with the Accounting Standards as referred to in sub section (3C) of section 211 of the Companies Act, 1956, to the extent applicable.
- e) 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 2010 from being appointed



as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;

In our opinion, and to the best of our information and according to the explanation given to us, the said Balance Sheet and the Profit & Loss Account read together with the notes thereon give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

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

For H. P. SHAH ASSOCIATES

H. P. Shah
H. P. SHAH
PROPRIETOR
CHARTERED ACCOUNTANTS
MEMBERSHIP No. 39093



Place : Vapi
Date :14/08/2010

ANNEXURE TO AUDITOR'S REPORT

On the basis of checks as considered appropriate and in terms of the information and explanations given to us, we report as under:

(i) FIXED ASSETS:

- (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, the fixed assets have been physically verified by the management during the year in a phased manner, which in our opinion is reasonable having regard to the size of the company and nature of its assets. No material discrepancies were noticed on such verification.
- (c) During the year, the Company has not disposed of any substantial/major part of fixed assets, and going concern status of the company is not affected.

(ii) INVENTORIES:

- (a) As explained to us, the inventories have been physically verified during the year by the management. In our opinion, having regard to the nature and location of stocks, the frequency of the physical verification is reasonable.
- (b) In our opinion and according to the information and explanations given to us, procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) The Company is maintaining proper records of inventory. As explained to us there were no material discrepancies noticed on physical verification of inventory as compared to the book records and the same have been properly dealt with in the books of account.

(iii) LOANS:

- (a) The Company has granted interest free advance to one party, and no interest free loan has been granted to any party covered in the register maintained under Section 301 of the Companies Act 1956
- (b) According to the information and explanations given to us and in our opinion the terms and condition on which such advances have been given to parties listed in register maintained under section 301 of the Companies Act are not prima facie prejudicial to the interest of the company.
- (c) The parties are regular in repaying the advances, or they are either being adjusted or being repaid regularly.
- (d) In view of the above answer to clause "c", this clause is not applicable.
- (e) The Company has inherited on amalgamation interest free loan from one party covered under register maintained under Section 301 of the Companies Act.



- (f) The rate of interest & other terms & conditions of loan taken by company are not prime facie prejudicial to the interest of the company.
- (g) The payment of principal amount is regular. The question of payment of interest does not arise in view of the fact this loan is interest free.

(iv) INTERNAL CONTROL PROCEDURES:

In our opinion and according to the information and explanations given to us, there are adequate internal control procedures 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 & services. During the course of our audit, no major weakness has been noticed in the internal controls.

(v) TRANSACTION WITH RELATED PARTY:

Based on the audit procedures applied by us and according to the information and explanations provided by the management, we are of the opinion that the particulars of contracts or arrangement with related party that need to be entered into the Register maintained under Section 301 have been so entered

In our opinion and according to the information and explanations given to us, the transaction made in pursuance of contracts or arrangements entered in the Register maintained under Section 301 and exceeding the value of five lakh rupees in respect of any party during the year, have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.

(vi) PUBLIC DEPOSITS:

The company has not accepted any deposits from the public.

(vii) COST RECORDS:

As explained to us the Central Government has not prescribed the maintenance of Cost Records Under Section 209(1)(d) of the Companies Act 1956, in respect of the Company's products.

(viii) STATUTORY DUES:

- (a) According to the information and explanations given to us and the records examined by us, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education and protection fund, employees' state insurance, income-tax, wealth-tax, customs duty, excise-duty, service tax, cess and other material statutory dues wherever applicable except Sales-tax, of Rs. 11.24 lacs. According to the information and explanations given to us, no undisputed arrears of statutory dues were outstanding as at 31st March, 2010 for a period of more than six months from the date they became payable, except Sales Tax of Rs. 11.24 lacs.



The According to the information and explanations given to us, no disputed arrears of statutory dues were outstanding as at 31st March 2010

(ix) ACCUMULATED LOSSES:

Accumulated losses of the company at the end of the financial year under reference of Rs. 1,21,81,811.

(x) REPAYMENT OF DUES OF FINANCIAL INSTITUTIONS:

Based on our audit procedures and the information and explanations given to us, we are of the opinion that the company has not defaulted in repayment of dues to the financial institution or bank.

(xi) LOANS & ADVANCES AGAINST SHARES, DEBENTURES AND OTHER SECURITIES:

Based on our examination of the records and according to the information and explanations given to us, the Company has not granted any loans and/or advances on the basis of security by way of pledge of shares, debentures and other securities.

(xii) CHIT FUND COMPANY OR NIDHI/MUTUAL BENEFIT FUND/SOCIETY:

In our opinion, the Company is not a chit fund or a nidhi/mutual benefit fund/society therefore clause (xiii) of the Order is not applicable to the Company

(xiii) MAINTENANCE OF RECORDS FOR DEALING/TRADING IN SHARES, SECURITIES, DEBENTURES & OTHER INVESTMENTS:

The Company is not dealing or trading in shares, securities, debenture or other investments hence the Clause (xiv) of the Order is not applicable to the Company.

(xiv) GUARANTEE:

According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks and financial institutions.

(xv) UTILIZATION OF TERM LOAN FUND:

The Company has not raised any new Term Loan during the year, the term loan outstanding at the beginning of the year were applied /utilized for the purpose for which they were raised.

(xvi) MISMATCH BETWEEN SHORT TERM/LONG TERM FUNDS:

According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we are of the opinion that the company has not utilized fund raised on short-term bases for Investment on Long Term bases.

(xvii) PREFERENTIAL ALLOTMENT OF SHARES:

The Company has not made any preferential allotment of shares during the year.

(xviii) CREATION OF SECURITIES FOR ISSUE OF DEBENTURE:

During the year covered by our audit report, the company has not issued any debentures.



(xix) END USE OF MONEY RAISED BY PUBLIC ISSUE:

The Company has not raised any money by public issues during the year.

(xx) FRAUD ON OR BY THE COMPANY:

As per the information and explanations given to us, no fraud on or by the Company has been noticed or reported during this year, which causes the financial statements to be materially misstated.

For H. P. SHAH ASSOCIATES

H. P. Shah

H. P. SHAH
PROPRIETOR
CHARTERED ACCOUNTANTS
Membership No. 39093



PLACE: VAPI
DATE: 14-8-2010

MAXIMAA SYSTEMS LIMITED
BALANCE SHEET AS AT March 31, 2010

	Schedule	Rupees	For the Year Ended March 31, 2010	For the Year Ended March 31, 2009
SOURCES OF FUNDS				
(1) SHAREHOLDERS FUNDS				
(A) Share Capital	1	32,014,040		178,225,540
Share Capital Suspense A/c (see note schd 1)		56,953,470		0
(B) Warrant	2	0		12,680,000
(C) Reserves And Surplus (See Note schd 3)	3	39,190,430		29,330,324
(D) Capital Reserves	4	12,180,000		0
			140,337,940	220,235,864
(2) LOAN FUNDS				
(A) Secured Loans	5	40,244,326		20,566,602
(B) Unsecured Loans	6	354,000		264,000
			40,598,326	20,830,602
		TOTAL	180,936,266	241,066,466
APPLICATION OF FUNDS				
(1) FIXED ASSETS				
(A) Gross Block	7	101,366,212		52,231,063
(B) Less : Depreciation		25,099,792		19,894,040
(C) Net Block			76,266,420	32,337,023
(D) Capital Work In Progress			0	18,000,000
			76,266,420	50,337,023
(2) INVESTMENTS				
	8		0	99,940,000
(3) CURRENT ASSETS, LOANS AND ADVANCES				
(A) Inventories		35,216,276		40,717,569
(B) Sundry Debtors		92,622,184		92,803,118
(C) Cash & Bank Balance		9,400,287		4,493,621
(D) Loans & Advances		46,936,041		46,823,187
		184,174,788		184,837,495
Less: CURRENT LIABILITIES AND PROVISIONS.				
(A) Current Liabilities	10	90,088,114		106,429,805
(B) Provisions		1,629,128		20,819
		91,717,242		106,450,624
NET CURRENT ASSETS				
			92,457,546	78,386,871
(4) (A) BALANCE IN PROFIT & LOSS ACCOUNT				
			12,181,811	12,402,572
DEFERRED TAX ASSET				
			30,489	
		TOTAL	180,936,266	241,066,466
SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS				
	18			

As Per Our Attached Report Of Even Date

FOR H.P. SHAH ASSOCIATES

H.P. Shah
(H.P. SHAH)

PROPRIETOR

CHARTERED ACCOUNTANTS

Membership No. 39093



FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Mahesh Shah

MAHESH SHAH
DIRECTOR

Mayur Shah

MAYUR SHAH
DIRECTOR

PLACE : VAPI

MAXIMAA SYSTEMS LIMITED

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

	Schedule	Rupees	For the Year Ended March 31, 2010	For the Year Ended March 31, 2009
1 INCOME				
(A) Income from Operations	11	168,526,610		169,115,416
Less : Excise Duty		3,248,619		10,119,570
Net Income From Operation			165,277,991	158,995,846
(B) Other Income	12		1,351,095	1,164,553
			166,629,086	160,160,399
2 EXPENDITURE				
(A) Decrease/ Increase in Stocks	13		-5,880,462	2,227,837
(B) Material Consumed	14		148,343,559	126,179,592
(C) Manufacturing, Administrative & Selling Exp.	15		22,875,903	19,474,475
(D) Finance Charges	16		4,113,013	1,598,701
(E) Depreciation	17		13,607,083	2,371,275
			183,059,096	151,851,880
3 Profit (Loss) Before Extra Ordinary Items			-16,430,010	8,308,520
4 Add :Extra Ordinary Items (see note of schedule 17)			-158,891,051	-68,646
5 Profit (Loss) Before Tax			-175,321,061	8,239,874
6 Less: Provision for Fringe Benefit Tax			0	67,264
7 Profit (Loss) After Tax			-175,321,062	8,172,609
8 Profit (Loss) Brought Forward From Previous Year			-12,402,572	-20,575,181
9 Transfer to Capital A/c (See note of Schedule)			175,541,823	0
10 PROFIT (LOSS) CARRIED TO BALANCE SHEET			-12,181,811	-12,402,572
Earning per Share before extra ordinary items (see note 19 of Schedule 17)			-1.85	0.47
Earning per Share after extra ordinary items (see note 19 of Schedule 17)			-19.71	0.46

SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS 18

As Per Our Attached Report Of Even Date

FOR H.P. SHAH ASSOCIATES

Hareesh Shah
(H.P. SHAH)
PROPRIETOR
CHARTERED ACCOUNTANTS



Chaloo
MAHESH SHAH
DIRECTOR

Manish
MAYUR SHAH
DIRECTOR

PLACE : VAPI
DATED : 16-08-2010
Membership No. 39093

MAXIMAA SYSTEMS LIMITED
SCHEDULE FORMING PART OF THE BALANCE SHEET AS AT 31st MARCH, 2010

	RUPEES	AS AT 31.03.2010	AS AT 31.03.2009
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SCHEDULE 1: SHARE CAPITAL

(A) AUTHORISED

20000000(PREVIOUS YEAR 20000000)EQUITY SHARES OF Rs.10 (PREVIOUS YEAR RS.10) EACH		<u>200,000,000</u>	<u>200,000,000</u>
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ISSUED SUBSCRIBED & PAID UP CAPITAL

32,01,404 (PREVIOUS YEAR 17822554) EQUITY SHARES OF Rs.10 EACH(PREVIOUS YEAR RS.10 EACH)FULLY PAID UP.		32,014,040	178,225,540
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EQUITY SHARE SUSPENSE ACCOUNT

56,95,347 EQUITY SHARES OF RS 10 EACH (PURSUANT TO SCHEME OF AMALGAMATION APPROVED BY GUJARAT & BOMBAY HIGH COURT. THIS MUCH NO OF EQUITY SHARES ARE ALLOTTED TO SHAREHOLDERS OF MAPARA FURNITURE PVT LTD AND MAXIMAA INFOWAYS PVT LTD. (PENDING ALLOTMENT OF SUCH SHARES THE VALUE OF SUCH SHARES SHOWN AS EQUITY SHARES SUSPENSE ACCOUNT))		56,953,470	0
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		<u>88,967,510</u>	<u>178,225,540</u>
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SCHEDULE 2: WARRANTS

AMOUNT UPFRONT RECEIVED AGAINST EXCHANGABLE WARRANTS (PREVIOUS YEAR 1,21,80,000 WARRANTS HAS BEEN ISSUED ON PREFERENTIAL BASIS) (See Notes No.6 of Schedule 16)		0	12,180,000
Excess Warrant Application Money Refund		0	500,000
		<u>0</u>	<u>12,680,000</u>

SCHEDULE 3: RESERVES & SURPLUS

CAPITAL INVESTMENT SUBSIDY		0	1,967,000
SHARE PREMIUM		0	27,363,324
(Transfer to Capital account as per High Court Note no) (ARE PREMIUM (Aquired on Amalgamation)		0	29,330,324
		39,190,430	0
		<u>39,190,430</u>	<u>29,330,324</u>

SCHEDULE 4 : CAPITAL RESERVES

(PREVIOUS YEAR 1,21,80,000 WARRANTS HAS BEEN ISSUED ON PREFERENTIAL BASIS. NOW FORFIETED)		12,180,000	0
		<u>12,180,000</u>	<u>0</u>

SCHEDULE 5 : SECURED LOANS

**TERM LOAN
FROM NATIONALISED BANK :**

Bank of Baroda - Car Finance (Secured by Hypothecation of Car) [Installment due within next 12 months Rs. 1.82 Lacs(PREVIOUS YEAR Rs.1.63 Lacs)]		404,623	576,127
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(From Bank of India)		6,870,187	0
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(Secured by Hypothecation of Plant & Machinery)



FROM OTHERS- Sundaram Finance Ltd - Tempo Finance [Installment due within next 12 months Rs.1.71 Lacs(Previous Year Rs.1.54 Lacs)] (Secured by Hypothecation of EICHER Tempo)	46,270	217,299
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WORKING CAPITAL LOANS

	32,923,246	19,773,176
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NOTE :-

All the Loans From Nationalized Bank are Secured by Hypothecation of Raw Materials, Work In Progress and Finished Goods, Book Debts and personal guarantee of some of Directors and further secured by first Equitable Mortgage of Land, Building, fixed Plant & Machinery, Machinery Stores, Tools, Fixtures, Furniture, Fitting Acces., Equipments, Electrical Installation both Present & Future.

TOTAL	40,244,326	20,566,602
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SCHEDULE 6 : UNSECURED LOANS

om Director and Relatives

	354,000	264,000
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TOTAL	354,000	264,000
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MAHEEVA SYSTEMS LTD
SCHEDULE FORMING PART OF THE BALANCE SHEET AT 31ST MARCH 2010

No	Name of Assets	GROSS BLOCK				DEPRECIATION BLOCK				NET BLOCK		
		Carrying Balance As on 01/04/2009	Additional during Year	Agreed (7/8/2009)	Depreciation	Total As on	Carrying the Year	Depreciation	Adjustment	Total As on	As on 31/3/2010	As on 31/3/2009
1	GOODWILL	-	59,205,892	-	-	59,205,892	11,840,378	-	-	11,840,378	47,365,514	-
2	Land	193,175	-	-	-	193,175	-	-	-	-	193,175	-
3	Land Development	242,069	-	-	-	242,069	-	-	-	-	242,069	-
4	Building	5,043,961	7,688,843	7,688,843	-	15,421,647	332,472	595,931	-	2,164,163	10,866,742	4,132,276
	Factory	3,813,545	-	-	-	3,813,545	391,248	595,931	-	1,511,250	6,796,233	2,192,541
	Office	2,773,251	7,088,943	7,088,943	-	10,305,980	38,013	-	-	10,343,993	1,200,509	1,302,786
	Staff Quarters	442,083	-	-	-	442,083	5,210	-	-	447,293	338,861	248,113
	Office IT	311,282	-	-	-	311,282	5,049	-	-	316,331	268,779	221,037
5	Plant & Machinery	10,216,297	376,269	8,279,688	26,810,951	19,546,813	999,014	1,177,437	3,954,350	3,263,871	13,760,842	24,407,590
	P.A.#	20,603,259	376,269	1,200,077	28,818,951	14,553,133	879,974	1,177,437	9,974,250	5,570,037	12,863,967	27,992,788
	Destination	96,180	-	490,021	-	586,201	4,560	-	-	21,378	543,000	29,006
	CG 541	310,245	-	-	-	310,245	14,741	-	-	324,986	293,289	349,628
	P.A. LIT. AC	99,698	-	-	-	99,698	4,203	-	-	103,901	99,698	99,698
	P.A. LIT. IS	150,150	-	102,850	-	253,000	5,024	-	-	258,024	40,541	73,528
6	Computers	3,697,266	50,820	552,613	-	4,300,700	119,767	33,829	-	2,214,077	656,730	373,076
	Computers - Storage	1,294,266	50,820	52,219	-	1,497,305	109,569	-	-	596,278	271,990	334,338
	Computers - IT	1,403,000	-	500,394	-	1,903,394	10,200	33,829	-	1,344,808	400,740	138,738
7	Furniture & Fixtures	1,499,943	-	1,193,237	-	2,693,180	632,773	161,674	-	794,447	5,939,892	872,568
	Factory	247,010	-	1,209,962	-	1,456,972	31,591	-	-	37,318	1,380,003	256,310
	Office	1,011,914	-	-	-	1,011,914	598,457	-	-	496,797	521,157	607,614
	Furniture - IT	240,019	-	133,275	-	373,294	3,666	-	-	315,841	130,643	28,270
8	Office Equipment	457,089	91,439	79,689	-	628,217	329,343	75,409	-	206,242	430,675	308,647
	Office	457,089	91,439	79,689	-	628,217	329,343	75,409	-	206,242	430,675	308,647
9	Trucks	640,000	-	-	-	640,000	342,078	69,909	-	208,342	400,658	318,547
	Trucks	640,000	-	-	-	640,000	342,078	69,909	-	208,342	400,658	318,547
10	Car	3,469,833	-	983,240	-	4,453,073	139,634	-	-	279,268	2,173,805	1,330,201
	Car #10	879,357	-	-	-	879,357	70,709	-	-	152,250	726,148	293,603
	Car #199	649,470	-	-	-	649,470	60,845	-	-	67,000	613,279	293,603
	Car - IT	1,940,006	-	983,240	-	2,923,246	10,100	-	-	160,018	510,480	519,633
	Car - IT	1,940,006	-	983,240	-	2,923,246	10,100	-	-	160,018	510,480	519,633
	Current Year Total	52,231,044	59,720,410	10,668,933	26,818,951	101,266,312	13,927,003	2,038,291	8,854,250	25,099,792	76,266,620	32,337,024
	Previous Year Total	48,481,994	3,709,069	0	0	52,221,064	2,371,275	0	0	10,884,140	32,337,023	30,030,229

Capital Work in Progress (Paid for Purchase of Capital Assets)

Vehicle has not been registered in the name of the company but in the name of Director of the company.

177,537



MAXIMAA SYSTEMS LIMITED
SCHEDULE FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2010

	RUPEES	AS AT 31.03.2010	AS AT 31.03.2009
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SCHEDULE 8 : INVESTMENT (LONG TERM)

NATIONAL SAVING CERTIFICATE (DEPOSITED WITH CENTRAL EXCISE DEPT.)	0
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OTHER THAN TRADE

1	LISTED - FULLY PAID UP 459000 [PREVIOUS YEAR 459000] EQUITY SHARES OF KUSHAL SOFTWARE LTD. OF RS.10 EACH AT A PREMIUM OF RS.100/- PER SHARE FULLY PAID UP. [LISTED BUT QUOTATION NOT AVAILABLE]	50,490,000
2	UNLISTED - FULLY PAID UP 80000 [PREVIOUS YEAR 80000] EQUITY SHARES OF RAHUL HORTICULTURE PRIVATE LIMITED. OF RS.10 EACH AT A PREMIUM OF RS.127.50 PER SHARE FULLY PAID UP.	11,000,000
3	UNLISTED - FULLY PAID UP 80000 [PREVIOUS YEAR 80000] EQUITY SHARES OF LILY FLORICULTURE PRIVATE LIMITED. OF RS.10 EACH AT A PREMIUM OF RS.127.81 PER SHARE FULLY PAID UP.	11,025,000
4	UNLISTED - FULLY PAID UP 80000 [PREVIOUS YEAR 80000] EQUITY SHARES OF JERBERA FLORICULTURE PRIVATE LIMITED. OF RS.10 EACH AT A PREMIUM OF RS.81.56 PER SHARE FULLY PAID UP.	7,325,000
5	UNLISTED - FULLY PAID UP 80000 [PREVIOUS YEAR 80000] EQUITY SHARES OF CHRISTMAS ROSE FLORICULTURE PVT. LTD. OF RS.10 EACH AT A PREMIUM OF RS.141.25 PER SHARE FULLY PAID UP.	12,100,000
6	UNLISTED - FULLY PAID UP 32000 [PREVIOUS YEAR 32000] EQUITY SHARES OF SHREE MAA PHARMA LIMITED. OF RS.10 EACH AT A PREMIUM OF RS.240 PER SHARE FULLY PAID UP.	8,000,000



TOTAL	-	99,940,000
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MAXIMAA SYSTEMS LIMITED
SCHEDULE FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2010

	AS AT RUPEES	AS AT 31.03.2010	AS AT 31.03.2009
SCHEDULE 9 :			
CURRENT ASSETS LOANS AND ADVANCES			
(A) INVENTORY			
(AS TAKEN, VALUED AND CERTIFIED BY DIRECTORS)			
RAW MATERIAL INCLUDING			
WASTE AND SCRAP AT COST OR MARKET VALUE WHICHEVER IS LOWER	8,059,166		6,130,121
WORK IN PROGRESS	8,385,587		20,296,430
FINISHED GOODS (IT Division)	0		7,448,532
FINISHED GOODS	1,419,131		1,380,013
PLANT & MACHINERY HELD FOR DISPOSAL	383,031		0
PACKING MATERIAL & OTHERS	113,879		161,986
STOCK OF TRADING GOODS	16,855,482		4,544,381
STOCK IN TRANSIT	0		756,106
		35,216,276	40,717,569
(B) SUNDRY DEBTORS FOR GOODS :			
UNSECURED CONSIDERED GOOD [See Foot Note No.1 below]			
OUT STANDING FOR MORE THAN 6 MONTHS	7,602,261.0		18,912,213
OTHERS	85,019,923		73,890,905
		92,622,184	92,803,118
(C) CASH & BANK BALANCE :			
CASH ON HAND	285,789		1,351,609
CHEQUES ON HAND	1,628,701		410,000
WITH SCHEDULE BANK			
BALANCE IN FIXED ACCOUNT (Given to Bank for Margine Money,PBG)	866,830		550,312
BALANCE IN CURRENT ACCOUNT WITH SCHEDULE BANK	6,618,967		2,181,700
		9,400,287	4,493,621
(D) LOANS & ADVANCES :			
(UNSECURED GOOD UNLESS OTHERWISE SPECIFIED)			
ADVANCES AND LOANS [see Foot Note No - 3 below]			
ADVANCE RECOVERABLE IN CASH OR KIND OR FOR VALUE TO BE RECEIVED [See Foot Note No.2 below]	32,789,869		34,713,260
DEPOSITS	10,456,495		9,138,440
ADVANCE TO SUPPLIER	1,439,501		686,636
ADVANCE TAX & T. D. S.	2,250,176		2,284,851
		46,936,041	46,823,187
TOTAL		184,174,788	184,837,495

Notes:

- (1) Sundry Debtors included Rs.34.56 Lacs (Previous Year Rs. 34.56 Lacs) dues from Parties in which Directors are interested as proprietors, Maximum Amount out-standing at any time during the year Rs.34.56 Lacs (Previous Year Rs. 34.56 Lacs)
- (2) Loans & Advances included Rs. NIL (Previous year Rs. NIL Lacs) due from Directors of the Company. Maximum amount out-standing at any time during the year Rs. NIL (Previous year Rs. 6.00 lacs)



MAXIMAA SYSTEMS LIMITED
SCHEDULE FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2010

	AS AT 31.03.2010	AS AT 31.03.2009
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SCHEDULE 10 :
CURRENT LIABILITIES AND PROVISIONS

(A) CURRENT LIABILITIES :

Sundry Creditors [See Note in Schedule 16 (5)] :—		
- Total Outstanding Due to Micro, Small & Medium Undertaking	250,083	460,333
- Total Outstanding Dues to Others	84,358,884	97,938,322
Other Current Liabilities	2,290,495	944,199
Duties & Taxes Payable	882,946	3,476,372
Dealer Deposit	115,000	115,000
Amount due to Directors	229,782	7,814
Advance Received From Customers(Debtors)	1,960,924	3,487,765
	90,088,114	106,429,805

(B) PROVISIONS :

Gratuity 2009-10	1,629,128	0
Fringe Benefit Tax	-	20,819.00
	1,629,128	20,819
TOTAL	91,717,242	106,450,624

SCHEDULE 11
INCOME FROM OPERATIONS

Income from Sale of Product	163,185,081	159,015,382
Erection Income	737,899	5,320,583
IT Service	4,603,630	4,779,451
TOTAL	168,526,610	169,115,416

SCHEDULE : 12

Other Income

Foreign Exchange Difference	439,224	31,484
Interest On Margin Money	58,907	21,376
Discount Received	-	560,340
Misc. Income	51,001	-
Sundry Balance W/Back	801,963	551,353
TOTAL	1,351,095	1,164,553



MAXIMAA SYSTEMS LIMITED

SCHEDULE FORMING PART OF THE BALANCE SHEET AS AT 31st MARCH, 2010

	RUPEES	AS AT 31.03.2010	AS AT 31.03.2009
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**SCHEDULE 13 :
DECREASE/ INCREASE IN STOCKS**

DECREASE/INCREASE IN STOCK :

STOCK AT COMMENCEMENT

Material In Process	20,296,430	23,135,377
Finished Goods	1,380,013	326,199
WIP (Third Party)		307,814
Loss on discontinuance of certain prod.	-17,844,600	0
Total	3,831,843	23,769,390

LESS : STOCK AT CLOSE :

Material In Process	8,385,587	20,296,430
Finished Goods & other items	1,419,131	1,380,013
Total	9,804,718	21,676,443
Total	(5,972,875)	2,092,947

**INCREASE / DECREASE IN
EXCISE DUTY ON FINISHED STOCK**

AT CLOSE STOCK	263,282	170,869
LESS: AT COMMENCEMENT	170,869	35,979
Total	92,413	134,890
TOTAL	(5,880,462)	2,227,837

SCHEDULE 14 :

MATERIAL CONSUMED

Opening Stock	6,130,121	8,729,782
Stock in Transit	756,106	0
Add : Purchases	41,724,626	60,128,564
Total	48,610,853	68,858,346
Less : Closing Stock		
Stock in Transit	0	756,106
Raw Material Including Waste & Scrap	8,059,166	6,130,121
Total	40,551,687	61,972,119

COST OF GOODS TRADED IN :

Opening Stock	4,544,381	2,820,964
Stock Aquired on Amalgamation	6,218,298	
Add : Purchases	113,884,675	65,930,690
Total	124,647,354	68,751,854
Less : Closing Stock	16,855,482	4,544,381
Total	107,791,872	64,207,473

GRAND TOTAL	148,343,559	126,179,592
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MAXIMAA SYSTEMS LIMITED
SCHEDULE FORMING PART OF THE BALANCE SHEET AS AT 31st MARCH, 2010

	AS AT 3-2010	31- 31-3-2009
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SCHEDULE 15 :

MANUFACTURING, ADMINISTRATIVE AND SELLING EXPENSES		
Advertisement Expenses	414,198	482,524
Audit Fees	195,845	69,000
Bank Charges	118,170	292,989
Commission To Distributor	250,521	123,724
Contribution To P F, EDLI and Gratuity exp etc	425,500	268,150
Consumables Stores	372,825	812,897
Director Remuneration	2,202,762	1,271,099
L C Expenses	188,615	-
Frieght And Carriage Expenses	485,017	507,851
Foreign Exchange rate diff.	30,959	-
Insurance	57,931	85,425
IT Service Exps	1,881,938	270,800
Legal And Professional Charges	231,778	403,029
Misc. Expenses	1,943,243	1,030,502
Other Factory Expenses	692,208	691,480
Packing Expenses	300,664	244,479
Power & Fuel	1,905,610	2,586,579
Custody fees	100,213	-
Rates And Taxes	17,964	78,708
Rent	225,000	90,000
Repairs And Maintenance Building-Factory	6,597	7,661
Repairs And Maintenance Machinery	160,477	174,952
Repairs And Maintenance Others	64,984	55,009
Rep. Running & Maintenance	189,462	94,875
Salary Wages and Allowance	7,750,307	8,894,387
Staff & Labour Welfare	63,333	37,688
Travelling And Conveyance Expenses	347,337	535,868
Amalgamation Exp.	419,952	-
Tempo Exps.	242,968	284,435
Sundry Debtors W/Off	1,560,586	80,364
Preliminary / Misc. Expenses W/off	28,940	-
TOTAL EXPENSES	22,875,903	19,474,475

SCHEDULE 16 :

FINANCE CHARGES		
Interest On Fixed Loan	66,302	103,542
Interest On Other Loans	4,046,711	1,495,159
	4,113,013	1,598,701



MAXIMAA SYSTEMS LTD
SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2010

SCHEDULE 17 : NOTES FORMING PART OF ACCOUNT

1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

A) GENERAL :

A-1 The accounts are prepared on historic cost basis.

A-2 The company follows accrual system of accounting as requires under section 209(3)(b) of the Companies Act 1956 generally.

B) BASIS OF VALUATION OF FIXED ASSETS :

B-1 Land free hold - At Cost

B-2 Other Fixed Assets - At cost less Depreciation

Cost for the aforesaid purpose comprises of its purchase price and attributable cost for bringing the asset to its working condition for its intended use.

C) DEPRECIATION :

C-1 Depreciation on Fixed Assets is provided on straight line method in accordance with the provisions of company's act 1956 at the rates specified in schedule XIV of the Companies Act 1956, as revised by GOR No.756(E) Dated 10.12.93 by the Central Government.

C-2 Depreciation on Fixed Assets acquired during the year is provided from the month assets is put to use.

C-3 Depreciation on Fixed Assets disposed off during the period under consideration is provided up to the month of disposal off assets.

D) Provision, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

E) Impairment of Assets

Impairment loss is provided to the extent the carrying amount(s) of assets exceed their recoverable amount. Recoverable amount is the higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash-flows expected to arise from the continuing use of the asset and from its disposal at the end of its useful life. Net selling price is the amount obtainable from sale of the asset in an arm's length transaction between knowledgeable, willing parties, less the costs of disposal.

F) AMORTISATION OF PRELIMINARY, SHARE ISSUE AND DEFERRED REVENUE EXPENSES:

Preliminary, Share Issue and Deferred Revenue Expenses are amortised in the year in which it is incurred.

G) INVESTMENTS :

Long term investments are carried at cost. Provision is made to recognize a diminution other than temporary in the carrying amount of long term investments.

H) INVENTORIES :

Items of inventory are valued at cost or net realizable value whichever is lower. Cost is determined on the following basis.

Raw materials, Stores and Spares

FIFO

Process Stocks and finished goods

At material cost plus appropriate value of overheads

Trading goods

FIFO

I) RETIREMENT BENEFITS TO EMPLOYEES :

(1) Retirement and other employee benefits

(a) The Company contributes towards Provident Fund Family Pension Fund and Superannuation Fund which are defined contribution schemes. Liability in respect thereof is determined on the basis of contribution as required under the statutory rules.

(b) Gratuity liability, a defined benefit scheme and provision for leave encashment as and when paid charged to revenue.



J) SOFTWARE DEVELOPMENT EXPENSES :

Ready to use Software development expenses has been shown under the head inventory-WIP up to point of completion of Development, the same is being capitalised and the total cost is being written off to Profit and Loss Account on systematic basis i.e. on expected number of copies which can be sold, And the same being reviewed periodically.

K) FOREIGN CURRENCY TRANSACTION :

Transactions in foreign currency are recorded at the original rates of exchange in force at the time transactions are effected. At the year-end, monetary items denominated in foreign currency and exchange contracts are reported using closing rates of exchange. Exchange differences arising thereon and on realization of foreign exchange are accounted in the relevant year, as income or expense.

In case of forward exchange contracts or other financial instruments that are in substance forward exchange contracts, the premium or discount arising at the inception of the contracts is amortized as expense or income over the life of the contracts gains/losses on settlement of transactions arising on cancellation/renewal/exchange contracts are recognized as income or expense.

L) TAXES ON INCOME :

Tax expense comprises of both current and deferred tax the applicable enacted/substantively enacted rates. Current tax represents the amount of income-tax payable/recoverable in respect of the taxable income/loss for the reporting period. Deferred tax represents the effect of timing differences between taxable income and accounting income for the reporting period that originate in one period and are capable of reversal in one or more subsequent periods.

2 Payments / Adjusted as payable to Auditors :	31.03.10	31.03.09
	Rupees	Rupees
Audit fees (Including Service Tax)	76107	67416
Tax Audit fees	9927	10112

3 Payments provided During the period for the Directors including contribution to Other Perquisites	2597940	1357200
	132346	132346

The determination of perquisites has been calculated as per Income Tax Rules,1962

- 4 The accounts of some customers/ suppliers are pending reconciliation/ confirmation and the same have been taken as per balances appearing in the books. Any difference arising on account of such reconciliation, which are not likely to be material, will be accounted for as and when these reconciliation are completed.
- 5 Company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the Micro, Small or Medium enterprises development Act 2006) claiming their status as Micro, Small or Medium enterprise. Consequently the amount payable to these parties during the year is NIL.
- 6 The Company had allotted warrants on Preferential Basis in terms of SEBI Guidelines for which an upfront amount equivalent to 10 % of Issue Price of Warrants has been received. The warrant as stated below are exchangeable for one equity share of Rs. 10/- each immediately but not after 18 months from the date of issue.

No of Warrants	Issued to	Date of Issue	Issue Price including Premium	Latest date of Exchange
1218000	Non Promoter	24/04/2008	10	24/10/2009

- 7 During the F.Y.2007-08 company has received up front amount @10% of issue price of warrant, face value of Rs.10 each, totaling to Rs.1,26,80,000/- against allotment of 1218000 warrants on preferential basis. The company has allotted 1218000 warrants on preferential basis as per resolution approved by share holder at its extra ordinary general meeting held on 12/11/2007. Rs.5,00,000 excess warrant application money received by the company was refund. As the allotted had not paid balance 90% amount. It has been for feited by the company vide resolution no.MSL/10-11 passed on Board held on 31st January 2010
- 8 Extra Ordinary Items includes Rs.20,26,251/- for change in method of providing depreciation from WDV to SLM in the case of Assets acquired from Mapara Furniture Pvt Ltd on Amalgamation.
- 9 During the year under consideration the company had sold its investment in the form of shares of Rs.9,99,40,000/- and has incurred a loss of Rs.9,89,42,500/- which has been debited to loss on sale of investment under the head extra ordinary item in its Profit & Loss Account.



B. Notes

I. Basis of accounting for amalgamation of MAXIMAA SYSTEMS LTD.

a) MAXIMAA INFOWAYS PVT LTD (transferor company in which the transferee company held May 2002 is engaged in business of Software Services has been amalgamated with the company with effect from July 1, 2009.

b) The High Court of Gujarat vide its order dated 12th July, 2010 has sanctioned the scheme of amalgamation of Maximaa Infoways Private Ltd. (transferor company) effective July 1, 2009 as approved by shareholders of the company on 24th December 2009 subject to compliance with the conditions, approvals and sanctions

c) In the intervening period, transferor company is deemed to have carried on its business and activities and shall be deemed to have held and stand possessed of all assets, and properties, debts, liabilities, duties and obligations for and on account of and in trust for the transferee company.

d) Pursuant to the Scheme of Amalgamation (the Scheme) sanctioned by the High Court of Gujarat, the undertaking of Maximaa Infoways Pvt Ltd. was transferred to and vested in the company with effect from July 1, 2009. Accordingly, the Scheme has been given effect in these financial statements although the relevant Order was given on 12th July, 2010

e) In accordance with the scheme and upon compliance of the conditions, the undertaking of the transferor company has been amalgamated with the company's assets and liabilities under the "pooling of interest method".

Accordingly, all assets, liabilities, and reserves of Maximaa Infoways Private Ltd. as at 30th June, 2009 based on audited accounts (audited by the other auditors on which the Company's auditors have relied), have been taken over at their book values and included in the same manner and form as they appear in the financial statements of the transferor company, without any change in the identity of the respective balances. However, as approved and sanctioned in the scheme of Para 3.1 of the scheme. The Debit balance in the Profit & Loss of Maximaa Systems Ltd shall stand reduce by a sum of Rs. 2, 93, 30,324/- corresponding to the amount standing to Reserve and Surplus Account and balance amount of Rs. 14, 62, 11,499/- in the profit and loss account shall has been reduced from share capital and be cancelled and accordingly the balance of the Profit and Loss as on July 1, 2009 has been reduced to NIL.

f) The assets and liabilities of the transferor company have been incorporated in the books of account of the company as of June 30, 2009. The excess over the cost of investment held by the company in the transferor company over the net assets of the company has been capitalized as Goodwill. The Goodwill has been amortized over period of 5 years.

g) All permanent employees of the transferor company will become the permanent employees of the transferee company as per the Scheme. Any consequential additional liability, which may not be material, arising on absorption of the employees of the transferor company by the company shall be provided in financial year 2011



B. Notes

2.

a) MAPARA FURNITURE PVT LTD (transferor company in which the transferee company held 10th May 2006 is engaged in manufacture and trading of Storage Systems has been amalgamated with the company with effect from July 1, 2009.

b) The High Court of Bombay vide its order dated 11th June, 2010 has sanctioned the scheme of amalgamation of Mapara Furniture Private Ltd. (transferor company) effective July 1, 2009 as approved by shareholders of the company on 24th December, 2009 subject to compliance with the conditions, approvals and sanctions

c) In the intervening period, transferor company is deemed to have carried on its business and activities and shall be deemed to have held and stand possessed of all assets, and properties, debts, liabilities, duties and obligations for and on account of and in trust for the transferee company.

d) Pursuant to the Scheme of Amalgamation (the Scheme) sanctioned by the High Court of Bombay, the undertaking of Mapara Furniture Pvt Ltd was transferred to and vested in the company with effect from July 1, 2009. Accordingly, the Scheme has been given effect in these financial statements although the relevant Order was given on 11th June, 2010

e) In accordance with the scheme and upon compliance of the conditions, the undertaking of the transferor company has been amalgamated with the company's assets and liabilities under the "pooling of interest method".

Accordingly, all assets, liabilities, and reserves of Mapara Furniture Private Ltd, as at 30th June, 2009 based on audited accounts (audited by the other auditors on which the Company's auditors have relied), have been taken over at their book values and included in the same manner and form as they appear in the financial statements of the transferor company, without any change in the identity of the respective balances. However, as approved and sanctioned in the scheme of Para 3.1 of the scheme. The Debit balance in the Profit & Loss of Maxima Systems Ltd shall stand reduce by a sum of Rs. 2, 93, 30,324/- corresponding to the amount standing to Reserve and Surplus Account and balance amount of Rs. 14, 62, 11,499/- in the profit and loss account shall has been reduced from share capital and be cancelled and accordingly the balance of the Profit and Loss as on July 1, 2009 has been reduced to NIL.

f) The assets and liabilities of the transferor company have been incorporated in the books of account of the company as of June 30, 2009. The excess over the cost of investment held by the company in the transferor company over the net assets of the company has been capitalized as Goodwill. The Goodwill has been amortized over period of 5 years.

g) All permanent employees of the transferor company will become the permanent employees of the transferee company as per the Scheme. Any consequential additional liability, which may not be material, arising on absorption of the employees of the transferor company by the company shall be provided in financial year 2011.



MAXIMAA SYSTEMS LTD

(H) RAW MATERIAL CONSUMED:

PARTCLR	CONSUMPTION		CONSUMPTION	
	ON 31-3-10		ON 31.03.2009	
	QTY.	VALUE	QTY.	VALUE
C R C A	767	34,531,072	1159	53,292,252
PAINTS	12,774	1,430,642	25377	2,843,282
GRANUALS	57,849	1,446,225	102055	2,572,173
OTHERS	-	3,143,748	-	3,264,412
TOTAL		40,551,687		61,972,119

(I) RAW MATERIAL, SPARE, STORES & COMPONENTS CONSUMED:

PARTCLR	AS ON 31-3-10		AS ON 31.03.2009	
	%	Value	%	Value
(i) Imported	NIL	Nil	NIL	NIL
(ii) Indigenous	100.00%	40,551,687	100.00%	61,972,119

Disclosure required by AS - 29 " Provisions, Contingent Liabilities and Contingent Assets".

a) Movement in Provisions

SR.N O.	PARTICULARS OF DISCLOSURE	CLASS OF Gratuity
1	Balance as at 31-03-09	-
2	Additional provision during the period 31-3-10	1305933
3	Provision used during the period 31-3-10	0
4	Provision reversed during the Period 31-3-10	0
5	Balance as at 31-3-10	1305933

Disclouser relating to Employee
benefit - As per Revised AS -15

2009-10

2008-09

Gratuity

A) Expenses recognized in the statement of Profit & Loss Account

1	Current Service Cost	87,681	-
2	Interest Cost	82,827	-
3	Expected Return on planned Assets	-	-
4	Net Actural (gain) /Loss recognized during the year	100,089	-
5	Settlement cost /others	-	-
	Total Expenses	270,597	-

B Net Asset s/ Liability
recognized in the Balance Sheet

1	Present value of the obligation	1,305,933	-
2	Fair Valued of Planned Assets	-	-
3	Funded Status (Surplus /Dificit)	-	-
	Net Asset s/ Liability recognized in the Balance Sheet	-	-
4	Add: Provosion for seprated employee /others employees / others	-	-
	Total Provision	1,305,933	-

C Change in Present Value of obligation

1	Present Value of obligation as on 1-4-2009	-	-
2	Current service cost	-	-
3	Interest Cost	-	-
4	Benefit paid	-	-
5	Net Actural (Gain) /Loss recognized during the year	-	-
6	Present Value of obligation as per actual valuation as at 31-3-10	-	-
	Add: Provosion for seprated employee /others	-	-
	Total Provision	-	-



MAXIMAA SYSTEMS LTD

SCHEDULE FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2010
Details of Products Manufactured , Turnover , Opening Stock , Closing Stock etc.

PARTICULARS	UNIT	OPENING STOCK		PRODUCTION	SALES		CLOSING STOCK	
		QTY	VALUE		QTY	VALUE	QTY	VALUE
CABINETS	Nos.	15 (27)	89301 (136626)	445 (185)	419 (197)	4,449,144 (1615313)	41 (15)	211,877 (89301)
ANGLES	Rmtrs.	611.70 (612)	56693 (51634)	641 (141)	622 (141)	318,042 (11421)	631 (612)	54,322 (56693)
PANELS	Nos.	51 (51)	19280 (16379)	165 (214)	187 (214)	52,687 (74914)	29 (51)	9,583 (19280)
SLING CABINETS	Nos.	4 (4)	14253 (12119)	6 -	5 -	28,190 -	5 (4)	15,424 (14253)
RACKS	Nos.	- -	0 0	2,522 (3975)	2,422 (3975)	30,114,177 (44864654)	100 -	1,059,447 -
POLYMER PALLET	Nos.	611 (1)	815079 (1408)	2,450 (3,193)	3,060 (2,583)	4,585,243 (3,874,942)	1 (611)	1,390 (1,408)
MS PALLET	Nos.	- (2)	0 (8637)	759 (5,560)	759 (5,562)	1,280,372 (28,887,466)	- (2)	- (8,637)
OTHERS		- -	385407 (99396)	33 -	33 -	4,660,819 (2,080,690)	- -	67,088 (385,407)
TOTAL CURRENT YEAR			1380013			45,488,674		1,419,131
PREVIOUS YEAR			(326199)			(81,409,400)		(574,979)

(G) LICENSED / INSTALLED CAPACITY

LICENSED *	INSTALLED **

Licensed capacity per annum is not indicated due to the abolition of Industrial Licensing vide Notification number 447(E) dated July 25, 1991 issued under the Industries (Development And Regulation) Act, 1951.

The company is manufacturing various types of customise industrial storage systems, furniture & pallets basically an engineering unit capable of manufacturing various items/components with the help of various machines. In view of this is not possible to precisely give the install capacity for each items/components.



SCHEDULE FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2010

Additional information pursuant to the provision of paragraphs 3, 4c and 4d, of schedule VI, of the Companies Act, 1956 (As Certified by Directors)

A) Details of Goods Traded in :

(Figures in bracket indicate figures of previous year)

Details of Trailing Products Closing Stock:-										April to March 2010		
PARTICULARS	UNJT	OP. ST.			PURCHASE		SALES		CL. STOCK			
		QTY	RATE	VALUE	QTY	VALUE	QTY	VALUE	QTY	RATE	VALUE	
Chair	Nos.	247	1014	250335					247	1014	250335	
CRCA	MT.	58.06	22500	856350					38.06	22500	856350	
Software	Nos.	0	0.00	0	3	17125000	3	17,443,000	0	0.00	0	
Table Top	mmtrs	364	522	190004					364	522	190004	
Trolley	Nos.	42	822	36105					42	822	36105	
Nut Bolt	Nos.	0	0	0	1800	9111	1800	28,839	0	0	0	
Filing Folder	Nos.	248	12	2857					248	12	2857	
Glass	Nos.	7	283	1983					7	283	1983	
Safe Box	Nos.	8	2542	20334					8	2542	20334	
Rack	Nos.	0	18750	0					0	18750	0	
Sheet	Nos.	0054	190	172461	293654	51,384,619	283667	52,557,272	21041	218	4,582,519	
Lock Main	Nos.	0	0	0	1202	8167	50	7,500	0	0	0	
Synwood pallets	Nos.	1	152	152					1	152	152	
Steel		0	0			15,748,489		15,726,425			22,064	
Steel Furniture		0	0			35,914,993		29,291,102			5,718,275	
Wipper						5,136,504					5,136,504	
Imported Furniture		269	1730	465302								
Imported Furniture		315	3170	998408								
				4,544,381		125,326,933		115,054,158			16,855,482	



MAXIMAA SYSTEMS LTD

17 Segment Information for the year ended 31st March, 2010

Sr No	Particulars	Storage		IT Division		Traded Goods		Total Segment		Unallocated (Note 1)		Total	
		Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	2009-2010	2008-2009
1	REVENUE												
	Sales	462.63	867.30	220.47	199.35	969.68	523.31	1652.78	1589.96	0.00	0.00	1652.78	1589.96
	Income	1.02	5.96	0.00	0.00	-0.05	-0.05	1.02	5.88	8.61	5.77	9.63	11.65
	Total Revenue	463.65	873.26	220.47	199.35	969.68	523.23	1653.80	1595.84	8.61	5.77	1662.41	1601.61
	Less: Intersegment Revenue	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Net Sales/Income From Operations	463.65	873.26	220.47	199.35	969.68	523.23	1653.80	1595.84	8.61	5.77	1662.41	1601.61
2	RESULTS												
	Profit before Tax, depreciation & interest	17.25	80.73		46.50		29.73	17.25	156.96		-34.87	17.25	122.09
	Less: Depreciation	14.85	21.02	63.95	0.61	55.27	0.00	136.07	21.63	0.00	2.09	136.07	23.72
	Profit After Depreciation	2.40	59.72	-63.95	45.89	-55.27	29.73	-118.83	135.33	0.00	-36.96	-118.83	98.37
	Less: Interest		0.00		0.00	15.63	0.00	15.63	0.00	25.50	15.99	41.13	15.99
	Profit before Extra Ordinary Item	2.40	59.72	-65.95	45.89	-70.91	29.73	-134.46	135.33	-25.50	-52.96	-159.96	82.38
	Less: Extra Ordinary Items									-1588.91		-1588.91	0.00
	Less: Provision for Taxation					0.00		0.00		-1614.41		-1748.87	81.71
	NET PROFIT	2.40	59.72	-65.95	45.89	-70.91	29.73	-134.46	135.33	-1614.41	-52.96	-1748.87	81.71
3	OTHER INFORMATION												
	Segment Assets	1550.74	840.72	345.74	526.31	492.17	622.07	2428.65	1989.10	180.41	362.64	2609.06	2351.74
	Segment Liabilities	495.59	456.08	25.40	0.19	373.54	581.29	594.94	1037.56	19.74	224.68	914.68	1262.24
	Capital Expenditure (Ind. Capital WIP)	0.00	32.71	0.00	0.00	0.00	0.00	0.00	32.71	0.00	0.00	0.00	32.71
	Depreciation	14.85	21.02	65.95	0.61	55.27	0.00	136.07	21.63	0.00	2.09	136.07	23.72
	Non Cash Expenses other than Dep.	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

NOTE: 1 Items of Expenses and Income, Assets and Liabilities (including Provision for taxation, Deferred Tax Liability and Advance tax) which are not directly attributable/identifiable/allocated to business segment are shown as Unallocated/ Corporate.

Period	2009-10	2008-09
Investment	0.00	999.40
Debit Balance of Profit & Loss A/c	121.82	124.03
Misc Expenditure (To the extent not written off or adjusted.)		0.00
	121.82	1123.43
Share Capital	1403.38	2202.36
Unsecured Loans	76.75	10.57
	1480.13	2212.93



MAXIMAA SYSTEMS LTD

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

	For the Year Ended	For the Year Ended
	31.03.2010	31.03.2009
	(RS.)	(RS.)
A 'CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit Before Tax And Extraordinary Items :	(16,430,010)	8,239,874
Adjustment For :		
Depreciation	13,607,083	2,371,275
Interest Paid on Borrowing	4,113,013	1,598,701
Interest Income (LC margin money)	(58,907)	-
Misc exp write off	80,176	-
	<u>17,741,365</u>	<u>3,969,976</u>
Operating Profit Before Working Capital Changes :	1,311,355	12,209,850
Adjustment For :		
Trade AND Other Receivables	63,343,998	(30,339,159)
Inventories	(12,909,245)	2,394,788
Trade Payables And Other Liabilities	(53,693,966)	17,643,937
	<u>(3,259,212)</u>	<u>(10,300,434)</u>
CASH GENERATED FROM OPERATIONS :	<u>(1,947,857)</u>	1,909,416
Income Tax Paid (Net Refund)	-	(1,255,720)
CASH FLOW BEFORE EXTRAORDINARY ITEMS	<u>(1,947,857)</u>	653,696
NET CASH FROM OPERATING ACTIVITIES .	<u><u>(1,947,857)</u></u>	<u>653,696</u>
B 'CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase Of Fixed Assets	(776,356)	(3,769,069)
Interest Received	58,907	-
Advance Made (Including Capital WIP)		498,353
Sales of Investment	997,500	-
NET CASH USED IN INVESTING ACTIVITIES	<u>280,051</u>	<u>(3,270,716)</u>
C 'CASH FLOW FROM FINANCING ACTIVITIES :		
Repayment of Warrant money	(500,000)	
Borrowings (Net)	10,991,391	7,139,440
CASH & BANK BAL REVD ON AMALGAMATION	196,094	
Interest Paid	(4,113,013)	(1,598,701)
NET CASH FROM FINANCING ACTIVITIES C	<u>6,574,472</u>	<u>5,540,739</u>
NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS	<u>4,906,666</u>	2,923,719
CASH AND CASH EQUIVALENTS AS AT 1ST APRIL 2009 (OPENING BALANCE)	<u>4,493,621</u>	1,569,903
CASH AND CASH EQUIVALENTS AS AT 31ST MAR., 2010 (CLOSING BALANCE)	9,400,287	4,493,621

0

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Mahesh Shah

**MAHESH SHAH
DIRECTOR**

Mayur Shah

**MAYUR SHAH
DIRECTOR**



MAXIMAA SYSTEMS LTD
SCHEDULE FORMING PART OF THE BALANCE SHEET AT 31ST MARCH 2010

Balance Sheet Abstract and Company's General Business Profile.

1 Registration Details:

Registration No. 4 - 14129	31	State Code : 04	
Balance Sheet	Date	3	2010
		Month	Year

2 Capital Raised During The Year (Amount in Rs.)

Public Issue	NIL	Right Issue	NIL
Bonus Issue	NIL	Private Placement	NIL

**3 Position of Mobilisation and Deployment of Funds.
(Amount in Rs.)**

Total Liabilities	180,936,266	Total Assets	180,936,266
Sources of Funds		Reserves & Surplus	51,370,430
Paid-Up Capital	88,967,510	Unsecured Loans	354,000
Secured Loans	40,244,326		
Warrant	0		
Application Funds		Investments	0
Net Fixed Assets	76,266,420		
Net Current Assets	92,457,546		
Accumulated Loss	(12,181,811)		

4 Performance of Company (Amount in Rs.)

Turnover	166,629,086	Total Expenditure	183,059,096
Profit/Loss Before Tax	(16,430,010)	Profit/Loss After Tax	(175,321,062)
Earning Per Share in Rs.	(1.85)	Dividend Rate %	0

5 General Names of Principal Products / Services of Company

Item Code No. : 940310.1
 (ITC Code)
 Product Description : Steel Furniture
 Item Code No. : NIL
 (ITC Code)
 Product Description : Industrial Storage Systems

Signature to Schedules 1 to 17

For H. P. SHAH ASSOCIATES

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

H.P. Shah
 (H.P. SHAH)
 PROPRIETOR
 CHARTERED ACCOUNTANTS



Mahesh Shah
 MAHESH SHAH
 DIRECTOR

Mayur Shah
 MAYUR SHAH
 DIRECTOR

PLACE : VAPI
 DATED : 14-8-2010
 Membership No. 39093

SCHEDULE FORMING PART OF BALANCE SHEET 2010

17 Related Party Disclosure (As identified by the Management)

1 Related Party Relationships

(a) Enterprises owned by Directors or Major Shareholders

Shree Laxmi Furniture
Shree Laxmi Industries

(b) Key Management Personnel :

Mr. Mayur B. Shah
Mr. Manoj B. Shah
Mr. Mahesh B. Shah

(c) Enterprise having common Key Managerial Personnel

Mapara Furniture Pvt. Ltd.

2 Transactions with Related Parties

Rs. In Lacs

Type of Related Party	Enterprises owned by Directors or Major Shareholders where control exist	Key Managerial Personnels	Enterprise having common Key Managerial Personnel:	Total
1 Purchases of Goods/ Receipts of Services	57.03	-	-	57.03
2 Purchases of Asset	-	-	-	-
3 Liability to repay the loan taken over by the Company	-	-	-	-
4 Director Remuneration paid	-	21.80	-	21.80
5 Expenditure	-	2.21	-	2.21
6 Deposits Given				
Opening Balance	-	89.01	-	89.01
Transaction During the Year	-	-	-	-
Closing Balance	-	89.01	-	89.01
Maximum Balance Outstanding	-	89.01	-	89.01
7 Loan Given				
Opening Balance	-	-	-	-
Add: Given During the Year	-	-	-	-
Less: Received During the Year	-	-	-	-
Closing Balance	-	-	-	-
Maximum Balance Outstanding	-	-	-	-
Maximum Balance Outstanding	-	-	-	-
8 Loan Received				
Opening Balance	-	2.64	-	2.64
Add: Received During the Year	-	-	-	-
Less: Repaid During the Year	-	2.15	-	-
Closing Balance	-	0.49	-	0.49
Maximum Balance Outstanding	-	-	-	-
9 Advances given				
Opening Balance	-	4.10	-	4.10
Add: Paid During the Year	-	2.87	-	2.87
Less: Received During the Year	-	-	-	-
Closing Balance	-	1.23	-	1.23
Maximum Balance Outstanding	-	-	-	-
Maximum Balance Outstanding	-	-	-	-
10 Sundry Debtors				
Closing Balance	34.56	-	-	34.56
Maximum Balance Outstanding	37.46	-	-	37.46
11 Sundry Creditors				
Closing Balance	0	0	-	0.24
Maximum Balance Outstanding	7.52	2.89	-	10.41