

**BOARD OF DIRECTORS**

Mr. M. A. Rajangam	Chairman
Mr. Subhabrata Sudhansu Datta	Director
Mr. S. R. Pandian	Whole-time Director

REGISTERED OFFICE

Office No. 210, Dheeraj Heritage,
S. V. Road, Milan Subway Junction,
Santacruz (West), Mumbai 400054

SHARE TRANSFER AGENT

Sharepro Services (I) Pvt. Ltd.
Sam Hita Warehousing Complex,
Warehouse No. 52 & 53, Plot No. 13AB,
2nd Floor, Sakinaka, Andheri (East),
Mumbai – 400 072. INDIA

AUDITORS

S.U.Radhakrishnani & Co.
6A, Amarjeevan 41, Saint Martin's Road,
Near Bandra Police Station , Bandra (W), Mumbai:-400 050

BANKERS

Bank of India
Axis Bank Ltd.

Contents	Page No.
Notice	2
Directors' Report	7
Corporate Governance Report	11
Management Discussion & Analysis Report	16
Auditors' Report	18
Balance Sheet	21
Profit & Loss Account	22
Schedules	23
Notes to Account	26
Cash Flow Statement	31



NOTICE

Notice is hereby given that 16th Annual General Meeting of **INDO BONITO MULTINATIONAL LIMITED** will be held on Thursday, the 30th September 2010 at Pride Hotel, Opp. Greens Restaurant, Next to Citibank, Off. Link Road, Chincholi Bunder, Malad (West), Mumbai 400064 at 4.30 p.m. for transacting the following business.

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2010 and Profit and Loss Account for the financial year ended as on that date and to receive and consider the Directors Report and Auditors Report thereon.
2. To declare final dividend @ Rs. 0.10 per share for the year 2009-2010.
3. To appoint a Director in place of Mr. M.A. Rajangam, who retires by rotation and, being eligible, offers himself for reappointment.
4. To re-appoint S.U. Radhakrishanani & Co., Chartered Accountants, the retiring Statutory Auditors and fix their remuneration.

SPECIAL BUSINESS:

5. **To consider and if thought fit, to pass, with or without modifications, the following resolution as a Special Resolution**

"RESOLVED THAT consent of the members be and is hereby accorded to rescind the special resolution passed at the 15th Annual General Meeting for (i) increase in authorised share capital from Rs. 25,00,00,000/- (Rupees Twenty Five Crores Only) divided into 2,50,00,000 (Two Crores Fifty Lacs) Equity Shares of Rs. 10/- (Rupees Ten Only) each to Rs. 100,00,00,000/- (Rupees Hundred Crores Only) divided into 8,50,00,000 (Eight Crores Fifty Lacs) Equity Shares of Rs. 10/- (Rupees Ten only) each and 15,00,000 (Fifteen Lacs) Preference Shares of Rs. 100/- (Rupees Hundred Only) each by creation of further 6,00,00,000 (Six Crores) Equity Shares of Rs. 10/- (Rupees Ten Only) each and 15,00,000 (Fifteen Lacs) Preference Shares of Rs. 100/- each and (ii) Alteration of Memorandum of Association for giving effect of the said increase in authorised share capital."

6. **To consider and if thought fit, to pass, with or without modifications, the following resolution as a Ordinary Resolution:**

"RESOLVED THAT pursuant to section 94 and other applicable provisions, if any, of the Companies Act, 1956 and the Articles of Association of the Company, the authorised share capital of the Company be and is hereby increased from Rs. 25,00,00,000/- (Rupees Twenty Five Crores Only) divided into 2,50,00,000 (Two Crores Fifty Lacs) Equity Shares of Rs. 10/- (Rupees Ten Only) each to Rs. 50,00,00,000/- (Rupees Fifty Crores Only) divided into 5,00,00,000 (Five Crores) Equity Shares of Rs. 10/- (Rupees Ten Only) each by creation of further 2,50,00,000 (Two Crores Fifty Lacs) Equity Shares of Rs. 10/- (Rupees Ten Only) each."

RESOLVED FURTHER THAT the existing clause No. V of the Memorandum of Association of the Company be and is hereby altered by deleting the said clause No. V and substituting in place and instead thereof, the following:

V. The Authorised Share Capital of the Company is Rs. 50,00,00,000/- (Rupees Fifty Crores Only) divided into 5,00,00,000 (Five Crores) Equity Shares of Rs. 10/- (Rupees Ten Only) each.

7. **To consider and if thought fit, to pass, with or without modifications, the following resolution as a Special Resolution:**

"RESOLVED THAT in super session of the earlier resolutions passed in this regard and in terms of Section 81(1), 81(1A) and other applicable provisions, if any, of the Companies Act, 1956 (including any amendment thereto or reenactments thereof for the time being in force), in accordance with the provisions of Articles of Association, listing agreements and subject to all necessary approvals, consents, permissions, and/or sanctions of the Government of India, Reserve Bank of India, Securities and Exchange Board of India (SEBI), Financial Institutions and all other appropriate and/or concerned authorities, and subject to such conditions and modifications as may be prescribed by any of them while granting any such approval, consent, permission and/or sanction and agreed to by the Board of Directors of the Company (hereinafter referred to as "the Board" which term shall be deemed to include any committee which the Board may have constituted or hereafter constitute for the time being exercising the powers conferred on the Board by this resolution), the consent of the Company be and is hereby accorded to the Board of Directors of the Company to issue, offer and allot from time to time in one or more tranches, by way of Global Depository Receipts (GDR's)/American Depository Receipts (ADR's)/Foreign Currency Convertible Bonds (FCCB's) / Euro Convertible Bonds (ECB's) / Secured Premium Notes (SPN) (hereinafter referred to as 'Securities'), public issue, rights issue, private placement, preferential allotment, Equity shares/warrants and/or instruments convertible into Equity shares optionally or otherwise, subscribed by resident or non-resident/foreign investors (whether institutions and/or incorporated bodies and/or individuals and/or trust and/or otherwise)/Foreign Institutional Investors (FIIs)/Mutual Funds/Pension Funds/Venture Capital Funds/Banks and such other persons or entity(ies), whether or not such investors are members of the Company, whether in Indian to all or any of them jointly or severally for such an amount or amounts (inclusive of such premiums) as may be decided by the Board so that the net increase in the



equity share capital of the Company consequent upon issue and allotment of the securities so issued and allotted and/or consequent upon exercise of all the rights attached to such securities by the holders thereof, at such time or times, with or without voting rights in general meetings/class meetings, at such price or prices at a discount or premium to market price or prices in such manner and in such form and manner and on such terms and conditions or such modifications thereto, including the number of securities to be issued, face value, fixing of record date or book closure and all other related or incidental matters as the Board may in its absolute discretion think fit and decide in consultation with the appropriate authorities, the Merchant Bankers and/or Lead Managers and/or Underwriters and/or Advisors and/or such other person(s), including by way of Initial Public Offer in US or other countries, so as to enable the Company to get listed at any Stock Exchanges in India and/or Luxembourg/London/New York/Singapore/Hong Kong Stock Exchanges and/or any of the Overseas Stock Exchanges, but without requiring any further approval or consent from the shareholders and also subject to the applicable guidelines for the time being in force.

RESOLVED FURTHER THAT the Board be and is hereby authorised to enter into and execute all such agreements and arrangements with any lead Manager(s), Co-lead Manager(s), Advisor(s), Underwriter(s), Guarantor(s), Depository(ies), Custodian(s), Bankers to Issue and all such agencies as may be involved or concerned in such offerings of Securities and to remunerate all such agencies by way of commissions, brokerage, fees or the like, and also to seek the listing of such securities in the Stock Exchange(s).

RESOLVED FURTHER THAT the Board be and is hereby authorised to issue and allot such number of equity shares as may be required to be issued or as may be necessary in accordance with the terms of the offering, all such equity shares ranking pari-passu with the existing equity shares of the company in all respects except provided otherwise, under the terms of issue and in the offering document”.

RESOLVED FURTHER THAT subject to the existing law and regulations, such of these securities to be issued, as are not subscribed may be disposed of by the Board to such person(s) and in such manner and on such terms as the Board may in its absolute discretion think beneficial to the Company, including offering or placing them with resident or non-resident/foreign investors (whether institutions and/or incorporated bodies and/or individuals and/or trusts and/or otherwise)/Foreign Institutional Investors (FIIs)/Mutual Funds/Pension Funds/Venture Capital Funds/Banks and/or Employees and Business Associates of the Company or such other person(s) or entity(ies) or otherwise, whether or not such investors are members of the Company, as the Board may in its absolute discretion decide.

RESOLVED FURTHER THAT the Securities issued in international offering shall be deemed to have been made abroad in the markets and/or at the place of issue of the Securities in international markets and shall be governed by English or American law or any other law as may be decided by the Board as the case may be.

RESOLVED FURTHER THAT the Company and/or any agency or body authorised by the Company may issue Global Depository Receipts and/or other form of securities mentioned herein above representing the underlying equity shares issued by the Company in registered or bearer form with such features and attributes as are prevalent in capital markets for instrumentations of this nature and to provide for the tradeability or free transferability thereof as per the prevailing practices and regulations in the capital markets.

RESOLVED FURTHER THAT the Board be and is hereby also authorised subject to approval of the Reserve Bank of India and the concerned authorities to secure the entire or any part of the issue by creation of the mortgage / charge on the Company's immovable and movable properties, present and future, such charge to rank either pari passu with or second, subsequent, subservient and subordinate to all the mortgages / charges created / to be created by the Company for all existing and future borrowings and facilities whatsoever.”

RESOLVED FURTHER THAT the Board be and is hereby authorised to finalise the mode and the terms of issue and to allot such number of Equity Shares/ Securities as may be required to be issued and allotted upon conversion of any Securities referred to in the paragraph(s) above as may be necessary in accordance with the terms of offering and all such shares to rank pari passu with the existing Equity Shares of the Company in all respects, expecting such rights as to dividend as may be provided under the terms of issue and in the offer document.

RESOLVED FURTHER THAT subject to necessary approval, consent, permission, of the Board be and is hereby authorised to convert the Global Depository Receipts/Foreign Currency Convertible Bonds into ADRs or any other permitted Securities and list at NASDAQ/NYSE or in any other overseas Stock Exchanges.’

RESOLVED FURTHER THAT for the purpose of giving effect to the above Resolutions, the Board be and is hereby authorised on behalf of the Company to agree to and make and accept such conditions, modifications and alterations stipulated by any of the relevant authorities while according approvals, consents and permissions to the issue as may be considered necessary, proper and expedient and to do all such acts, deeds, matters and things as it may, in its absolute discretion deem necessary or desirable for such purpose, including without limitation the entering into of underwriting arrangements and with power on behalf of the Company to settle any questions, difficulties or doubts that may arise in regard to any such issue(s)/offer(s) or allotment(s) or otherwise and utilization of the issue proceeds and/or otherwise to alter or modify the terms of issue, if any, as it may in its absolute discretion deem fit and proper without



INDO BONITO MULTINATIONAL LIMITED

being required to seek any further consent or approval of the Company to the end and intent that the Company shall be deemed to have given its approval thereto expressly to the authority of the resolution”.

RESOLVED FURTHER THAT for the purpose of giving effect to the above resolution, the Board of Directors be and is hereby authorized to do all such acts, deeds, matters and things as it may, in its absolute discretion deem necessary or desirable and to settle any question, difficulty or doubt that may arise in regard to the offer, issue and allotment of securities.’

**By Order of the Board
For Indo Bonito Multinational Limited**

**Sd/-
S.R. Pandian
Whole Time Director**

Dated : 30th August, 2010
Place : MUMBAI

REGISTERED OFFICE:

Office No. 210, Dheeraj Heritage
S. V. Road Milan Subway Junction,
Santacruz (West), Mumbai 400054

NOTES :

1. A member entitled to attend and vote, is entitled to appoint a proxy to attend and, on a poll, vote instead of himself / herself. A proxy need not be a member. Proxies in order to be effective must be received by the Company at its Registered Office not later than forty-eight hours before the commencement of the meeting.
2. Explanatory Statement prepared in pursuance of Section 173 of the Companies Act, 1956 in respect of Special Business is annexed.
3. The Register of Members and Share Transfer Books of the Company will remain closed from 28th September 2010 to 30th September 2010 (both days inclusive).
4. The dividend payable on Equity Shares, if approved by the members, will be paid to those members whose names appear on the Company’s Register of members and as per beneficial owners position received from NSDL & CDSL as at the closing hours of 27th September 2010.
5. There was no amount required to be transferred to Investor Education & Protection Fund (IEPF) pursuant to the provisions of section 205(A) of the Companies Act, 1956.
6. Members are requested to notify the changes if any, in their address to the Company’s Registrars quoting their folio No.
7. Members are requested to hand over the enclosed Attendance Slip, duly signed in accordance with their specimen signature registered with the Company, for admission to the meeting hall.
8. Members are requested to please bring their Copies of Annual Report in meeting.

**By Order of the Board
For Indo Bonito Multinational Limited**

**Sd/-
S.R. Pandian
Whole Time Director**

Dated : 30th August, 2010
Place : MUMBAI

REGISTERED OFFICE:

Office No. 210, Dheeraj Heritage
S. V. Road Milan Subway Junction,
Santacruz (West), Mumbai 400054

**EXPLANATORY STATEMENT IN PURSUANCE OF SECTION 173 (2) OF THE COMPANIES ACT, 1956.****ITEM NO. 5**

The Members of the Company at the 15th Annual General Meeting had passed an ordinary resolution for increase in authorised share capital from Rs. 25,00,00,000/- (Rupees Twenty Five Crores Only) divided into 2,50,00,000 (Two Crores Fifty Lacs) Equity Shares of Rs. 10/- (Rupees Ten Only) each to Rs. 100,00,00,000/- (Rupees Hundred Crores Only) divided into 8,50,00,000 (Eight Crores Fifty Lacs) Equity Shares of Rs. 10/- (Rupees Ten Only) each and 15,00,000 (Fifteen Lacs) Preference Shares of Rs. 100/- (Rupees Hundred Only) each by creation of further 6,00,00,000 (Six Crores) Equity Shares of Rs. 10/- (Rupees Ten Only) each and 15,00,000 (Fifteen Lacs) Preference Shares of Rs. 100/- each and (ii) alteration of Memorandum of Association giving effect of the said increase in authorised share capital. Due to sluggish market conditions and incapable to generate few major projects as discussed in the 15th AGM, the company could not increase its capital to 100 crores. However, the company is in the process to generate more business in the upcoming years and wants to increase its capital. Hence, it preferred to approach shareholders to take fresh approval and the ordinary resolution passed at the 15th AGM is proposed to be rescinded.

The Directors recommend the resolution for approval of the members to be passed as a special resolution to rescind the increase in authorised share capital and alteration of Memorandum of Association.

ITEM NO. 6

IN view of requirements for additional fund, the Board of Directors of the Company propose to increase its Authorised Share Capital from Rs. Rs. 25,00,00,000/- (Rupees Twenty Five Crores Only) divided into 2,50,00,000 (Two Crores Fifty Lacs) Equity Shares of Rs. 10/- (Rupees Ten Only) each to Rs. 50,00,00,000/- (Rupees Fifty Crores Only) divided into 5,00,00,000 (Five Crores) Equity Shares of Rs. 10/- (Rupees Ten Only) each by creation of further 2,50,00,000 (Two Crores Fifty Lacs) Equity Shares of Rs. 10/- (Rupees Ten Only) each. Clause V of the Memorandum of Association relating to Capital Clause is proposed to be altered to effect the said increase in authorised share capital.

A copy of the Memorandum & Articles of Association is available for inspection by the members of the Company at its Registered Office between 10.30 am to 1.00 pm on any working day of the Company, up to the date of the Annual General Meeting.

The Directors recommend the resolution for approval of the members to be passed as ordinary resolution for increase in authorised share capital and alteration of Memorandum of Association.

None of the directors of the company are interested in the said resolution

ITEM NO. 7

The Members of the Company at the 15th Annual General Meeting had passed a special resolution under section 81 and 81(1A) of the Companies Act, 1956. However the Company was not able to raise the required funds. The Company shall issue, offer and allot Equity Shares by way of public issue, rights issue, private placement and / or preferential allotment to Resident Indians and /or Non-Resident Indians and that the Board be authorised to issue, offer and allot such shares, at such price or prices, to such person(s) as they may deem fit and proper.

The Board of Directors proposes to issue securities by way of equity linked instruments like American Depository Receipts (ADRs), Global Depository Receipts (GDRs), or other type of securities for cash or through public offer / private placement as mentioned in the resolution for such an amount as deemed appropriate by Board including permissible green shoe option or equivalent in Indian or any other currency (ies) or upto such limit as may be permitted by the Ministry of Finance or such other authorities. The Company has enquiries from various foreign companies for investing in equity shares of the company subject to RBI/GOI stipulations or other appropriate authorities. In view of the encouraging market conditions, it is proposed to issue Securities as set out in the Resolution. The new issue of Securities requires the approval of the shareholders under section 81 of the Companies Act, 1956.



INDO BONITO MULTINATIONAL LIMITED

The Company will work out the mode of financing plans and also utilization plans in consultation with the Advisors, Lead Managers and / or other agencies wherever applicable subject to approvals of Government of India, Reserve Bank of India, Securities and Exchange Board of India and other authorities concerned. Since the modalities and the terms of the issue will be decided by the board excepting the issue price which will be based on the Guidelines stipulated by Government of India, Ministry of Finance and may be listed on Stock Exchange(s), whether in India or abroad, as may be deemed fit by Board and may be represented by depositing receipts and /or such other securities. This resolution gives adequate flexibility in respect of working out the modalities of issue including size, timing and also issue such securities in such trenches, at such times and at such price and / or such other valuable consideration(s) as the Board may in its absolute discretion deem fit.

The special resolution, if passed, will have the effect of allowing the Board to issue and allot shares to investors, whether in India or abroad, who may or may not be, existing, share holders of the Company and also authorize the Board to consider issue of GDR/ ADR.

The Directors recommend the resolution for the approval of the members to be passed as special resolution for further issue of shares pursuant to Section 81(1) and (1A) of the Companies Act, 1956.

The Directors of the company may be deemed to be concern or interested in the said resolution to the extent the said securities may be subscribed by them or by the companies/institutions where they are directors or members.

By Order of the Board
For Indo Bonito Multinational Limited

Sd/-

S.R. Pandian
Whole Time Director

Dated : 30th August, 2010

Place : MUMBAI

REGISTERED OFFICE:

Office No. 210, Dheeraj Heritage
S. V. Road Milan Subway Junction,
Santacruz (West), Mumbai 400054



DIRECTORS' REPORT

To,
THE MEMBERS OF INDO BONITO MULTINATIONAL LIMITED

Your Directors have pleasure in presenting their 16TH ANNUAL REPORT along with the Audited Annual Accounts for the year ended 31ST March 2010. The financial results of the Company for the year under consideration are hereby presented.

Rupees In Cr

1. FINANCIAL RESULTS

Particulars	Year ended March'2010	Year ended March'2009
Gross sales	251.26	140.35
Gross profit before interest, depreciation & tax	15.11	16.95
Less : Interest & financial charges	7.78	14.38
Depreciation	1.10	1.09
Provision for tax	2.15	0.57
Profit after tax	4.08	0.91
Add : Balance brought forward from previous year	1.07	0.45
Amount available for appropriation	5.15	1.36
Appropriations:		
Dividend	0.25	0.25
Corporate tax on dividend	0.04	0.04
Balance carried forward to balance sheet	4.86	1.07

2. DIVIDEND:

Your Directors recommend a final dividend of Rs.0.10 per share on the entire paid up share capital of Rs.24.94 crores to the Members of the Company holding shares as on the book closure date.

3. PERFORMANCE AND BUSINESS OUTLOOK:

During the current financial year 2009-2010 the company has also started import of wooden floor tiles and sale in India. The company is planning for acquisition and expansion of concrete block and pavers manufacturing unit at banglore .The total income of the company during the year under review is Rs.242.98 crores as against Rs.142.72 crores for the previous year. The profit after tax for the year stood at Rs.4.08 crores as against Rs.0.91 crores for the previous year. This has been achieved mainly due to substantial rise in diamond sale.

4. DIRECTORS

Pursuant to Section 256 of the Companies Act, 1956, Mr. R M Rajangam liable to retire by rotation and being eligible is proposed to be reappointed as Director.

5. FUTURE OUTLOOK

Your company is looking forward for further rise in the export of gold jewellery and diamond due to good order position. Also your company is planning for rising manufacturing activity building material segment mainly in the line of concrete block and pavers.

6. POSTAL BALLOT

The Company has passed the following resolutions through postal ballot, for which the results were declared on 30.11.2009 :



1. Alteration of Memorandum of Association by inserting a new clause III (1A) & (1B) in the Main Object and 90(a), (b) and (c) of Other Objects.
2. Commencement of Business for objects mentioned under sub clause 69, 74, 90(a), (b) and (c) of Clause III (C) of Other Objects.
3. Authority to Board of Directors under section 293(1)(a) of Companies Act, 1956.
4. Authority to Board of Directors to make loans, investments and guarantees under section 372A of the Act.

7. CORPORATE GOVERNANCE

Your company has been proactive in following the principle and practice of good corporate governance. The Company has taken adequate steps to ensure that the conditions of Corporate Governance as stipulated in clause 49 of the Listing Agreement of Stock Exchanges are complied with a separate report on Corporate Governance is annexed as **Annexure A** to the Directors' Report along with the Auditors Certificate on its compliance.

8. AUDITORS

M/s. S. U. Radhakrishnani & Co. , Chartered Accountants, auditors of the Company, will retire at the ensuing Annual General Meeting of the Company. It is proposed to reappoint M/s. S. U. Radhakrishnani & Co., Chartered Accountants, as the auditors of the Company, to hold office from the ensuing annual general meeting of the Company upto the next annual general meeting of the Company. The Company has received a letter from M/s. S. U. Radhakrishnani & Co. seeking re-appointment at this annual general meeting and have confirmed that their appointment, if made, shall be within the limits of Section 224 (1B) of the Companies Act, 1956. The Board recommends the appointment of M/s. S. U. Radhakrishnani & Co. as Auditors and to fix their remuneration.

9. AUDITOR'S REPORT

Clause IX (b) of the Annexure to Auditor's Report states about non payment of Income Tax arrears amounting to Rs.12.19, FBT of Rs.6.39 and Dividend tax of Rs.8.47 Lakhs for more than 6 months by the Company. The payment will be made during this financial year.

10. FIXED DEPOSITS

Your Company has not accepted any fixed deposit within the meaning of section 58A of the Companies Act 1956 from public and the rules made there under during the year.

11. PARTICULARS OF EMPLOYEES

The information required u/s 217 (2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 are not applicable to the Company, as the company has not employed any employee whose salary exceeds Rs.24,00,000/- per annum or Rs.2,00,000/- per month.

13. PARTICULAR REGARDING CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO

The particulars regarding conservation of Energy, Technology Absorption and Foreign Exchange Earning and Outgo is mentioned in Form A and Form B attached to this report..

14. MANAGEMENT DISCUSSION & ANALYSIS REPORT

The Management Discussion and Analysis has been attached as **Annexure B** to the Directors Report.

15. DIRECTORS' RESPONSIBILITY STATEMENT

As required under section 217 (2AA) of the Companies Act, 1956 it is hereby stated that:

- a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) the Directors had selected such accounting policies and applied them consistently and made judgment 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 the financial year and of the profit of the Company for that period;



- c) the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- d) the Directors had prepared the annual accounts on a going concern basis.

16. CHIEF EXECUTIVE OFFICER (CEO) CERTIFICATION

The CEO Certification and Declaration about code of conduct as required under clause 49 of the Listing Agreement, is obtained from Whole-time Director of the company, as the company do not have CEO. The same is attached as **Annexure C** to the report.

17. REGISTERED OFFICE :

The Board of Directors in its meeting held on 30.08.2010 has decided to shift the Registered Office of the Company from Office No. 210, Dheeraj Heritage, S.V. Road, Milan Subway, Junction, Santacruz (West), Mumbai : 400 054 to 61 - A, Collector Colony, Mahul Road, Chembur, Mumbai : 400 074 w.e.f. 01.09.2010.

18. ACKNOWLEDGMENTS :

Your Directors wish to place on record their appreciation and acknowledgment with gratitude for the support and assistance extended to the Company by the Bankers, Shareholders and Customers. Your Directors place on record their deep sense of appreciation for the devoted service of the executives and staff at all levels of the Company.

For and on behalf of the Board,

Sd/
S. R. Pandian
Whole Time Director

Sd/-
Subhabrata Sudhansu Datta
Director

Place : Mumbai

Date : 30th August, 2010



Explanation to Point No. 13 of Directors Report :

PARTICULAR REGARDING CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO

A. CONSERVATION OF ENERGY

- (a) Energy conservation measures taken : Nil.
- (b) Additional investments and proposals, if any, being implemented for reduction of consumption of energy : Nil.
- (c) Impact of the measures taken/to be taken at (a) & (b) above for reduction of energy consumption and consequent impact on the cost of production of goods : Nil.
- (d) Total energy consumption and energy consumption per unit of production as per Form A of the annexure to the Rules is as follows :

FORM A
(Form for disclosure of particulars with respect to conservation of energy)

	Current Year 2009-2010			Previous Year 2008-2009		
	Other Business (Dry Mix Plaster)	Gold Jewellery	Total	Other Business (Dry Mix Plaster)	Gold Jewellery	Total
A) Power & Fuel Consumption						
1. Electricity						
a. Purchased						
Units (KWH)	242,609	Nil	242,609	56,097	Nil	56,097
Total Amount (Rs.)	1,590,064	Nil	1,590,064	337,680	Nil	337,680
Rate/Unit (Rs.)	6.55	Nil	6.55	6.02	Nil	6.02
b. Own Generation (KWH)	Nil	Nil	Nil	Nil	Nil	Nil
2. Other Fuels						
Quantity (k.Litres)	Nil	Nil	Nil	Nil	Nil	Nil
Total Cost (Rs.)	Nil	Nil	Nil	Nil	Nil	Nil
B) Consumption Per Unit of Production						
1 Product Unit – MT	28,965			6,303		
2 Electricity (KWH/MT)	8.38			8.90		
3 Other Fuels	Nil			Nil		

FORM B
(Form for disclosure of particulars with respect to Technology Absorption)

No R&D activities have been taken during the year 2009-2010.

Expenditure on R&D – Nil.

B. TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION – NIL.

Import of Technology for the last five years – Nil.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO :

Rs. in Cr.

	2009-2010	2008-2009
Exports as a % of Total income	56.64%	60.96%
Total Foreign Exchange earned	142.92	86.74
Total Foreign Exchange outgo	0.64	1.17



Annexure - A

REPORT ON CORPORATE GOVERNANCE

1) COMPANY'S PHILOSOPHY

The Company believes in transparency, empowerment, accountability, safety of people and environment, motivation, respect for law and fair business practices with all its stakeholders. These practices being followed since inception have helped the company in its sustained growth.

2) BOARD OF DIRECTORS

2.1 Composition:

The composition of your Board is as under:

Executive Director (Promoter)

- (i) Mr. S. R. Pandian - Whole Time Director

Non – Executive Director (Promoter)

- (ii) Mr. Subhabrata Sudhansu Datta

Non – Executive Director (Non Promoter)

- (i) Mr. M.A. Rajangam – Chairman – Independent Director

The composition of the Board of Directors is in conformity with Clause 49 of the Listing Agreement with the Stock Exchanges.

2.2 Dates of Board Meetings held during the year:

During the financial year 2009-2010, eight meetings of the Board of Directors of the Company were held on 30.04.2009, 03.06.2009, 30.07.2009, 12.10.2009, 31.10.2009, 09.01.2010, 30.01.2010 and 25.03.2010

2.3 Attendance of Directors and details of Directorships in Boards and in Committees of other Companies as on 31.03.2010:

Name	No. of Board Meetings Attended	Attendance At last AGM	No. of Other Directorship	No. of other committees in which chairman / member	
				Member	Chairman
Mr. S. R. Pandian	8	Yes	1	—	—
Mr. Subhabrata Sudhansu Datta	8	Yes	6	—	—
Mr. M. A. Rajangam	8	No	1	—	—

3) AUDIT COMMITTEE :

3.1. Terms of reference

The terms of reference of the Audit Committee are as per the guidelines set out in the listing agreement with the Stock Exchanges read with Section 292A of the Companies Act. These broadly include approval of annual internal audit plan, review of financial reporting systems, internal control systems, ensuring compliance with regulatory guidelines, discussions on quarterly, half yearly and annual financial results, interaction with statutory, internal & cost auditors, recommendation for appointment of statutory and cost auditors and their remuneration. In addition to the above, the committee also reviews the following:

- (a) Management's Discussions and Analysis of Company's operations,
- (b) Periodical Internal Audit Reports,
- (c) Letters of Statutory Auditors to management on internal control weakness, if any,
- (d) Appointment, removal and terms of remuneration of Chief Internal Auditor,
- (e) Statement of significant related party transactions,
- (f) Financial statements, in particular investments made by the subsidiary companies,
- (g) Risk framework.

**3.2. Composition, Meetings and attendance:**

During the year, 4 meetings of the audit committee were held on 30.04.2009, 30.07.2009, 31.10.2009 and 30.01.2010. The composition of committee and attendance are as under:

Mr. M. A. Rajangam, an independent Director is the Chairman of the Audit Committee.

Mr. Subhabrata Sudhansu Datta

Mr. S.R. Pandian

Name	No. of meetings attended
Mr. Subhabrata Sudhansu Datta	4
Mr. M. A. Rajangam	4
Mr. S.R. Pandian	4

4) REMUNERATION COMMITTEE:**4.1 Terms of reference –**

To decide the revision in remuneration of the Whole-time Director and payment of commission to them within the limits sanctioned by the shareholders.

The remuneration to the Whole-time Directors are decided on the basis of following broad criteria:-

- a) Industry trend
- b) Remuneration package in other comparable Corporates.

4.2. Composition, Meetings and attendance:

One meeting was held during the year on 09.01.2010.

Composition of Committee :

Mr. M. A. Rajangam - An Independent Director is the Chairman of the Remuneration Committee

Mr. Subhabrata Sudhansu Datta

Mr. S.R. Pandian

Name	No. of meetings attended
Mr. Subhabrata Sudhansu Datta	1
Mr. M. A. Rajangam	1
Mr. S.R. Pandian	1

4.3. Criteria for payment to Directors:

The remuneration paid to executive directors is in accordance with the provision of schedule XIII of the Companies Act, 1956. The non-executive directors have not been paid any sitting fees for attending the Board Meeting. The Company so far has not issued any stock options to Executive/ Non-Executive/Independent Directors.

5) SHAREHOLDERS/ INVESTORS GRIEVANCE COMMITTEE**5.1. Terms of reference:**

The Committee oversees the performance of the Registrars and Transfer Agents and recommends measures to improve the level of investor services. The Company has authorized the Committee to approve the share transfers. The Board had designated Mr. Subhabrata Sudhansu Datta as the Compliance Officer, who is overseeing the investors' grievances.

The company has received twelve complaints during the year ended on 31st March, 2010. Seven complaints have been resolved and five complaints are pending. All transfer of shares have been processed on time.



5.2. Composition, Meetings and attendance:

Four meetings were held during the year on 30.04.2009, 30.07.2009, 31.10.2009 and 30.01.2010.

The Company had constituted Shareholders/Investors Grievance Committee comprising of ;

Mr. M. A. Rajangam - An Independent Director - Chairman,

Mr. S.R. Pandian and

Mr. Subhabrata Sudhansu Datta.

Name	No. of meetings attended
Mr. Subhabrata Sudhansu Datta	4
Mr. M. A. Rajangam	4
Mr. S.R. Pandian	4

6) GENERAL BODY MEETING :

Date, Venue and time for the last three Annual General Meetings :

Date	Venue	Time	No of special resolution
28th September, 2007	6, Sanjay Mittal Estate, Bldg. No.2, Andheri-Kurla Road, Andheri (E), Mumbai - 400 059.	11.00 A.M.	Nil
30th December, 2008	Ajanta Party Hall, Sumer Nagar, Adjacent to Flyover, S. V. Road, Borivli (West), Mumbai 400092	4.30. P.M.	6
24th September, 2009	Pride Hotel, Opp. Greens Restaurant, Next to Citibank, Off. Link Road, Chincholi Bunder, Malad (West), Mumbai 400064	4.30. P.M.	2

7) POSTAL BALLOT:

The Company has passed the following resolutions through postal ballot, for which the results were declared on 30.11.2009 :

1. Alteration of Memorandum of Association by inserting a new clause III (1A) & (1B) in the Main Object and 90(a), (b) and (c) of Other Objects.
2. Commencement of Business for objects mentioned under sub clause 69, 74, 90(a), (b) and (c) of Clause III (C) of Other Objects.
3. Authority to Board of Directors under section 293(1)(a) of Companies Act, 1956.
4. Authority to Board of Directors to make loans, investments and guarantees under section 372A of the Act.

8) DISCLOSURES :

- (i) There were significant transactions with the related parties viz. Promoters, Directors or the Management, their subsidiaries or relatives at prevailing market prices. Suitable disclosure as required by the Accounting Standard (AS18) has been made in the Annual Report.
- (ii) There are no pecuniary relationships or transactions of Non-Executive Directors vis-a-vis the company which has potential conflict with the interests of the company at large.
- (iii) No penalties or strictures have been imposed on the company by Stock Exchange or SEBI or any statutory authority on any matter related to capital markets during the last three years.
- (iv) The company has in place mechanism to inform Board Members about the Risk Assessment and Minimization procedures and periodical reviews to ensure that risk is controlled by the Executives.

**9) MEANS OF COMMUNICATION :**

The Company has a system of sending Annual Report once in a year to the shareholders. The Quarterly results of the Company are sent to Stock Exchanges as per requirement of Listing Agreement format and hence the quarterly financial results of the Company are available on BSE's website. The quarterly results are published in English and Marathi newspapers like Free Press Journal and Navshakti. Pursuant to the listing agreement the company has designated an e-mail ID for the investors viz. indobonito_2009@yahoo.in

10) GENERAL SHAREHOLDERS INFORMATION**10.1 Annual General Meeting**

Date & Time : 30th September 2010, Thursday, 4.30.P.M.

10.2 Financial Calendar : 1st April to 31st March

10.3 Date of Book Closure : 28.09.2010 to 30.09.2010 (both days inclusive)

10.4 Dividend Payment Date : on or after 30.09.2010 for the financial year 2009-10

10.5 Listing of Equity Shares : The Bombay Stock Exchange Limited. BSE Scrip Code : 531084.

10.6 Market Price Data : High, Low during each month in last Financial Year

Month	High (Rs.)	Low (Rs.)
April,2009	8.62	6.50
May,2009	11.34	6.95
June,2009	14.88	11.50
July,2009	14.25	11.05
August,2009	12.50	9.70
September,2009	14.15	10.50
October,2009	13.50	8.57
November,2009	12.40	7.57
December,2009	11.80	8.90
January,2010	14.25	9.07
February,2010	13.25	6.98
March,2010	10.70	8.02

10.7 Registrar and Transfer Agents : SHAREPRO SERVICES (I) Pvt. Ltd.

Address for Investors correspondence: Sam Hita Warehousing Complex, Warehouse No. 52 & 53, Plot No. 13AB, 2nd Floor, Sakinaka, Andheri (East), Mumbai – 400 072.

10.8 Share Transfer System :

Share Transfer request received in physical form are registered within 15 days from the date of receipt and Demat request are normally confirmed within an average of 15 days from the date of receipt.

10.9 Shareholding Pattern as on 31st March, 2010

Category	No. of shares held	% of shareholding
Promoters	8134500	32.62
Private- Bodies Corp.	9478675	38.00
Public- Individuals	7327125	29.38
Total	24940300	100.00

**10.10 Dematerialisation of Shares & Liquidity :**

The Company's equity shares are included in the list of Companies whose scripts have been mandated by the SEBI for settlement only in dematerialized form by all investors. The Company has signed agreements with National Securities Depository Limited ("NSDL") and Central Depository Services (India) Limited ("CDSL") to offer depository services to its shareholders. 7674484 Equity Shares of the total number of 24940300 Equity Shares of the Company representing 30.77% have been dematerialized as on 31/03/2010.

11) ADDRESS FOR CORRESPONDENCE WITH THE COMPANY.

Shareholders may address queries relating to their holdings to Subhabrata Sudhansu Datta, Compliance Officer at the registered office of the Company.

Plant Locations: Not applicable

The Company has appointed an independent agency to maintain smooth relations with the investors, who give details of all important events to the investors from time to time.

12) COMPLIANCE OFFICER:

Mr. Nitul Gosrani resigned as company secretary & compliance officer on 31.07.2010 and thereafter Subhabrata Sudhansu Datta was appointed as Compliance Officer of the Company.

For Indo Bonito Multinational Limited

Sd/-
S. R. Pandian
Whole Time Director

Sd/-
Subhabrata Sudhansu Datta
Director

Place : Mumbai
Date : 30th August, 2010

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

To the Members of INDO BONITO MULTINATIONAL LIMITED.

I have examined the compliance of conditions of Corporate Governance by INDO BONITO MULTINATIONAL LIMITED for the year ended 31st March, 2010 as stipulated in Clause 49 of the Listing Agreements of the said Company with the stock exchanges in India

The compliance of conditions of Corporate Governance is the responsibility of the Company's Management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In my opinion and to the best of my information and according to the explanations given to me:

- (i) I certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned listing agreements.
- (ii) I further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For S.U.Radhakrishnani & Co
(Chartered Accountants)

Sd/-
S.U.Radhakrishnani
Proprietor
Membership No. 31760

Place : Mumbai
Date : 30th August, 2010



ANNEXURE B

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

OUTLOOK

After undergoing through a challenging time in 2008-09, the Indian gems and jewellery rise like a phoenix and today preempting an upward trend. This has been possible due to constant endeavour made by Gems and Jewellery Export Promotion Council to sustain trade relations with US and also expansion by penetrating other markets.

India's gems and jewellery export grew by 16 per cent to \$28.41 billion in 2009-10 due to revival in demand from major markets like the US and Europe.

Cut and polished diamond export registered an increase of 20.11 per cent to \$17.54 billion in 2009-10 compared to 14.6 billion in the 2008-09.

Besides, coloured gems stone export increased by 10.55 per cent to \$286.65 million in 2009-10 compared to \$259.29 million in the previous fiscal, while gold jewellery exports rose by 9.38 per cent to \$9.42 billion during the period under review compared to \$8.61 billion in 2008-09.

The Indian economy has registered a growth of 7.4 per cent in 2009-10 in GDP terms. Manufacturing sector has grown by 10.8 per cent while construction has grown by 6.5 per cent. Although there is moderate growth in construction activity, the same is expected to rise due to sustained growth of Indian economy and rise in per capita income. The growth in construction industry is expected to be encouraged by factors including the stimulus given by the government to infrastructure development and the presence of stable and proactive government.

RISKS & AREAS OF CONCERN

The company has risks on account of contractual obligations as per the agreements with its customers. Also it has risk of exchange fluctuations for its exports business. The credit risk in export business is mitigated by taking ECGC cover for its exports business.

As per CRISIL the credit risk profiles of India's diamond and diamond jewellery players will remain stable over the medium term, on the back of steady demand expected in key markets, and improved prices of polished diamond in 2010-11. However company should adopt prudent working capital management practices which they adopted during the recent slowdown in the economy.

The area of concern in the building materials segment is its moderate growth during FY 2009-10. However company expects to overcome this factor as it supplies concrete blocks and dry mix plaster which are not only cost effective but save the execution time in construction activity also.

INTERNAL CONTROL SYSTEMS AND ADEQUACY

The Company has adequate internal control procedures commensurate with the size and nature of its business. It is an independent department with objective and assurance functions that is responsible for assessing and improving the effectiveness of risk management, control and governance process. The role, scope and the functions of the internal audit department are reviewed by the Audit Committee of Directors.

HUMAN RESOURCES

We patronize a unique and home-grown philosophy of thrusting forward positively in the face of tough competition and hurdles. Ideally, the company believes in allowing people to set their own targets and gives them the freedom to achieve them. This has become a constant source of motivation for nurturing our biggest strength: people. Hiring the best people, retaining them and ensuring their development is a major challenge in today's business environment. The focus is on maintaining a high level of motivation and on leadership development and the number of employees are maintained according to business development.

DISCUSSION ON FINANCIAL PERFORMANCE

The financial results and performance for the year are elaborated in the Directors' Report.

CYCLICALITY / SEASONALITY IN THE INDUSTRY

There is no cyclical / seasonal demand as far as the demand for gold studded jewellery is concerned. However, festive season increases the demand for gold products.

GOVERNMENT POLICIES

Government policy for exports is encouraging. The Government has reduced the interest rates for exports to 7%.

CAUTIONARY STATEMENT

Statements forming part of the Management Discussion and Analysis covered in this report may be forward-looking within the meaning of applicable securities laws and regulations. Actual results may differ materially from those expressed in the statement. Important factors that could influence the company's operations include demand and supply conditions, availability



of inputs and their prices both domestic and global, changes in government regulations, tax laws, economic developments within the country and other factors such as litigation and industrial relations and is a driving force in the company's growth and performance.

For and on behalf of the Board

Sd/-

S. R. Pandian
Whole Time Director

Sd/-

Subhabrata Sudhansu Datta
Director

Place : Mumbai

Date : 30th August, 2010

Annexure - C

CERTIFICATION AND DECLARATION UNDER CLAUSE 49 OF LISTING AGREEMENT

To
The Board of Directors
Indo Bonito Multinational Limited
Office No. 210, Dheeraj Heritage,
S. V. Road Milan Subway Junction,
Santacruz (West), Mumbai 400054

Dear Sirs:

Sub: Certification by the Whole Time Director on financial statements of the Company for the year ended 31st March, 2010 and declaration for affirmation to Code of Conduct of the Company.

I, S. R. Pandian, Whole Time Director of Indo-Castle Multimedia Limited certify that:

- (a) I have reviewed financial statements and cash flow statements for the year and that to the best of my knowledge and belief:
- i) these statements do not contain any material untrue statement or omit any material fact or contain statements that might be misleading ;
 - ii) these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) There are to the best of my knowledge and belief, no transactions entered into by the Company during the year are fraudulent, illegal or violative of the Company's code of conduct.
- (c) I accept responsibility for establishing and maintaining the internal controls for financial reporting and that I have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and I have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which I am aware and the steps I have taken or propose to take to rectify these deficiencies.
- (d) I have indicated to the Auditors and the Audit Committee:
- i) significant changes in internal control over financial reporting during the period;
 - ii) significant changes in accounting policies during the period and that the same have been disclosed in the notes to the financial statements;
 - iii) during the year there were no instances of fraud which I have become aware. The management and its employees have a significant role in the Company's internal control system.

Declaration as required under Clause 49 of the Listing Agreement

I hereby confirm that all Directors and Senior Management of the Company have affirmed compliance with the Code of Conduct for the financial year ended 31st March 2010.

Sd/-

S. R. Pandian
Whole Time Director

Place : Mumbai

Date : 30th August, 2010



AUDITORS' REPORT

To the Members of INDO BONITO MULTINATIONAL LTD.

I have audited the attached Balance Sheet of INDO BONITO MULTINATIONAL LTD. as at 31st March, 2010 and also the Profit & Loss Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in India. Those standards require that I 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. I believe that my audit provides a reasonable basis for my 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, I have enclosed an annexure on the matters specified in paragraphs 4 & 5 of the said order.

Further to my comments in the Annexure referred to above, I report that:

1. I have obtained all the information and explanations, which to the best of my knowledge and belief were necessary for the purpose of my audit;
2. In my opinion, proper books of account as required by law have been kept by the company so far as appears from my examination of those books;
3. The Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
4. In my opinion, the Balance Sheet and Profit & Loss account dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;

On the basis of written representations received from the directors, as on 31st March 2010, and taken on record by the Board of Directors, I report that none of the director 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;

5. In my opinion and to the best of my information and according to the explanations given to us the financial accounts give the information as 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 the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2010;
 - ii. in the case of the Profit & Loss Account, of the profit for the year ended on that date; and
 - iii. in the case of cash flow statement, of the cash flows of the company for the year ended on that date.

For S.U.Radhakrishnani & Co
(Chartered Accountants)

Sd/-

S.U.Radhakrishnani
Proprietor
Membership No. 31760

Place : Mumbai
Date : 30th August, 2010



ANNEXURE TO THE AUDITORS' REPORT

(Referred to in paragraph (3) of my report of even date)

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) All fixed assets have been physically verified by the management during the year. In my opinion, the frequency of verification is reasonable having regard to the size of the company and the nature of its assets. To the best of my knowledge, no material discrepancies have been noticed on such verification.
- (c) No substantial part of fixed assets, of the company, was disposed off during the year.
- (ii) (a) The management has conducted physical verification of inventory at reasonable intervals during the year.
- (b) The 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 and no material discrepancies were noticed on physical verification.
- (iii) (a) The company had granted loans to two parties covered in the registered maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs.270.72 lacs and the year end balance of the loans granted to such persons is Rs.270.72 lacs.
- (b) In my opinion and according to information and explanation given to me, the rate of interest and other terms and conditions for such loans are not prima facie prejudicial to the interest of the company.
- (c) In respect of such interest free loans granted, repayment of the principal amount is as stipulated.
- (d) The company had taken loan from two parties covered in the registered maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs.1034.40 lacs and the year end balance of the loans granted to such parties was Rs.1029.40 lacs.
- (e) In my opinion and according to information and explanation given to me, the rate of interest and other terms and conditions for such loans are not prima facie prejudicial to the interest of the company.
- (f) In respect of loans taken, payment of the principal amount is as stipulated and the same are interest free.
- (iv) In my opinion and according to the information and explanations given to me, there are adequate internal control procedures commensurate with size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of my audit, no major weakness has been noticed in the internal control in respect of these areas.
- (v) (a) To the best of my knowledge and belief and according to the information and explanations given to me, I am 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 my opinion and according to the information and explanation given to me, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lacs in respect of any party during the year, if any, have been made at prices which are reasonable, having regard to prevailing market prices at the relevant time where such market prices are available.
- (vi) The company has not accepted any deposits from the public hence I do not have anything to comment on that.
- (vii) In my opinion and according to the information and explanation given to me, the company has an adequate internal audit system commensurate with the size and nature of its business.
- (viii) To the best of my knowledge and according to the information given to me, the Central Government has not prescribed maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 for the products of the company.
- (ix) (a) The company is generally regular in depositing with appropriate authorities undisputed statutory dues including, Investor Education and Protection Fund, Income-Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and any other statutory dues applicable to it. Subject to delay in payments of income-tax. Provident Fund and ESIC Act is not applicable.



INDO BONITO MULTINATIONAL LIMITED

- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of sales tax, wealth tax, service tax, custom duty, excise duty, cess or any other statutory dues were in arrears, as at 31st March, 2010 for a period of more than six months from the date they become payable. However, Income-Tax dues of Rs.12.19 lacs, FBT of Rs.6.39 lacs and Dividend Tax of Rs.8.47 lacs was overdue.
- (c) According to the records available of the company, there are no dues outstanding of income tax, sales tax, wealth tax, service tax, custom duty, excise duty and cess on account of any dispute.
- (x) The company does not have any accumulated losses at the end of the financial year and it has not incurred any cash losses in the current and immediately preceding financial year.
- (xi) In my opinion and according to the information and explanations given to me, the company has not defaulted in repayment of dues to financial institutions, banks or debenture holders, if any.
- (xii) According to the information and explanations given to me, the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In my opinion, the company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 4 (xiii) of the Order are not applicable to the company.
- (xiv) (a) In my opinion and according to the information and explanation given to us, in respect of dealing/ trading in shares, securities, debentures and other investments, the company is maintaining proper records of the transactions and contracts and timely entries have been made therein.
(b) The shares, securities, debentures and other investments have been held by the company in its own name.
- (xv) According to the information and explanations given to me, the company has given corporate guarantee for loans taken by group companies from banks or financial institutions for financial assistance of Rs.20 crores.
- (xvi) The company has not obtained any term loan from banks during the year.
- (xvii) In my opinion and according to the information and explanations given to me, the funds raised by the company on short-term basis have not been used for long-term investments, if any.
- (xviii) The company has not made any preferential allotment of shares to parties or companies covered in the register maintained under section 301 of the Companies Act, 1956.
- (xix) The company does not have issued any debentures.
- (xx) The company has not raised any money through public issue during the year.
- (xxi) To the best of my knowledge and belief and according to the information and explanations given to me, no fraud on or by the company has been noticed or reported during the course of my audit.

For S.U.Radhakrishnani & Co
(Chartered Accountants)

Sd/-

S.U.Radhakrishnani
Proprietor
Membership No. 31760

Place : Mumbai
Date : 30th August, 2010



BALANCE SHEET AS ON 31st MARCH 2010

In Rupees

	Schedule	12 Months 31.03.10	12 Months 31.03.09
SOURCE OF FUNDS			
1. Shareholders Funds :			
a) Share Capital	I	249,403,000	249,403,000
b) Reserves & Surplus :	II	55,126,698	17,224,070
		304529698	266,627,070
2. Deferred Tax Liability		14765566	12,059,966
3. Loan Funds :			
a) Secured Loans	III	282,038,032	1,029,681
b) Unsecured Loans	IV	284,813,988	266,993,402
		566852020	268,023,083
Total Funds Employed		886147284	546,710,119
APPLICATION OF FUNDS			
1. Fixed Assets :	V		
a) Gross Block		239,910,803	212,976,863
b) Less : Depreciation		35,540,647	24,533,486
c) Net Block		204,370,156	188,443,377
d) Capital Work-in-Progress		93,021,331	51,130,896
		297,391,487	239,574,273
2. Investments	VI	27,171,756	40,757,134
3. Current Assets, Loans & Advances :	VII		
a) Inventories		146,780,104	149,986,407
b) Sundry Debtors		743,868,202	231,689,302
c) Cash & Bank Balances		38,173,091	10,982,352
d) Deposits Loans & Advances		65,084,268	72,325,968
		993,905,665	464,984,029
Less : Current Liabilities & Provisions :	VIII	433,061,624	199,437,817
Net Current Assets		560,844,041	265,546,212
4. Miscellaneous Expenditure (to the extent not written off or adjusted)		740,000	832,500
Total Assets (Net)		886,147,284	546,710,119
Significant Accounting Policies	XIII		
Notes forming part of Accounts			

As per our report of even date attached

For S.U.RADHAKRISHNANI & CO
Chartered Accountants

For and on Behalf of the Board

Sd/-
S.U.RADHAKRISHNANI
Proprietor
M. No. 31760

Sd/-
Subhabrata S Datta
Director

Sd/-
S R Pandian
Whole Time Director

Sd/-
M. A. Rajangam
Independent Director

Place : Mumbai.
Date : 30th August, 2010



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

		In Rupees	
	Schedule	12 Months 31.03.10	12 Months 31.03.09
INCOME			
Sales/Income from Operations		2,512,580,890	1,403,469,768
Other Income	IX	10,679,758	19,225,954
Increase/(Decrease) in Stock	X	(934,30,837)	4,531,086
TOTAL INCOME		2,429,829,811	1,427,226,808
EXPENDITURE			
Materials Consumed (including traded goods)		2,193,970,445	1,195,590,875
Administrative, Selling & Distribution Exps	XI	84,722,636	62,111,850
Interest & Financial Charges	XII	77,846,678	143,838,892
Depreciation		11,007,161	10,904,284
TOTAL EXPENDITURE		2367,546,920	1,412,445,901
PROFIT / (LOSS) BEFORE TAXATION		62,282,891	14,780,907
Provision for Taxation-Current		18,766,400	2,000,000
Provision for Taxation-FBT		0	639,000
Provision for Taxation-Deferred		2,705,600	3,025,000
PROFIT / (LOSS) AFTER TAXATION		40,810,891	9,116,907
Proposed Equity Dividend for FY 2009-10 @ Rs.0.10 per share		2,494,030	2,494,030
Dividend Tax @ 16.609 %		414,233	423,860
Add : Balance from earlier years		10,726,978	4,527,961
Transferred to Balance Sheet		48,629,606	10,726,978
Significant Accounting Policies	XIII		
Notes forming part of Accounts			

As per our report of even date attached

For S.U.RADHAKRISHNANI & CO
Chartered Accountants

For and on Behalf of the Board

Sd/-
S.U.RADHAKRISHNANI
Proprietor
M. No. 31760

Sd/-
Subhabrata S Datta
Director

Sd/-
S R Pandian
Whole Time Director

Sd/-
M. A. Rajangam
Independent Director

Place : Mumbai.
Date : 30th August, 2010



SCHEDULES FORMING PART OF BALANCE SHEET AS ON 31ST MARCH 2010

In Rupees

	12 Months 31.03.10	12 Months 31.03.09
SCHEDULE-I		
SHARE CAPITAL		
Authorised Share Capital 25000000 Equity Shares of Re. 10/- each, fully paid-up. (Previous year 25000000 Equity Shares of Rs.10/- each, fully paid-up)	250,000,000	250,000,000
	250,000,000	250,000,000
Issued, Subscribed & Paid-up Capital		
Equity Share Capital 24940300 Equity Shares of Re. 10/- each, fully paid-up. (Previous year 24940300 Equity Shares of Rs.10/- each, fully paid-up)	249,403,000	249,403,000
	249,403,000	249,403,000
SCHEDULE-II		
RESERVE & SURPLUS		
Share Premium	0	0
General Reserve	212,016	212,016
Profit & Loss Account	54,914,682	17,012,054
	55,126,698	17,224,070
SCHEDULE-III		
SECURED LOANS		
Bill Discounting	232,528,706	0
Packing Credit	47,318,660	0
Other Loans	2,190,666	1,029,681
	282,038,032	1,029,681

1. Bill Discounting and Packing Credit are secured by first charge on plant and machinery and stock and book debts
2. Other Loans are secured by first charge on vehicles or other assets acquired against them.

SCHEDULE-IV

UNSECURED LOANS

From Banks	967,784	2,452,787
Inter Corporate Deposits	220,905,423	177,599,834
Hire Purchase Loan	62,940,781	8,694,0781
	284,813,988	266,993,402

1. Hire Purchase Loan was classified as secured loans upto last year; however, as the party has waived their requirement of charge creation. The same is treated as unsecured loans from this year.

SCHEDULE-V

FIXED ASSETS (AT COST)

Assets	Gross Block Cost as on 01-04-2009	Additions	Deductions	Total as on 31.03.2010	Depreciation Balance as on 01-04-2009	Additions	Deductions	Balance as on 31-03-2010	Net Book Value As on 01-04-2009	As on 31-03-2010
Land-Advance	15,000,000	0	0	15,000,000	0	0	0	0	15,000,000	15,000,000
Land-Freehold	0	16,293,557	0	16,293,557	0	0	0	0	0	16,293,557
Land-Leasehold	0	1,506,000	0	1,506,000	0	0	0	0	0	1,506,000
Plant&Machinery	178,830,527	7,204,389	0	186,034,916	16,899,452	8,510,811	0	25,410,263	161,931,075	160,624,653
Computer	11,363,973	44,425	0	11,408,398	5,397,701	1,842,829	0	7,240,530	5,966,272	4167,868
Office Equipment	801,163	0	0	801,163	295,351	38,055	0	333,406	505,812	467,757
Furniture	3,115,727	30,000	0	3,145,727	1,244,626	198,175	0	1,442,801	1,871,101	1,702,926
Vehicle	3,865,473	1,855,569	0	5,721,042	696,356	417,291	0	1,113,647	3,169,117	4,607,395
Total	212,976,863	26,933,940	0	239,910,803	24,533,486	11,007,161	0	35,540,647	188,443,377	204,370,156
Previous Year	212,325,232	651,631	0	212,976,863	13,629,202	10,904,284	0	24,533,486	198,696,030	188,443,377


In Rupees

	12 Months 31.03.10	12 Months 31.03.09
SCHEDULE-VI		
INVESTMENTS (AT COST)		
A. Unquoted Equity Shares:		
[18339011] Kare Labs P Ltd of Re.1/- each fully paid-up(PY[96317])	27,170,756	4,756,134
[100] The Bharat Co-Op Bank Ltd (PY [100])	1,000	1,000
Kare Labs Pvt Ltd-Share Application Money	0	36,000,000
	27,171,756	40,757,134
SCHEDULE-VII		
CURRENT ASSETS, LOANS AND ADVANCES		
A) Inventories (At Cost)		
Raw Materials Stock	92,024,593	1,800,059
Finished Goods Stock	54,755,511	148,186,348
	146,780,104	149,986,407
B) Sundry Debtors (Unsecured & Considered Good)		
More than six months	59,262,270	50,116,762
Others	684,605,932	181,572,540
	743,868,202	231,689,302
C) Cash & Bank Balance		
Cash Balance	3,304,927	3,858,925
Bank Balance with Scheduled Banks	34,868,164	7,123,427
	38,173,091	10,982,352
D) Loans & Advances (Unsecured & Considered Good)		
Deposits	1,878,000	1,746,000
Loans & Advances	63,206,268	70,579,968
	65,084,268	72,325,968
	993,905,665	464,984,029
SCHEDULE-VIII		
CURRENT LIABILITIES AND PROVISIONS		
A) Current Liabilities		
Sundry Creditors	356,699,097	129,630,400
Other Liabilities	19,190,002	28,288,025
	375,889,099	157,918,425
B) Provisions		
Proposed Dividend	2,494,030	2,494,030
Provision For Taxation	52,485,042	36,818,642
Dividend Tax Payable	1,261,953	847,720
Provision For FBT	931,500	1,359,000
	57,172,525	41,519,392
	433,061,624	199,437,817



In Rupees

	12 Months 31.03.10	12 Months 31.03.09
SCHEDULE-IX		
OTHER INCOME		
Miscellaneous Income	966,965	232,483
Interest Income	34,031	914,471
Lease Rentals	9,600,000	9,600,000
Rate Diff-Income	0	22,000
Commission A/c	0	1,672,240
Export Incentive	78,762	6,784,760
	10,679,758	19,225,954
SCHEDULE-X		
INCREASE / (DECREASE) IN		
Stock of Finished Goods		
Closing Stock	54755,511	148,186,348
Less : Opening Stock	148,186,348	143,655,262
	(934,308,37)	4,531,086
SCHEDULE-XI		
ADMINISTRATIVE, SELLING & DISTRIBUTION EXPENSES		
Salary, Wages & Other Benefits	17,320,321	8,816,198
Rent, Rates & Taxes	4,547,779	2,534,819
Insurance Charges	4,254,340	668,606
Printing & Stationery	469,849	321,017
Postage & Telephone Charges	1,173,730	1,152,553
Travelling & Conveyance Expenses	4,313,094	3,886,206
Professional Fees	4,921,448	7,808,720
Auditors Remuneration	100,000	112,500
Miscellaneous Expenses	16,338,777	3,783,521
Freight/Transportation Charges	4,406,181	19,536,326
Selling & Distribution Expenses	26,784,617	11,233,103
Loss On Sales of Investment	0	2,165,781
Preliminary Expenses W/off	92,500	92,500
	84,722,636	62,111,850
SCHEDULE-XII		
INTEREST & FINANCIAL EXPENSES		
Interest On Term Loans	0	175,794
Interest & Bill Discounting Charges,Crystalisation Losses	77,341,116	143,250,712
Bank Charges	505,562	412,386
	77,846,678	143,838,892



SCHEDULE XIII :

(A) SIGNIFICANT ACCOUNTING POLICIES FOLLOWED:

(1) Basis of Preparation of financial statements:-

- (i) The financial statements have been prepared under the historical cost convention and in accordance with the generally accepted accounting principles.
- (ii) Accounting policies not specifically referred to otherwise are consistent and in consonance with generally accepted accounting principles.

(2) Inflation :

Assets and liabilities are recorded on historical cost to the Company. The costs are not adjusted to reflect the changing value in the purchasing power of money.

(3) Accounting of Income/Expenditure:-

All income and expenditure items having a material bearing on the financial statements are recognized on accrual basis except as stated otherwise. However, Dividend Income if any is accounted for on receipt basis. Sales are inclusive of sales tax and revenue is recognized on accrual basis. Sales are inclusive of service charges. In case of export sales, the bills are discounted and the amount realized in rupees is credited to sales account.

(4) Fixed Assets:-

Fixed Assets have been carried at historical cost, inclusive of incidental expenses, interest , less accumulated depreciation.

(5) Depreciation:-

Depreciation has been provided on Straight Line Method on pro-rate basis at the Rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956.

(6) Inventories :

- i) Finished goods are valued at lower of cost or market price.
- ii) Raw materials, stores and spare parts are valued at cost.
- iii) Cost of inventory is generally on actual acquisition cost based on FIFO method.

(7) Investments:-

Investment are valued at cost.

(8) Gratuity/Retirement Benefits:-

The Company accounts for gratuity and leave encashment on cash basis. Also none of the employees have completed 5 years of service.

(9) Miscellaneous Expenditure:-

Preliminary expenses, public issue expenses and expenses for increasing the Authorised Capital is written off over a period of ten years.

(10) Deferred Tax:-

The deferred tax during the year for timing difference is accounted using tax rates that have been enacted. The net difference arising there on is debited to Profit & Loss A/c.

(B) NOTES ON ACCOUNTS:-

- (1) Previous year's figures are regrouped, recast and rearranged wherever necessary to make them comparable with those of the current year.
- (2) Balances of Sundry Debtors, Sundry Creditors are subject to confirmation, reconciliation and consequent adjustments if any.
- (3) In the opinion of the Board, unless otherwise stated in the Balance Sheet and schedules attached thereto, the current assets and loans and advances as stated in the Balance Sheet are approximately of the value realizable in the ordinary course of business and provision for all known liabilities for the year has been made in the books of account of the Company.



- (4) Additional information as required under Para-III of Part II of Schedule VI to the Companies Act, 1956 (as certified by the directors and relied by the Auditors).
- a) Particulars of Capacity :
- 1) Licensed Capacity : 285000MT – Dry Mix Plaster – Leased Unit
 - 2) Installed Capacity : 285000MT – Dry Mix Plaster – Leased Unit
 - 3) Licensed Capacity : Not Applicable
 - 4) Installed Capacity : 40000 Blocks Or 80000 Pavers per day based on three shift workings – Bangalore – Leased Unit
- b) Quantitative details for the year are as under : During the current year company has dealt in wide range of products i.e. ceramic tiles, building materials, and gold, Jewellery, wooden floorings, blocks and pavers, dry-mix plasters and mobile. Hence quantitative information is not provided in the current year. However, in respect of gold jewellery the quantitative information is given in quantitative schedule.
- c) Value of import calculated on CIF basis by the Company during the year in respect of raw materials, trading goods, components, spare parts and capital goods Rs.44,12,920/- (Previous year 91,47,791/-)
- d) Value of all imported/indigenous raw materials, traded goods, stores and spare parts and components consumed (including through canalized agencies) :
- i) Raw Materials Rs. 17,29,65,123/- (Previous year Rs. 74,74,22,119/-)
 - ii) Stores & Components – Nil (Previous year Rs. Nil)
 - iii) Traded Goods Rs. 211,44,36,159/- (Previous year 44,81,68,756/-)
- e) Purchase of traded goods during the year Rs.202,10,05,322/- (Previous year Rs.44,81,68,756/-).
- f) Expenditure in foreign currency Rs. 19,79,850/- (Previous year Rs. 26,25,940/-)
- g) FOB value of Export Rs. 142,92,13,373/- (Previous year Rs. 86,73,91,046/-)
- (5) Contingent liabilities of Rs 62.23 crores includes contractual obligations of the company as per the agreements with its sundry debtors.(Previous Year Rs 90 crores) and disputed Income Tax Demand Rs.4.09 crores (Previous Year Rs. Nil).
- (6) There are no dues outstanding for more than 30 days in respect of transactions with small scale industrial undertakings.
- (7) Deferred Taxation : The company has provided for deferred tax Liability of Rs. 27,05,600/- (Previous Year Rs.30,25,000/-).
- (8) Interest and financial charges include bank charges ,service charges ,and bill discounting charges payable to banks and interest on unsecured loans, car loans and interest on packing credit.
- (9) Disclosure as required by the AS-18 on Related Party disclosure:
- I Related Party Disclosures, as required by Accounting Standard 18, “Related Party Disclosures”, issued by the Institute of Chartered Accountants of India are given below :
- | | |
|--|--|
| Subsidiary Companies where control exists | Nil |
| Group Companies where common control exists | Scarlet International Pvt Ltd
Kare Labs Pvt Ltd |
| Relatives of Key Management Personnel | Nil |



- II The Company has entered into transactions with various group companies where common control exists and other related parties as follows :

	Nature of transactions	2009-2010 Rs In Lacs
Group companies where common control exists	Purchase of Goods	2092.63
	Investments Sold	135.85
	Loan Received (Net)	79.87
	Balance outstanding at the year end	
	Creditors	211.40
	Loan Given	270.72
	Investments	271.71
	Unsecured Loans	1029.41
Key Management Personnel	Remuneration : S. R. Pandian	8.55

(10) SEGMENT INFORMATION FOR THE YEAR ENDED 31ST MARCH, 2010

The Company has dealt mainly and substantially in the segment of Gold Jewellery Business, which is its primary segment. Hence, information required by AS-17 is not applicable in the opinion of the Board, however for better disclosure the company has analyzed its activities in two segments viz. gold jewellery business and other business.

(A) Segment Revenue Results:	Rs. in Lacs
Gold Jewellery Business	21265.77
Other Business	3966.84
Total	25232.61
Less : Inter Segment Revenue	0.00
Net Sales/Income from Operations	25232.61
Segment results before net finance charges, exceptional items and tax:	
Gold Jewellery Business	761.28
Other Business	640.01
Unallocated income/(expenditure)	0.00
Total Segment results before net finance charges, exceptional items and tax:	1401.29
Less : Net Finance Charges	778.47
Profit/(Loss) before exceptional items & tax	622.82
Exceptional Items	0.00
Profit/(Loss) before tax	622.82
Less : Tax Expense	214.72
Net Profit (+) / Loss (-)	408.10
(B) Segment Assets:	Rs. in Lacs
Gold Jewellery Business	8515.35
Other Business	4180.32
Segment Total	12695.67
Unallocated Corporate Assets	496.42
Total Assets	13192.09
(C) Segment Liabilities:	Rs. in Lacs
Gold Jewellery Business	6336.34
Other Business	2922.23
Segment Total	9258.57
Unallocated Corporate Liabilities	888.22
Total Liabilities	10146.79



(D) Segment Capital Employed:	Rs. in Lacs
Gold Jewellery Business	197.30
Other Business	490.95
Unallocated income/(expenditure)	0.00
Total	688.25
(E) Depreciation/Impairment:	Rs. in Lacs
Gold Jewellery Business	24.96
Other Business	85.11
Segment Total	110.07

(11) Additional information pursuant to part II of schedule VI to the Companies Act, 1956:-

	2009-10	2008-09
(i) Payment to Directors:-		
Directors Remuneration	Rs. 8,55,100.00	11,56,850.00
Professional Charges	Rs. —	6,40,000.00
(ii) Payment To Auditors:-		
Audit Fees	Rs. 1,00,000.00	1,00,000.00
Tax Audit Fees	Rs. —	12,500.00
(iii) Other information are either NIL or Not Applicable.		

(12) Earning Per Share (in Rs.)

(Nominal Value of Rs.10/- per share)	2009-10	2008-09
Basic Earning per share (Rs.)	1.636	0.365
Diluted Earning per share (Rs.)	1.636	0.365

(13) Unclaimed dividends as on 31/03/2010 for FY 2007-08 is Rs.1,06,373/- and for FY 2008-09 Rs.55,216/- (Previous Year for FY 2007-08 Rs.1,23,949/-).

(14) Sundry debtors includes bills discounted with banks.



INDO BONITO MULTINATIONAL LIMITED

Annexure to Notes attached to and forming part of accounts for the period ended 31st March, 2010
Details of Production, Purchase, Sales, Consumption and Closing Stock

		Unit	Opening Stock		Production/Purchase		Sales/Consumption		Closing Stock	
			Qty Kgs	Rupees	Qty Kgs	Rupees	Qty Kgs	Rupees	Qty Kgs	Rupees
Materials										
Gold Jewellery	09-10	KGS	0	0	182	224,498,713	136	149,573,941	46	74,924,772
	08-09			0		733,868,395		733,868,395		0
Other Materials	09-10	MT	1503	1,800,059	34634	38,690,944	27804	23,391,182	8333	17,099,821
	08-09			0		15,353,783		13,553,724		1,800,059
Total	09-10			1,800,059		263,189,657		172,965,123		92,024,593
	08-09			0		749,222,178		747,422,119		1,800,059
Finished Goods (Including Traded Goods)										
Gold Jewellery-Gold	09-10	KGS	0	0	136	36,015,400	136	216,856,230	0	0
Gold Jewellery Diamond	09-10	CARAT	0	0	307025	1,814,418,402	303356	1,909,720,704	3669	22,255,332
Gold Jewellery	08-09	KGS	0	0	660	0	660	898,915,414	0	0
Other Products	09-10	MT	8524	148,186,348	37927	170,571,520	42032	386,003,956	4419	32,500,179
	08-09			143,655,262		448,168,756		504,554,354		148,186,348
Total	09-10			148,186,348		2,021,005,322		2,512,580,890		54,755,511
	08-09			143,655,262		448,168,756		1,403,469,768		148,186,348

NOTES :

1. Other Products includes building materials, dry-mix plaster, mobiles, agro products, blocks and pavers, wooden floorings.
2. Other materials includes cement, sand and allied chemicals.
3. Production of dry-mix plaster and chiknaputty was 20865MT during the year
4. Production of blocks and pavers was 8100 MT during the year.

As per our report of even date attached

For S.U.RADHAKRISHNANI & CO
Chartered Accountants

For and on Behalf of the Board

Sd/-
S.U.RADHAKRISHNANI
Proprietor
M. No. 31760

Sd/-
Subhabrata S Datta
Director

Sd/-
S R Pandian
Whole Time Director

Sd/-
M. A. Rajangam
Independent Director

Place : Mumbai.
Date : 30th August, 2010



CASH FLOW STATEMENT

(Pursuant to clause 32 of the Listing Agreement with the Stock Exchange)
Year ended 31st March, 2010

(Amount in Rs.)

	31.03.2010	31.03.2009
A) Cash flow from operating activities		
Net profit / (loss) before taxes	62,282,891	14,780,907
Adjustment for :		
Depreciation	11,007,161	10,904,284
Preliminary expenses written off	92,500	92,500
Interest Income	(34,031)	(805,072)
Loss on sale of investments	0	2,165,781
Interest Paid	77,846,678	143,838,892
Operating profit/(loss) before working capital changes	151,195,199	170,977,292
(Increase) / decrease in inventory	3,206,303	(6,331,145)
(Increase) / decrease in trade & other receivables	(512,178,900)	258,900,415
Increase / (decrease) in trade & other payables	217,970,674	(369,203,935)
Cash generated from operations	(139,806,724)	54,342,627
Direct taxes paid	(3,527,500)	(900,865)
Net cash from operating activities – (A)	(143,334,224)	53,441,762
B) Cash flow from investing activities		
Purchase of fixed assets including CWIP	(68,824,375)	(34,655,867)
Interest Income	34,031	805,072
(Purchase)/Sale of investments (Net)	13,585,378	(9,997,857)
Sale of fixed assets	0	0
Movement in other current assets	7,241,700	32,199,729
Dividend received	0	0
Net cash (used in) / from investing activities – (B)	(47,963,266)	(11,648,923)
C) Cash flow from financing activities		
Equity share capital issue	0	0
Share application money	0	0
Increase/(decrease) in long term & other borrowings	298,828,937	84,039,550
Interest paid	(77,846,678)	(143,838,892)
Preliminary Expenses	0	(925,000)
Dividend paid/written off	(2,494,030)	(2,494,030)
Net cash flow (used in) / from financing activities – (C)	218,488,229	(63,218,372)
Net increase/(decrease) in cash and cash equivalents (A+B+C)	27,190,739	(21,425,533)
Cash and cash equivalents as at the beginning of the year	10,982,352	32,407,885
Cash and cash equivalents as at the end of the year	38,173,091	10,982,352

Notes:

- 1 The above statement has been prepared on the indirect method.
- 2 Proceeds from long term and other borrowings are shown at net off repayments.
- 3 Cash and cash equivalents represent cash and bank balances only

As per our report of even date attached

For S.U.RADHAKRISHNANI & CO
Chartered Accountants

For and on Behalf of the Board

Sd/-
S.U.RADHAKRISHNANI
Proprietor
M. No. 31760
Place : Mumbai.
Date : 30th August, 2010

Sd/-
Subhabrata S Datta
Director

Sd/-
S R Pandian
Whole Time Director

Sd/-
M. A. Rajangam
Independent Director

**INDO BONITO MULTINATIONAL LIMITED**

14) Additional information in pursuant to part IV of Schedule VI to the Companies Act, 1956.

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**I. Registration Detail**

Registration No.	<input type="text"/> <input type="text"/> <input type="text"/> 8 1 6 0 7	State Code	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> 1 1
Balance Sheet Date	<input type="text"/> 3 <input type="text"/> 1 <input type="text"/> 0 <input type="text"/> 3 <input type="text"/> 2 <input type="text"/> 0 <input type="text"/> 1 <input type="text"/> 0		
	Date Month Year		

II. Capital Raised during the Year (Amount in Rs. Thousands)

Public Issue	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> N I L	Right Issue	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> N I L
Bonus Issue	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> N I L	Private Placement Equity Shares	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> N I L
		Private Placement Preference Shares	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> N I L

III. Position of Mobilization and Deployment of Fund

(Amount in Rs. Thousands)

Total Liabilities	<input type="text"/> <input type="text"/> 8 8 6 1 4 7	Total Assets	<input type="text"/> <input type="text"/> 8 8 6 1 4 7
Sources of Fund			
Paid up Equity Share Capital	<input type="text"/> <input type="text"/> 2 4 9 4 0 3	Paid up Preference Share Capital	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> N I L
Reserves and Surplus	<input type="text"/> <input type="text"/> 5 5 1 2 7	Secured Loans	<input type="text"/> <input type="text"/> 2 8 2 0 3 8
Unsecured Loan	<input type="text"/> <input type="text"/> 2 8 4 8 1 3	Deferred Tax Liability	<input type="text"/> <input type="text"/> 1 4 7 6 6
Application of Funds			
Net Fixed Assets (Including capital work in progress)	<input type="text"/> <input type="text"/> 2 9 7 3 9 1	Investments	<input type="text"/> <input type="text"/> 2 7 1 7 2
Net Current Assets	<input type="text"/> <input type="text"/> 5 6 0 8 4 4	Misc. Expenditure (to the extent not written off or adjusted)	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> 7 4 0
Profit & Loss Account	<input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> N I L		

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

Turnover	<input type="text"/> <input type="text"/> 2 4 2 9 8 3 0	Total Expenditure	<input type="text"/> <input type="text"/> 2 3 6 7 5 4 7
Profit/(Loss) Before Tax	<input type="text"/> <input type="text"/> 6 2 2 8 3	Profit/(Loss) After Current & Deff. Tax	<input type="text"/> <input type="text"/> 4 0 8 1 1

V. Generic Names of Principal Products and Services of Company

Item Code No.	<input type="text"/> <input type="text"/> <input type="text"/> 7 1 1 3
Product Description	<input type="text"/> G O L D <input type="text"/> <input type="text"/> A N D <input type="text"/> <input type="text"/> G O L D <input type="text"/> <input type="text"/> J E W E L L E R Y
Item Code No.	<input type="text"/> <input type="text"/> <input type="text"/> 6 9 0 4
Product Description	<input type="text"/> B U I L D I N G <input type="text"/> <input type="text"/> M A T E R I A L S

As per our report of even date attached

For S.U.RADHAKRISHNANI & CO
Chartered Accountants**For and on Behalf of the Board**

Sd/-
S.U.RADHAKRISHNANI
Proprietor
M. No. 31760
Place : Mumbai.
Date : 30th August, 2010

Sd/-
Subhabrata S Datta
Director

Sd/-
S R Pandian
Whole Time Director

Sd/-
M. A. Rajangam
Independent Director



INDO BONITO MULTINATIONAL LIMITED

Regd Off: Office No. 210, Dheeraj Heritage, S. V. Road Milan Subway Junction, Santacruz (West), Mumbai 400054

PROXY FORM

I/We being a Member / Members of Indo Bonito Multinational Limited hereby appoint Mr./Mrs./Miss of in the district of or failing him/her Mr./Mrs./Miss. of in the district of as my/our proxy to vote for me/us on my/our behalf at the Sixteenth Annual General Meeting of the Company to be held on Thursday, the 30th September 2010 at Pride Hotel, Opp. Greens Restaurant, Next to Citi Bank, Off Link Road, Chincholi Bunder, Malad (West), Mumbai 400064 at 04.30 p.m. and at any adjournment thereof.

Please Affix Re 1/- Revenue Stamp

Regd. Folio No. _____

No. of Shares held _____

(Signature of Member/s as per specimen signature on Company's record)

Note : Proxies in order to be valid must be duly filled in, stamped, signed and deposited at the Registered Office of the Company not less than 48 Hours before the time of commencement of the Meeting.



INDO BONITO MULTINATIONAL LIMITED

Regd Off: Office No. 210, Dheeraj Heritage, S. V. Road Milan Subway Junction, Santacruz (West), Mumbai 400054

ATTENDANCE SLIP

PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL

Member/Proxy.....
(First) (Middle) (Surname)

I hereby record my presence at the Sixteenth Annual General Meeting of the Company held on Thursday, the 30th September 2010 at Pride Hotel, Opp. Greens Restaurant, Next to Citi Bank, Off Link Road, Chincholi Bunder, Malad (West), Mumbai 400064 at 04.30 p.m.

Regd. Folio No. _____

No. of Shares held _____

(Signature of Member/Proxy)