

**ANNUAL ACCOUNT**

---

**ARNAV CORPORATION LIMITED**

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**FOR THE YF 1\R 2009-2010**

ANNEXURE TO THE AUDITOR'S REPORT OF EVEN DATE

( Referred to in paragraph 2 thereof )

- i) In respect of fixed assets:
- The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - The fixed assets have been physically verified by the management during the year. We are informed that no material discrepancies were noticed by the management on such verification.
  - The company has not disposed off any fixed assets during the year. Hence, the question of sale of substantial part of fixed assets affecting going concern does not arise.
- ii) In respect of Inventories:
- The physical verification of inventory has been conducted at regular intervals by the management.
  - The procedure of physical verification of inventory followed by the management is reasonable and adequate in relation to the size of the company and the nature of its business.
  - The company has been maintaining proper records of the inventory and no material discrepancies were noticed.
- iii) In respect of loans secured or unsecured, granted or taken by the company, to or from companies, firms or other parties covered in the register maintained under section 301 of the Act according to the information and explanation given to us.
- The company has granted/taken loans to/from companies, firms or other parties covered in the register mentioned in Section 301 of the Act subject to point no. 8 of Schedule 'M' to the Balance Sheet.
  - The company has not paid/charged interest on loans taken/granted. Hence, in our opinion, the terms and conditions of the loans taken/granted and the rate of interest are p ima facie prejudicial to the interest of the company . .
  - According to the information provided to us, there is no re-payment schedule for the loans given.
  - According to the information provided to us, in cases where the amounts involved are more than Rs. 1 lac, there is no fixed term for re-payment.
- iv) In our opinion and according to the information and explanation given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods.

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- v) In respect of transactions that need to be entered in the register maintained in pursuance of Section 301 of the Act in our opinion and according to the explanations given to us:
- a) The company has entered into transactions with parties mentioned in the register maintained in pursuance of Section 301. The company has maintained the necessary records for the same.
  - b) According to the information provided to us, the company has entered in the transaction which are reasonable and at prevailing market prices.
- vi) In our opinion and according to the information and explanation given to us, the Company has not accepted any deposits covered under section SBA and SBAA of the Act during the year. Hence, the question of compliance with the provisions of Section SBA and SSAA of the Act does not arise.
- vii) The Company has an internal audit system commensurate with its size and nature of the business.
- viii) The Central Government has not prescribed maintenance of cost records for the Company under section 209(1)(d) of the Act.
- ix) According to the information and explanation given to us in respect of statutory and other dues:
- a) The Company is generally regular in depositing undisputed statutory dues including Provident Fund, ESIC, Income-tax, Sales-tax, Wealth Tax, Custom Duty, Excise Duty, Servig:e Tax, Cess and other statutory dues with appropriate authorities when applicable subject to point no. 7 of Schedule 'M' to the Balance Sheet.
  - b) There are no disputed statutory dues.
- X) According to the information and explanation given to us in respect of Loss :
- a) Since, the company has been registered for a period of more than five years and it has no accumulated losses at the end of the financial year.
  - b) The company has not incurred any cash losses during the financial year into consideration.
  - c) The company has not incurred the cash losses during the financial year immediately preceding the financial year into consideration.
- xi) The Company has not taken any loan from any bank or financial institution. Hence, the question of default on repayment of dues to any bank or financial institution doesn't arise. The company has not issued any debentures.
- xii) According to the informati,an and explanations given to us, the Company has not granted loans and advances on basis of security by way of pledge of shares, debenture and other securities.

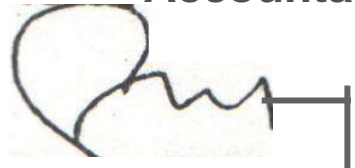
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- xiii) As per information and explanations given to us, the nature of the Company's activities during the year under review is such that the provisions of any special statute applicable to chit fund are not applicable to the Company.
- xiv) As per information and explanations given to us, the Company has dealt in shares. It has invested Rs. 9,00,000/- in 90,000 unquoted equity shares fully paid up and Rs. 64,00,000/- in share application money of Arnav Green Energy Limited. However, the Company has not dealt in debentures and other securities.
- xv) As per information and explanations given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions.
- xvi) As per information and explanations given to us, the company has not obtained any term loans during the year.
- xvii) According to the information and explanations given to us, no funds has been raised on short-term basis which were used for long term investment and vice versa.
- xviii) The Company has not made any preferential allotment of shares during the year to parties and companies covered in the Register maintained under section 301 of the Act.
- xix) No debentures have been issued by the Company during the year.
- xx) During the year, the Company has not raised any money by way of public issue.
- xxi) According to the information and explanations given to us; no fraud on or by the Company have been noticed or reported during the financial year under review.

**For S. H. GARG & ASSOCIATES**

Chartered Accountants



Proprietor  
(S. H. GARG)

Place : Navi Mumbai  
Date : 16th June, 2010



S. H. GARG & ASSOCIATES  
Chartered Accountants  
604, Platinum Techno Park,  
Behind Raghuleela Mall,  
Sector-30A, Vashi,

ARNAV CORPORATION LIMITED  
32/115, Laxmi Industrial Estate,  
New Linking Road,  
Andheri (West),  
Mumbai- 400 053.

BAIANCE SHEET AS AT 31ST MARCH, 2010

PARTICULARS	SCH.	Current Year 31/03/2010 (Rs.)	Previous Year 31/03/2009 (Rs.)
<b>SOURCES OF FUND :</b>			
<b>1) SHAREHOLDERS' FUNDS</b>			
a) Share Capital	A	50,710,641	50,635,141
b) Share Premium		1,753,500	1,753,500
c) Profit & Loss Account		976,825	
d) Share Application Money		32,450,000	
		<u>85,890,966</u>	<u>52,388,641</u>
<b>2) UNSECURED LOANS</b>		-	3,185,000
<b>3) DEFERRED TAX LIABILITY</b>		2,534,197	1,384,907
<b>TOTAL (1+2+3)</b>		<b>88,425,163</b>	<b>56,958,548</b>
<b>APPLICATION OF FUNDS:</b>			
<b>4) FIXED ASSETS</b>	B	16,998,438	17,187,202
<b>5) INVESTMENTS</b>	C	7,300,000	
<b>6) CURRENT ASSETS, LOANS &amp; ADVANCES</b>			
a) Sundry Debtors	D	118,147,630	33,639,626
b) Cash and bank balances	E	3,007,443	216,771
c) Other Current Assets, Loans and Advances	F	12,619,113	8,831,505
		<u>133,774,186</u>	<u>42,687,902</u>
Less : Current Liabilities & Provisions	G	69,647,461	3,868,140
		<u>64,126,725</u>	<u>38,819,762</u>
<b>7) MISCELLANEOUS EXPENDITURE</b>	H	-	159,400
<b>8) PROFIT &amp; LOSS ACCOUNT</b>			792,184
<b>TOTAL(4+5+6+7+8)</b>		<b>88,425,163</b>	<b>56,958,548</b>

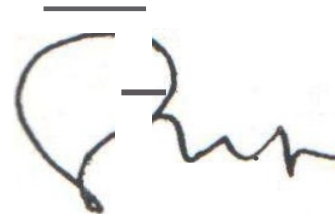

Notes to Accounts

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The Schedules & Notes referred to above form an integral part of the Accounts.

As per our report of even date

For S. H. GARG & ASSOCIATES  
Chartered Accountants

Proprietor  
(S.H.GARG)

Place : Navi Mumbai  
Date : 16th June, 2010

FOR ARNAV CORPORATION LIMITED

D

R

E

C

(D. J. Chaturvedi)

R

S

(Shailesh Chaturvedi)

Place : Mumbai  
Date : 16th June, 2010

S. H. GARG & ASSOCIATES  
Chartered Accountants  
604, Platinum Techno Park,  
Behind Raghuleela Mall,  
Sector-30A, Vashi,  
Navi Mumbai - 400 703.

ARNAV CORPORATION LIMITED  
32/115, Laxmi Industrial Estate,  
New Linking Road,  
Andheri (West),  
Mumbai - 400 053.

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

PARTICULARS	SCH.	Current Year 31/03/2010 (Rs.)	Previous Year 31/03/2009 (Rs.)
<b>INCOME</b>			
Sees	I	212,379,372	20,352,000
Dividends Received	J	155,762	4,366
Profit on sale of Plant & Machinery			200,000
Interim Income		8,184	
<b>TOTAL</b>		<b>212,543,18</b>	<b>20,556,366</b>
<b>EXPENDITURE :</b>			
Cost of Goods Sold	K	206,871,946	18,800,000
Other Expenses	L	1,984,107	966,206
Interest Paid			36,142
Depreciation		188,764	188,764
<b>TOTAL</b>		<b>209,044,817</b>	<b>19,991,112</b>
Profit/(Loss) during the year before tax		3,498,501	565,254
Less: Income-tax adjustment for earlier year		6,989	
Provision for Income-tax		573,213	60,000
Provision for Fringe Benefit Tax			178
Deferred Tax liability/(Assets)		1,149,290	10,828,896
<b>Net Profit/(Loss) after tax</b>		<b>1,769,009</b>	<b>(10,323,820)</b>
Balance brought forward		(792,184)	9,531,636
<b>Balance carried to Balance Sheet</b>		<b>976,825</b>	<b>(792,184)</b>

Notes to Accounts

M

The Schedules & Notes referred to above form an integral part of the Accounts.

As per our report of even date

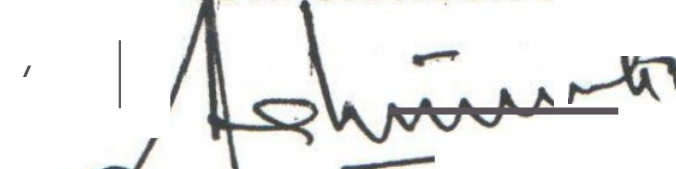

For S. H. GARG & ASSOCIATES  
Chartered Accountants

  
Proprietor  
(S. H. GARG)



Place : Navi Mumbai  
Date : 16th June, 2010

FOR ARNAV CORPORATION LIMITED

  
Director  
(D. Chaturvedi)  
  
Director  
(Shailesh Chaturvedi)

Place : Mumbai  
Date : 16th June, 2010

PARTICULARS

Current Year  
31/03/2010 (Rs.)

Previous Year  
31/03/2009 (Rs.)

SCHEDULE 'A' :

SHARE CAPITAL

• *RJ Capital*

55,00,000 (55,00,000) Equity Shares of Rs.10/- (10/-  
each

55,000,000

55,000,000

Subscribed & Paid Up Capital

51,62,100 (51,62,100) Equity Shares of Rs.10/- (10/  
each fully paid up  
Less: Calls in Arrears

51,621,000

51,621,000

910,359

985,859

50,710,641

50,635,141







DEPRECIATION CHART AS PER STRAIGHT LINE METHOD FOR THE YEAR ENDED ON 31ST MARCH. 2010

SCHEDULE 'B' :

Amount in Rs.

Sr. No.	PARTICULARS Name of the Assets	Rate (%)	GROSS BLOCK			DEPRICIATION				NET BLOCK		
			Gross Value as 01.04.2009	Addition during the year	Sale /adjustment during the year	Gross Value as on 31.03.2010	Dep. upto 31.03.2009	Withdrawal during the year	Dep. during the year	Total Dep. upto 31.03.2010	Net Block as on 31.03.2010	Net Block as on 31.03.2009
1.	Land	0.00	2,454,038	-	-	2,454,038	-	-	-	-	2,454,038	2,454,038
2.	Franking Machine	4.75	26,140	-	-	26,140	14,904	-	1,242	16,146	9,994	11,236
3.	Transformer	4.75	224,236	-	-	224,236	127,812	-	10,651	138,463	85,773	96,424
4.	Furniture & Fixtures	6.33	723,473	-	-	723,473	548,104	-	45,796	593,900	129,573	175,369
5.	Electric Installa ion	4.75	808,270	-	-	808,270	453,877	-	38,393	492,270	316,000	354,393
6.	Air Conditioner	4.75	211,897	-	-	211,897	120,780	-	10,065	130,845	81,052	91,117
7.	Office Equipments	4.75	259,684	-	-	259,684	133,658	-	12,335	145,993	113,691	126,026
8.	Refrigerator	4.75	23,472	-	-	23,472	13,380	-	1,115	14,495	8,977	10,092
9.	Fax Machine	4.75	51,677	-	-	51,677	25,608	-	2,455	28,063	23,614	26,069
		3.34										
10.	Factory Building		1,972,493	-	-	1,972,493	13,400	-	65,881	879,281	1,093,212	1,159,033
11.	Borewell	4.75	17,500	-	-	17,500	4,155	-	831	4,986	12,514	13,345
12.	Computer		252,648	-	-	252,648	252,648	-	-	252,648	-	-
13.	112/3/D Wada	0.00	12,670,000	-	-	12,670,000	-	-	-	-	12,670,000	12,670,000
	<b>TOTAL</b>		<b>19,695,528</b>			<b>19,695,528</b>	<b>2,508,326</b>		<b>188,764</b>	<b>2,697,090</b>	<b>16,998,438</b>	<b>17,187,202</b>
	<b>PREVIOUS YEAR</b>		<b>29,395,528</b>		<b>9,700,000</b>	<b>19,695,528</b>	<b>2,319,562</b>		<b>188,764</b>	<b>2,508,526</b>	<b>17,187,202</b>	<b>21,075,960</b>



**PARTICULARS**

**Current Year**  
**31/03/2010 (Rs.)**

**Previous Year**  
**31/03/2009 (Rs.)**

**SCHEDULE 'C':**

**INVESTMENTS**

Investment in shares of Arnav Green Energy Limited (90,000 quoted equity shares of Rs. 10/- each fully paid up)	900,000	-
Share Application Money in Arnav Green Energy Limited	6,400,000	
	<u>7,300,000</u>	

**SCHEDULE 'D':**

**SUNDRY DEBTORS**

Debtors, considered good		
Debtors exceeding 6 months	13,638,276	24,939,626
Debtors	104,509,354	8,700,000
	<u>118,147,630</u>	<u>33,639,626</u>

**SCHEDULE 'E':**

**CASH & BANK BALANCES**

Cash in-hand	2,496,549	177,279
Balance at Bank		
Industrial Bank Ltd.	9,494	28,108
Canara Bank	12,635	11,384
Axis Bank Ltd.	488,765	
	<u>3,007,443</u>	<u>216,771</u>

**SCHEDULE 'F':**

**OTHER CURRENT ASSETS, LOANS & ADVANCES**

Receivable in cash or kind	12,233,652	8,231,505
Salary	25,000	
Tax for A. Y. 2008-09	350,097	
Advance paid to creditors	10,364	
Deposit	-	600,000
	<u>12,619,113</u>	<u>8,831,505</u>

**SCHEDULE 'G':**

**CURRENT LIABILITIES & PROVISIONS :**

Creditors for Goods	67,716,990	2,655,000
Creditors for Expenses	88,272	77,487
Provision Tax Payable	2,820	-
Provision on Professional Charges Payable	7,984	
Provision Tax Payable	182,707	
Provision for Income-tax A. Y. 2008-09	1,075,000	1,075,000
Provision for Fringe Benefit Tax A. Y. 2008-09	475	475
Provision for Income-tax A. Y. 2009-10	-	60,000
Provision for Fringe Benefit Tax A. Y. 2009-10	-	178
Provision for Income-tax A. Y. 2010-11	573,213	-
	<u>69,647,461</u>	<u>3,868,140</u>





ARTICULARS	Current Year 31/03/2010 (Rs.)	Previous Year 31/03/2009 (Rs.)
<b>SCHEDULE 'H':</b>		
<b>MISCELLANEOUS EXPENDITURE</b>		
Designing Expenses	159,400	181,600
Incurred during the year	159,400	22,200
		159,400
<b>SCHEDULE 'I':</b>		
<b>SALES</b>		
Sales	212,379,372	20,352,000
	212,379,372	20,352,000
<b>SCHEDULE 'J':</b>		
<b>INTEREST RECEIVED</b>		
Interest received on Bank F. D.		4,366
Interest received on calls in arrears	155,762	
	155,762	4,366
<b>SCHEDULE 'K':</b>		
<b>COST OF GOODS SOLD</b>		
Opening Stock		18,800,000
Cost of Purchase during the year	217,955,956	
Less: Purchase Returns	11,084,010	
Less: Discounts	206,871,946	18,800,000
Closing Stock	-	
	206,871,946	18,800,000



**ARTICULARS**

**Current Year**  
**31/03/2010 (Rs.)**

**Previous Year**  
**31/03/2009 (Rs.)**

**SCHEDULE 'L':**

**OTHER EXPENSES**

--- Charges	15,000	20,000
Bank Charges	18,840	7,806
--- e -once	1,885	
Directors Remuneration	420,000	180,000
--- Charges	32,299	3,900
--- d Professional Fees	156,304	126,352
--- Expenses	99,835	
--- 5 - 2X	182,707	
--- 25 a d Taxes	275,342	38,072
--- s & Maintenance		
- ailding	15,000	
? ant & Machinery		
ii) -Others	22,562	
---	240,000	120,000
--- , Nages, Bonus	242,820	372,000
--- ent To Auditors		
--- 5 Statutory	27,575	19,303
Auditors		
- o her matters		
--- one Expenses	31,478	2,615
--- "er Charges	28,060	33,958
--- !..Jdit Fees	15,000	20,000
--- : Designing Exp. w;off	159,400	22,200
	<b>1,984,107</b>	<b>966,206</b>



**SCHEDULE M:**  
**NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2010**

- :S ccoated amount of the capital commitment Rs. Nil (Rs. Nit)

1. Significant Accounting Policies :-

1.1 The Company generally follows mercantile method of accounting except the following which are accounted on cash basis.

- i) Gratuity and incentives to employees
- ii) Income from investment
- iii) Claims and interest due on overdue bills.

1.2) Stock Valuation:-

The Stock has been valued at Cost or Market value whichever is less as valued and certified by the director.

c) Investments:-

The Investment are valued at cost price.

d) Depreciation on fixed Assets have been provided on straight line method on single shift basis as per the rates provided in Schedule XIV of the Companies Act/ 1956.

2. Income Tax :

Income taxes are accounted for in accordance with Accounting Standard 22 on Accounting for Taxes on Income. Taxes comprise both current and deferred tax.

Current tax is measured at amount expected to be paid to the taxation authorities, using the applicable tax rates and tax laws.

The tax effect of the timing differences that result between taxable income and accounting income and are capable of reversal in one or more subsequent periods are recorded as a deferred tax assets or liability.

They are measured using the substantively enacted rates and tax regulations.

1.1 During the year the Company created deferred tax liability of Rs. 11,49,290/-.

5 In the opinion of the Board of Directors, the Current assets, loans and advances have a value which on realisation in the ordinary course of Business would be at least equal to the amount stated in the Balance Sheet.

- There is no practice of the Company to obtain confirmation of the sundry debtors and sundry creditors. Hence/ the said accounts are subject to confirmation and reconciliations/ if any.

i) The following undisputed statutory dues were not paid by the Company till the date of audit.

Particulars	Amount (Rs.)
T. D. S. on Professional Charges	7/984
Profession Tax	2/820
Sales Tax	182J07
Total	193/511



**SCHEDULE 'M':**

**NOTES FORMI PART OF ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2010**

8 Pursuant to compliance of Accounting Standard (AS) 18 "Related Party Disclosures", provisions of section 301 of the Companies Act, 1956, as per Point (iii)(a) of the Annexure to the Companies (Auditor's Report) Order, 2003, the loans taken or granted by the Company which is covered under section 370(1-B) of the Companies Act, 1956 and also Clause 2 of the Listing Agreement, on disclosure of Loans/Advances in the nature of loans, the relevant information is provided hereunder. In our opinion, the Company has given loans and advances in contravention of sec. 295 of the Companies Act, 1956.

**A) Related Parties where control exists:**

Sr. No.	Name of Party	Relationship
1	D. J. Chaturvedi	Managing Director
2	Shailesh Chaturvedi	Director

B) The details of the related parties with whom transactions have taken place in the current and the preceeding year:-

*i) Loans taken*

Sr. No.	Name of Party	Amount in Rs.					
		Current Year			Preceeding Year		
		Loan Taken (Cr.)	Loan Given (Dr.)	Closing Balance Cr./(Dr.)	Loan Taken (Cr.)	Loan Given (Dr.)	Closing Balance Cr./(Dr.)
1	Dicksha Infosystems Pvt. Ltd.	3,185,000	3,185,000	-	4,500,000	1,315,000	3,185,000
2	Status Equity & Finance Pvt. Ltd.	490,000	490,000	-	23,300	23,300	-

*ii) Director Remuneration*

Sr. No.	Name of Party	Current Year (Rs.)	Preceeding Year (Rs.)
1	D. J. Chaturvedi	180,000	180,000
2	Shailesh Chaturvedi	240,000	-



SCHEDULE 'M':

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2010

iii) Advances Receivable in cash or kind

Sr. No.	Name of Party	Current Year			Preceeding Year		
		Advance Given (Dr.)	Advance Taken (Cr.)	Closing Balance Dr./ (Cr.)	Advance Given	Advance Taken	Closing Balance Dr./ (Cr.)
1	D. J. Chaturvedi	1,760,100	1,580,100	180,000			-
2	Chandra Kiran Industries	1,475,000	1,475,000	-	3,750,000	2,275,000	1,475,000
3	D. J.'s Creations	998,038	878,038	120,000	3,356,796	2,865,291	491,505
4	Arnav Green Energy Limited	1,000,000	1,000,000	-	-	-	-

iv) Purchases (Net of Purchase Returns)

Sr. No.	Name of Party	Current Year (Rs.)	Preceeding Year (Rs.)
1	Dicksha Infosystems Pvt. Ltd.	20,669,938	-

v) Investment in Shares

Sr. No.	Name of Party	Current Year (Rs.)	Preceeding Year (Rs.)
1	Arnav Green Energy Limited		
	Investment in Shares	900,000	-
	Share Application Money	6,400,000	-

vi) Rent Paid

Sr. No.	Name of Party	Current Year (Rs.)	Preceeding Year (Rs.)
1	D. J.'s Creations	120,000	-
2	Status Publications Pvt. Ltd.	120,000	120,000





SCHEDULE 'M':

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 201

compliance of Accounting Standards regarding "Segment Reporting" the relevant information are given here below:

Particulars	Precious Gem Stones	Educational Books	Steel	Unallocated Items	Total
Assets	115,108,234	23,040	12,648,098	-	212,379,372
Revenue	115,108,234	84,623,040	12,648,098	163	212,543,318
Expenses	97,622,859	96,850,207	12,398,880	-	206,871,946
Profit	17,485,375	(12,227,167)	249,218	(2,008,925)	3,498,501
Income tax	-	-	-	6,989	6,989
Income tax liability	-	-	-	573,213	573,213
Income tax liability	-	-	-	1,149,290	1,149,290
Income tax liability	17,485,375	12,227,167	249,218	3,738,417	1,769,009
<b>ASSETS INFORMATION</b>					
<b>NET ASSETS</b>					
Assets	-	-	-	16,998,438	16,998,438
Assets	-	-	-	7,300,000	7,300,000
Debtors	102,709,354	-	-	15,438,276	118,147,630
Debtors	-	-	-	2,496,549	2,496,549
Debtors	-	-	-	510,894	510,894
Debtors	-	-	-	12,619,113	12,619,113
Debtors	102,709,354	-	-	55,363	158,072,624
<b>LIABILITIES</b>					
Liabilities	351,721	67,365,269	-	88,272	67,805,262
Liabilities	-	-	-	2,534,197	2,534,197
Liabilities	-	-	-	2,820	2,820
Liabilities	-	-	-	7,984	7,984
Liabilities	-	-	-	182,707	182,707
Liabilities	-	-	-	1,648,688	1,648,688
Liabilities	-	-	-	85,890,966	85,890,966
Liabilities	351,721	67,365,269	-	90,355,634	158,072,634





**SCHEDULE 'M':**  
**NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2010**

---: ---: . eb designing assets do not have any useful life left. Hence, the same are completely written off  
-----Current financial year 2009-10.

-- --- Company has received share application money from the following related and unrelated parties  
:- ""9 the year:-

Particulars	Amount (Rs.)
Related Parties	
--- s Equity & Finance Pvt. Ltd.	110,000
---:sha Infosystems Pvt. Ltd.	29,160,000
Unrelated Parties	
---:lie	3,180,000
<b>Total</b>	<b>32,450,000</b>

-- ---ditional information pursuant to the provisions of paragraph 3(x)(f), 4C and 4D of part II of  
Schedule VI of the Companies Act, 1956 are as follows:

a)	Expenditure / Income in Foreign Currency	Amount in Rs.	Amount in Rs.
	Expenditure in Foreign Currency	NIL	(NIL)
	Earnings in Foreign Currency	NIL	(NIL)

b)	Particulars	Current Year 31-03 -2010	Previous Year 31-03-2009
i)	Licensed Capacity	N. A.	N. A.
ii)	Installed Capacity	N. A.	N. A.
iii)	Actual Production	N. A.	N. A.

**Quantitative details for Educational Books:**

Particulars	Current Year In Nos.	Previous Year In Nos.	Current Year (Rs.)	Previous Year (Rs.)
Opening Stock	-	-	-	-
Purchases	88,149	153,000	96,850,207	12,750,000
Sales	88,149	153,000	84,623,040	13,770,000
Closing Stock	-	-	-	-

**Quantitative details for Precious Gem Stones:**

Particulars	Current Year In Pes.	Previous Year In Pes.	Current Year (Rs.)	Previous Year (Rs.)
Opening Stock	-	-	-	-
Purchases	10,738.00	-	97,622,859	-
Sales	10,738.00	-	115,108,234	-
Closing Stock	-	-	-	-

**Quantitative details for Steel:**

Particulars	Current Year In tons	Previous Year In tons	Current Year (Rs.)	Previous Year (Rs.)
Opening Stock	-	-	-	-
Purchases	221.00	-	12,398,880	-
Sales	221.00	-	12,648,098	-
Closing Stock	-	-	-	-





**SCHEDULE 'M':**

**FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2010**

-- After the information given by the Company, there are no suppliers who are covered under the Small and Medium Enterprises Development Act, 2006.

-- In compliance of Accounting Standard (AS) 20 "Earnings per Share", the relevant information is provided here below :

	Particulars	Amount (Rs.)
1	Net profit / (loss) after tax as per Profit & Loss A/c	1,769,009
2	No. of Equity shares of Rs. 10/- during the year	5,162,100
3	Earnings/(Loss) per equity share of Rs. 10/- Each Basic/Diluted (1)/(2) (EPS)	0.34

-- The Company has not provided any liability for Gratuity and other dues of workmen.

-- Figures in brackets represent the figure of the previous year and have been regrouped/ rearranged wherever necessary.

-- Additional information as required under part IV to the companies Act, 1956.  
Balance Sheet Abstract and Company's General Business Profile :

i. Registration Details :		
Registration No.		44592
State Code		11
Balance Sheet Date		31st March, 2010

ii. Capital raised during the year :		(Rs. in Lacs)
Public Issue		0.00
Rights Issue		0.00
Bonus Issue		0.00
Private Placement		0.00

iii. Position of Mobilisation and Deployment of funds Rs. In Lacs

Total Liabilities	1,580.73
Total Assets	1,580.73
<b>Sources of Funds :</b>	
Paid up Capital	507.11
Reserves & Surplus	27.30
Share Application Money	324.50
Secured Loans	0.00
Unsecured Loans	0.00
Deferred Tax Liabilities	25.34
<b>Application of Funds :</b>	
Net Fixed Assets	169.98
Investments	73.00
Net Current Assets	641.27
Miscellaneous Expenditure	0.00
Accumulated Losses	0.00
Deferred Tax Assets	0.00



**SCHEDULE 'M':**  
**NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2010**

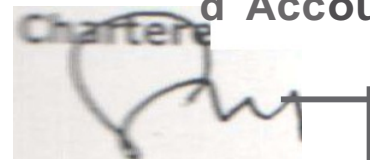
i. Performance of Company	
	(Rs. in Lacs)
Turnover/Income	2,125.43
Total Expenditure	2,090.45
Profit/(loss) before Taxation	34.98
Less: Income Tax Adjustment	0.07
Less: Provision for Income-tax	5.73
Less: Provision for Fringe Benefit Tax	-
Less : Deferred Tax liability / (Assets)	11.49
Profit/(loss) after tax	17.69
Earnings/(loss) Per Share in (Rs.)	0.34
Dividend Rate	

v. Generic Names of principal products, services of the Company	
Item Code no.	
Product Description :	Educational Books, Precious Gem Stones, Steel

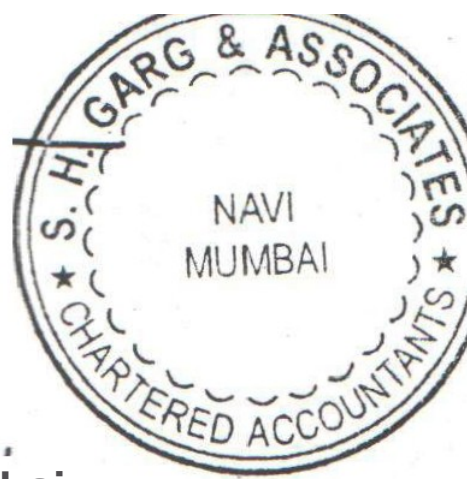
Signature to Schedule 'A' to 'M'

As per our report of even date

" H. GARG & ASSOCIATES  
Chartered Accountants

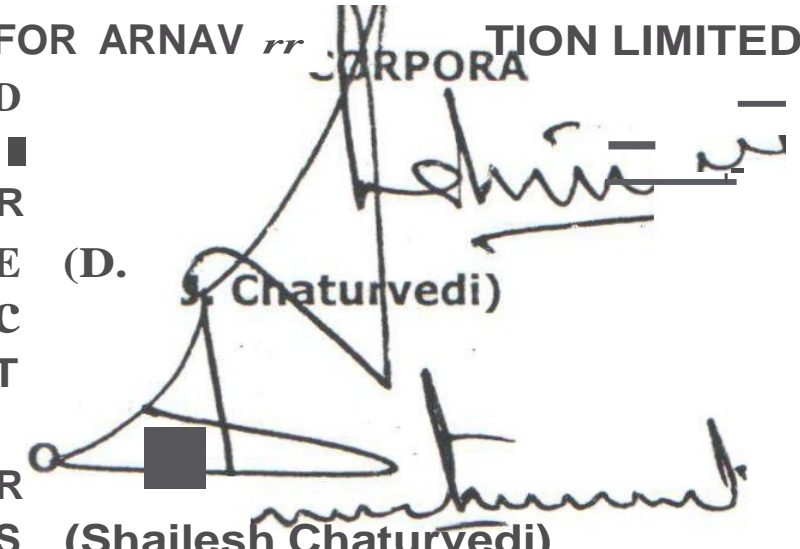


Director  
(S. GARG)



Place: Navi Mumbai  
Date: 16th June, 2010

FOR ARNAV CORPORATION LIMITED

DIRECTOR  
(D. S. Chaturvedi)  
  
S (Shailesh Chaturvedi)

Place : Mumbai  
Date : 16th June, 2010



**RNAV CORPORATION LIMITED**  
**iscellaneous Schedules**  
**• Y. 2010-11**

Advances Receivable in cash or kind

Particulars	Amt. (Rs.)
Aashish B. Nagpal	250,000
- a Holidays	1,450,000
- s akti Mercantiles Pvt. Ltd.	10,530,850
ongkar Computers Pvt. Ltd.	2,802
	<u>12,233,652</u>

--- ry Creditor for Expenses  
s

Particulars	Amt. (Rs.)
Shivani Infotech Pvt. Ltd.	5,000
= • Pawan & Company	15,000
- . Garg & Associates	53,272
-s Consultancy	15,000
	<u>88,272</u>







S. H. GARG & ASSOCIATES  
Chartered Accountants

604, Platinum Techno Park,  
Behind Raghuleela  
Sector-30A, Vas  
Navi Mumbai - 400 7 3.

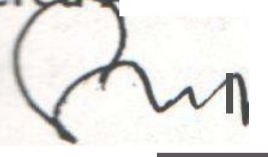
ARNAV CORPORATION LIMITED


YEAR ENDING: 31ST MARCH, 20 10

AUDITORS' CERTIFICATE

We have audited the attached Cash Flow Statement of ARNAV CORPORATION LIMITED, Mumbai as at March, 2010. The statement is made by the Company and in accordance with the requirements of Section 209 of the Companies Act, 2006 and in accordance with the requirements of Clause 32 with Stock Exchange and is based on and in agreement with the corresponding books of account and balance sheet of the Company covered by our report dated 16th June, 2010. We have not conducted any audit of the profit and loss account of the Company.

For S. H. GARG & ASSOCIATES  
Chartered Accountants

  
Proprietor  
S. H. GARG)



Place : Navi Mumbai  
Date : 16th June, 2010

S. H. GARG & ASSOCIATES  
Chartered Accountants  
604, Platinum Techno Park,  
Behind Raghuleela Mall,  
Sector-30A, Vashi,  
Navi Mumbai - 400 703.

ARNAV CORPORATION LIMITED  
32/115, Laxmi Industrial Estate,  
New Linking Road,  
Mumbai - 400 053.

ANNEXURE TO CLAUSE-32 OF LISTING AGREEMENT  
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2010

Particulars	Rs. In Lacs
<b>A. Cash Flow from Operating Activities :</b>	
Net Profit/(Loss) After tax and extraordinary items	17.69
Add:	
Depreciation	1.89
Web Designing Expenses Written Off during the year	1.59
Provision for Income-tax	5.73
Deferred Tax Liability during the year	11.49
Add: Items considered separately	
Interest Paid	
Less: Items considered separately	
Interest Received	1.56
Operating Profit/(Loss) before Working Capital Changes	36.83
Changes in Working Capital Increase in	
Sundry Debtors Decrease in Short	(845.08)
Term Borrowings Increase in	(31.85)
Sundry Creditors Increase in Other	650.73
Current Liabilities Decrease in Other	7.06
Current Assets	2.14
Net Changes in Working Capital	(217.00)
Cash Flow from Operating Activities	(180.17)
Less: Taxes Paid	5.
<b>Net Cash Flow from Operating Activities</b>	<b>185.90</b>
<b>B. Cash Flow from Investment Activities :</b>	
Purchase of Fixed Assets	
Increase in Loans & Advances	(40.02)
Investment in shares	(73.00)
Interest Received	1.56
<b>Net Cash Flow from Investment Activities</b>	<b>111.46</b>
<b>C. Cash Flow from Financing Activities :</b>	
Decrease in Calls in arrears	0.76
Share subscription received	324.50
<b>Net Cash Flow from Financing Activities</b>	<b>325.26</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents</b>	<b>27.90</b>
Cash & Cash Equivalents as at 31st March, 2009	2.17
Cash & Cash Equivalents as at 31st March, 2010	<b>0.07</b>

For S. H. GARG & ASSOCIATES  
Chartered Accountants

Proprietor  
(S.H.GARG)

Place : Navi Mumbai  
Date : 16th June, 2010

FOR ARNAV

D

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T

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S

(D.

Place : Mumbai

Date : 16th June, 2010

or LIMITED

J. Chaturvedi

(Shailesh Chaturvedi)

Place : Mumbai

Date : 16th June, 2010

\_\_\_\_\_

**ARNAV CORPORATION LIMITED**  
**ASSESSMENT YEAR : 2010-2011**

**DETAILS OF DEFERRED TAX LIABILITIES/(ASSETS) :**

Particulars			As per books (SLM)	As per Income- tax Rules	Timing difference	Deferred Tax Liability/(Assets)
Net Block of Assets as on 31.03.2010			16,998,438	1,538,958	15,459,480	4,776,979
Carry Forward Losses						-
A.Y.	Total Loss	Business	Short Term Capital Loss	Long Term Capital Loss	Depreciation	
2002-03	4,395,726	-	-	-	4,395,726	
2003-04	1,152,781	-	-	915,331	237,450	
2004-05	703,611	-	-	-	703,611	
2005-06	1,311,186	-	-	-	1,311,186	
Total	7,563,304	-	-	915,331	6,647,973	
Deferred Tax Assets on Depreciation Loss @30.90%					2,054,224	
Deferred Tax Assets on Business Loss @30.90%					-	
Deferred Tax Assets on Long Term Capital Loss @20.60%					188,558	(2,242,782)
Total Deferred Tax Liabilities/(Assets) as on 31.03.2010						2,534,197
Less : Deferred Tax Liabilities/(Assets) as on 31.03.2009						1,384,907
Deferred Tax Liabilities/(Assets) created during the year ended on 31.03.2010						1,149,290



**S. H. GARG & ASSOCIATES**  
Chartered Accountants

**604, Platinum Techno Park,  
Behind Raghuleela Mall,  
Sector-30A, Vashi,  
Navi Mumbai - 400 703.**

**ARNAV CORPORATION LIMITED**

**YEAR ENDING: 31ST MARCH, 2010**

**AUDITORS REPORT TO THE MEMBERS OF ARNAV CORPORATION LIMITED**

We have audited the attached Balance Sheet of **M/s. ARNAV CORPORATION LIMITED**, MUMBAI, as on 31st March, 2010 and also the Profit and Loss Account of the Company for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

- 1 We conducted our audit in accordance with auditing standards generally accepted in India. These 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 disclosure in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financing statement presentation. We believe that our audit provides reasonable basis for  
""u" nninif"n
- 2 As required by Companies (Auditor's Report) Order 2003, issued by the Central Government in terms of Section 227(4A) of the Companies Act, 1956 we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
- 3 Further to our comments in the Annexure referred to in paragraph 1 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 purposes 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 our examination of the books;
  - c) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the above books of accounts;



....c/fd..2..



- d) In our opinion, the Profit and Loss Account and Balance Sheet comply with the Accounting Standards referred to in sub-section (3c) of Section 211 of the Companies Act, 1956.
- e) On the basis of written presentation received from directors as on 31st March, 2010 and taken on records by the Boards of Directors, we report that none of the Directors are disqualified as on 31st March, 2010 from being appointed as a director in terms of clause (g) of sub-section (i) of section 274 of the Companies Act, 1956 on the accounts for the year ended on 31st March, 2010.
- f) In our opinion and to the best of our information and according to the explanations given to us, the said Balance Sheet and the Profit and Loss accounts 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.
- i) insofar as it relates to the Balance Sheet, of the state of affairs of the company as at 31st March, 2010 and
  - ii) insofar as it relates to the Profit & Loss account, of the Profit of the company for the year ended on that date.
  - iii) in the case of Cash Flow Statement, of the cash flows for the year ended on that date.

**For S. H. GARG & ASSOCIATES**  
**Chartered Accountants**


**Proprietor**  
**(S. H. GARG)**

**Place : Navi Mumbai**  
**Date : 16th June, 2010**