

**AKL SOFT AND INFOSYS (INDIA) LTD.**

**15<sup>TH</sup> ANNUAL REPORT**

**2009-2010**

**AKL SOFT AND INFOSYS INDIA LIMITED**

- Regd. Office : 325, Patel Road,  
Ramnagar, Coimbatore -641009.
- Board of Directors : Mr. V. Jagadish - Managing Director  
Mr. Akash Kadandale - Director  
Mr. Peranaidu Siddhiah Devraj - Director
- Auditors : Ashit T. Macwan  
B/14, Sthaptya, Nr. Sterling Hospital,  
Gurukul, Ahmedabad-380052
- Bankers : Standard Chartered Grindlays Bank  
509, D.B.Road, R.S. Puram,  
Coimbatore – 641002
- Stock Exchanges wherein the shares  
Of the Company are listed : 1. The Coimbatore Stock Exchange Ltd.,  
Stock Exchange Buildings,  
Trichy Road, Singanallur,  
Coimbatore – 45.  
2. The Stock Exchange , Mumbai  
25<sup>th</sup> Floor, P.J.Towers,  
Dalal Street, Fort,  
Mumbai – 400001.  
3. The Madras Stock Exchange Ltd.  
Exchange Building,  
Post Box No. 183,  
11, Second Line Beach,  
Chennai – 600001.

## NOTICE

NOTICE is hereby given that the Fifteenth Annual General Meeting of the members of the 'AKL SOFT & INFOSYS INDIA LIMITED will be held on 30<sup>th</sup> September, 2010 at 10.00 a.m. at registered Office of the Company at 325, Patel Road, Ramnagar, Coimbatore – 641009 to transact the following business.

### **ORDINARY BUSINESS :**

1. To receive, consider and adopt the profit and loss account of the Company for the year ended on 31<sup>st</sup> March, 2010 and Balance Sheet as at that date and Director's Report and Auditors' Report thereon.
2. To Appoint a Director in place of Mr. V. Jagadish who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint the Auditors and fix their remuneration.

By order of the Board

Date : 1<sup>st</sup> September, 2010

Place : Coimbatore

Sd/- V. Jagadish  
*V. Jagadish*  
Managing Director

### **NOTES**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ABOVE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. INSTRUMENT OF THE PROXY IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING. The members/proxies desirous of attending the meeting are requested to hand over the attendance slip duly filled in and signed at the meeting venue.
2. The Register of Members and Share Transfer Books of the Company will remain closed from 24<sup>th</sup> Sept. 2010 to 30<sup>th</sup> Sept. 2010 (both days inclusive).
3. As a measure of economy, Annual Reports will not be distributed at the meeting. So, members are requested to bring their copy of Annual report with them to the annual General Meeting.

For, AKL SOFT AND INFOSYS INDIA LTD.

Place : Coimbatore

Date : 1<sup>st</sup> September, 2010

(V. JAGADISH)  
*V. Jagadish*  
Director

## DIRECTORS' REPORT

To,  
Members,

Your Directors have pleasure in presenting Fifteenth Annual General Meeting of the Company together with the Audited statements of accounts for the financial year ended on 31<sup>st</sup> March, 2010.

### **PERFORMANCE**

The Financial year, under review was particularly a very unfavorable one to the software industry. The slowdown of the western economies adversely affected to the Indian Software industry in suffered a loss for the year. Your directors hope that in the current year the company will be able to post a better performance.

### **DIVIDEND**

In view of the loss suffered by the company no dividend could be recommended.

### **DEPOSITS**

The Company has not accepted any Fixed Deposits, within the meaning of Section 58A of the Companies Act, 1956.

### **DIRECTORS**

Mr. Akash Kadandale is retiring by rotation at the ensuing Annual General Meeting and being eligible offers himself for reappointment. Mr. Akash Kadandale is a successful business man having years of experience in management. His continuation in the board will be beneficial to the organization.

### **AUDITORS**

M/s. Apaji Amin & Co., Chartered Accountants, Ahmedabad, Auditors of the company resigned as statutory auditors of the company on account of personal reasons and M/s. Ashit T. Macwan was appointed as statutory auditors of the company at the extra ordinary general meeting of the company. They will hold office till the conclusion of ensuing Annual General Meeting.

### **CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO :**

During the year under report there was no manufacturing activity in the company. Now new technology has been adopted or absorbed and there was no foreign exchange earnings or outgo.

### **PARTICULARS OF EMPLOYEES UNDER SECTION 217 (2A) OF THE COMPANIES ACT, 1956.**

There are no employees falling within the limits prescribed by the Section 217 (2A) and as such the requirement of statement under the provision of the said section is not attached.

**DIRECTORS OF EMPLOYEES UNDER SECTION 217 (2A) OF THE COMPANIES ACT, 1956.**

The board of directors hereby confirm that:

1. In the preparation of the annual accounts, the applicable accounting standards have been followed.
2. The accounting policies are reasonable and prudent and are consistently followed to give a true and fair view of the state of affairs of the company.
3. Proper and sufficient care is taken for the maintenance of adequate accounting records for safeguarding assets of the company and for prevention and detection of fraud or irregularities.
4. The annual accounts have been prepared on a 'going concern' basis.

Now the said auditors are retiring with the conclusion of the ensuing Annual General Meeting and are offering themselves for re appointment. The said auditors have confirmed their appointment would be well within the limits prescribed by Section 224 (1-B) of the Companies Act, 1956.

**AUDIT OBSERVATIONS**

As regards the observation made by Auditors regarding non-recoverability of loans and sundry debtors, steps are being taken to record the same.

Steps are also taken to register the land in the name of the Company.

**REPORT ON CORPORATE GOVERNANCE**

Report of Director on Corporate governance is a part of Annual Report and is annexed as annexure – A.

**MANAGEMENT DISCUSSIONS AND ANALYSIS :**

Report on Management Discussion and Analysis is annexed in annexure-B.

**ACKNOWLEDGEMENT**

Your directors wish to thank the Government agencies, authorities and Departments, bankers, customers and employees for their support and co-operation.

Place : Coimbatore

Date : 3/6/2010

For and on behalf of the Board

*v jagadish*

Sd/- V. Jagadish

Managing Director

## ANNEXTURE- A

### REPORT OF THE DIRECTORS ON CORPORATE GOVERNANCE

*The Securities and Exchange Board of India (SEBI) constituted the Committee on Corporate Governance to promote and raise the standard of Corporate Governance of listed companies. The Committee has made recommendation on the composition of the board of directors, audit committee, board procedure etc.*

The company has taken necessary steps to comply with the clause of 49 of the revised Listing Agreement given below is the repost of the Directors on the Corporate Governance.

#### REPORT ON CORPORATE GOVERNANCE

##### 1. COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE:

The Company believes in functioning in a transparent manner with the basic philosophy being to enhance the Shareholder value, keeping in mind the needs and interest of other stakeholders, in compliance thereof. The following information is placed before the shareholders.

##### 1. BOARD OF DIRECTORS

Name of Director	Category	No. of Board Meeting	Attended	Last AGM Attendance
Shri V. Jagadish	Chairman	5	5	Yes
Shri Akash Kadandale	Director	5	5	Yes
Shri Peranaidu Devraj	Director	5	5	Yes

No Directors are having Chairmanship of more than five companies where they are director.

Name of Director	Other Directorship (No. of Company)
Shri V. Jagadish	1
Shri Akash Kadandale	1
Shri Peranaidu Devraj	1

In line with the requirements of the code of the corporate governance, the board of directors comprises of three members. However, Your Company is trying its level best to accomplish the revised clause-49 of listing agreement.

## 2. AUDIT COMMITTEE

The audit Committee has following non- executive Director

1	Shri Akash Kadandale
2	Shri Peranaidu Devraj
3	Shri V. Jagadish

The scope of committee includes.

- Review of company's financial reporting process and the financial statement.
- Review internal control systems and functioning of internal audit process.
- Post audit review with statutory auditors.

During the year under review, Audit committee met four times where all the members attended meetings.

## 3. REMUNERATION COMMITTEE :

During the year, no remuneration was paid to Director. So, Remuneration committee has not been constituted.

## 4. SHAREHOLDERS' COMMITTEE

The company has complied the requirement of the clause 49 of the Listing agreement. Mr. Akash Kadandale, Director heads the committee.

The composition of shareholders cum investors' grievance committee was as follows:

Name	Designation
Shri Peranaidu Devraj	Member
Shri Akash Kadandale	Chairman

During the year, the company has not received any complaints.

The Share received for transfer is approved on 30<sup>th</sup> of the each month and are given effect by the Registrar and Share Transfer Agent.

## 5. GENERAL BODY MEETING:

Date	Type	Time	Location
30/09/2007	AGM	10.00 A.M	325. Patel Road. Ram Nagar. Coimbatore -641009
30/09/2008	AGM	10.00 A.M	
30/09/2009	AGM	10.00 A.M.	

There are no special resolutions passed by the company through postal ballot at any of the above annual general meeting.

6. DISCLOSURES:

- (A) During the year under review, the quarterly unaudited results were taken on record by the Board of Directors at the end of month of respective quarter. However in terms of clause 41 of Listing Agreement, the same were furnished to the concerned stock exchanges were also circulated in the newspaper within the stipulated time.
- (B) Company has followed accounting standards diligently.
- (C) Further, company is in the process of lying down risk assessment system.
- (D) Further, company has not received any funds through capital market during the year.
- (E) Transaction with related parties have been properly disclosed in notes to accounts and discussed at length by audit committee.
- (F) Management discussion and analysis report is attached to and forms part of this report.
- (G) Further, Shri V. Jagadish, Managing Director of the company as certified to board of directors of the company regarding compliance of sub-clause (v) of clause 49 of listing agreement.

7. MEANS OF COMMUNICATION:

The means of communication between the Shareholders and company are transparent and investor friendly. Steps are being taken to display the corporate results on the EDIFAR & Corporate website, which is being developed.

8. GENERAL SHAREHOLDERS' INFORMATION

Annual General Meeting (Date, Time & Venue)	Date : 30/09/2010 Time : 10.00 a.m. Venue: 325, Patel Road, Ram Nagar, Coimbatore-641009
Financial Calendar	1 <sup>st</sup> April 2009 to 31 <sup>st</sup> March 2010
Date of Book Closure	from 24 <sup>th</sup> Sept.2010 to 30 <sup>th</sup> Sept. 2010 (Both days inclusive)
Dividend Payment Date	No Dividend declared.

9. MANAGEMENT

The company will comply with the requirements of the sub-clause V of clause 49 of Revised Listing Agreement.

Date : 3/6/2010  
Place : Coimbatore

For and On behalf of the Board of Director  
✓ V. Jagadish  
V. Jagadish  
Chairman



## ANNEXTURE- B

### MANAGEMENT DISCUSSION AND ANALYSIS

#### 1. Overall Review :

The overall performance during the financial year 2009-10 has been satisfactory.

#### 2. Financial Review :

Total turnover for the year ended 31<sup>st</sup> March, 2010 was Rs. 50 Lacs. This decrease was mainly on account of reduction in prices.

#### 3. Internal Control System and their adequacy :

Considering the size of the company, your company has adequate system of internal control to provide reasonable assurance that assets are safeguarded and protected from unauthorized use or deposition.

#### 4. Business Environment :

The Performance of the company for the year under review was satisfactory.

#### 5. Risk and Concern :

The building, plant and machinery, vehicle and stocks of the company are adequately insured.

#### 6. Cautionary Statement :

Statements in this report on management Discussion and analysis may be forward looking statements within the meaning of applicable security laws or regulations. These statements are based on certain assumptions and expectations of future events. Actual results could however, differ materially from those expressed or implied. Important factors that could make a different to the Company's operations include global and domestic demand supply conditions, finished goods prices, raw material cost and availability and changes in government regulation and tax structure, economic development within India and the countries with which the company has business contacts and other factors such as litigation and industrial relations.

The Company assumes no responsibilities in respect of forward looking statements which may be amended or modified in future on the basis of subsequent developments, information of events.

BY ORDER OF THE BOARD OF DIRECTORS

Place: Coimbatore

Date : 3/1/2010

✓ Jagdish

V. Jagadish

Chairman

## CERTIFICATION BY MANAGING DIRECTOR TO THE BOARD


I, Mr. V. Jagadish, Managing Director of the AKL SOFT & INFOSYS INDIA LTD, certify that :

1. I have reviewed the financial statements for the year and that to the best of my knowledge and belief :
  - a. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
  - b. These statements give a true and fair view of the state of affairs of the company and of the results of operations and cash flows. The financial statements have been prepared in conformity, in all material respects, with the existing generally accepted accounting principles including Accounting Standards, applicable laws and regulations.
2. These are, to the best of our knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the company's code of conduct.
3. I accept overall responsibility for the company's internal control system and financial reporting. This is monitored by the internal audit function, which encompasses the examination and evaluation of the adequacy and effectiveness. Internal audit works with all the levels of management and statutory auditors and reports significant issues to the Audit Committee of the Board. The auditors and audit committee are appraised of any corrective action taken with regard to significant deficiencies and material weakness.
4. I indicate to the auditors and to the audit committee :
  - a. Significant changes in internal control over financial reporting during the year.
  - b. Significant changes in accounting policies during the year;
  - c. Instances of significant fraud of which we have become aware of and which involve management or other employees who have significant role in the company's internal control system over financial reporting.

However, during the year there were no such changes or instances.

Date : 13/6/2020

Place : Coimbatore

  
Managing Director

**DECLARATION BY THE MANAGING DIRECTOR ABOUT CORPORATE GOVERNANCE**

I, Mr. V. Jagadish, Chairman & Managing Director of AKL Soft & Infosys India Limited hereby confirm pursuant to clause 49(1)(d) of the listing agreement that:

1. The board of directors of AKL Soft & Infosys India Limited has laid down a code of conduct has been placed on the company's website.
2. All the members of the board as well as senior management personal have complied with the said code of conduct for the year ended 31<sup>st</sup> March 2010.

Place: Coimbatore

Date: 3/6/2010

V. Jagadish

*V. Jagadish*

Chairman & Managing Director

AKL SOFT & INFOSYS INDIA LIMITED

**AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE**

To,  
The Members of  
Akl soft & Infosys India Limited

We have examined the compliance of the conditions of corporate Governance by AKL Soft & Infosys India Limited for the year ended on March 31, 2010, as stipulated in Clause 49 of the listing Agreements of the said Company with the Stock Exchanges.

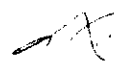
The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to a review of the procedures and implementation thereof adopted by the Company for ensuring the compliance of the conditions of Corporate Governance as stipulated in the said Clause. It is neither an audit nor an expression of the opinion on the financial statement of the Company.

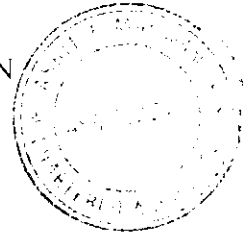
In our opinion and to the best of our information and according to the explanations given to us and based on the representations made by the Directors and the Management, we certify that Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the above-mentioned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

We state that such compliance is neither as 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.

Place : Ahmedabad

Date : 03/06/2010

  
For. ASHIT T. MACWAN  
Chartered Accountants  
Ashit T. Macwan  
Proprietor



## AUDITOR'S REPORT

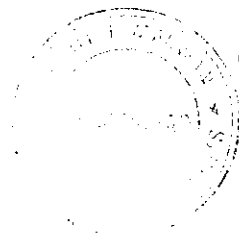
To  
The Members  
AKL Soft & Infosys (India) Ltd  
Coimbtore

We have audited the attached Balance Sheet of AKL Soft & Infosys (India) Limited, Coimbtore as at 31<sup>st</sup> March, 2010 together with the Profit & Loss Account for the year ended on that date annexed there to and report that :

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test check basis, evidence supporting the amounts and disclosures made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

1. As required by the Manufacturing and other Companies (Auditors Report) Order, 1988, issued by the Central Government in terms of the Section 227 (4A) of the Companies Act, 1956, we give in the annexure a statement on the matters specified in paragraph 4 & 5 of the said order.
2. 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 purpose of our Audit.
  - b. In our opinion proper books of accounts as required by law have been kept by the company so far as it appears from our examination of books of accounts.
  - c. In our opinion the Balance Sheet and Profit & Loss Account are drawn up in accordance with the accounting standards referred to in Section 211 (3C) of the companies Act, 1956.
  - d. The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of accounts subject to recoverability of loans and advances amounting to Rs. 76,24,830/- and Sundry Debtors amounting to Rs. 14,19,972/- which in our opinion not recoverable, the loss is understated to the extent of Rs. 90,44,802/- and the said accounts together with Accounting Policies and not give the information required by the Companies Act, 1956 in the manner so required and the Balance Sheet gives a true and fair of the state of the Company's affairs as to 31<sup>st</sup> March, 2010 and the Profit & Loss Account gives a true and fair view of the loss for the year ended on that date.
  - e. On the basis of written representations received from the directors and taken on records by the Board of Directors we report that none of the directors of the company are disqualified from being appointed as directors of the company under clause (g) of sub-section (1) of section 274 of the companies Act, 1956.
  - f. In our opinion and to the best of our information and according to the explanation given to us the said accounts subject to the notes thereon gives the information required and gives a true & fair view.
    - (i) In the case of Balance Sheet of the state of affairs of the company as on 31<sup>st</sup> March, 2010.
    - AND
    - (ii) In the case of Profit & Loss Accounts of the Loss for the year ended on that date.

Place : Ahmedabad  
Date : 03.06.2010



For Ashit T. Macwan  
Chartered Accountants

(Ashit T. Macwan)  
Proprietor  
Mem No. 107891

**AKL SOFT & INFOSYS (INDIA) LIMITED**  
**ANNEXURE TO THE AUDITORS' REPORT**

Annexure to the Auditors' Report referred to in paragraph 1 of our report of even date on the accounts for the year ended on 31<sup>st</sup> March, 2010 of AKL Soft & Infosys India Limited.

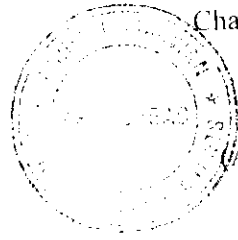
1. The Company has maintained proper records to show full particulars including quantitative details and situation of its Fixed Assets. Fixed Assets of the company have been physically verified by the management and no discrepancy was noticed.
2. None of the Fixed Assets has been revalued during the year.
3. In our opinion the terms and conditions on which loans have been taken from the firms & other parties listed in the register maintained under section 301 are not prima facie, prejudicial to the interest of the company.
4. The company has given loans to the companies under the same management which is prima facie prejudicial to the interest of the company.
5. The company has not given loan to its employees therefore the question of reporting it does not arise.
6. In our opinion & according to the information & explanations given to us there are adequate internal control procedure to commensurate with the size of the company & nature of its business with regard to purchase of stores, raw materials, items traded including components, plant & machinery, equipment & other assets with regard to the sales of goods.
7. In our opinion & according to the information & explanations given to us the transaction for purchase of raw material made in pursuance of contracts of agreements entered in the register & aggregating during the year to Rs. 50,000/- or more in respect of each party have been made at a price which are reasonable in regard to the prevailing market price.
8. As explained to us, the company has regular procedure for determining of unservicable & damaged stores, raw materials & finished goods & the same has been properly dealt with in the accounts.
9. Directives issued by the Reserve Bank of India and the provision of section 58-A of the Companies Act, 1956 and rules framed there under are not applicable as the company has not accepted any public deposits.
10. As the paid up Share Capital of the company and the average annual turnover of the company does not exceed the prescribed limit, the company did not require to have Internal Audit.
11. According to the Central Government has not made order under Section 209(1)(d) of the Companies Act, 1956 for the industry in which the company is operating.
12. According to the information and explanations given to us no undisputed amount payable in respect of Income Tax, Sales Tax, Custom Duty and excise duty were out standing as at 31<sup>st</sup> March, 2010 except the following.
13. According to the information and explanations given to us and as per the records made available to us Provident Fund Scheme is introduced by the company and company has deposited both employers' contribution & employees' contribution within specified time.
14. According to the information and explanations given to us no personal expenses of the employees or directors have been charged to revenue accounts, other than those payable under contractual obligation or in accordance with business practice.

15. The company is not sick industrial company within the meaning of clause (o) of sub section (1) of section 3 of the Sick Industrial Companies (Special Provisions) Act, 1985.

16. In respect of the trading & manufacturing activity of the company we were informed that there were no damaged goods hence the question of providing for loss on in books does not arise.

Place : Ahmedabad  
Date : 03/08/2010

For Ashit T. Macwan  
Chartered Accountants



(Ashit T. Macwan)  
Proprietor  
Mem No. 107891

**AKL SOFT & INFOSYS INDIA LIMITED**

**BALANCESHEET AS AT 31st March, 2010**

DESCRIPTION	SCHEDULE	As at 31st March, 10	As at 31st March, 09
<b>SOURCES OF FUNDS :</b>			
Shareholders Fund			
Share Capital	1	2,79,02,250	2,79,02,250
Reserved & Surplus		0	0
<b>TOTAL RS.</b>		<b>2,79,02,250</b>	<b>2,79,02,250</b>
<b>APPLICATION OF FUNDS :</b>			
Fixed Assets	2	45,19,146	50,71,428
Investments		0	0
Current Assets, loans & Advances			
<b>Current Assets</b>			
Sundry Debtors	3	19,19,973	14,19,972
Cash & Bank Balance	4	18,67,408	14,59,658
Loans & Advances	5	1,21,60,025	1,21,60,025
		1,59,47,406	1,50,39,655
Less: Current Liabilities & Provisions			
Current liabilities	6	69,758	69,758
Provisions		0	0
Net Current Assets		1,58,77,648	1,49,69,897
Miscellaneous Expenditure	7	75,05,456	78,60,925
<b>TOTAL RS.</b>		<b>2,79,02,250</b>	<b>2,79,02,250</b>

As per our Report of evendate attached

For Ashit T. Macwan  
Chartered Accountants

For AKL Soft & Infosys (India) Ltd

(Ashit T. Macwan)  
Proprietor  
Mem No. 107891

  
Director

  
Director

Place : Ahmedabad  
Date : 03/06/2010

Place : Coimbtore  
Date : 3/6/2010



**AKL SOFT & INFOSYS INDIA LIMITED**

**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st March, 2010**

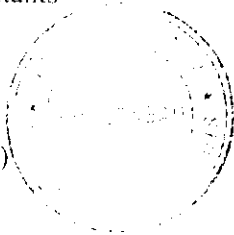
DESCRIPTION	SCHEDULE	As at 31st March, 10	As at 31st March, 09
<b>INCOME :</b>			
Income	8	50,00,000	0
Other Income		35,000	
	<b>TOTAL RS</b>	<b>50,35,000</b>	<b>0</b>
<b>EXPENDITURE :</b>			
Operating expenses	9	40,01,144	10,500
Financial Charges	10	1,33,856	1,750
Depreciation		5,32,281	0
	<b>TOTAL RS</b>	<b>46,67,281</b>	<b>12,250</b>
Net Profit from operation before taxation		3,67,719	-12,250
Provision for Taxation		0	0
Profit After Taxation		3,67,719	-12,252
Balance b/f from previous year		-7329934	-73,17,684
Balance in profit & loss account		-6962215	-73,29,934

As per our Report of evendate attached

For Ashit T. Macwan  
Chartered Accountants

For AKL Soft & Infosys (India) Ltd

(Ashit T. Macwan)  
Proprietor  
Mem No. 107891



V. Jeyaraj  
Director

PSD  
Director

Place : Ahmedabad  
Date : 23.06.2010

Place : Coimbtore  
Date : 3/6/2010

**SCHEDULE ANNEXED TO BALANCE SHEET AS ON 31st MARCH, 2010**

Description	As at 31st March, 10	As at 31st March, 09
<b>Schedule 1 Share Capital</b>		
Authorised Share Capital		
55,00,000 Equity Shares of Rs. 10/- each	55000000	55000000
	55000000	55000000
Issued, Subscribed & Paid up Capital		
19,73,100 Equity Share of Rs. 10/- each fully paid	19731000	19731000
28,99,700 Equity Shares of Rs. 10/- each Rs. 2.50 Party Paid up	7249250	7249250
1,84,400 equity shares of Rs. 10/- each Rs. 5/- Partly Paid up	922000	922000
Total Rs.	27902250	27902250

<b>Schedule 3 Sundry Debtors</b>		
(Unsecured and considered Good)		
More than 6 months	1419972	1419972
Within 6 Months	500001	0
Total Rs.	1919973	1419972

<b>Schedule 4 Cash &amp; Bank Balances</b>		
Cash on Hand	1857042	1437042
Bank Balances	5201	5201
Standard Chartered Grindlays Bank	5165	5165
Total Rs.	1867408	1447408

<b>Schedule 5 Loans &amp; Advances</b>		
(Unsecured & Considered Doubtful)		
Advances to be recoverable in cash or kind for		
Value to be received	7825955	7825955
Advance towards Capital Items	4330000	4330000
Sundry Deposits	4070	4070
Total Rs.	12160025	12160025

<b>Schedule 6 Current Liabilities</b>		
Sundry Creditors	69758	69758
Total Rs.	69758	69758

<b>Schedule 7 Miscellaneous Exps.</b>		
Preliminary Exps	74137	74137
Public Issue Exps	469104	469104
Profit & Loss Account	6962215	7329934
Total Rs.	7505456	7873175

<b>Schedule 8 Income</b>		
Project Income	5000000	0
Other Income	35000	0
Total Rs.	5035000	0

<b>Schedule 9 Other Operational Exps</b>		
Employees Emoluments	3572650	0
Audit Fees	10500	10500
Other Exps	417994	0
Total Rs.	4001144	10500

<b>Schedule 10 Finance Charges</b>		
Interest & Commission Exps	133856	1750
Total Rs.	133856	1750

## SCHEDULE 11 NOTES ON ACCOUNTS & ACCOUNTING POLICIES

### BASIS OF ACCOUNTING

The financial statements are prepared on the basis of historical cost convention and on accrual basis.

### FIXED ASSETS AND DEPRECIATION

Fixed Assets are stated at cost and includes all the expenditure of Capital Nature.

Depreciation has been provided on SLM in accordance with the rate specified under Schedule XIV of the Companies Act, 1956. Depreciation on additions during the year is provided on pro-rata basis with reference to the date of installation.

### RETIREMENT BENEFITS

Provident Fund & Gratuity is not applicable to the company.

### OTHER NOTES ON ACCOUNTS

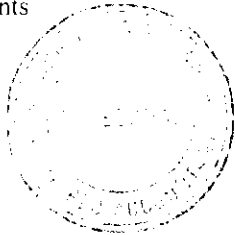
1. Estimated value of Contract outstanding on Capital accounts Rs. NIL
2. Expenditure incurred relating to Public Issue is amortised over a period of 10 years.
3. Advance recoverable in cash or kind includes advance in the nature of loan which are without any stipulation regarding the interest and for which confirmations are not obtained. In the absence of stipulation as to interest no portions of the interest has been considered as accrued.
4. Statistical Information

Sr. No	Particulars	31-03-2010	31-03-2009
1	Installed Capacity	N.A.	N.A.
2	Opening Stock	NIL	NIL
3	Closing Stock	NIL	NIL
4	Value of Imports on CIF Basis	NIL	NIL
5	Expenditure in Foreign Currency	NIL	NIL
6	Income in Foreign Currency	NIL	NIL
7	Managerial Remuneration	NIL	NIL
8	Audit Fees	10500	10500

5. The purchase consideration for the Land and Building at Coimbtore was paid to the Managing Director and the assets are yet to be transferred in the name of the Company.
6. In the opinion of the Board Current Assets, Loans and Advances will fetch the amount stated, if realized in the ordinary course of business.
7. Previous Year Figures have been regrouped or rearrange wherever necessary.

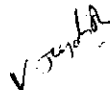
For Ashit T. Macwan  
Chartered Accountants

(Ashit T. Macwan)  
Proprietor  
Mem No. 107891



Place : Ahmedabad  
Date : 03.06.2010

For AKF Soft & Infosys (India) Ltd

  
Director

  
Director

Place : Coimbatore  
Date : 3/6/2010

**BALANCE SHEET ABSTRACT AND COMPANIES GENERA PROFILE  
PART IV SCHEDULE VI OF THE COMPANIES ACT, 1956**

**Registration Details**

Registratio Number	18-6017 of 1995	State Code	18
Balance Sheet Date	31-03-2010		
Public Issue	NIL	Bonus Issue	NIL
Right Issue	NIL	Private Placement	NIL

**Position & Mobilisation of Funds (Rs. In 000's)**

Total Liabilities	27902.25	Total Assets	27902.25
Sources of Funds		Application of Funds	
Paid up Capital	27902.25	Net Fixed Assets	45191.96
Reserves & Surplus		Investments	
Secured Loans		Net Current Assets	15887.65
Unsecured Loans		Miscellaneous Exps.	56 75054.

**Performance of the Company (Amt. in Rs. 000's)**

Turnover		Total Expenditure	46.67
Profit Before Tax	3.67	Profit After Tax	3.67
Earning Per Share		Dividend Rate	

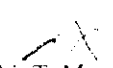
**Generic Names of the Three Principal Products**

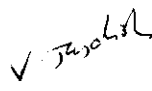
1 Item Code No. N.A.

As per Our Report of Even Date

For Ashit T. Macwan  
Chartered Accountants

For AKF Soft & Infosys (India) Ltd

  
(Ashit T. Macwan)  
Proprietor  
Mem No. 107891

  
Director

  
Director

Place : Ahmedabad  
Date : 31/03/2010

Place : Coimbtore  
Date : 3/1/2010

**AKL SOFT & INFOSYS INDIA LIMITED**

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

(In Rs.)

	<b>PARTICULARS</b>	<b>31.03.2010</b>	<b>31.03.2009</b>
<b>A</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
	Net Profit Before Tax	3,67,719	-12250
	Adjustment for		
	-Depreciation	5,32,281	0
	-Financial & Interest Charges	1,33,856	1,750
	<b>Operating Profit before Working Capital Changes</b>	<b>1033856</b>	<b>-10500</b>
	Adjustment for changes in working Capital		
	-Sundry Debtors	-500001	41,370
	-Loan Advances and Current Assets	7750	-20,370
	<b>Cash generated from Operations</b>	<b>0</b>	<b>0</b>
	-Taxes Paid		
	<b>Net Cash Flow from Operating Activities - A</b>	<b>5,41,606</b>	<b>10,500</b>
<b>B</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
	-Purchase on Fixed Assets	0	0
	-Proceeds from Sale of Fixed Assets	0	0
	<b>Net Cash used in investing activities - B</b>	<b>0</b>	<b>0</b>
<b>C</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
	-Financial & Interest Charges	(1,33,856)	1,750
	<b>Net Cash Flow from Financing Activities - C</b>	<b>- 1,33,856</b>	<b>1,750</b>
	<b>Net increase/decrease in cash &amp; cash equivalents (A+B+C)</b>	<b>4,07,750</b>	<b>12,250</b>
	<b>Cash &amp; Cash Equivalents as at 31.03.2009</b>	<b>14,59,658</b>	<b>14,47,408</b>
	<b>Cash &amp; Cash Equivalents as at 31.03.2010</b>	<b>18,67,408</b>	<b>14,59,658</b>

**NOTE**

The Cash Flow Statement has been prepared under the Indirect method as set out in AS 3 on Cash Flow Statement issued by Companies (Accounting Standard) Rules, 2006.

For, Ashit T. Macwan  
Chartered Accountants

(Ashit T. Macwan)  
Proprietor  
Mem No. 107891

Place : Ahmedabad  
Date: 31.03.2010

For AKL Soft & Infosys (India) Limited

V. Suresh  
Director

  
Director

Place: Coimbatore  
Date: 31/03/2010