

FUTURISTIC SECURITIES LIMITED

CERTIFIED TO BE TRUE COPY
For FUTURISTIC SECURITIES LTD.


DIRECTOR

39th
ANNUAL REPORT
2009 - 2010

BOARD OF DIRECTORS

SHRI S. K. THIRANI Chairman
DR. A. K. GARG Director
SHRI A. K. CHOPRA Director
(Appointed w.e.f. 28/01/2010)
SHRI ANIL GADODIA Director
(Resigned w.e.f. 28/01/2010)

AUDITORS

R. JAITLEIA & CO
Chartered Accountants

REGISTRY AND SHARE DEPOSITARY
CENTRAL DEPOSITARY LIMITED

BANKER

Central Bank of India

REGISTERED OFFICE

114, Shah & Nahar Industrial Estate,
Off. Dr. E. Moses Road, Worli,
Mumbai - 400 018

Regd. Office: 114, Shah & Nahar Ind. Estate
Off Dr.E. Moses Road, Worli, Mumbai 400 018

NOTICE

NOTICE is hereby given that the 39th Annual General Meeting of the Members of the Company will be held on Wednesday, the 29th September, 2010 at 4.30 P.M. at the Registered Office of the Company at 114, Shah & Nahar Ind. Estate, Off Dr. E. Moses Road, Worli, Mumbai 400 018 to transact the following business.

ORDINARY BUSINESS

1. To receive, consider and adopt the Company's Audited Balance Sheet as at 31st March, 2010 and Profit & Loss Account for the year ended on that date and the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Dr. A.K. Garg, who retires by rotation and is eligible for re-appointment.
3. To appoint Auditors to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS

4. To Consider and, if thought fit, to pass with or without modification(s) the following resolution as an ordinary resolution.

"RESOLVED THAT Mr. A.K. Chopra, in respect of whom, the Company has received a notice under Section 257 of the Companies Act, 1956 proposing his candidature for the directorship, be and is hereby appointed as a Director of the company, liable to retire by rotation."

By Order of the Board

Place : Mumbai
Date : 30th July, 2010

Dr. A. K. Garg
(Director)

NOTES :

- 1) A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
- 2) An Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956 pertaining to Item No.4 is annexed hereto.
- 3) The Register of Members and Share Transfer Books of the Company will remain closed from Wednesday, 22nd September, 2010 to Wednesday, 29th September, 2010 (both days inclusive).

ANNEXURE TO THE NOTICE

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956.

Item No. 4

The Board of Directors of the Company appointed Mr. A.K. Chopra as an additional director with effect from 28th January 2010. He is entitled to hold office upto the forthcoming Annual General Meeting of the Company.

The Company has received notice together with necessary deposits u/s 257 of the Companies Act 1956 from the member of the Company signifying his intention to propose the appointment of Mr. A.K. Chopra as a director of the Company.

Mr. A.K. Chopra deemed to be concerned or interested in the resolution as the same concern his appointment.

The Board recommends the passing of the above resolution as item No. 4 of the Notice.

Save as aforesaid, none of the Directors is, in any way, concerned or interested in the above resolution.

By Order of the Board

Place : Mumbai
Date : 30th July, 2010

Dr. A. K. Garg
(Director)

DIRECTORS' REPORT

Your Directors present the 39th Audited Statement of Accounts of the Company for the year ended 31st March, 2010:

FINANCIAL RESULTS:

	For the year ended 31.3.2010 (Rs. In lacs)	For the year ended 31.3.2009 (Rs. In Lacs)
Total Income	6.65	8.14
Profit/(Loss) before provision of Depreciation & Taxation	3.73	5.71
Less:		
(i) Depreciation	0.02	
(ii) Taxation	<u>0.95</u>	<u>2.02</u>
Net Profit (Loss)	2.76	3.69
Add/Less : Net loss brought forward	<u>(87.71)</u>	<u>(91.40)</u>
Net Loss carried to Balance Sheet	<u><u>(84.95)</u></u>	<u><u>(87.71)</u></u>

OPERATIONS:

During the year under review, the Company was not having trading activities.

DIVIDEND:

In view of the insufficient profit for the year under review and carried forward losses, your Directors do not recommend any Dividend for the year.

DIRECTORS:

Dr. A.K. Garg retire by rotation at the ensuing Annual General Meeting and being eligible and offer himself for re-appointment as a Director of the Company at the forthcoming Annual General Meeting.

Mr. Anil Gadodia tendered his resignation from the office of the Director of the Company with effect from 28th January 2010 during the year under review.

Mr. A.K. Chopra was appointed as an additional director of your company with affect from 28th January, 2010 and holds office till the conclusion of ensuing annual general meeting. The approval of the shareholders is being sought to the appointment of Mr. A.K. Chopra as a director of your company.

DIRECTORS' RESPONSIBILITY STATEMENT:

As stipulated in Section 217(2AA) of Companies Act, 1956, your Directors subscribe to the "Directors' Responsibility Statement" and confirm as under: -

- i) that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii) that the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the company for that period;

- iii) that the Directors have 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;
- iv) that the Directors have prepared the annual accounts on a going concern basis

CORPORATE GOVERNANCE REPORT:

The Paid-up Capital of the Company is less than Rs. 3.00 Crores. Hence the Corporate Governance Report as required by clause 49 of the Listing Agreement with Stock Exchange is not applicable to the Company.

AUDITORS:

The Company's Auditors M/s. Jaitlia & Co., Chartered Accountants, retire at the conclusion of this ensuing Annual General Meeting and are eligible for re-appointment.

AUDITORS' REPORT:

The Auditors have qualified the Report for not making provision for doubtful Sundry Debtors of Rs. 8,49,263/- and Loans and Advances of Rs. 3,25,921/-. The provisions for the same have not been made because the Management is still making efforts to recover the same and hopeful to recover the same.

PARTICULARS OF EMPLOYEES:

The Company has no employees, whose particulars are required to be furnished under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975.

COMPLIANCE CERTIFICATE:

A Compliance Certificate required under Section 383-A of the Companies Act, 1956 read with Sub-Rule (1) of Rule 3 of the Companies (Compliance Certificate) Rules 2001, obtained from the Practising Company Secretaries, Mumbai for the year ended 31st March, 2010 has been attached with this report.

ADDITIONAL INFORMATION REQUIRED UNDER THE COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF THE BOARD OF DIRECTORS) RULES 1988.

There is no Foreign Exchange earning nor outgo during the year under review.

Other information are not applicable to this Company.

ACKNOWLEDGEMENT:

The Directors wish to place on record their appreciation for the sincere co-operation extended by the Shareholders during the year.

For and on behalf of the Board

(S.K. Thirani)
Chairman

Place : Mumbai

Dated : 30th July, 2010

COMPLIANCE CERTIFICATE

Registration No. of the company : 11 – 15137

Nominal Capital : Rs. 5,00,00,000/-
(Issued & Paid : Rs 1,95,00,000/-
Up Capital)

To,
The Members,
M/S. FUTURISTIC SECURITIES LIMITED.

We have examined the registers, records, books and papers of M/S. FUTURISTIC SECURITIES LIMITED (Regd. No. 11- 15137) (The Company) as required to be maintained under the Companies Act, 1956, (The Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2010. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company and its officers and agents we certify that in respect of the aforesaid financial year :

- 1) The Company has kept and maintained all registers as stated in Annexure 'A' to this certificate as per the provisions and rules made there under and all entries therein have been duly recorded.
- 2) The Company has filed the forms and returns as stated in Annexure 'B' to this certificate with the Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the rules made there under.
- 3) The Company is Public Limited Company and hence comments are not required.
- 4) The Board of Directors duly met 4(Four) times respectively on 27th April 2009, 29th July 2009, 28th October 2009, 28th January 2010, in respect of which meetings **proper notices were given** and the proceedings were properly recorded and passed in the Minutes Book maintained for the purpose .
- 5) The Company closed its Register of Members from 17th September 2009 to 24th September 2009 and necessary Compliance of Section 154 of the act has been made.
- 6) The Annual General Meeting for the financial year ended on 31st March, 2009 was held on 24th September, 2009 after giving due notice to the members of the company and the resolutions passed thereat were duly recorded in the Minutes book **maintained for the purpose.**
- 7) No Extra-ordinary general meeting was held during the financial year.
- 8) The Company has not advanced any loans to its director or persons or firms or companies referred to under section 295 of the Act.
- 9) The Company has not entered into any contracts falling within the purview of section 297 of the Act during the financial year.
- 10) The Company has made necessary entries in the Register maintained under Section 301 of the Act.
- 11) As there were no instances falling within the purview of Section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, members or Central Government.
- 12) The Company has not issued duplicate share certificate during the financial year.

- 13) The Company has stated that :
- (i) Not allotted any Securities during the financial year and has delivered all the Certificates after transfer/transmission of Securities of the Company in accordance with the provisions of the Act .
 - (ii) The Company has not declared any dividend during the financial year so the question of depositing the same in a separate bank account does not arise.
 - (iii) As the Company has not declared any dividend during the financial year the question of posting of dividend warrant and transfer of unclaimed/unpaid dividend to unpaid dividend account does not arise.
 - (iv) During the financial year ended the Company was not required to transfer any of the specified amounts to the Investor Education and Protection Fund.
 - (v) Duly complied with the requirements of section 217 of the Act.
- 14) The Board of Directors of the company is duly constituted. There was appointment of additional directors and has duly constituted but there was no appointment of alternate directors and directors to fill casual vacancy during the financial year .
- 15) The company has not appointed any Managing Director/ Whole-time Director/ Manager during the financial year.
- 16) The Company has not appointed any sole selling agents during the financial year.
- 17) The Company was not required to obtain any approvals of the Central Government, Company Law Board/ Regional Director/ Registrar and /or such other authorities prescribed under the various provisions of the Act during the financial year.
- 18) The Directors have **disclosed** their interest in other firms/ Companies to the Board of Directors pursuant to the provision of the Act and the rules made there under.
- 19) The Company has not issued any Shares, debentures or other securities during the financial year.
- 20) The Company has not bought back any shares during the financial year.
- 21) There was no redemption of preference shares or debentures, during the financial year.
- 22) There was no transaction necessitating the Company to keep in abeyance the rights to dividend / rights shares and bonus shares pending registration of transfer of shares.
- 23) The Company has not invited or accepted any Deposits including any unsecured loans falling within the purview of Section 58A of the Act read with Companies (Acceptance of Deposit) Rules 1975, during the financial year.
- 24) The Company has not made borrowings during the financial year.
- 25) The Company has not given loans to and made Investments in other bodies corporate in compliance with the provision of the Act. However company being a investment company provision of section 372A of the act do not apply to the company and therefore entries of the Loans given and investment made in other Bodies Corporate have not been in any register. The company has not given any

guarantee to any other bodies corporate during the financial year.

- 26) The Company has not altered the provisions of the Memorandum with respect to situation of the Company's Registered Office from one State to another during the year under scrutiny.
- 27) The Company has not altered the provisions of the Memorandum with respect to the objects of the Company during the year under scrutiny.
- 28) The Company has not altered the provisions of the Memorandum with respect to name of the Company during the year under scrutiny and complied with the provisions of the Act.
- 29) The Company has not altered the provisions of the Memorandum with respect to Share Capital of the Company during the year under scrutiny.
- 30) The Company has not altered its Articles of Association during the financial year.
- 31) There was no prosecution initiated against or show cause notices received by the Company and no fines or penalties or any other punishment was imposed on Company during the financial year, for offences under the Act.
- 32) The Company has not received any money as security from its employees during the financial year under certification.
- 33) The Company has deposited both employee's and employer's contribution to provident fund with prescribed authorities pursuant to section 418 of the Act.

Place : **Mumbai**
Date : 30th July 2010

Signature :

Name of the Company Secretary :
MRS. RAGINI CHOKSHI

FOR RAGINI CHOKSHI & ASSOCIATES
(Proprietor)
C. P. No. 1436.

ANNEXURE 'A'**Registers as maintained by the Company**

1. Register of Members u/s.150.
2. Registers and Returns u/s.163.
3. Minutes Books of Meetings u/s 193.
4. Books of Accounts u/s 209.
5. Register of Directors, Managing Director, Manager and Secretary u/s. 303.
6. Register of Directors Shareholding u/s 307.
7. Register of Fixed Assets.
8. Register of Contracts u/s 301
9. Register of Share Transfer.

ANNEXURE 'B'

Forms and Returns as filed by the Company with the Registrar of the Companies, Regional Director, Central Government or other authorities during the financial year ended on 31st March, 2010

Sr.No.	Form No/ Return	Filed under Section	For	Date of Filing	Whether filing within Prescribed Time Yes/No	If delay in filing whether requisite additional fee paid Yes/No
1.	Form 20B	159(1)	2008-2009	10-11-2009	Yes	No
2.	Form 23AC/ACA Balance sheet and Profit and Loss A/c	220	2008-2009	05-10-2009	Yes	No
3.	Form 66	383 A	2008-2009	03-10-2009	Yes	No
4.	Form 32		2008-2009	05-02-2010	Yes	No

AUDITORS' REPORT TO THE SHAREHOLDERS

We have audited the attached Balance Sheet of FUTURISTIC SECURITIES LIMITED as at 31st March 2010 and the Profit and Loss Account for year ended on that date, both annexed thereto and the Cash Flow Statement for the period ended on that date. These financial statements are the responsibility of the Company's management. Our responsibility is to express our opinion on these financial statements based on our audit.

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

- 1) As required by the Companies (Auditor's Report) Order, 2003 issued by the Company Law Board in terms of Section 227(4A) of the Companies Act, 1956, on the basis of such checks as we can consider appropriate and according to the information and explanation given to us during the course of audit, we annex hereto a statement on the matters specified in the said Order.
- 2) Further to our comments in the annexure referred to in paragraph (1) above, we state 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 account as required by Law have been kept by the Company so far as appears from our examination of such books.
 - c) The Balance Sheet and Profit & Loss Account referred to in this report are in agreement with the Books of Account.
 - d) In our opinion, the Balance Sheet and the Profit & Loss Account dealt with by this report are in compliance with the Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956.
 - e) In our opinion, and based on information and explanations given to us, none of the directors are disqualified as on 31st March, 2010 from being appointed as directors in terms of clause (g) of sub-section (1) of Sec 274 of the Companies Act, 1956.
 - f) In our opinion and to the best of our information and according to the explanations given to us, the said Balance Sheet and Profit and Loss Account read together with the notes thereon and subject to Non Provision of Doubtful Sundry Debtors of Rs. 8,49,263/- and Loans and Advances of Rs. 3,25,921/-, thereby understating Loss and overstating Current Assets by the like amount give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.
 - i) In the case of the Balance Sheet of the State of affairs of the company as at 31st March, 2010, and
 - ii) In the case of the Profit and Loss Account of 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.

Special Directions of "Non-Banking Financial Companies Auditor's Report (Reserve Bank Directions, 1998"

1. The Company has been granted registration no. 13.00309 by the Reserve Bank of India as provided in Section 451A of the Reserve Bank of India Act, 1934 (2 of 1934).
2. The Company has passed Board Resolution that no deposits from public shall be accepted.
3. The Company has not accepted any deposits from Public during the financial year under review.

For R. JAITLIA & CO.

Chartered Accountants

Firm Registration No. 117246W

(RATANLAL JAITLIA)

Partner

Membership No. 009513

Place : Mumbai

Date : 30th day of July, 2010

ANNEXURE TO THE AUDITORS' REPORT REFERRED TO IN PARAGRAPH (1) OF OUR REPORT OF EVEN DATE TO THE SHAREHOLDERS OF FUTURISTIC SECURITIES LIMITED FOR THE YEAR ENDED 31ST MARCH, 2010.

- 1) As required by the Companies (Auditor's Report) Order, 2003 and according to the information and explanations given to us during the course of the audit and on the basis of such checks as were considered appropriate, we report that –
 - 4(i)(a) According to the information and explanations given to us, the fixed assets records showing full particulars including quantitative details and situation of fixed assets are under compilation.
 - 4(i)(b) The fixed assets have been physically verified by the management at reasonable intervals. Till the completion of the fixed assets records, we are unable to report the discrepancies if any noticed on such physical verification with the book records.
 - 4(ii)(a) The Company does not have any inventories and hence provisions verification and recording of same are not applicable.
 - 4(iii) The Company has neither granted nor taken any loans to / from any party covered in the Register maintained under Section 301 of the Companies Act, 1956. Consequently, the requirements of clauses (iii)(a) to (iii)(g) of paragraph 4 of the Order are not applicable.
 - 4(iv) There are adequate internal control system commensurate with the size of the company and the nature of its business for the purchase & sale of Shares & Securities for the sale of services.
 - 4(v) (a) To the best of our knowledge and belief and according to information and explanations given to us, we are of the opinion that the transactions that need to be entered into the Register maintained under section 301 of the Companies Act, 1956 have been entered.
 - 4(v) (b) In our opinion and according to the information and explanations given to us, 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 each party during the year have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
 - 4(vi) The company has not accepted deposits from the public and, therefore, the directives issued by the Reserve Bank of India and the provisions of Section 58A and 58AA or any other relevant provisions of the Act and the Rules framed there under are not applicable.
 - 4(vii) In our opinion, the Company has an adequate Internal Audit System commensurate with its size and nature of its business.
 - 4(viii) The company is not a manufacturing company and hence maintenance of cost records u/s 209(1)(d) of the Companies Act, 1956 is not applicable.
 - 4(ix)(a) According to the records of the company, the company is regularly depositing undisputed statutory dues including Provident Fund, Income Tax, Employees State Insurance and other statutory dues with appropriate authorities. According to the information and explanation given to us, there are no undisputed amount payable in respect of statutory dues which have remained outstanding as at 31st March, 2010 for a period of more than six months from the date they became payable.
 - 4(ix)(b) According to the information and explanations given to us, disputed amounts in respect of Income Tax demand as at 31st March, 2010, not deposited are as under :

<u>Financial year to which the matter pertains</u>	<u>Forum where matter is pending</u>	<u>Amount (Rs.in lacs)</u>
2001-02 & 2003-04	Commissioner of Income Tax (Appeal)	6.16

- 4(x) The Company's accumulated losses at the end of the financial year are less than 50% of its net worth. The Company has however not incurred cash loss in the current financial year.
- 4(xi) The Company has not defaulted in any repayment of dues to banks.
- 4(xii) According to the information & explanations given to us the company has not granted loans & advances on the basis of security by way of pledge of shares, debentures & other securities and hence no documents and records are required to be maintained.
- 4(xiii) The provisions of any special statute applicable to Chit Fund, Nidhi or Mutual Benefit Fund or Societies are not applicable to the company for the year under report.
- 4(xiv) According to the information and explanation given to us, the proper records has been maintained of the transactions and contracts. The shares, securities & other investments have been held by the company in its own name.
- 4(xv) According to the information and explanation given to us, the company has not given any guarantee for loans taken by others from bank or financial institution.
- 4(xvi) The Company has not taken any term loan during the year.
- 4(xvii) On the basis of our examination, the company has not raised any short term funds which have been used for long term investments during the year.
- 4(xviii) The Company has not made any preferential allotment of shares to parties and companies covered under the register maintained u/s 301 of the Companies Act, 1956.
- 4(xix) The Company has not issued any debentures during the year and hence no securities have been created.
- 4(xx) The Company has not raised any money by way of public issue during the year and, therefore, disclosure of the end use of money is not required.
- 4(xxi) On the basis of our examination and according to the information & explanations given to us no fraud on or by the company have been noticed or reported during the year.

For R. JAITLIA & CO.
Chartered Accountants
Firm Registration No. 117246W

Place : Mumbai
Date : 30th Day of July, 2010

(RATANLAL JAITLIA)
Partner
Membership No. 009513

BALANCE SHEET AS AT 31ST MARCH, 2010

	Schedule	As at 31.03.2010 Rs.	As at 31.03.2009 Rs.
I SOURCES OF FUNDS			
1.SHARE HOLDERS' FUND			
a) Share Capital	A	19500000	19500000
b) Reserves & Surplus	B	2000000	2000000
		<u>21500000</u>	<u>21500000</u>
II APPLICATION OF FUNDS			
1. FIXED ASSETS			
a) Gross Block	C	383203	433466
b) Less : Depreciation		279041	326158
c) Net Block		<u>104162</u>	<u>107308</u>
2. INVESTMENTS	D	4029460	4029460
3. CURRENT ASSETS, LOANS & ADVANCES			
a) Sundry Debtors	E	849263	849263
b) Cash & Bank Balances	F	66800	163114
c) Loans & Advances	G	8123445	7750560
		<u>9039508</u>	<u>8762937</u>
Less: CURRENT LIABILITIES & PROVISIONS			
a)Current Liabilities	H	168603	171142
		<u>168603</u>	<u>171142</u>
NET CURRENT ASSETS		<u>8870905</u>	<u>8591795</u>
Profit & Loss Account		8495473	8771437
		<u>21500000</u>	<u>21500000</u>
NOTES TO THE ACCOUNTS AND ACCOUNTING POLICIES	K		

Schedule A to H and Schedule K referred to above form an Integral part of the accounts. (As per our report annexed)

For R. JAITLEA & CO.
Chartered Accountants
Firm Registration No. 117246W

For and on behalf of the Board

(RATANLAL JAITLEA)
Partner
Membership No. 009513

S. K. THIRANI
Director

DR. A. K. GARG
Director

Place : Mumbai

Date : 30th day of July, 2010

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

Schedule	For The Year Ended 31.03.2010 Rs.	For The Year Ended 31.03.2009 Rs.	
A. INCOME			
a. Other Income & Receipts	I	664916	814300
Total A	<u>664916</u>	<u>814300</u>	
B. EXPENDITURE			
a. Administrative & Other Expenses	J	292009	243063
b. Depreciation		1943	2635
Total B		<u>293952</u>	<u>245698</u>
PROFIT FOR THE YEAR BEFORE TAX [A-B]		370964	568602
LESS:PROVISION FOR INCOME TAX			
Current Year Tax		-95000	-200000
		<u>275964</u>	<u>368602</u>
Add/ (Less) : Balance Brought Forward from previous years		-8771437	-9140039
Balance carried to Balance Sheet		<u>-8495473</u>	<u>-8771437</u>
Basic & Diluted Earning Per Share (Rs.)		0.14	0.19
Nominal Value per Share (Rs.)		10	10
NOTES TO THE ACCOUNT AND ACCOUNTING POLICIES	K		

Schedule I to J and Schedule K referred to above form an Integral part of the accounts. (As per our report annexed)

For R. JAITLIA & CO.

Chartered Accountants
Firm Registration No. 117246W

(RATANLAL JAITLIA)
Partner
Membership No. 009513

Place : Mumbai

Date : 30th day of July, 2010

For and on behalf of the Board

S. K. THIRANI
Director

DR. A. K. GARG
Director

**SCHEDULE ANNEXED TO AND FORMING PART OF THE
BALANCE SHEET AS AT 31ST MARCH, 2010**

	AS AT 31.03.2010 Rs.	AS AT 31.03.2009 Rs.
SCHEDULE A		
SHARE CAPITAL		
AUTHORISED		
49,50,000 Equity Shares of Rs. 10/- each (Previous Year 49,50,000 Equity Shares of Rs.10/- each)	49500000	49500000
5,000 Preference Shares of Rs. 100/- each (Previous Year 5,000 Preference Shares of Rs.100/- each)	500000	500000
	<u>50000000</u>	<u>50000000</u>
ISSUED, SUBSCRIBED & PAID UP		
19,50,000 Equity Shares of Rs. 10/- each (Previous Year 19,50,000 Equity Shares of Rs.10/- each)	19500000	19500000
(out of the above 7,500 shares were allotted as fully paid up Bonus Shares by way of Capitalisation of General Reserve)		
	<u>19500000</u>	<u>19500000</u>
SCHEDULE B		
RESERVES & SURPLUS		
CAPITAL RESERVE		
Special Capital Incentive	2000000	2000000
	<u>2000000</u>	<u>2000000</u>

**SCHEDULE C
FIXED ASSETS**

Description	Gross Block			Depreciation			Net Block			
	As At 01.04.2009 Rs.	Additions During the Yr. Rs.	Sales During the Yr. Rs.	Total Upto 31.03.2010 Rs.	As At 01.04.2009 Rs.	Less Adj. during the year Rs.	Provided During the Yr. Rs.	Total Upto 31.03.2010 Rs.	As at 31.03.2010 Rs.	As at 31.03.2009 Rs.
	FREEHOLD LAND *	95941	0	0	95941	0	0	0	95941	95941
ELECTRICAL INSTALLATION	39933	0	39933	0	39167	0	0	0	0	766
FURNITURE FIXTURES & OFFICE EQUIPMENT	165112	0	0	165112	155460	0	1738	157198	7914	9652
LEASE HOLD IMPROVEMENT	10330	0	10330	0	9893	0	0	0	0	437
COMPUTER	122150	0	0	122150	121638	0	205	121843	307	512
TOTAL	433466	0	50263	383203	326158	49060	1943	279041	104162	107308
PREVIOUS YEAR'S FIGURES	433466	0	0	433466	323523	0	2635	326158	107308	

* The Company has given land situated at Chhatapur, Delhi on lease to a Company for a period of 99 years in pursuance of agreement dated 19th September 1990 on a consideration of a premium of Rs. 1,75,000/- and yearly rent of Rs. 100 per year. The proportionate premium for the period and yearly Rent has been shown as Miscellaneous Income.

SCHEDULE D

			AS AT 31.03.2010 Rs.	AS AT 31.03.2009 Rs.
INVENTMENT (AT COST) (LONG TERM)				
UNQUOTED (FULLY PAID UP)				
	Face Value Per Share	No. of Shares		
Equity Shares in				
a) Kores (India) Ltd.	RS. 10/-	81200	4029460	4029460
(Previous year 81200)			<u>4029460</u>	<u>4029460</u>

SCHEDULE E**SUNDRY DEBTORS**

(Unsecured but considered good except otherwise stated)

- Debts outstanding for a period exceeding six months (Considered doubtful & not provided for Rs.849263) (Previous Yr Rs. 849263)	849263	849263
- Others	0	0
	<u>849263</u>	<u>849263</u>

SCHEDULE F**CASH & BANK BALANCES**

Cash Balance in Hand (as certified by the Management)	23193	101163
Balances with Scheduled Bank in Current Account	43607	61951
	<u>66800</u>	<u>163114</u>

SCHEDULE G

	AS AT 31.03.2010 Rs.	AS AT 31.03.2009 Rs.
LOANS AND ADVANCES		
LOANS		
Intercorporate Deposits (Considered doubtful & not provided for Rs. 173700/- P.Y.193200)	7628400	7249690
ADVANCES		
Deposit with Others (Considered doubtful & not provided for Rs. 152121/- ,P.Y. Rs.171621/-)	152221	171721
Income Tax paid in advance (Net of Provision)	342824	329149
	<u>8123445</u>	<u>7750560</u>

SCHEDULE H**a) CURRENT LIABILITIES**

SUNDRY CREDITORS		
For Trade & Expenses	29279	29950
Adv Premium against Land given on Lease	139324	141192
	<u>168603</u>	<u>171142</u>

SCHEDULE ANNEXED TO AND FORMING PART OF THE PROFIT AND LOSS ACCOUNT

	FOR THE YEAR ENDED 31.03.2010 Rs.	FOR THE YEAR ENDED 31.03.2009 Rs.
SCHEDULE I		
OTHER INCOME & RECEIPTS		
Miscellaneous Income	1968	1968
Interest on Loan (TDS Rs. 58175/- Previous Year TDS Rs. 1812332/-)	581748	812332
Dividend	81200	0
	<u>664916</u>	<u>814300</u>
SCHEDULE J		
ADMINISTRATIVE & OTHER EXPENSES		
Postage Telegram & Telephone	18037	17168
Printing & Stationery	16972	20000
Payment to Auditors		
Audit Fees	16854	16854
Legal & Professional Fees	89073	49396
Service Charges	72000	72000
Listing Fees	12214	10000
Filing Fees	2000	1500
Other Expenses	3124	2566
Bank Charges	166	693
Advertising Expenses	34630	28896
Sundry Balance Written off	1203	0
Directors Fees	10000	10000
CDSL / NSDL Annual Fees	13236	8990
Professional Tax	2500	5000
	<u>292009</u>	<u>243063</u>

SCHEDULE K**ACCOUNTING POLICIES.****1. FIXED ASSETS**

All tangible assets are stated at cost less depreciation.

2. DEPRECIATION

Depreciation has been calculated for the year on the Assets of the Company on written down value at the rates specified in Schedule XIV of the Companies Act, 1956, on single shift on pro-rata time basis.

3. INVENTORIES

Basis of Valuation: Shares & Securities: At Cost or Market value whichever is lower.

4. INVESTMENTS (LONG TERM)

Long term investments are stated at cost.

5. RETIREMENT BENEFITS

- i Contribution to Provident Fund & other recognised funds if any are charged to Profit & Loss Account.
- ii Provision for Leave Encashment on Retirement has not been made since according to the Company's Policy, Leave Encashment is not a retirement benefit.
- iii Payment for Gratuity Act, 1972 is not applicable to the Company.

6. RECOGNITION OF INCOME AND EXPENDITURE

Items of Income & Expenditure are recognised on accrual basis except Dividend on Shares & Securities held as Investment is accounted for on actual receipt basis.

7. TAXATION

Tax on income for the current period is determined on the basis of taxable income and tax credits computed in accordance with the provision of Income Tax Act, 1961.

NOTES TO ACCOUNTS :

1. 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 realisable in the ordinary course of business.
2. Balance of sundry debtors, loans and advances and creditors are subject to confirmation. Necessary adjustment if any, will be made in the accounts on receipt of such confirmations.
3. Special Capital Incentive of Rs.2000000/-received from the State Industrial & Investment Corporation of Maharashtra Ltd. is subject to conditions laid down in the relevant agreement.
4. Segment Reporting – Accounting Standard 17
The Company is engaged in Shares & Securities transactions which falls under one segment and hence no separate segment reporting is given as envisaged in Accounting Standard 17 issued by ICAI.
5. Earnings Per Share [EPS] computed in accordance with Accounting Standard 20
;“Earning per Share”

	2009-2010	2008-2009
Basic :		
Particulars		
Profit /-Loss after tax as per Accounts (Rs.)	275964	368602
Number of shares issued	1950000	1950000
Basic EPS (Rs.)	0.14	0.19

Diluted :

Diluted EPS is not calculated / applicable since there are no dilutive potential equity shares that are outstanding during the year.

	2009-2010	2008-2009
6. Remuneration to Auditors:		
(a) Audit Fees	16854	15000
(b) Other Fees:		
Certification fees	NIL	11126

7. Taxes on Income – Accounting Standard 22**Taxation:**

Accumulated deferred tax assets as at 31st March, 2010 has arisen on account of unabsorbed depreciation, brought forward losses and other timing differences. The Company has not accounted for the same. There is no accumulated deferred tax liability as at 31st March, 2010.

During the year the only item of timing difference is difference in the depreciation as per accounts and depreciation as per income tax provisions. The depreciation on assets which are subject to timing difference as per accounts is Rs. 1943/- and depreciation on the corresponding assets as per income tax provisions is Rs. 2489/-. The resultant deferred tax credit being nominal has not been quantified and accounted for in the books of account.

8. Disclosure of related parties / related party transactions:**A) Relationship****(a) Associate Companies / Concerns**

1. Kores (India) Ltd
2. Kores Services Ltd.
3. Solar Packaging P Ltd.
4. Shashi Finance P Ltd
5. Pepega (I & P) Ltd.
6. Shri Amarsinji Stationery Industries Ltd.

(b) Key Management Personnel & their relatives.

1. A.K. Thirani (Son)
2. S.K. Thirani (Director)
3. Sushila S.Thirani (Wife)
4. Rekha Thirani (Daughter in Law)
5. Nandini Mehta (Grand Daughter)
6. Neha Thirani (Grand Daughter)
7. Shashi Binani
8. Suhasini Lohia

Disclosure of related party transactions:

Sr No.	Nature of Transactions	Associate Companies/ Concerns	Key Management Personnel & their relatives
		Rs.	Rs.
1.	Directors' sitting fees paid	Nil (Nil)	Nil (Nil)

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

Additional information as required under part IV of Schedule VI to the Companies Act, 1956
Balance Sheet Abstract and Company's General Business Profile
Registration Details

Registration No. 15137 State Code 11
Balance Sheet Date 31.03.2010

Capital raised During the Year (Amount in rupees)

Public Issue	Nil	Right Issue	Nil
Bonus Issue	Nil	Private Placement	Nil

Position of Mobilisation and Deployment of funds (Amount in rupees)

Total Liabilities	21500000	Total Assets	21500000
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Sources of funds

Paid -up Capital	19500000	Reserves & Surplus	2000000
Secured Loans	Nil	Unsecured Loans	Nil

Application of Funds

Net Fixed Assets	104162	Investments	4029460
Net Current Assets	8870905	Misc. Expenditure	0
Accumulated Losses	8495473		

Performance of Company (Amount in rupees)

Gross Income	664916	Total Expenditure	293952
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Profit (Loss)Before Tax	370964	Profit (Loss)After Tax	275964
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Earning Per Share	0.14	Dividend	Nil
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Generic Names of two Principal Products of Company

Item Code (ITC Code)	N.A.
Product Description	N.A.

For R. JAITLEIA & CO.
Chartered Accountants
Firm Registration No. 117246W

For and on behalf of the Board

(RATANLAL JAITLEIA)
Partner
Membership No. 009513
Place : Mumbai
Date : 30th day of July, 2010

S. K. THIRANI	DR. A. K. GARG
Director	Director

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2010

	AS AT 31.03.2010		AS AT 31.03.2009	
A CASH FLOW FROM OPERATING ACTIVITIES				
Net profit before tax and extraordinary items		3.71		5.69
Adjustment for :				
Loss on Sale of Assets	-		-	
Loss on Sale of Investments	-		-	
Depreciation & Miscellaneous Exp. Written Off	0.02		0.03	
Interest/Dividend	(6.65)	(6.63)	(8.14)	(8.11)
Operating profit before working capital changes		(2.92)		(2.42)
Adjustments for :				
Trade & other receivables	(3.58)		34.05	
Investment			(40.29)	
Trade payable	(0.02)	(3.60)	(0.01)	(6.25)
Cash generated from operation		(6.52)		(8.67)
Interest paid		0.00		0.00
Direct taxes paid		(1.09)		(2.36)
CASH FLOW BEFORE EXTRAORDINARY ITEMS		(7.61)		(11.03)
Extra ordinary items		0.00		0.00
Net Cash from operating activities : A		(7.61)		(11.03)
B CASH FROM INVESTING ACTIVITIES				
Sale of Investments		-		-
Interest received		5.84		8.14
Dividend received		0.81		0.00
Net Cash used in investing activities B		6.65		8.14
C CASH FLOW FROM FINANCING ACTIVITIES		0.00		0.00
C		0.00		0.00
NET CASH USED IN FINANCING ACTIVITIES				
Net increase in cash and equivalents (A+B+C)		(0.96)		(2.89)
Cash and cash equivalents as at 01.04.2009 (Opening Balance)		1.63		4.52
Cash and cash equivalents as at 31.03.2010 (Closing Balance)		0.63		1.63

For **R. JAITLEA & CO.**
Chartered Accountants
Firm Registration No. 117246W

For and on behalf of the Board

(RATANLAL JAITLEA)
Partner
Membership No. 009513

S. K. THIRANI
Director

DR. A. K. GARG
Director

Place : Mumbai

Date : 30th day of July, 2010