

SRI NARAYAN RAJKUMAR MERCHANTS LIMITED

NOTICE

Notice is hereby given that the 42nd Annual General Meeting of the Members of Sri Narayan Rajkumar Merchants Limited will be held on Thursday, the 30th September, 2010 at 12.00 Noon at the Registered Office of the Company at Room No. 107, 1st Floor, Anand Jyoti Building, 41, Netaji Subhas Road, Kolkata-700 001 to transact the following business:-

ORDINARY BUSINESS:

1. To receive, consider, approve and adopt the Accounts and Balance Sheet for the year ended 31st March, 2010 and the Reports of the Directors and Auditors thereon.
2. (i) To appoint director in place of Shri Deepak Kumar Garg, who retires by rotation under Section 256 of the Companies Act, 1956 and, being eligible, offers himself for re-appointment.
3. (ii) To appoint director in place of Shri Yogesh Mathur, who retires by rotation under Section 256 of the Companies Act, 1956 and, being eligible, offers himself for re-appointment.
- 3 To appoint Auditors for the current year and fix their remuneration.

SPECIAL BUSINESS :

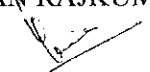
As an Ordinary Resolution (i):

“RESOLVED that Shri Mohan Lal, who vacates office as an Additional Director under Section 260 of the Companies Act, 1956 at this meeting, be and is hereby appointed a director of the company whose period of office will be liable to determination by retirement of directors by rotation.”

As an Ordinary Resolution (ii):

“RESOLVED that the re-appointment of Shri V. K. Sureka as Managing Director of the company w.e.f. 1st August, 2010 for a period of five years, who desired to render honourable services to the company hence dispensing with his claim to charge any remuneration therefor, as made by the Board of Directors, be and is hereby considered and approved.”

By Order of the Board
SRI NARAYAN RAJKUMAR MERCHANTS LTD.


(V.K. SUREKA)
MANAGING DIRECTOR

Room No. 107, 1st Floor,
Anand Jyoti Building,
41, Netaji Subhas Road,
Kolkata – 700 001

Date : 25th August, 2010

Notes:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself/herself. The proxy need not be a member of the Company. A Proxy form is attached herewith.
2. The Register of members and share transfer books of the Company will remain closed from Monday, the 27th September, 2010 to Thursday, the 30th September, 2010 (both days inclusive)
3. Explanatory Statement as required under Section 173(2) of the Companies Act, 1956 is attached.

EXPLANATORY STATEMENT

(Pursuant to Section 173(2) of the Companies Act, 1956 attached to the Notice dated 25th August, 2010 convening the 42nd Annual General Meeting)

Special Business – Ordinary Resolution (i):

Shri Mohan Lal was appointed as an additional director of the company on 10th June, 2010 under Section 260 of the Companies Act, 1956 and he holds office till the Annual General Meeting but is eligible for re-appointment. The company has received a notice alongwith a deposit of Rs.500/- as required under Section 257 of the Companies Act, 1956 from a member notifying his intention proposing candidature of Sh. Mohan Lal for the office of the director.

A brief resume of Sh. Mohan Lal, as required under clause 49(VI)(A) of the listing agreement is provided separately in the Corporate Governance Report enclosed to the Directors' Report. The directors recommend the appointment of Sh. Mohan Lal as a director of the company. Except Sh. Mohan Lal no other director is concerned or interested in the resolution.

Special Business – Ordinary Resolution (ii):

Your Board of Directors re-appointed Shri V. K. Sureka as Managing Director w.e.f. 1st August, 2010 for a period of five years who desired to render honourable services to the company hence dispensing with his claim to charge any remuneration therefor, subject to the approval of the shareholders in their meeting and as such the shareholders are requested to consider and pass the above stated resolution. Shri V. K. Sureka is very much suited to the aforesaid position since he has to his credit 38 years' experience related to the job in question. Except Shri V. K. Sureka, no other director is interested or concerned in the resolution.

By Order of the Board
SRI NARAYAN RAJKUMAR MERCHANTS LTD.

(V.K. SUREKA)
MANAGING DIRECTOR

Room No. 107, 1st Floor,
Anand Jyoti Building,
41, Netaji Subhas Road,
Kolkata – 700 001

Date: 25th August, 2010

SRI NARAYAN RAJKUMAR MERCHANTS LIMITED
DIRECTORS' REPORT TO THE MEMBERS

Your Directors have the pleasure in presenting the 42nd Annual Report together with the Audited Accounts of the company for the year ended 31st March,2010.

FINANCIAL RESULTS

Rs. in Lacs

	2009 – 10	2008 – 09
Gross Sales & Other Income	15560.70	50.81
Gross Profit before Depreciation	13.43	3.12
Less : Depreciation	0.01	0.04
Profit before Tax	13.42	3.08
Less: Provision for Income Tax: Current Year (1.96)		(0.30)
Less: MAT Credit Entitlement 1.91	(0.05)	-
Deferred Tax	1.66	0.10
Fringe Benefit Tax	-	0.05
MAT Credit Entitlement for earlier years	35.47	-
Excess Provision for Income Tax in Earlier Year	(2.17)	(2.11)
Profit after Tax	48.33	0.52.
Profit Available for Appropriation	633.66	586.68
Transferred to RBI Reserve	9.66	1.35
Balance Carried to Balance Sheet	624.00	585.33

DIVIDEND

In order to conserve the financial resources of the Company, the Directors have not recommended any dividend for the year under review.

FIXED DEPOSITS

The company has not accepted any deposits from public and is not, therefore, required to furnish information in respect of outstandings thereof as per Deposits Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1988.

DIRECTORS

In pursuance of Section 256 of the Companies Act, 1956, Shri Deepak Kumar Garg and Shri Yogesh Mathur retire by rotation and, being eligible, offer themselves for re-appointment.

After the conclusion of 41st Annual General Meeting, Sh. Mohan Lal was appointed as an Additional Director who would act as an additional director till the ensuing Annual General Meeting wherein a resolution for his appointment as a director would be placed for which a notice from a shareholder has been received. Shri Puneet Saraf resigned from the directorship of the company and the Board of Directors do place on record their appreciation for the valuable services rendered by him during his tenure as a director of the company.

DIRECTORS' RESPONSIBILITY STATEMENT

As required under Section 217(2AA) of the Companies Act, 1956 (here-in-after known the "Act"), it is hereby affirmed that :-

- a) in preparation of annual accounts, all applicable accounting standards have been followed.
- b) the Directors had selected such accounting policies and applied them consistently and made judgements 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 under report and of the profit and loss of the Company for that period.
- c) the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- d) the Directors have prepared the annual accounts on a going concern basis.

AUDITORS

M/s. Salarpuria & Partners, Chartered Accountants, who retire at the conclusion of this Annual General Meeting and, being eligible, offer themselves for re-appointment. Your Directors recommend that they be re-appointed as Auditors of the Company for the Financial Year 2010-2011 on such remuneration as may be fixed by the Shareholders.

Auditors' observations are explained in various notes on the Accounts and, therefore, do not call for any further comments.

COMPLIANCE CERTIFICATE

Since the Paid-up capital of your company is less than Rs.5.00 Crores and as such not required to have a whole-time Secretary, a Compliance Certificate under Section 383-A (1) of the Companies Act, 1956 obtained from a Company Secretary in whole time practice, certifying that the company has complied with all the provisions of the aforesaid Act during the financial year under report, is annexed herewith.

CORPORATE GOVERNANCE

A detailed Report on Corporate Governance is given in Annexure-A to this report. The Auditors' Certificate relating to compliance of the conditions of Corporate Governance, as stipulated in Clause-49 of the Listing Agreement with the Calcutta Stock Exchange where the shares of the company are listed, is also enclosed.

MANAGEMENT DISCUSSION & ANALYSIS

A Private Limited Company in the name of Sri Narayan Rajkumar Merchants Private Limited incorporated in the year 1968 became Public Limited Company in the year 1994 and a fresh certificate thereto in the name of Sri Narayan Rajkumar Merchants Limited was issued to the company on 17.11.1994 by the Registrar of Companies West Bengal, Calcutta.

The company went for a Public Issue on 06.02.1995 by launching 22,50,000 Equity Shares of Rs.10/- each at par which were fully subscribed and the total paid up capital of the company after the said Public Issue stood at Rs.3,00,00,000/- since shares worth Rs.75,00,000/- were held by the promoters.

The company in the initial years took up trading of steel pipes and tubes and in the year 1998 got itself registered with the Reserve Bank of India under the regulations of Non-Banking Financial Companies since the company apart from carrying on the trading business also opted for making investment in securities of other public limited companies. The company is listed on Calcutta Stock Exchange with a paid up capital of Rs.4,97,89,000/-.

The company is a cash rich company and has earned substantial profits during the last three years.

The recent growth in capital markets is expected to substantially enhance the value of the company's investment activity and its bottomline/projects.

RISKS & CONCERNS

At Sri Narayan Rajkumar Merchants Limited, all key functions and divisions are independently responsible to monitor risk associated within their respective areas of operation such as financing and dealing in the sale/purchase of securities of other body corporates. Since the trading of securities is governed by the fluctuating trend of the market of securities listed on Stock Exchanges not only of the country but also of abroad as well as the government policies from time to time, profitability of the company is very much volatile.

FOREIGN EXCHANGE EARNINGS AND OUT GO

		Rs. in Lacs	
		2009 – 10	2008 – 09
a)	F.O.B. Value of Exports	Nil	Nil
b)	Earning in Foreign Exchange	Nil	Nil
c)	Foreign Exchange out go	Nil	Nil

CONSERVATION OF ENERGY

As the products manufactured by the Company do not fall in the list of industries announced by the Government of India, the information required to be furnished in the prescribed Form 'A' is not required to be given and as such the same is not furnished herewith.

TECHNOLOGY ABSORPTION RESEARCH & DEVELOPMENT

Particulars of Technology Absorption
Research and Development in Form 'B'

Nil

EMPLOYEES

As there have been no employees during the year under review who were paid remuneration of Rs. 24,00,000 per annum or more, if employed through out the year or Rs. 2,00,000/- per month and more, if employed for the part of the year, the information as required under Section 217 (2A) of the Companies Act 1956 is thus not called for.

ACKNOWLEDGEMENT

Your Directors wish to express their gratitude to the Banks, Employees as well as Customers for their timely help in smooth functioning of your Company. Your Directors also extend their thanks to all the Shareholders of the Company for their trust and confidence in the Board of Directors of the Company.

By order of the Board of Directors
SRI NARAYAN RAJKUMAR MERCHANTS LIMITED


(V.K. SUREKA)
MANAGING DIRECTOR


(D.K. GARG)
DIRECTOR

Room No. 107, 1st Floor,
Anand Jyoti Building,
41, Netaji Subhas Road,
KOLKATA - 700 001

Dated : 25th August, 2010

REPORT ON CORPORATE GOVERNANCE**1. The Company's Philosophy on Corporate Governance**

The Board of Directors and Management believe in adopting and practicing principles of good Corporate Governance with a view to :-

- Safeguard shareholders' interest through sound business decisions, prudent financial management and high standard of business ethics: and
- Achieve transparency, accountability and integrity in the dealings and transactions of the Company

2. Board of Directors**(i) Composition :-**

The Board of Directors comprises of five Directors as under:-

Name of Director	Promoter Group Brief Particulars	Category
1. Shri V.K. Sureka	He is a graduate and an Industrialist having 38 years' experience in the Steel Industry. He joined the Board as promoter director w.e.f. 30 th January, 2004 and was appointed as an honorary Managing Director w.e.f. 1 st August, 2005.	Executive
	Independent	
2. Shri Vijay Gupta	He is in business having 22 years' working experience in steel Industry and joined the Board as an independent director w.e.f.20th June, 1994.	Non-executive
3. Shri Deepak Kumar Garg	He is in service having 14 years' working experience in Steel Industry and joined the Board as an independent director w.e.f. 10 th March, 2003.	Non-executive
4. Shri Mohan Lal	He is in service having 27 years' working experience in Steel Industry and joined the Board as an independent director w.e.f. 10 th June, 2010.	Non-Executive
5. Shri Yogesh Mathur	He is in service having 21 years' working experience in Gas Plant and joined the Board as an independent director w.e.f. 1 st January, 2004.	Non-Executive

(ii) Board Meetings and attendance

Twelve Board Meetings were held during the financial year ended on 31st March, 2010 and the gap between two Board Meetings did not exceed four months.

The dates on which Board meetings were held are as follows :-

Sr.No.	Date of Meeting	Board strength	No. of Directors Present
1.	08.04.2009	5	2
2.	16.04.2009	5	2
3.	24.04.2009	5	3
4.	30.06.2009	5	3
5.	09.07.2009	5	3
6.	31.07.2009	5	3
7.	17.08.2009	5	3
8.	07.10.2009	5	2
9.	31.10.2009	5	3
10	10.12.2009	5	2
11	08.01.2010	5	2
12	30.01.2010	5	3

(iii) Attendance of each Director at the Board meetings and last Annual General Meeting (AGM) and the number of Companies and committees where he is Director/Member:

Name of Director	Category of Directorship	Number of Board Meetings Attended	Attendance at the Last AGM held on 21.09.09	Number of Directorships in other public Ltd. Companies	Number of committee positions held in other Companies
Shri V. K. Sureka	Executive	04	No	2	-
Shri Vijay Gupta	Non-Executive	01	No	-	-
Shri Deepak Kr Garg	Non-Executive	10	Yes	5	5
Shri Yogesh Mathur	Non-Executive	08	No	4	3
Shri Puneet Saraf	Non-Executive	08	No	2	3

3. Audit Committee

The Audit Committee was Constituted in accordance with the code of Corporate Governance which consisted of three non-executive directors Shri Deepak Kumar Garg,, Shri Yogesh Mathur and Shri Puneet Saraf with Shri Deepak Kumar Garg as its Chairman upto 10th June, 2010 and thereafter Sh. Mohan Lal took over from Sh. Puneet Saraf who ceased to be a director by resignation on that date.

- (i) The terms of reference of the Audit Committee are as per the guidelines set out in clause no. 49 of the listing agreement with the Calcutta Stock Exchange where the shares of the Company are listed.
- (ii) The Audit Committee had five Meetings during the financial year 2009-10 ended on 31st March, 2010 as per details thereof and the names of Directors who attended the said meetings,are as here-under:-

Details of the Audit Committee Meetings held during the financial year 2009-10 and attended by the Directors:-

Name of the Director	Date of Meeting				
	30-06-2009	31-07-2009	17-08-2009	31-10-2009	30.01.2010
Shri Deepak Kumar Garg	Yes	Yes	Yes	Yes	Yes
Shri Puneet Saraf	Yes	Yes	No	No	No
Shri Yogesh Mathur	No	Yes	Yes	Yes	Yes

4. Remuneration Committee

The Board has not constituted a Remuneration Committee as it is not mandatory. The same will be constituted as and when the need will arise.

5. Remuneration Policy

Sitting fees of Rs. 250/- for attending Board Meeting is paid to each of the Directors, who are not paid any remuneration.

Since Shri V. K. Sureka was an honorary Managing Director of the company, no remuneration in the capacity as Managing Director was paid to him during the financial year 2009-10 ended on 31st March, 2010.

- (i) Sitting fees paid to Directors for meetings of the Board/Committee :-

Name of Director	Amount (Rupees).
Shri V.K. Sureka	1000/-
Shri Deepak Kumar Garg	2500/-
Shri Vijay Gupta	250/-
Shri Yogesh Mathur	2000/-
Shri Puneet Saraf	2000/-

Total : 7750/-

6. Code of Conduct for the Directors & Senior Managerial Personnel

In compliance to the provisions of Clause 49 of the Listing Agreement, the Board has laid down a code of Conduct for all the Board Members and Senior Managerial Personnel and all Board Members and Senior Managerial Personnel have affirmed compliance of code of conduct as on 31st March, 2010 and a declaration to that effect duly signed by the Managing Director is attached and forms part of this report.

7. Investors'/ Shareholders' Grievance Committee

Investors'/Shareholders' Grievance Committee was constituted in accordance with the code of Corporate Governance, with a view to redress shareholders'/ investors' complaints etc. relating to delay in transfer of shares, demat, non-receipt of annual accounts, delays in balance sheet, split, duplicate, transmission etc. of the shares issued by the Company which consisted of two Non-executive directors namely Shri Deepak Kumar Garg as Chairman and Shri Puneet Saraf as a member upto 10th June, 2010 and thereafter Sh. Mohan Lal took over from Sh. Puneet Saraf who ceased to be a director by resignation on that date.

Shri Deepak Kumar Garg has been nominated as the Compliance Officer.

Number of pending transfers	Nil
Number of Shareholders' complaints received	Nil
Number of Compliants not solved	Nil

8. General Body Meetings

Details of location and time of holding of last three AGMs

AGM for the financial Year ended	Venue	Date	Time
2006 – 2007 39 th AGM	Room No.107, 1 st Floor, Anand Jyoti Building, 41, Netaji Subhas Road, Kolkata-700001	25.08.2007	12.00 Noon
2007-2008 40 th AGM	Room No. 107, 1 st Floor, Anand Jyoti Building, 41, Netaji Subhas Road, Kolkata-700001	29.09.2008	12.00 Noon.
2008-2009 41st AGM	Room No. 107, 1 st Floor, Anand Jyoti Building, 41, Netaji Subhas Road, Kolkata-700001	21.09.2009	12.00 Noon

9. Brief Resume of Directors seeking re-appointment

1. Shri Deepak Kumar Garg :-

Shri Deepak Kumar Garg is in service having 14 years' working experience in Steel Industry. He joined the Board as an independent director w.e.f. 10th March, 2003. He is liable to retire by rotation at the ensuing Annual General Meeting and ,being eligible, offers himself for re-appointment.

2. Shri Yogesh Mathur :-

Shri Yogesh Mathur is in service having 21 years' experience in Gas Plant. He joined the Board as an independent director w.e.f. 1st January, 2004. He is liable to retire by rotation at the ensuing Annual General Meeting and, being eligible, offers himself for re-appointment.

3. Shri Mohan Lal :-

Shri Mohan Lal is in service having 27 years' working experience in Steel Industry. He was appointed as an Additional Director on 10th June, 2010 by the Board of Directors under the provisions of Article No.82 of the Articles of Association of the company. Being an additional director, he holds office upto the date of Annual General Meeting. The company has received a notice under section 257 of the Companies Act, 1956 from a member proposing his name as a director of the company.

10. Disclosure :

(a) Materially Significant related party transactions

During the period, no transaction of material nature, had been entered into by the Company with the management or their relatives that may have potential conflict with the interests of the company.

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

There was no instance of penalties, strictures imposed on the company by Stock Exchange or SEBI or any statutory authority as well as non-compliance of any matter related to the capital markets during the last three years.

11. Means of Communication

The quarterly and yearly results are published in English in widely circulating "The Financial Express" and in Bengali in "Kalantar" from Kolkata.

12. General Shareholder information

AGM : Date, time and venue	42nd AGM to be held on 30 th September, 2010 at 12.00 Noon at Room No.107, 1 st Floor, Anand Jyoti Building, 41, Netaji Subhas Road, Kolkata-700001
<ul style="list-style-type: none">Financial Calendar (Tentative)	
Results for quarter ending June 30, 2010	14 th August, 2010
Results for quarter ending September 30, 2010	14 th November, 2010
Results for quarter ending December 31, 2010	14 th February, 2011
Results for quarter ending March 31, 2011	15 th May, 2011
<ul style="list-style-type: none">Date of Book closure	27 th September, 2010 to 30 th September, 2010 (both days inclusive)
Stock Code – Physical Demat ISIN Number for NSDL and CDSL.	29150 on Calcutta Stock Exchange INE063F01019
<ul style="list-style-type: none">High/low of market price of the Company' shares traded on the Stock Exchange during the financial year ended 31st March, 2010	The shares have not been traded during the financial year 2009-10. The last quoted price was of Rs.64.50 per share as per transactions on Calcutta Stock Exchange on 31.03.2006.
Registrar & Transfer Agents	M/s.Beetal Financial & Computer Services Pvt. Ltd., "BEETAL HOUSE", 99, Madangir, Behind Local Shopping Centre, Near Dada Harsukhdas Mandir, New Delhi – 110062 Phone No.011-29961281-82 Fax No. 011-29961284
<ul style="list-style-type: none">Share Transfer System	All the transfers received are processed by the Registrar and Share Transfer Agent. Share Transfers are registered and returned within maximum of 30 days from the date of lodgment if documents are complete in all respect. In case the shares are transferred Through Demat mode, the procedure is adopted as stated in Depositories Act, 1996.

Shareholding pattern as on 31-03-2010

Category	No. of Shares	Percentage
Promoters	25,72,190	51.66
Persons acting in concert	-	-
Mutual Funds and UTI	-	-
Banks, Financial Institution & Insurance Companies.	-	-
FII's	-	-
Private Corporate Bodies	12,29,658	24.70
Indian Public	11,77,052	23.64
NRI's/ OCBS	-	-
Total	49,78,900	100.00

• Distribution of shareholding as on 31st March, 2010.

No. of Shares From To	Folios		Amount	
	Number	% to Total	Rs.	% to Total
(1)	(2)	(3)	(4)	(5)
1 - 500	533	78.61	15,09,900	3.03
501 - 1000	16	2.36	1,16,150	0.23
1001 - 2000	14	2.07	2,18,700	0.44
2001 - 3000	05	0.74	1,39,000	0.28
3001 - 4000	15	2.21	5,67,000	1.14
4001 - 5000	07	1.03	3,37,000	0.68
5001 - 10000	35	5.16	26,55,170	5.33
10001 to above	53	7.82	4,42,46,080	88.87
Total	678	100.00	4,97,89,000	100.00

Declaration of Managing Director

The Code of Conduct for the Directors and the Senior Managerial Personnel was adopted by the Board of Directors. All the Board Members and Senior Managerial Personnel have affirmed that they have complied with the code of conduct during the financial year ended on 31st March, 2010.


V .K. Sureka
Managing Director

KOLKATA
DATED : 25th August, 2010

SALARPURIA & PARTNERS

CHARTERED ACCOUNTANTS

ANNEXURE TO THE REPORT OF THE DIRECTORS

CERTIFICATE FROM AUDITORS REGARDING COMPLIANCE OF CONDITIONS OF COROPORATE GOVERNANCE

ANNEXURE-A

To the Shareholders of **Sri Narayan Rajkumar Merchants Limited**

We have examined the compliance of conditions of Corporate Governance by **Sri Narayan Rajkumar Merchants Limited**, for the period ended on 31st March, 2010 as stipulated in clause 49 of the Listing Agreement of the said Company with the Stock Exchange.

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

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

As required by the Guidance Note issued by the Institute of Chartered Accountants of India, we have to state that no investor grievances is pending for a period exceeding one month against the company as per the records maintained by the Investors' Grievance Committee.

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

FOR **SALARPURIA & PARTNERS**
CHARTERED ACCOUNTANTS

PLACE : NEW DELHI

DATE : 30th May, 2010


(KAMAL KUMAR GUPTA)
PARTNER
M. No. 89190



SALARPURIA & PARTNERS

CHARTERED ACCOUNTANTS

AUDITOR'S REPORT

1. We have audited the attached Balance Sheet of SRI NARAYAN RAJ KUMAR MERCHANTS LIMITED as at 31st March, 2010 and the related Profit and Loss Account and Cash Flow Statement 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.
2. We have conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956 (the 'Act') and on the basis of such checks of the Books and records of the company as we considered appropriate and according to the information and explanation given to us, we give in the Annexure a statement on the matters specified in paragraph 4 & 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
 - (i) 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;
 - (ii) 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 those books;
 - (iii) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (iv) In our opinion, the Balance Sheet and Profit and Loss Account dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - (v) On the basis of written representations received from the directors, as on 31st March, 2010, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2010 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;

SALARPURIA & PARTNERS

CHARTERED ACCOUNTANTS

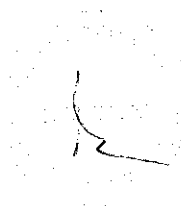
- (vi) In our opinion and to the best of our information and according to the explanation given to us, the said financial statements together with the Notes thereon appearing in Schedule – M attached to the Balance Sheet give in the prescribed manner the information required by the Act, and give a true and fair view in conformity with the accounting principles generally accepted in India;
- (a) in the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2010,
- (b) in the case of Profit and Loss Account, of the Profit for the year ended on that date, and
- (c) in the case of Cash Flow Statement, of the Cash Flows for the year ended on that date.

For SALARPURIA & PARTNERS
FIRM REGN.NO.302113E
CHARTERED ACCOUNTANTS


(KAMAL KUMAR GUPTA)
PARTNER
M. No. 89190

Place: 1008, Chiranjiv Tower
43, Nehru Place,
New Delhi-110019

Date : 30.05.2010



SALARPURIA & PARTNERS

CHARTERED ACCOUNTANTS

ANNEXURE TO AUDITOR'S REPORT (Referred to in paragraph (3) of our report of even date)


- i. a. The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
- b. Fixed assets have been physically verified by the management during the year, which in our opinion is reasonable having regard to the size of the Company and the nature of its fixed assets. As informed, no material discrepancies were noticed on such verification.
- c. During the year, the Company has not disposed off any of its fixed assets.
- ii. a. The inventories of the company have been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable.
- b. In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventory followed by the management were found reasonable and adequate in relation to the size of the Company and the nature of its business.
- c. On the basis of our examination of record of inventory, in our opinion, the Company has maintained proper records of inventory and the discrepancies noticed on physical verification between the physical stocks and the book records were not material in relation to the operations of the Company.
- iii. a. The Company has given loan to 7 (Seven) parties covered under the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs.633.95 Lacs and the balance outstanding at the close of the year was Rs.78.82 Lacs.
- b. In our opinion the rate of interest, wherever applicable, and other terms and conditions of unsecured loans given by the company are prima facie not prejudicial to the interests of the company .
- c. The loans given are recovered as stipulated.
- d. There is no overdue amount of loans given to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956.
- e. The Company has taken unsecured loans from 3 (three) parties covered under the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs. 220.92 Lacs and the balance outstanding at the close of the year is Rs.NIL
- f. In our opinion the rate of interest, wherever applicable and other terms and conditions of unsecured loans taken by the company are prima facie not prejudicial to the interests of the company
- g. The company is regular in repayment of loans & interest thereon wherever applicable.



SALARPURIA & PARTNERS

CHARTERED ACCOUNTANTS

- iv. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory, fixed assets and for the sale of goods & services. Further, on the basis of our examination and according to the information and explanations given to us, we have neither come across nor have we been informed of any instance of major weaknesses in the aforesaid internal control procedures.
- a. According to the information and explanations given to us, the transactions that need to be entered into the Register maintained under Section 301 of the Companies Act, 1956 have been so entered.
- b. In 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 Act and exceeding the value of Rupees Five Lakhs in respect of any party during the year, have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public.
- vi. In our Opinion, the Company has an internal audit system commensurate with its size and nature of its business.
- vii. According to the information and explanations given to us, the Central Government of India has not prescribed the maintenance of Cost Records under Clause (d) of Sub-Section (1) of the Section 209 of the Companies Act, 1956.
- viii. a. Undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth tax, Customs Duty, Excise Duty, Service Tax, Cess have been regularly deposited with the appropriate authorities.
- b. As at 31st March, 2010, according to the records of the Company, there are no disputed dues on account of sales tax, income tax, custom duty, wealth tax, excise duty, service tax and cess that have not been deposited at the close of the year under report.
- ix. The Company has neither accumulated losses as at 31st March, 2010 nor it has not incurred any cash losses in the financial year ended on that date or in the immediately preceding financial year.
- x. Based on our audit procedures and on the information and explanations given by management, we are of the opinion that the company has not defaulted in repayment of its dues to any financial institution, bank during the year.
- xi. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xii. The provisions of any special statute for Chit Fund and Nidhi Companies as specified under clause (xiii) of paragraph 4 of the Order are not applicable to the Company.




SALARPURIA & PARTNERS

CHARTERED ACCOUNTANTS

- xiii. In respect of dealing/trading in shares, securities and other investments, in our opinion and according to the information and explanations given to us, proper records have been maintained of the transactions and contracts and timely entries have been made therein. The shares and other securities have been held by the Company in its own risk.
- xiv. The Company has given guarantee for loan taken by others from bank or Financial Institutions during the year , which keeping in mind the long term interest are not prejudicial to the interests of the company.
- xv. The Company has not taken any term loans during the year.
- xvi. Based on the information and explanations given to us and on an overall examination of the balance sheet of the Company, in our opinion, there are no funds raised on a short term basis which have been used for long term investment, and vice versa.
- xvii. According to the information and explanations given to us, the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
- xviii. In our opinion and according to the information and explanations given to us, the Company has not issued any secured debentures during the period covered by our report.
- xix. During the period covered by our audit report, the Company has not raised any money by public issue.
- xx. To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

For SALARPURIA & PARTNERS
FIRM REGN.NO.302113E
CHARTERED ACCOUNTANTS


(KAMAL KUMAR GUPTA)
PARTNER
M. No. 89190

1008, Chiranjiv Tower
43, Nehru Place
New Delhi-110019

Date : 30.05.2010



L.M. GUPTA & ASSOCIATES
COMPANY SECRETARIES
2085, Sector-16, Faridabad-121002

COMPLIANCE CERTIFICATE

Registration No. of the Company : 21-027338

Nominal Capital : Rs. 5,25,00,000/=

To,
The Members
Srinarayan Rajkumar Merchants Limited
Room No.-107, 1st Floor,
Anand Jyoti Building,
Netaji Subhas Road
Kolkata
West Bengal- 700 001,

I/We have examined the registers, records, books and papers of M/S. Srinarayan Rajkumar Merchants Ltd. (the Company) as required to be maintained under the Companies Act, 1956, (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31-03-2010 (financial year). In my/our opinion and to the best of my/our information and according to the examinations carried out by me/us and explanations furnished to me/us by the Company, its officers and agents, I/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 of the Act and the rules made thereunder and all entries therein have been duly recorded.
2. The Company has duly 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 thereunder.
3. The Company being a limited company has the minimum prescribed paid-up capital during the year under scrutiny and the comments on the maximum number of members, invitation to the public to subscribe for its shares or debentures and inviting or accepting deposits from public are not required.
4. The Board of Directors duly met 12 (Twelve) times respectively on 08-04-2009, 16-04-2009, 24-04-2009, 30-06-2009, 09-07-2009, 31-07-2009, 17-08-2009, 07-10-2009, 31-10-2009, 10-12-2009, 08-01-2010, and 30-01-2010 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed including the circular resolutions passed in the Minutes Book maintained for the purpose.
5. The Company closed its Register of Members from 18th September, 2009 to 21st 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 21st September, 2009 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in 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 directors or persons or firms or Companies referred to under section 295 of the Act.



- 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 approval from the Board of directors, members or Central Government.
- 12 The Board of directors has not issued any duplicate share certificate during the financial year.
- 13 . The Company :
- (i) has delivered all the certificates on allotment of securities and on lodgment thereof for transfer/transmission or any other purpose in accordance with the provisions of the Act,
- (ii) has not deposited any amount in a separate Bank Account as no dividend was declared during the financial year.
- (iii) was not required to post warrants to any member of the company as no dividend was declared during the financial year.
- (iv) was not required to transfer the amounts in unpaid dividend account, application money due for refund, matured deposits, matured debentures and the interest accrued thereof which remained unclaimed or unpaid for a period of seven years to Investor Education and Protection Fund during the financial year since there were no such amounts to be transferred in the said 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 no appointment of additional directors, 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 authorities as 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 provisions of the Act and the rules made thereunder.
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 were no transactions 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/accepted any deposits including any unsecured loans falling within the purview of section 58-A during the financial year.
24. The amount borrowed by the company from Banks and others during the financial year is within the borrowing limits of the company as prescribed under section 293(1)(d) of the Act and as such no approval from shareholders of the Company was required to be obtained therefor.



25. The company being a company whose principal business is the acquisition of shares, stocks and other securities, the provisions of section 372A of the Act are not applicable.
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
29. The company has not altered the provisions of the Memorandum with respect to share capital of the company during the year under scrutiny and complied with the provisions of the Act.
30. The company has not altered the provisions of its Articles of Association during the financial year under scrutiny.
31. There was/were no prosecution initiated against or show cause notices received by the company and no fines or penalties or any other punishment was imposed on the 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.
33. The company has not constituted a separate provident fund trust for its employees or class of its employees as contemplated under section 418 of the Act.

Place : Faridabad

Signature:



Date : 25-08-2010.

Name of the Company Secretary: L. M. GUPTA
C.P. No. : 1404

Annexure A

Registers as maintained by the Company
Statutory Registers

1. Register of Members u/s 150
2. Minutes Books of Board & Shareholders Meetings u/s 193
3. Books of Accounts u/s 209
4. Register of Contracts wherein directors are interested u/s 301
5. Register of Directors, Managing Director Manager & Secretary u/s 303
6. Register of Directors' Shareholdings u/s 307.
7. Register of Charges u/s 143
8. Register of Directors' Attendance
9. Register of Shareholders' Attendance



Note : The company has not maintained the following registers as it was informed that there were no entries/transactions to be recorded therein:

1. Register of Destruction of Records/Documents under (Preservation and Disposals of Records) Rules, 1966.

Annexure B

The Company filed the following forms and returns during the financial year ended on 31-03-2010:-

1. Form 8- in respect of modification of charge in favour of State Bank of Patiala, being the Equitable Mortgage by way of first pari-passue charge over Company's Plot No.- 152, situated in Prakash Industrial Estate, G.T. Road, Ghaziabad (U.P.) together with all Building & Structures thereon or to be thereon for a sum of Rs. 65.00 Crores made on 22-08-2009, was filed with ROC on 11-09-2009 u/s 135 of the Act;
2. Form 8- in respect of creation of charge in favour of State Bank of Patiala, being the Corporate Guarantee to secure the credit facilities amounting to Rs. 65 Crores granted by the Bank to M/s Jotindra Steel & Tubes Ltd. for a sum of Rs. 65.00 Crores made on 21-08-2009, was filed with ROC on 11-09-2009 u/s 125 of the Act;
3. Form-66- in respect of submission of Compliance Certificate for the financial year 2008-2009 closed on 31-03-2009 in pursuance to rule 3 (2) of the Companies (Compliance Certificate) Rule 2001 was filed with ROC on 02-11-2009 after having paid additional fees;
4. Form No- 23AC & 23ACA in respect of Balance Sheet and Profit and Loss Account for the financial year 2008-2009 ended on 31-03-2009 was filed with ROC on 04-11-2009 u/s 220 of the Act after having paid additional fees;
5. Form No.-23 in respect of consent of shareholders by way of special resolution passed on 21-09-2009 for re-issue of forfeited shares of the company u/s 81(1A) of the Act, was filed with ROC on 12-11-2009 u/s 192 of the Act, after having paid additional fees;
6. Form No.- 20B in respect of Annual Return upto the Annual General Meeting held on 21-09-2009, was filed with ROC on 16-11-2009 u/s 159 of the Act;



BALANCE SHEET AS AT 31ST MARCH, 2010

Schedules	As at 31st March, 2010 Rs.	As at 31st March, 2009 Rs.
SOURCES OF FUNDS		
SHARE HOLDERS ' FUNDS:		
Share Capital	A 50,423,250	50,423,250
Reserves and Surplus	B 123,361,787	118,529,315
SECURED LOANS		
Secured Loans	C 7,253,599	6,591,500
	<u>181,038,637</u>	<u>175,544,065</u>
APPLICATION OF FUNDS		
FIXED ASSETS		
Gross Block	D 220,037	220,037
Less: depreciation	193,065	191,839
Net Block	26,972	28,198
INVESTMENTS		
	E 62,521,803	26,034,023
CURRENT ASSETS LOANS & ADVANCES		
Inventories	F 41,122,226	120,506,726
Sundry Debtors	294,754	2,152
Cash & Bank Balances	13,116,667	3,550,774
Loans & Advances	66,467,936	77,414,385
	<u>121,001,583</u>	<u>201,474,037</u>
Less:		
CURRENT LIABILITIES & PROVISIONS		
Current Liabilities	G 2,571,325	52,092,898
Provisions	226,869	30,000
	<u>2,798,194</u>	<u>52,122,898</u>
NET CURRENT ASSETS		
	118,203,389	149,351,138
Deferred Tax Assets (Net)	286,473	120,206
MISCELLANEOUS EXPENDITURE		
	H -	10,500
	<u>181,038,637</u>	<u>175,544,065</u>
ACCOUNTING POLICIES AND NOTES ON ACCOUNTS		
	M	0
	-	-
		0

Schedules referred herein above form an integral part of Balance Sheet

As per our report of even date
For **SALARPURIA & PARTNERS**
FIRM REGN.NO.302113E
CHARTERED ACCOUNTANTS



(KAMAL KUMAR GUPTA)
PARTNER

M.NO.89190

Place : New Delhi

Date : 30th May, 2010




(V. K. SUREKA)
MANAGING DIRECTOR


(D.K. GARG)
DIRECTOR

CASH FLOW STATEMENT ANNEXED TO THE BALANCE SHEET FOR THE YEAR ENDED 31.3.2010

	2009-10 Rs.	2008-09 Rs.
A. Cash Flow from operating activities:		
Net Profit / (Loss) before tax & Extra Ordinary Items	1,342,359	308,602
Adjustment for:		
Depreciation	1,226	3,740
Public/Preferential Share Issue Expenses Written off	10,500	10,500
Dividend Received	(68,128)	(35,381)
Interest Received	(3,987,707)	(4,593,535)
Operating Profit/(Loss) before Working Capital changes	<u>(2,701,750)</u>	<u>(4,306,074)</u>
Adjustment for:		
Trade & other Receivables	(16,066,870)	0
Inventories	79,384,500	(37,658,527)
Trade payables	<u>(49,521,573)</u>	<u>51,981,206</u>
Cash Generated from Operations	11,094,307	10,016,605
Direct Taxes Paid (Net)	(483,203)	(3,713,704)
Net Cash from Operating Activities	<u>10,611,104</u>	<u>6,302,901</u>
B. Cash Flow from Investing Activities:		
Purchases/Sale of Investments (Net)	(36,487,780)	282,648
Loans given/Received back (Net)	30,724,635	(13,949,486)
Interest Received	3,987,707	4,593,535
Dividend Received	68,128	35,381
Net Cash generated in Investing Activities	<u>(1,707,310)</u>	<u>(9,037,922)</u>
C. Cash Flow from Financing Activities:		
Increase/(decrease) in unsecured Borrowings	662,099	3,941,720
Net cash generated in Financing Activities	<u>662,099</u>	<u>3,941,720</u>
Net Change in Cash and Cash Equivalents (A+B+C)	9,565,893	1,206,699
Cash and Cash Equivalents as at 1st April(Opening Balance)	3,550,774	2,344,075
Cash and Cash Equivalents as at 31st March (Closing Balance)	13,116,667	3,550,774

As per our report of even date
For SALARPURIA & PARTNERS
CHARTERED ACCOUNTANTS


(KAMAL KUMAR GUPTA)

PARTNER
M.NO.89190

Place : New Delhi

Date : 30th May, 2010


(V. K. SUREKA)
MANAGING DIRECTOR


(D.K.GARG)
DIRECTOR

SRI NARAYAN RAJ KUMAR MERCHANTS LIMITED

Schedule - A : SHARE CAPITAL

	As at 31st Mar.2010 Rs.	As at 31st Mar.2009 Rs.
AUTHORISED		
5,250,000 (5,250,000) Equity Shares of Rs. 10/- each	52,500,000	52,500,000.00
ISSUED		
52,00,000 (52,00,000) Equity Shares of Rs. 10/- each	52,000,000	52,000,000.00
SUBSCRIBED AND PAID UP		
4,978,900 (4,978,900) Equity Shares of Rs. 10/- each fully paid up in Cash	49,789,000	49,789,000.00
Add: Forfeited Shares (Amount Paid Up)	634,250	634,250.00
	<u>50,423,250</u>	<u>50,423,250.00</u>

Schedule - B : RESERVES AND SURPLUS

RBI RESERVE FUND FOR NBFC			
Balance Brought Forward	15,996,000		15,861,000
Add: Transferred from Profit & Loss Account	<u>966,000</u>	16,962,000	<u>135,000</u>
			15,996,000.00
SHARE PREMIUM ACCOUNT			
Balance brought forward		44,000,000	44,000,000.00
PROFIT & LOSS ACCOUNT			
Balance as per Account annexed		62,399,787	58,533,315.42
		<u>123,361,787</u>	<u>118,529,315.42</u>

Schedule - C : SECURED LOANS

From Life Insurance Corporation of India. (Secured against key man policy taken by the company)		6,591,500	6,591,500.00
Interest accrued & due		662,099	-
		<u>7,253,599</u>	<u>6,591,500.00</u>

Schedule - D : FIXED ASSETS

DESCRIPTIONS	C O S T				DEPRECIATION WRITTEN OFF				NET VALUE	
	As at 31st March, 2009 Rs.	Additions during the year Rs.	Disposals during the year Rs.	As at 31st March, 2010 Rs.	Up to 31st March, 2009 Rs.	For the year Rs.	adj.on Disposal during the year Rs.	Up to 31st March, 2010 Rs.	As at 31st March, 2010 Rs.	As at 31st March, 2009 Rs.
Building & Ownership Flats	53,061.55	-	-	53,061.55	28,538.21	1,226.00	-	29,764.21	23,297.34	24,523.34
Computers	166,975.60	-	-	166,975.60	163,301.40	-	-	163,301.40	3,674.20	3,674.20
	220,037.15 (260,037)	-	-	220,037.15 (220,037)	191,839.61 (188,100)	1,226.00 (3,740)	-	193,065.61 (191,840)	26,971.54 (28,197)	28,197.54 (37,377)

Schedule - E : INVESTMENTS (LONG TERM) (AT COST)

As at 31st March, 2009 Rs.	PARTICULARS	Numbers of Shares		Paid up and Face Value Rs.	Cost as at 31st March, 2010 Rs.	Market Value of Quoted Investment Rs.	
IN SHARES & SECURITIES							
A Quoted							
128,000	Him Ispat Limited	9000	(9000)	10/-	128,000	90,000	(90,000)
464,961	Bihariji Ispat Udyog Limited	143650	(143650)	10/-	464,961	502,775	(502,775)
2,730,000	Kamadgiri Synthetics Limited	61126	(64000)	10/-	2,607,779	2,805,683	(1,945,600)
831,062	Quality Synthetic Industries Limited	297000	(147000)	10/-	2,331,062	40,005,900	(19,800,900)
<u>4,154,023</u>					<u>5,531,803</u>	<u>43,404,358</u>	<u>(22,339,275)</u>
B Unquoted							
150,000	Bhama Properties (P) Ltd.	15000	(15000)	10/-	150,000		
40,000	Chakra Exports Private Limited	400	(400)	100/-	40,000		
12,500,000	Jotindra Steel & Tubes Limited (5% Non Cumulative Redeemable Preference Shares)	250000	(250000)	10/-	12,500,000		
420,000	P.D.Metal Industries (P) Ltd.	42000	(42000)	10/-	420,000		
120,000	Ram Forgings Private Limited	1200	(1200)	100/-	120,000		
500,000	Saroj Metal Works (P) Ltd.	50000	(50000)	10/-	500,000		
200,000	Subhalaxmi Properties (P) Ltd.	2000	(2000)	100/-	200,000		
4,000,000	V.L. Estates Pvt. Ltd.	0	(20000)	100/-	0		
3,950,000	Vee Em Infocentre Pvt. Ltd.	395000	(395000)	10/-	3,950,000		
<u>21,880,000</u>					<u>17,880,000</u>		
C Share Application Money							
-	Achal Estates Pvt. Ltd.	(-)	(-)		21,700,000		
-	VBM Estates Pvt. Ltd	(-)	(-)		17,410,000		
					<u>39,110,000</u>		
<u>26,034,023</u>					<u>62,521,803</u>		
	Grand Total (A + B+C)						



Schedule - F : CURRENT ASSETS, LOANS AND ADVANCES

	As at 31st March, 2009 Rs.	As at 31st March, 2009 Rs.
CURRENT ASSETS		
CURRENT ASSETS, LOANS AND ADVANCES		
A. Current Assets		
(i) Stock in hand:		
(As per inventories taken, valued and certified by the management)		
Shares & Securities (As per Schedule 'E 1' annexed)	41,122,226	120,506,726
(ii) Sundry Debtors: (Unsecured)		
Debts outstanding for a period exceeding six months:		
Considered good	2,152	2,152
Considered doubtful	417,015	417,015
Less: Provisions	(417,015)	(417,015)
Other Debts - Considered good	292,602	294,754
		2,152
(iii) Cash Balance in hand:		
As per books and certified	372,008	605,258
(iv) Balances with Scheduled Banks:		
In Current Accounts	12,744,659	13,116,667
		2,945,515
		3,550,774
B. Loans and Advances		
(Unsecured, considered good)		
Loans (including interest)	15,424,640	46,149,275
Advances recoverable in cash or in kind or for value to be received.	45,790,000	30,000,000
Security and other deposits	-	13,580
MAT Credit Entitlements	3,737,979	-
Income Tax payments & Tax Refundable	1,515,317	66,467,936
		1,251,530
		77,414,385
		121,001,583
		201,474,037

Schedule - G : CURRENT LIABILITIES & PROVISIONS

CURRENT LIABILITIES

CURRENT LIABILITIES AND PROVISIONS

A. Current Liabilities:

Sundry Creditors

Due to other than Small Scale

Industrial Undertakings

Advance from Customers

Other Liabilities

Interest accrued but not due on Loan

69,819			
2,448,193			
53,313	2,571,325	52,070,175	52,070,175
			22,723
	2,571,325		52,092,898

B. Provisions:

For Income Tax

226,869

30,000

2,798,194

52,122,898

Schedule - H : MISCELLANEOUS EXPENDITURE (To the extent not written off or adjusted)

Preferential Share Issue Expenses:

Balance brought forward

10,500

21,000

Less: Written off during the year

10,500

10,500

-

10,500

Schedule - F1: CLOSING STOCKS OF SHARES & SECURITIES

Sl. No.	Name of Company	Opening Stocks		Purchases		Sales		Closing Stocks			
		Nos.	Amount Rs.	Nos.	Amount Rs.	Nos.	Amount Rs.	Nos.	Cost Rs.	Market Value 31.3.2010 Rs.	Cost or Value whichever is lower Rs.
A. QUOTED - SHARES											
	Adlabs Films Ltd.	1,000	169,050	-	-	-	-	1,000	1,019,853	180,500	169,050
	GTC Industries Ltd.	977	220,362	-	-	-	-	977	507,343	219,337	220,362
	Ispat Industries Ltd.	1,000	10,850	-	-	-	-	1,000	44,180	19,400	10,850
	Noida Toll Bridge co.Ltd.	2,000	47,600	-	-	-	-	2,000	125,284	71,000	47,600
	Nandan Ltd.	10,000	39,000	-	-	-	-	10,000	41,449	20,500	39,000
	Jai Prakash Associates Ltd.	1,000	84,200	-	-	-	-	1,000	367,476	149,650	84,200
	Oswal Chemical Fer.	2,000	21,700	-	-	-	-	2,000	95,045	32,400	21,700
	Reliance Communi.Ventur	775	135,509	-	-	-	-	775	500,896	127,643	135,509
	Reliance Petroleum Ltd.	1,000	95,100	-	-	-	-	1,000	218,278	95,000	95,100
	Bihariji Ispat Udyog Ltd.	101,000	353,500	-	-	-	-	101,000	353,500	353,500	353,500
	Jotindra Steel & Tubes Ltd.	285,200	570,400	-	-	285,200	684,480	-	-	-	-
	Quality Synthetic Industries Ltd.	233,900	31,429,143	-	-	-	-	233,900	35,981,264	31,429,143	31,429,143
	Poonam Pharma Ltd.	2,000	27,860	-	-	-	-	2,000	27,860	27,860	27,860
	Tickwell Commercial Ltd.	112,840	180,544	-	-	-	-	112,840	198,045	180,544	180,544
	TOTAL 'A'	754,692	33,384,818	-	-	285,200	684,480	469,492	36,560,669	32,906,476	32,814,418
B MUTUAL FUND											
	AIG India Equity Fund	100,000	1,000,000	-	-	-	-	100,000	1,000,000	1,050,000	1,000,000
C UNQUOTED											
	AAA Steel & Energy (India) Ltd.	50,800	20,000,000	-	-	50,800	1,016,000	-	-	N.A.	-
	Admir Hotels Pvt. Ltd.	20,000	5,000,000	-	-	20,000	510,000	-	-	N.A.	-
	Bihariji Fancy Fibre & Fabrics Ltd.	240,000	603,000	-	-	-	-	240,000	603,000	N.A.	603,000
	Jytoi Strips Pvt.Ltd.	-	-	13,000	13,000,000	13,000	1,495,000	-	-	N.A.	-
	Deepak Hotels Pvt.Ltd.	25,000	5,055,000	-	-	-	-	25,000	5,055,000	N.A.	5,055,000
	Jagruti Synthetics Ltd.	205,200	1,649,808	-	-	-	-	205,200	1,649,808	N.A.	1,649,808
	Pegasus Infrastructure Pvt.Ltd.	10,000	300,000	-	-	10,000	50,000,000	-	-	N.A.	-
	Sahar Land & Housing Pvt.Ltd.	10,000	200,000	-	-	10,000	50,000,000	-	-	N.A.	-
	S.K.D. Estates Pvt.Ltd.	12,300	27,060,000	-	-	12,300	1,476,000	-	-	N.A.	-
	Eco Friendly Hotels India Pvt.Ltd.	30,000	7,500,000	-	-	30,000	1,485,000	-	-	N.A.	-
	Vee Em Infocenter Pvt.Ltd.	-	-	379,280	22,756,800	379,280	3,792,800	-	-	N.A.	-
	Idia International Pvt.Ltd.	60,000	15,000,000	-	-	60,000	1,230,000	-	-	N.A.	-
	Magnum Products Pvt.Ltd.	10,726	3,754,100	-	-	10,726	1,072,600	-	-	N.A.	-
	TOTAL 'B'	674,026	86,121,908	392,280	35,756,800	596,106	112,077,400	470,200	7,307,808		7,307,808
	TOTAL A + B + C	1,528,718	120,506,726	392,280	35,756,800	881,306	112,761,880	1,039,692	44,868,477		41,122,226