



Alka India Limited

**ANNUAL REPORT
2009-2010**

ALKA INDIA LIMITED

ANNUAL REPORT 2009-2010

BOARD OF DIRECTORS

Mr. Satish R. Panchariya	Chairman & Managing Director
Mr. Ashok R. Panchariya	Executive Director
Mr. Madanlal B. Purohit	Independent Director
Mr. Anant K. Sharma	Independent Director
Mr. Neel A. Doctor	Independent Director

AUDITORS

Agrawal Jain and Gupta
Chartered Accountants

Shop No. 2, Ashok Vihar, Jaipur Road,
Chomu, Jaipur - 303 702.

REGISTRAR AND SHARE TRANSFER AGENT

Sharex Dynamic (India) Pvt Ltd
Unit No. 1, Luthra Indl. Premises
Andheri Kurla Road, Safed Pool,
Andheri (East), Mumbai - 400 072.

REGISTERED OFFICE

E-211, Crystal Plaza, Opp. Fame Adlabs,
New Link Road, Andheri (W),
Mumbai - 400 053,
Maharashtra.

Marching Ahead For A Better Tomorrow

NOTICE

NOTICE is hereby given that Seventeenth Annual General Meeting of the members of Alka India Limited, will be held on Wednesday 30th March, 2011 at 9.30 a.m. at Kailash Parbat, K.P Restaurants, 7A/8A , 'A' Wing, Crystal Plaza, New Link Road, Andheri (West), Mumbai 400053 to transact the following business :

ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited Balance Sheet and Profit & Loss Account for the year ended 30th September, 2010 and the Report of Directors and Auditors thereon ;
2. To appoint a Director in place of Mr. Anant Sharma, who retires by rotation and being eligible offers himself for re-appointment ;
3. To re-appoint Auditors to hold the office from the conclusion of this meeting until 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. Neel Doctor who was appointed as an Additional Director during the year and who in terms of Sec. 260 of the Companies Act, 1956, holds office only up to the date of this Annual General Meeting, be and is hereby appointed as the Director of the company whose period of office shall be liable to determination by retirement of Directors by rotation.”

NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND ON A POLL, VOTE INSTEAD OF HIMSELF. A PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXY IN ORDER TO BE EFFECTIVE, MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. The Register of Members and Share Transfer Books of the Company will remain closed from 25th March, 2011 to 30th March, 2011 (both days inclusive).
3. Members are requested to notify changes, if any, in their address to the Company's Registered Office. In case their shares are held in dematerialized form, the information should be passed on to their respective Depository Participants without any delay.
4. Members, who hold shares in dematerialized form are requested to bring their Client ID and DP ID nos. for easier identification.
5. Members seeking further information about the Accounts and/or Operations of the Company are requested to send their queries to the Company at its Registered Office at least 10 days before the date of the Meeting so that the information can be made available at the meeting.

Registered Office :

E-211, Crystal Plaza, Opp. Fame Adlabs
New Link Road, Andheri (W),
Mumbai – 400053.

**By Order Of the Board of Directors
For ALKA INDIA LIMITED**

sd/-

Satish Panchariya
Chairman & Managing Director

Place : Mumbai
Date : 4th March, 2011

EXPLANATORY STATEMENT PURSUANT TO SECTION 172(2) OF THE COMPANIES ACT, 1956:**Item No.4**

Mr. Neel Doctor was appointed on the Board of Directors of the Company as Additional Directors to hold office until the date of ensuing annual general meeting.

Mr. Neel Doctor is a MBA Marketing & International Business graduate and is equipped with broad range of theoretical and practical management skills. He is having 14 years of experience in field of marketing and accordingly the Board is proposing to appoint him as an ordinary director in the ensuing AGM. Accordingly, the resolutions are placed before the members for him consideration and approval. The Board recommends the proposed resolutions for adoption in the larger interest of the Company. Brief profile and other details of Mr. Neel Doctor as per clause 49 of the listing agreement are given in the Report on Corporate Governance, which is enclosed with the Directors' Report of the Company.

None of the Directors except Mr. Neel Doctor himself is interested and concerned at item nos. 4 of the notice.

DIRECTORS' REPORT

To The Members,

Your Directors have pleasure in presenting the Seventeenth Annual Report together with the Audited Statement of Accounts for the year ended 30th September, 2010.

FINANCIAL RESULTS :

The working results of the Company for the year ended on 30th September, 2010 are as follows:

Rs. In Lakhs

Particulars	Year Ended On 30.09.2010 Rs.	Year Ended On 30.09.2009 Rs.
Net - Profit/Loss	(608.19)	(17.18)
Less : Depreciation	11.70	49.02
Profit/(Loss) before Taxation (PBT)	(619.89)	(66.20)
Less : Provision for Income Tax	-	58.89
Less : Deferred Tax Adjustments	(198.63)	(61.17)
Less: Provision for Fringe Benefit Tax	-	-
Profit/ (Loss) After Tax (PAT)	(421.26)	(63.93)
Add : Profit/(Loss) brought forward	(1640.50)	(1081.41)
Add: Transfer from General Reserve	Nil	Nil
Add: Prior Year Adjustments.	-	(495.16)
Surplus/(Deficit)	(2061.76)	(1640.50)

APPROPRIATIONS :

	Year Ended On 30.09.2010 Rs.	Year Ended On 30.09.2009 Rs.
Profit/(Loss) carried to Balance Sheet	(2061.76)	(1640.50)
Total	(2061.76)	(1640.50)

DIVIDEND:

Your directors do not recommend dividend for the year 2009-2010.

OPERATIONS:

Your Directors are confident in recording a sustainable growth in the operation during the current year.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING AND OUTGO:**A. CONSUMPTION OF ENERGY & TECHNOLOGY ABSORPTION:**

The details as required under section 217 (1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 in respect of Conservation of Energy, Technology Absorption are not applicable.

B. FOREIGN EXCHANGE EARNING & OUTGO:

	Current Year	Previous Year
a) Earning	Nil	Nil
b) Outgo	Nil	Nil

DIRECTORATE:

During the year under review Mr Anant Sharma retire by rotation as Director of the Company at the ensuing Annual General Meeting and being eligible, offers himself for reappointment.

Mr Neel Doctor was appointed as directors of the company w.e.from 31.08.2010 He is MBA in Marketing & International Business graduate. He has a good exposure in pricing strategies , balancing firm objectives and various aspects of marketing strategy.

Mr Mukesh Chauradiya resigned from the board of your company w.e.from 01.06.2010.The Board places on record its sincere appreciation for the valuable guidance.

DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant to Section 217 (2AA) of the Companies Act, 1956, your Directors confirm the following:

1. In the preparation of the annual accounts, the Accounting Standards to the extent applicable had been followed along with proper explanations relating to material departures.
2. Adequate accounting policies had been selected and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of financial year and of the profit of the Company for the period.
3. Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with provisions of this Act, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

4. The Annual Accounts have been prepared for the financial year ended 30th September, 2010 on a going concern basis.

PARTICULARS OF EMPLOYEES:

During the year, there were no employees whose information is required to be given as per Section 217(2A) read with the Companies (Particular of Employees) Rules, 1975 as amended.

REPORT ON CORPORATE GOVERNANCE:

A detailed report on Corporate Governance is annexed to this Annual Report. The Company has complied with the conditions of corporate governance as stipulated in clause 49 of the listing agreement. The certificate obtained from the auditors of the Company regarding compliance of conditions is annexed to this report.

FIXED DEPOSITS:

During the year under review the Company has neither invited nor accepted Public Deposits.

AUDITORS :

The Auditors M/s. Agrawal Jain And Gupta, Chartered Accountants, Jaipur are Reappointed and being eligible offer themselves for re-appointment. You are requested to re-appoint the auditors and fix their remuneration.

AUDITOR'S REMARKS:

The provision for leave encashment have not been made in as much as the liability to pay such leave encashment would be taken care of when it is accrued. Every debtors and creditors of the Company was requested to confirm the debit and credit balances as the case may be in their accounts. The confirmations from various creditors/debtors have not been received till the finalization of the accounts. The Company does not have any control over the debtors/creditors and has taken the balance as appears in its ledger accounts.

LISTING:

The Shares of the Company are listed on Stock Exchanges at Mumbai. Listing fees has been paid to Bombay Stock Exchange Limited.

The Shares of the company were voluntary delisted from the Ahmedabad Stock exchange w.e.from 30.11.2010.

APPRECEIATION:

The Board places on record the appreciation of the sincere and devoted services rendered by all the employees and the continued support and confidence of the Shareholders. The Board also expresses their sincere thanks to the Banks and all other well wishers for their timely support.

Registered Office :

E-211, Crystal Plaza, Opp. Fame Adlabs
New Link Road, Andheri (W),
Mumbai – 400053.

Place : Mumbai
Date : 4th March, 2011

**By Order Of the Board of Directors
For ALKA INDIA LIMITED**

sd/-
Satish Panchariya
Chairman & Managing Director

Marching Ahead For A Better Tomorrow

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management Discussion & Analysis Report pursuant to Clause 49 of Listing Agreement.

Industry Structure and Development:

The Company's products can be classified under the Textile Products. The Company is taking all necessary steps to maximize the profitability of the Company. As for the previous year, Company has entered in bullion segment, but could do only a little during the year. Looking to the huge scope available in bullion section both domestically and in International Market, Company is planning to enter into trading activities in bullion & Textile market, looking that there is a huge scope available for the same as per the current market conditions.

Opportunities and Threats:

Our product is intermediary product for user industries and the development will be based on dependant other industries.

The Company is making continuous efforts to trading different grades of products to meet the requirement of its customers.

The Company is making efforts for exploring other avenues to increase its sales of different varieties of Garments.

Any changes in international price of its products and fluctuations in foreign exchange will have effect on the profitability of the Company.

Segment or Product wise performance:

The Company operates in single business segment i.e. Textile comprising cotton, yarn, fabrics etc.

Outlook:

The outlook for the Company appears bright on a long term basis. The Company is hopeful that its performance in the years to come would be encouraging, as the Company is planning to start the trading in bullion & textile garments in national as well as international market.

Risk Management:

The Company is exposed to a number of risks. Some key risks have been mentioned below:

1. The Raw material prices are market driven being an agricultural product and any natural calamity such as drought/ flood will affect the profitability of the Company.
2. Any change in the fashion will also have bearing on the profitability of the Company.

Internal Control Systems and their adequacy:

The company has adequate systems of internal control covering all financial and operational activities. The internal control are designed to provide reasonable assurance with regard to maintaining proper accounting controls, protecting assets form unauthorized losses and ensuring reliability of financial and operational information and proper compliance with regulations. In the opinion of the Board, an internal control system adequate to the size of the Company is in place.

Financial Performance:

For the year 2009-10 Net Profit (Loss) after tax is Rs. (421.26) Lacs against Loss of Rs. (63.93) Lacs during the previous year.

Human Resource / Industrial Relations:

The Company is regularly conducting seminars and workshops to improve the safety . The Company is deputing employees for attending seminars, for updating their skills and knowledge.

CORPORATE GOVERNANCE REPORT

In the line with the requirement for providing a 'Report on Corporate Governance' as per revised clause 49 of the Listing Agreement with the Stock Exchange given herein below is a report on the Company's Corporate Governance norms.

I. Company's Philosophy on Code of Governance:

Corporate Governance is all about commitment to values and ethical business conduct. The Company believes in setting the highest standards in good and ethical corporate governance practices. The Company's philosophy on Corporate Governance emanates from its commitment for the highest level of transparency and accountability towards its shareholders, customers, employees, Banks and the Government while maintaining steady focus for creation of wealth for shareholders on sustainable basis. The Company is managed by the Managing Director under the supervision and control of the Board of Directors. Corporate Governance in the Company is a systematic process by which Company is directed and controlled to enhance its wealth generating capacity.

II. Board of Directors:

Composition and category of Directors and their attendance at Board Meetings and last Annual General Meeting is as follows :

The Board of Directors met Twelve times during the financial year 2009-10 on following dates: 31/10/2009, 01/12/2009, 29/01/2010, 17/02/2010, 4/03/2010, 10/03/2010, 28/04/2010, 14/05/2010, 01/06/2010, 13/08/2010, 27/08/2010, 31/08/2010

Name of Directors	Category of Directorship	No. of Board Meeting attended		Attendance at last AGM	Committee position in Other Company	
		Held	Attended		Chairman	Member
Mr. Satish R. Panchariya	Promoter & Managing Director	12	12	Yes	Nil	Nil
Mr. Madanlal Purohit	Non Executive & Independent Director	12	12	Yes	Nil	Nil
Mr. Ashok Panchariya	Promoter & Executive Director	12	12	Yes	Nil	Nil
Mr. Anant Sharma (Appointed w.e.f. 01.12.2009)	Non Executive & Independent Director	12	11	Yes	Nil	Nil
Mr. Sandeep Sharma (Resigned w.e.f. 01.12.2009)	Non Executive & Independent Director	12	1	N.A	Nil	Nil
Mr. Mukesh Chauradiya (Resigned w.e.f. 01.06.2010)	Non Executive & Independent Director	12	8	Yes	Nil	Nil
Mr. Neel Doctor (Appointed w.e.f. 31.08.2010)	Non Executive & Independent Director	12	1	N.A	Nil	Nil

Board's Procedure:

It has always been the company's policy and practice that apart from matters requiring Board's approval by statute, all major decisions including quarterly results of the Company, financial restructuring, capital expenditure proposals, acquisition of asset, mortgages, guarantees, donations etc. are regularly placed before the Board. This is in addition to information with regard to actual operations and minutes of all the Committee Meetings.

The Minimum information as required as per code of Corporate governance is being made available to the Board as and when applicable.

III. COMMITTEES OF THE BOARD :**a) Audit Committee :**

The Audit Committee has been constituted as per section 292 A of the Companies Act 1956 and guidelines set out in the Listing Agreement with the Stock Exchanges. The Audit Committee of the Company, inter-alia, provides an assurance to the Board on the existence and adequacy of effective internal control systems that ensures:

- Efficiency and effectiveness of operations
- Safeguarding of Assets and adequacy of provisions for all Liabilities
- Reliability of all financial and other management information and adequacy of disclosures
- Compliance with all relevant statutes.

The committee has powers as envisaged under Clause 49 (ii) of the Listing Agreement and as specified by the Board of Directors of the Company and includes the following terms of references:

- Powers of Audit Committee:
 - i. To investigate any activity within its terms of reference.
 - ii. To seek any information from any employees
 - iii. To obtain outside professional legal advice
 - iv. To secure attendance of outsiders with relevant expertise, if considered necessary
- Review of information by Audit committee :

The audit committee mandatorily review the following information :-

- i) Management discussion and analysis of financial conditions and result of operations.
- II. Statement of significant related party transaction (as defined above), as submitted by management.
 - i) Management letter / letters of internal control weakness issued by the statutory Auditors.
 - ii) Internal Audit Report relating control weakness, and

b) Any other matter with the specified permission on the Board.

Composition and attendance:

The audit Committee comprises of three Directors namely, Mr. Satish Panchariya, Mr. Madanlal Purohit Mr. Anant Sharma and Mr. Mukesh Chauradiya

The Composition of the Audit Committee is as follow:

Name of member	Category	Remark
Mr. Madanlal Purohit	Non-executive & Independent Director	Chairman of Audit committe
Mr. Satish Panchariya	Promoter & Managing Director	
Mr. Anant Sharma	Non-executive & Independent Director	Appointed w.e.from 01.12.2009
Mr. Mukesh Chauradiya	Non-executive & Independent Director	Resigned w.e.from 01.06.2010

Mr. Madanlal Purohit is the Chairman of Audit Committee

Meetings and attendance:

During the financial year ended 30th September, 2010 four audit committee meeting were held on 31/10/2009, 29/01/2010, 14/05/2010, 13/08/2010,

Name of member	No. of Meeting	
	Held	Attended
Mr. Madanlal Purohit	4	4
Mr. Satish Panchariya	4	4
Mr. Anant Sharma	4	3
Mr. Mukesh Chauradiya	4	3

B. Remuneration Committee:

a) Composition:

The Company has a remuneration committee. The remuneration paid to Executive Director is approved by the committee and within the limits set by the shareholder at the General Meeting. The Non Executive directors are not paid any remuneration except sitting fees.

The Remuneration Committee while deciding the remuneration package of the senior management members takes in to consideration the following points.

1. Employment Scenario
2. Remuneration package of the industry
3. Remuneration package of material talent of other industry
4. Performance of company and individual performance.

Presently the company does not have any stock option scheme

The Committee comprises of three directors Mr. Madanlal Purohit, Mr. Anant Sharma and Mr. Mukesh Choradiya. One meeting of the Remuneration Committee was where in Mr. Anant Sharma and Mr. Madanlal Purohit remained present.

Mr. Anant Sharma is the Chairman of the Remuneration Committee.

For the financial year ended 30/09/2010, Mr. Satish Panchariya, Managing Director and Mr. Ashok Panchariya, Executive Director of the Company have been paid remuneration, which is as under:

Name of Director	Salary (Rs.)	Perquisites (Rs.)	Total (Rs.)
Mr. Satish Panchariya (Managing Director)	3,00,000	Nil	3,00,000
Mr. Ashok Panchariya (Executive Director)	3,00,000	Nil	3,00,000

C. Shareholders/ Investors Grievance & share Transfer Committee:

The Company has a Shareholders/ Investors Grievance & share Transfer Committee to oversee grievance and redressal mechanism and recommended measures to improve the level of investor's services and to look into and decide matters pertaining to share transfer, duplicate share certificates and related matters. The committee comprises two non-executive directors. The present composition of this committee is as under:

Sr. No.	Name of Member	Status	Category	Remarks
1	Mr. Madanlal Purohit	Chairman	Non-Executive and Independent	
2	Mr. Mukesh Chauradiya	Member	Non-Executive and Independent	Resigned on 01.06.2010
3	Mr. Anant Sharma	Member	Non-Executive and Independent	Appointed on 01.12.2009

The functioning and terms of references of the Committee are as prescribed under the Listing Agreement with the Stock Exchange with particular reference to transfer, dematerialization complaints of shareholder etc.

The quorum for the functioning of the committee is both the directors present. The company attends to the investors grievances/ correspondences expeditiously and usually a reply is sent within 10 days of receipt of letter, except in the cases that are constrained by dispute or legal impediments.

Number of Shareholders complaints 05

Number of Complaints solved 05

Number of pending complaints Nil

General Body Meetings:

Details of last three Annual General Meetings:

Location, date and time of the Annual General Meeting held in the last 3 years is as under :

Financial Year	Date	Time	Location
2006-07	31-03-2008	4.30 P.M.	The Club, Opp. D.N.Nagar, Andheri (West), Mumbai - 400053.
2007-08	31-03-2009	9.30 A.M.	E-211, Crystal Plaza, Opp. Infinity Mall, New Link Road, Andheri (West), Mumbai - 400053.
2008-09	31-03-2010	9.30 A.M.	Kailash Parbat, K. P. Restaurants, 7A/8A, 'A'Wing, Crystal Plaza, New Link Road, Andheri (West), Mumbai - 400053

Special Resolution passed in previous three Annual General Meetings:

1. AGM held on 30/04/2008: NIL
2. AGM held on 31/03/2009: NIL
3. AGM held on 31/03/2010: NIL

Postal Ballot Resolution: During the year 2009-10, No resolution has passed through postal Ballot

Code of Conduct:

The company has adopted a code of conduct for all Board Members and Employees of the company. The code of conduct has already been posted on the website of the company for general viewing. All Board Members and Senior Management Personnel have affirmed compliance with the code on annual basis. The Annual Report contains a declaration to this effect signed by the CEO.

Disclosures:

During the financial year ended 30th September, 2010, there were no materially significant related party transactions that may have potential conflict with the interest of Company at large with its promoters, directors subsidiaries or relatives.

The Company has complied with requirements of listing agreement/regulations/guidelines/rules of the Stock Exchanges/SEBI/other statutory authorities.

Means of Communication:

- The Board of Directors of the company approves and takes on record quarterly, yearly financial results as per the requirement of the Listing Agreement the Stock Exchanges. The result are also faxed to the Stock Exchange where the company is listed ;
- The approved financial results are forthwith sent to the Stock Exchange and published in the Nav shakti , Mumbai Lakshdeep Asian Age and The Frees Press News paper within forty-eight hours of approved thereof ;
- No formal presentation were made to the institutional investors and analysts during the year under review ;
- Management Discussion and Analysis (MDA) forms of the part of the Annual Report, which is posted to the shareholders of the Company.

General Shareholder Information :

(a) Registered office :

E-211, Crystal Plaza, Opp. Fame Adlabs
New Link Road, Andheri (W), Mumbai – 400053.

(b) Annual General Meeting :

The Seventeenth Annual General Meeting of the Company, will be held on Wednesday 30th March, 2011 at 9.30 a.m. at Kailash Parbat, K.P Restaurants, 7A/8A , 'A' Wing , Crystal Plaza, New Link Road, Andheri (West), Mumbai 400053.

The Company follows October-September financial year. Financial year is from 01-10-2009 to 30-09-2010.

The Register of Members and Share Transfer Books of the Company will remain closed from 25th March, 2011 to 30th March, 2011 (both days inclusive) for the purpose of the Seventeenth Annual General Meeting.

(c) Listing of Stock Exchange :

Equity Share :

1) Bombay stock exchange Ltd.

Phiroze Jeejeebhoy Tower,
Dalal Street, Mumbai – 400 001.

(d) **Stock Code :**
Mumbai - 530889

(e) **Market Price Data :**
Stock Market Data during the financial year 2009-10

The monthly high and low quotations and volume of shares traded on the Bombay Stock Exchange Limited is as under;

Year	Month	BSE	
		High (rupees)	Low (rupees)
2009	October	0.59	0.44
	November	0.50	0.40
	December	0.54	0.36
2010	January	0.69	0.46
	February	0.52	0.40
	March	0.44	0.37
	April	0.43	0.38
	May	0.41	0.35
	June	0.39	0.35
	July	0.39	0.36
	August	0.40	0.35
	September	0.40	0.35

(f) **Registrar and Share Transfer Agent (for Physical as well as for Demat) :**

Sharex Dynamic (India) Pvt. Ltd.
Unit 1, Luthra Indl. Premises, Andheri Kurla Road,
Safed Pool, Andheri (East), Mumbai- 400072.

(g) **Share Transfer System:**

Share Transfer in physical form are registered and returned to the respective transferees within a period ranging from two to three weeks, provided the documents lodged with the Registrar / Company are clear in all respect.

(h) **Distribution of Shareholding**

The Distribution of Shareholdings of the Company as on September 30, 2010 is as follows :

Number of Equity Shares held	Number of Shareholders	% to total Shareholders	No. of Shares held	% to total shareholding
Upto 5000	6631	16.74	23878070	0.48
5001-10000	9328	23.55	91294650	1.83

10001-20000	6559	16.56	122322550	2.45
20001-30000	3050	7.70	85152890	1.70
30001-40000	1353	3.42	51889130	1.04
40001-50000	4527	11.43	224677430	4.49
50001-100000	4345	10.97	373674110	7.47
100001 and above	3813	9.63	27111170	80.54
TOTAL	39606	100.00	1,000,000,000	100.00

(i) Dematerialisation of Shares and Liquidity:

The trading in the Company's equity shares is compulsorily in dematerialized form. In order to afford full liquidity and efficient transfer mechanism to the investor community, the Company has set up requisite facilities for dematerialization of its equity shares, in accordance with the provisions of the Depositories Act, 1996, with National Securities Depository Limited and Central Depository Services (India) Limited. Thus the investors can exercise dematerialization and transfer actions through a recognized Depository Participant who is connected to NSDL or CDSL. The ISIN no for Equity Shares of the Company is INE061B01020

(j) Outstanding GDRs/ ADRs/ Warrants or any Convertible instruments, conversion date and likely impact on equity:

The Company has not issued any GDRs/ADRs or Convertible instruments. There are no convertible warrants outstanding as on date.

(k) Investor Correspondence:**Address for Correspondence:**

E-211, Crystal Plaza, Opp. Fame Adlabs, New Link Road, Andheri (W), Mumbai - 400 053.
Email Id: alkaindia@gmail.com

DECLARATION

As provided under Clause 49 of the Listing Agreement entered into with the Stock Exchange(s), it is hereby confirmed that all the Board Members and Senior Management Personnel of the company have affirmed the compliance with the Code of Conduct for the year ended 30th September, 2010.

FOR ALKA INDIA LTD.

sd/-

(Satish Panchariya)

Chairman & Managing Director

Place : Mumbai

Date : 4th March, 2011

CEO Certificate Under Clause 49(V) of the Listing Agreement (Corporate Governance Guidelines) to be placed before the Board along with the Audited Annual Accounts :

- a. I certify to the Board that I have reviewed Financial Statement and Cash Flow Statement for the Year ended 30th September, 2010 and that to the best of our knowledge and belief;
- i. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
- ii. These statements together present a true and fair view of the Company's state of affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b. There are, to the best of my knowledge and belief, no transactions entered into by the Company during the year which are of fraudulent, illegal nature or has violated the Company's Rules;
- c. I accept responsibility for establishing and maintaining internal controls and that I have evaluated the effectiveness of the internal control systems of the Company;
- d. I have indicated to the auditors and the audit committee:
- i. Significant changes in internal control during the year ;
- ii. Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements.

FOR ALKA INDIA LTD.

sd/-

(Satish Panchariya)

Chairman & Managing Director

Place : Mumbai
Date : 4th March, 2011**CERTIFICATE**To,
The Members of Alka India Limited

We have examined the compliance of conditions of corporate governance by Alka India Ltd, for the year ended 30th September, 2010 as stipulated in clause 49 of the Listing Agreement of the said Company with the Stock Exchanges.

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

In 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.

We state that no investor grievances are pending for a period exceeding one month against the Company as per the records maintained by the Shareholders'/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 Agrawal Jain And Gupta
Chartered Accountants

sd/-

(Narayan Swami)

Partner

M. No.- 409759

Place: Mumbai
Date : 4th March, 2011

AUDITOR'S REPORT

To,
The, Members
Alka India Ltd.

1. We have audited the attached Balance Sheet of ALKA INDIA LTD. as at 30th September 2010 and also the Profit and Loss Account 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 (Auditor's Report) Order, 2003, as amended by the Companies (Auditor's Report) Order, 2004, issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order to the extent applicable.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that
 - a) We have obtained all the information and explanation. 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 the books.
 - c) The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of account.
 - d) In our opinion, the Balance Sheet. Profit & loss Account and Cash Flow comply with the accounting standards specified by the Institute of Chartered Accountants of India, referred to in sub section (3C) of section 211 of the companies Act 1956 to the extent applicable.
 - e) On the basis of the written representation received from the Directors of the company and taken on record by the Board of Directors, we report that, none of the Directors of the Company is disqualified as on 30th September 2010 from being appointed as a Director under clause (g) of Sub-section (1) of Section 274 of the companies Act, 1956.
 - f) In our opinion and to the best of our information and according to the explanation given to us the said accounts subject to :-
 - g) No provision for leave encashment benefit payable to employees has been made in the accounts, the amount of which is not ascertainable. (Refer Note No. 1(f) (I) of "Schedule-X "on Notes on accounts).

And read together with the Schedules annexed thereto and the notes and Significant Accounting Policies thereon give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view: -

- 1) In the case of the Balance Sheet, of the State of Affairs of the Company as at 30th September, 2010; And
- 2) In the case of the Profit & Loss Account, of the Profit of the Company for the year ended on that date and
- 3) In the case of Cash Flow Statement of the cash flow for the year ended on that date.

For Agrawal Jain And Gupta

Chartered Accountants

FRN : 013538C

sd/-

(CA. Narayan Swami)

Partner

M. No.- 409759

Place: Mumbai

Date : 4th March, 2011

ANNEXURE TO THE REPORT OF THE AUDITORS'

[Annexure referred to in paragraph 3 of the Auditors Report of even date on the accounts of ALKA INDIA LIMITED for the year ended on 30th September 2010]

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
(b) We are informed that, all the assets have been physically verified by the management during the year. No material discrepancies were noticed on such verification.
(c) The company has disposed off the plant and machinery during the year.
2. (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
(b) The procedures of physical verification of inventories followed by the management are 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 the records of inventory, we are of the opinion that the company is maintaining proper records of inventory. No discrepancies were noticed on verification between the physical stocks and the book records.
3. The Company has not taken any Loans from other Companies covered in the register maintained u/s.301 of the Companies Act,1956, hence Clause (b),(c) are not applicable.
4. 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 with regard to purchases of inventory, fixed assets and with regard to the sale of goods. During the course of our audit, no major weakness has been noticed in the internal controls.
5. According to the information and explanations provided by the management, the particulars of all contracts or arrangements that need to be entered into the register the maintained u/s 301 of the Companies Act, 1956.
6. According to information's and explanations given to us, the company has not accepted any deposit from public covered by the provision of section 58A and 58AA of the companies act 1956 and the rule framed there under.
7. In our opinion, the company has an internal control system commensurate with the size and nature of its business.
8. We are informed that maintenance of cost records as prescribed by the Central Govt. U/s. 209(1) (d) of the Companies act, 1956, is not applicable to the company.
9. (a) According to the records of the company and information & explanation by the management, the company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income-tax, sales-tax, wealth-tax, custom duty, excise-duty, Service Tax cess and other statutory dues applicable to it.
(b) According to the information and explanations given to us by management, no undisputed amounts payable in respect of income-tax, wealth-tax, sales tax, customs duty, excise duty, service tax and cess were outstanding, as at 30.09.2010 for a period of more than six months from the date they became payable.

- (c) According to the records of the company and information & explanation by the management, there are no dues of sales tax. Income tax, custom tax/wealth tax, excise duty, service tax and cess, which has not been deposited on account of any dispute.
10. The accumulated losses of the company are not more than fifty percent of its net worth. The company has incurred cash losses during the financial year covered by our audit but the company has incurred cash losses in the immediate preceding financial year.
11. Based on our Audit procedure and on the information and explanation given by the management, we are of the opinion that the company has not defaulted in repayment of dues to a financial institution, bank or debenture holder.
12. The company has not granted any loans or advances on basis of the security by way of pledge of shares, securities, debentures and other securities.
13. In our opinion, the company is not a chit fund or nidhi mutual benefit fund/ society. Therefore the provision of the clause 4(xiii) of the companies (Auditor's Report) order, 2003 are not applicable to the company.
14. In our opinion, the company is not dealing in shares securities debentures and other investments. Therefore the provision of the clause 4(xiii) of the companies (Auditor's Report) order, 2003 are not applicable to the company.
15. The company has not given any guarantee for loan taken by others from banks or financial institutions.
16. The company has not taken any term loan; hence the clause is not applicable.
17. According to the information and explanation given to us and on an overall examination of the balance sheet of the company, we report that the no funds raised on short-terms basis have been used for long-term investment. No long -term funds have been used to finance short-term assets except core (permanent) working capital.
18. Based on our examination of records and the information provided to us by the management, we report that the company has not made preferential allotment of shares to parties and companies covered under section 301 of the Act.
19. During the year covered by our audit report, the company has not issued any debentures.
20. During the year under review, the company has not raised funds from public issue.
21. Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud on or by the company has been noticed or reported during the course of our audit.

For Agrawal Jain And Gupta
Chartered Accountants
FRN : 013538C

sd/-

(CA. Narayan Swami)
Partner
M. No.- 409759

Place: Mumbai
Date : 4th March, 2011

Marching Ahead For A Better Tomorrow

BALANCE SHEET AS ON SEPTEMBER 30, 2010

(Amount in Rupees)

PARTICULAR	Sch No	Amounts	Amounts 30.09.2010	Amounts 30.09.2009
I. SOURCES OF FUND :				
SHARE HOLDER'S FUND				
Share Capital	A		500,000,000	500,000,000
Transferor Company Shareholder's Fund	B		134,397,500	134,397,500
Reserve & Surplus	C		3,521,198	3,521,198
LOANS FUND :				
Secured Loan			-	-
Unsecured Loan	D		1,429,035	-
DEFERRED TAX LIABILITY				19,612,459
TOTAL			639,347,733	657,531,157
II. APPLICATION OF FUND :				
FIXED ASSETS				
Gross Block	E		17,377,093	147,900,663
Less : Depreciation			5,845,294	53,982,137
Net Assets			11,531,799	93,918,526
INVESTMENTS	F		300,869,025	230,295,711
DEFERRED TAX Assets			250,281	-
CURRENT ASSETS LOANS & ADVANCES				
(a) Inventories			-	-
(b) Sundry debtors	G	56,807,081		47,607,989
(c) Cash and Bank Balances	H	1,985,325		4,183,188
(d) Loan and Advances	I	133,683,406		231,254,630
Total - A		192,475,812		283,045,807
LESS : CURRENT LIABILITIES & PROVISIONS				
(a) Current Liabilities	J	1,602,632		38,087,613
(b) Provisions	J	70,841,492		76,702,516
Total - B		72,444,124		114,790,129
NET CURRENT ASSETS (A-B)			120,031,688	168,255,678
Miscellaneous Expenses (To the extent not written off or adjusted)	K		488,643	1,011,275
Profit and Loss Account (Debit Balance)			206,176,297	164,049,967
TOTAL :-			639,347,733	657,531,157
Significant accounting policy & notes forming part of the account Schedules 'A' to 'S' annexed form integral part of Accounts.	S		(0)	0

For, Agrawal Jain And Gupta

Chartered Accountants,

FRN : 013538C

sd/-

(CA. Narayan Swami)

Partner

M. No. - 409759

Place : Mumbai

Date : 04.03.2011

For and on behalf of board of directors

sd/-

Satish R. Panchariya (Chairman & Managing Director)

sd/-

Ashok R. Panchariya (Executive Director)

sd/-

Anant K Sharma (Director)*Marching Ahead For A Better Tomorrow*

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED SEPTEMBER 30, 2010

(Amount in Rupess)

PARTICULAR	Sch No	Amounts	Amounts 30.09.2010	Amounts 30.09.2009
INCOME :				
Sales			39,483,792	21,154,377
Other Income	L		928,480	40,890,434
Increase/(Decrease) in Stock				
Total (A)			40,412,272	62,044,811
EXPENDITURE				
Purchase			56,394,958	19,820,000
Salary & Staff Benefits	M		972,000	752,000
Manufacturing Expenses	N		-	150,014
Administrative Expenses	O		8,395,674	4,829,574
Financial Expenses	P		131,324	81,976
Selling & Distribution Exp.	Q		137,450	50,625
Loss on Investments	R		2,525,543	37,555,821
Loss on Sale of Fixed Assets			32,151,958	-
Preliminary Exp. W/off	K		522,632	522,632
Total (B)			101,231,540	63,762,642
Profit Before Tax & Depreciation		(A-B)	(60,819,267)	(1,717,831)
Less : Depreciation	D		1,169,803	4,902,343
Profit before Tax			(61,989,070)	(6,620,174)
Provision for taxation				
Current tax			-	-
Deferred tax			(19,862,740)	(227,608)
Net profit after Taxation			(42,126,330)	(6,392,566)
Balance brought forward last year			(164,049,967)	(108,141,415)
Prior period adjustments				(49,515,986)
Available For Appropriation			(206,176,297)	(164,049,967)
Transfer to General Reserve			-	-
Balance carried to Balance sheet			(206,176,297)	(164,049,967)
Basic and diluted earnings per share			(0.084)	(0.013)

Significant accounting policy & notes forming part of the account 'S'

Schedules 'A' to 'S' annexed form integral part of Accounts.

For, Agrawal Jain And Gupta

Chartered Accountants,

FRN : 013538C

sd/-

(CA. Narayan Swami)

Partner

M. No. - 409759**Place : Mumbai****Date : 04.03.2011****For and on behalf of board of directors**

sd/-

Satish R. Panchariya (Chairman & Managing Director)

sd/-

Ashok R. Panchariya (Executive Director)

sd/-

Anant K Sharma (Director)

SCHEDULES FORMING PART OF THE BALANCE SHEET

	Amounts 30.09.2010	Amounts 30.09.2009
SCHEDULE: A		
AUTHORISED SHARE CAPITAL		
750000000 Equity Share Capital of Rs. 1 Each (Prev.Year 250000000 Equity. Share Capital of Rs.1 each)	750,000,000	750,000,000
250000000 Unclassified shares of Rs. 1/- each (Prev.Year - NIL)	250,000,000	250,000,000
Issued, Subscribed & paid-up :	1,000,000,000	1,000,000,000
500000000 Equity Share Capital of Rs. 1 Each (Prev.Year 50,00,00,000 Equity. Share Capital of Rs.1 each)	500,000,000	500,000,000
Total.....	500,000,000	500,000,000
SCHEDULE: B		
TRANSFEROR COMPANY'S SHARE HOLDER FUND		
(134397500 Equity shares capital of Rs. 1 Each in Exchange of 5375900 Shares of Janice Textile Limited)	134,397,500	134,397,500
	134,397,500	134,397,500
SCHEDULE : C		
RESERVE & SURPLUS :		
Capital Reserve	3,521,198	3,521,198
	3,521,198	3,521,198
SCHEDULE : D		
LOANS FUND :		
Unsecured Loan from ICICI for vehicle	1,429,035	-
	1,429,035	-
SCHEDULE : F		
INVESTMENT :		
In shares & securities (Unquoted)		
Unquoted shares- as per annexure A	169,075,000	101,600,000
quoted shares- as per annexure B	131,794,025	128,695,711
	300,869,025	230,295,711
* Aggregate Book Value of Unquoted Investments: Rs. 10,66,00,000/- (Previous Year Rs.10,66,00,000/-)		
* Aggregate Book Value of quoted Investments: Rs. 13,17,94,025 /- (Previous Year Rs. 12,86,95,711 /-)		
* Aggregate Market Value of quoted Investments: Rs.12,54,55,965 /-(Previous Year Rs. 14,20,48,569/-)		
SCHEDULE : G		
SUNDRY DEBTORS :		
(Unsecured but considered good)		
More than six Month	52,847,081	45,382,389
Other	3,960,000	2,225,600
Total.....	56,807,081	47,607,989

	Amounts 30.09.2010	Amounts 30.09.2009
SCHEDULE : H		
CASH & BANK BALANCE :		
Balance with Schedule Bank		-
In Current Account	(3,961)	609,385
In Fixed Deposit Account	-	251,680
Cash in hand	1,989,286	3,322,123
Total.....	1,985,325	4,183,188
SCHEDULE : I		
LOAN & ADVANCES		
(unsecured but considered good)		
Advance receivable for cash or in kind or for value to be received	627,498	5,670,947
Deposit with govt. or Semi Govt. Advance tax	8,290,989	7,516,219
TDS receivables	1,019,038	955,402
Calls in Arrears	152,000	152,000
Prepaid exp.	225,784	411,762
Doubtful advances	20,019,746	-
Share application money	37,770,000	37,770,000
Others	65,578,351	178,778,300
Total.....	133,683,406	231,254,630
SCHEDULE - J		
CURRENT LIABILITIES		
Creditor for Goods		-
- Out Standing to SSI Unit	-	-
- Others	450,703	-
Creditor for Expenses	1,108,724	305,294
Creditors for Others	43,205	37,782,319
Total.....	1,602,632	38,087,613
PROVISION :		
Provision for Exp.	735,683	706,189
Provision for Taxation	27,795,561	33,684,945
Proposed Dividend	37,500,000	37,500,000
TDS payable	5,561	6,695
Tax on proposed Dividend	4,804,687	4,804,687
Total.....	70,841,492	76,702,516
SCHEDULE : K		
MISCELLANEOUS EXPENDITURE :		
Preliminary Expenses	1,011,275	1,692,576
Less :W/off during the year	522,632	522,632
Total (a)	488,643	1,169,944

	Amounts 30.09.2010	Amounts 30.09.2009
Public issue Exp. -		
Less :W/off during the year	-	158,669
Total (b)	-	(158,669)
Total (a+b)	488,643	1,011,275

SCHEDULES FORMING PART OF THE PROFIT & LOSS ACCOUNT**SCHEDULE : L****OTHER INCOME**

Brokerage Rec		452,430
Dividend Received	292,122	307,511
Foreign Exchange Gain	-	35,456,210
Int Rec	636,358	4,674,283
Total.....	928,480	40,890,434

SCHEDULE - M**SALARY & OTHER STAFF BENEFITS**

Salary & Bonus	372,000	152,000
Staff Welfare	-	-
Director's Remuneration	600,000	600,000
Total.....	972,000	752,000

SCHEDULE - N**MANUFACTURING EXPENSES**

Diesel Expenses	-	25,364
Labor Expenses	-	124,650
Repair & Maintenance	-	-
Total.....	-	150,014

SCHEDULE - O**ADMINISTRATIVE EXPENSES**

Advertisement Exp.	63,963	41,644
Annual Custodial Fees (CDSL & NSDL)	166,986	37,573
Board Meeting Exp.	5,000	5,000
Books & Periodicals	1,860	2,750
Computer Repair Expenses	45,382	104,741
Legal & Professional Charges	19,058	15,000
Donation	-	5,100
Electricity Exp.	297,836	375,629
Insurance Exp.	94,488	72,630
Listing Fees	315,499	402,235
Membership Fees	267,586	107,543
Misc. Exp.	160,625	42,305
Office exps.	98,839	61,691
Petrol& conveyance Exp.	16,852	5,755

	Amounts 30.09.2010	Amounts 30.09.2009
Printing & Stationery exps.	365,228	390,793
Rent	776,224	743,840
Repair & Maintainace vehicles	69,845	547,496
ROC Expenses	20,093	57,880
Sebi Penalties	-	150,000
Sundry B/L of W/Off	50,147	10,378
Telephone & Communicating exps.	144,071	81,932
Foreign Exchange loss	2,063,240	
Travelling Exp.	3,300,279	1,502,660
Audit fees	52,575	65,000
Total.....	8,395,674	4,829,574

SCHEDULE - P**FINANCIAL EXPENSES :**

Interest	112,602	-
Bank charges & other charges	18,722	81,976
Total.....	131,324	81,976

SCHEDULE - Q**SELLING & DISTRIBUTION EXP. :**

Transport, Loading/Unloading Exp.	137,450	50,625
Sales Tax		
Total.....	137,450	50,625

SCHEDULE : R**LOSS ON INVESTEMENTS**

Short Term Capital Gain	(7,230,925)	(38,523,034)
Long Term Capital Gain	(2,331,587)	730,624
Loss on sale of shares	10,350,000	-
Speculation Profit/Loss	1,738,054	236,589
Total.....	2,525,543	(37,555,821)

Annexure – A “Unquoted Shares”

Name of Company	No. of Shares	Face Value (Fully Paid)	Amount 30/09/2010	Amount 30/09/2009
Apsara Fintrade Private Ltd	50000	Rs 10 each		10000000
Blue Bird Buildwell Private Ltd.	33333	Rs 10 each	5000000	5000000
Chhajer Synthetics Pvt Ltd	19000	Rs 10 each	9500000	4000000
Classic Tubes India Ltd	15000	Rs 10 each	1500000	1500000
G. Consultants & Fabricators Ltd	4000	Rs 10 each	2000000	NIL
Good Luck Publishers Ltd.	10000	Rs 10 each	1000000	1000000
Race Course Capital Pvt.Ltd.	25000	Rs 10 each	2500000	NIL

N.M. Merchantile	230000	Rs 10 each	11500000	11500000
PSC Softech Impex Pvt Ltd	10000	Rs 10 each	3000000	3000000
Raksha Builders & Promoters Pvt Ltd	50000	Rs 10 each	4500000	4500000
Sherul Insulations Pvt Ltd	50000	Rs 10 each	4500000	4500000
Shubham Transocenic Pvt Ltd	100000	Rs 10 each	1100000	1100000
Sohrab Spinning Mills Ltd.	90000	Rs 10 each	4500000	4500000
T & S Logistics (P) Ltd.	25000	Rs 10 each	2500000	2500000
Vivid Products (P) Ltd	30000	Rs 10 each		1500000
Sugo Gears Pvt.Ltd.	2000	Rs 100 each	1000000	
Atut Fin Cap Ltd	250000	Rs 10 each	5000000	5000000
Mathura Strips Pvt Ltd	50000	Rs 10 each	5000000	5000000
Rohnik Hospitality Services Pvt Lt	120000	Rs 10 each	3000000	3000000
Silicon Securities Pvt Ltd	120000	Rs 10 each	3000000	3000000
Sarvopari Investments Pvt Ltd	35000	Rs 10 each	70475000	17500000
Siddhant Enterprises Pvt Ltd	25000	Rs 10 each	2500000	2500000
Instinct Advertising & Marketing Ltd	30000	Rs 10 each	3000000	3000000
Kay Nitro Oxygen Pvt Ltd	30000	Rs 10 each	3000000	3000000
24*7 E Power Limited	60000	Rs 10 each	15000000	
Hotel Gaudavan Pvt. Ltd.	66667	Rs 10 each	5000000	5000000
Total			169075000	101600000

Annexure – B “Quoted Shares”

Name of script	Investments as Cost 30/09/2010	Investments as Cost 30/09/2009
Abb – 500002	112652	262854
Al Champdany Ind Ltd – 532806	376820	NIL
Alok – 521070	159900	159900
Amar Remedies Ltd- 532664	60051	120102
Arss Infra Projects Ltd	648137	NIL
Artson Engineering Ltd- 522134	31060	65067
Arvind Ltd- 500101	125820	251640
Ashok Leyland Ltd- 500477	25344	50688
Assam Co- 500024	50112	50112
Avaya Global- 500463	57776	115552
Avon Corporation- 532995		3923638
Axis Bank- 532215	104398	243597
Bajaj Corp Ltd	734080	NIL
Balasore- 513142 (Ispat Alloys)	19950	19950
Balmer Lawri- 523319	83526	187934
BASF- 500042	105008	118134
Bhatinda Chemicals – 524332		9770
BPL Ltd- 500074	152712	91024
Brescon- 511628		55412

Burnpur- 532931	66735	133470
Cairn Ind- 532792	144288	288576
Cambridge Solutions- 532616	157500	278168
Cat- 531682	3663931	3859370
Century Tex- 500040	137085	159438
Cinemax- 532807	22170	44340
Core Project- 512199	57507	161021
Crest Anim- 526785	58635	96615
Danlaw- 532329	4108	8217
DCB- 532772	4658740	31094
Dham Sugar- 502512		199500
Dhanbank- 532180	53335	122671
Divis- 532488	171168	199696
Dredging Corp of Ind- 523618	61504	123008
Ecoboar- 523732	4905025	325750
EKC- 532684	9013	18026
Electrost- 500128	16560	33120
Elgi Rubber- 590023	29385	29385
Essar Oil- 500134	777756	777756
Exide Industries Ltd- 500086	66030	171678
Facorall- 532656	80750	128250
Financial Tech- 526881		43196
Finolex Ind- 500940	495054	495054
Fsl- 532809	1718500	3475324
Fulford- 506803	24048	48096
Future Cap Holding- 532938	145215	210484
Garware Offshore – 501848	76405	1375290
Garware Poly- 500655	14430	26455
Gdl- 532622	58995	147488
Gic Housing Fin- 511676		30267
Gillette India Ltd- 507815		158416
GIPCL- 517300		88336
GMR Infra- 532754	105786	211572
GRABAL- 532909	114471	114471
Gujarat State Petro- 532702	NIL	31878
Gujrat Alkalies- 530001	400570	533610
Harita Sea- 590043	19413	38826
Hexaware- 532129	170200	221260
HGSL Global- 532859	146142	244437
Himachal Future- 500183	454240	454240
Hindalco Ind- 500440	510180	186580
Hind Motors- 500500	877766	877766

Hind Oil- 500186	1041524	1069389
Hinduja Ventures- 500189	48346	96692
Hindustan Conctruction Co Ltd- 500185	199680	199680
Hindustan Organic Co Ltd – 500449	54520	98136
ICRA- 532835	178866	313015
IFCI- 500106	1450250	462900
India Bulls Real Est (IBRE)- 532832	83000	166000
India Infoline- 532636	125435	192651
Indian Hume Pipe- 504741	75165	166833
Indorama- 500207	13515	19462
Indus Bank Ltd- 532187	191490	319150
Infosys- 500209	58265	116530
Ispat Industries- 500305	2044080	19890
IT People- 532342		11189350
JBF Ind Ltd- 514034		116632
Jindal Steel- 532286	149426	268968
JMC Project- 522263	118240	189184
Jp Hydro- 532627	89430	134145
Jupiter Bioscience Ltd- 524826	16020	32040
Jyothy Lab- 532926	313024	626048
KALYANI- 500235	1066404	26904
Karutglobal- 531687		145170
Kingfisher Airlines- 532747	21045	21045
Kohinoor- 531366	33633779	31564654
K Sera- 532081	30133680	621200
Laxmi Machine Works Ltd- 500252	41633	41633
Laxmi Vilas Bank- 590069	22560	48880
L&T- 500510	164528	329056
Maars Software- 531528		5853308
Madhupro- 531497	24724	74173
Madras Cement Ltd – 500260	121465	348653
Magnum Ventures- 532896	36135	72270
Mangalam Cement Ltd- 502157	114730	229460
Man Ind Ltd- 513269	318125	318125
Mcdowell- 532432 (United Spirits)	38923	64612
Mcnally- 532629	67100	93940
Mercator Lines Ltd- 526235	2523672	367272
MIRC- 500279	44780	80604
MMFIN- 532720	54362	122314
MTNL- 500108	353700	445662
Mundra Port & Sez Ltd- 532921	118686	237372
Mysore Cements Ltd - Heidelcem- 500292	79960	139930
Nat Steel- 513179	67150	107440

NDTV- 532529	319754	318854
Nepin- 500301	15080	20358
Nirlon- 500307	93950	118377
Nitin Fire- 532854	235395	329553
Nocil Ltd- 500730	457800	746300
NTPC- 532555	282571	436035
Ocl- 502165	50350	100700
OCL Iron & Steel (OCLISL)- 533008	26117	52234
OFSS- 532466	57312	114624
Omme Infra- 531092	29790	60573
ONGC- 500312	124448	124448
Parsvnath- 532780	101952	203904
Patel Integrated Logistics Ltd- 526381	1668740	108540
PBA Infrastructure- 532676		64256
Penar Ind- 513228	497490	571624
PETROL ENGG - 530381	58488	80421
Petronet- 532522	76250	102937
P.I. Drug- 512529 (Sequent)	147816	147816
Polaris Software Lab- 532254	339325	678650
Power Grid Corp Ltd- 532898	288500	403900
Provogue- 532647	66230	165575
PSI- 532199	86830	86830
Purva- 532891	75688	75688
Raipur Alloys (Sarda)- 504614	151930	167123
Rallis India Ltd- 500355		108968
Rap Media Ltd- 531583	6147	6147
Raymond Ltd- 500330	49455	259335
RIL- 500325	523865	588824
Rishi Laser- 526861	20295	20295
RNRL- 532709	996630	996630
Rolta India Ltd – 500366	483390	805650
R Power- 532939	450920	620015
Sasken- 532663	257460	343280
Satyam- 500376	187600	187600
Sesa Goa Ltd- 500295	72490	115984
Siemen - Bayer Diag- 506559	242364	272660
Smart Link – 532419	80666	76602
Spentex- 521082	41650	74970
Spice Tele- 532863		223985
SREI- 523756	1231605	1231605
Sujana Ind- 517224		35118838
Supreme Infra Ltd- 532904	64630	219742

Supreme Pet- 500405	18666	18666
Take Solution Ltd- 532890	384642	461571
Themis- 530199	14028	14028
Thirumalai- 500412	63645	76374
Torent Power- 532779	119080	160758
Torrent Cables Ltd- 523856	25050	25050
Transgene- 526139	114250	114250
TTML- 532371	194950	280728
UCO Bank- 532505	361960	663860
Ultra Tech- 532538		268975
Veejay- 522267	86346	86346
Vinay Cement- 518051	196142	196143
Vishal Retail Ltd- 532867	109431	109431
Vyapar- 506142	173055	173055
X Pro- 590013	65390	65390
Zeno Tech- 532039	43585	130755
Unitech Ltd	3742000	
United Bank of India	485850	
Thiru Arooran Sugars Ltd - 507450	87700	
Talwalkar Better Value Fitness Ltd - 533200	746910	
Super Spinning Mills Ltd - 521180	84950	
Shriram EPC Ltd	292540	
R.S. Software	852000	
Ramco Systems Ltd - 532370	336750	
Pipavav Shipyard Ltd	538250	
OMDC - 590086	67955.94	
Northgate Tech Ltd - 590057	105500	
Nutek	469400	
Nuchem - 500311	488500	
NHPC Ltd	1548500	
Kriti Ind - 526423	137706	
Kriti Nutrients Ltd - 533210	43205.4	
Kilburn Eng Ltd - 522101	179150	
Kadam Const - 531784	8682726	
Jsl Ltd - 532508	122165.4	
Idea	113503.6	
GTL Infrastructure Ltd - 532775	375400	
Good Yr	478307.08	
FDC - 531599	234960	
DQE	543300	
Zensar Tech – 504067	488200	221940
Total	131794025	128695711

**SCHEDULE - E
FIXED ASSETS**

Particulars	Rate of Depreciation SLM	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		Opening 01.10.2009	Addition During the Year	Deduction During the Year	Total 30.09.2010	Opening 01.10.2009	Addition During the Year	Deduction During the Year	Total 30.09.2010	As On 30.09.2010	As On 30.09.2009
Furniture & Fixture	6.33%	2533678		425000	2108678	1671976	133479	125866	1679589	429088.865	861702
Residential House	1.63%	4134500			4134500	67521	67516		135038	3999462.23	4066979
Vehicles	9.50%	4505000	4562063.00		9067063	1484809	805564		2290373	6776690.17	3020191
Plant & Machinery	4.75%	127375471		127375471	0	47534209	0	47534209	0	0	79841262
Office Equipments	6.33%	1672570	29000.00		1701570	1542051	106900		1648950	52619.6577	130519
Electric Installation	6.33%	7458132		7458132	0	1646571	0	1646571	0	0	5811561
Computer	16.21%	221312	143970.00		365282	35001	56343		91344	273937.952	186311
Total :-		147900663	4735033	135258603	17377093	53982137.3	1169802.565	49306646	5845294.13	11531799	93918525.7
Previous Year		238516977	130575	90746889	147900663	60830096	4902343.317	11750302	53982137.3	93918525.7	177690220

Marching Ahead For A Better Tomorrow

SCHEDULE: - "S" SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE ACCOUNTS**1. SIGNIFICANT ACCOUNTING POLICIES.****(a) BASIS OF ACCOUNTING.**

Basis of the preparations of financial statements are prepared accordance with "GAAP" under the historical cost conversion on the accrual basis. In accordance with the requirements of the Companies Act, 1956. Accounting policies not referred to otherwise are consistent with generally accepted accounting principles and the provisions of the Companies Act, 1956.

(b) FIXED ASSETS AND DEPRECIATION.

Fixed assets are stated at cost inclusive of inward freight, duties and taxes and incidental expenses related to acquisition less accumulated depreciation.

Depreciation is provided on the SLM method at the rates specified in the Schedule XIV to the Companies Act, 1956.

Depreciation is provided on pro-rata basis on the additions/ deductions, if any.

(c) INVENTORIES.

Stock - In - Trade is valued at cost or realizable value whichever is lower.

(d) INVESTMENT.

I. Company valued its investments at Cost at the end of the year but company not diffracted his investments into long term investments to current investments.

II. Company has not making any provision for dimluatation in the value of shares and securities. And as per management opinion there is no requirements to make any provisions for the same.

(e) MISCELLANEOUS EXPENDITURE.

Preliminary Expenses are being written off over a period of Ten Years.

(f) Employee Benefits.

i. Encashment of leave is accounted in the year in which option of encashment is exercised by employees.

ii. Liability for Gratuity will be provided as when accrued.

(g) REVENUE RECOGNITION.

Expenses and income considered payable and receivable respectively are accounted on accrual basis except liability for Leave encashment, if any, which shall be accounted for as and when paid.

(h) TAXES ON INCOME.

Current tax, if any, is determined as the amount of tax payable in respect of taxable income for the period. Deferred tax is recognized, subject to the consideration of prudence in respect of deferred tax assets, on timing difference, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

2. RELATED PARTIES:

Disclosures as required by Accounting Standard (AS) -18 "Related Party Transaction" issued by the Institute of Chartered Accountants of India are as follows:

<u>Nature of the Related Party</u>	<u>Description of Relationship</u>
(A) Related Parties where control exists	NIL
(B) Related Parties where control exists	NIL
(C) Key Management Personal	

S/no.	Party Name	Relations	Particulars	Amount
1.	Shri Satish R. Panchariya	Managing Director	Remuneration	3,00,000/-
2.	Shri Ashok R. Panchariya	Executive director	Remuneration	3,00,000/-

- Inventories are as per taken, valued and certified by the management.
- In the opinion of the management and to the best of their knowledge and belief, the value on realization of loans, advances and other current assets in the ordinary course of business will not be less than the amount at which they are stated in the Balance Sheet.
- The Company operates in single business segment, i.e. Textile comprising cotton, yarn, fabrics etc.
- Earnings Per Share as computed in accordance with Accounting Std. 20 for the year ended 30th September 2010:

	Current year	Previous year
Net profit after tax	(4,21,26,330)	(6392566)
<u>No. of Shares (Rs. 1/- Each)</u>	<u>500,000,000</u>	<u>500,000,000</u>
Earnings Per Share	(0.084)	(0.013)

7. DEFERRED TAX LIABILITIES

Deferred tax on timing differences between taxable and accounting income is accounted for, using the tax rates and the tax laws enacted or substantially enacted as on the balance sheet date. Deferred tax assets on unabsorbed tax losses and unabsorbed depreciation are recognized only when there is a virtual certainty of their realization. Other items are recognized only when there is a reasonable certainty of their realization.

The Company has adopted Accounting Standard-22 on "Accounting for Taxes on Income" issued by the Institute of Chartered accountants of India. Consequently, the Company has recorded deferred tax liability/Assets in respect of timing differences on account of Depreciation as on 30th September 2010 and the net effects of the same has been given in the Profit & Loss Account and Balance Sheet as on 30th September 2010.

8. Foreign currency transactions

Foreign currency transactions are recorded at exchange rates prevailing on the date of respective transactions.

Current assets and current liabilities in foreign currencies existing at balance sheet date are translated at year-end rates.

Foreign currency translation differences related to acquisition of imported fixed assets, if any are adjusted in the carrying amount of the related fixed assets. All other foreign currency gains and losses are recognized in the profit and loss account.

9. Provision and contingent liabilities

Provisions are recognized when the Company has present legal or constructive obligation, a result of past events, for which it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made for the amount of the obligation. Contingent liabilities, if any, are disclosed by way of notes to the Balance Sheet

10. Balances in respect of certain sundry debtors, sundry creditors and loans and advances are taken as shown by the books of account and are subject to confirmation and consequent adjustments and reconciliation, if any.
11. The Company did not have any transactions with Small Scale Industrial ('SME's') Undertakings during the year ended 30th September, 2010 and hence there are no amounts due to such undertakings. The identification of SME's undertakings is based on the management's knowledge of their status.

The Company has not received any information from "suppliers" regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amount unpaid as at the year end together with interest paid / payable as required under the said Act have not been furnished.

12. Figures in brackets represent those of the previous year.
13. Previous year figures has been re-grouped & re-arranged wherever necessary

14. Auditors Remuneration

	<u>Current year</u>	<u>Previous year</u>
Audit Fees (excluding service tax)	Rs. 25000/-	Rs. 40000/-
Taxation & other certification work	Rs. 25000/-	Rs. 25000/-

15. Director's Remuneration:

	<u>Current year</u>	<u>Previous year</u>
Salary	Rs. 600000	Rs. 600000
Perquisite	Rs. 4,20,000/-	Nil

16. Additional information pursuant to Part "1" of Schedule "VI" of the Companies Act 1956

(a) Value of imports calculated on CIF basis on capital account is NIL.

(b) Expenditure in foreign currency (on payment basis)

	<u>Current year</u>	<u>Previous year</u>
Traveling, Boarding & Loading Exp.	Nil	Nil
(c) Foreign Exchange Earnings	Nil	Nil
(d) Remittance In foreign exchange	Nil	Nil
(e) Remittance In foreign exchange (Investments in previous years)	\$993930	\$3299790

17. Pending the confirmation from BSE of the record date for deciding the entitlement of shares to shareholders of the transferor company, i.e., Janice Textiles Limited, formal allotment in terms of Clause No. 11, of the scheme of Amalgamation sanctioned by the hon'ble High Courts, has not

been made, as a result that of the value of the shares to be allotted to the shareholders of the transferor company has been disclosed separately under the head "Transferor Company's Shareholders Fund".

18. Additional Information pursuant to part "IV" of schedules "VI" to the Companies Act 1956.

1. Registration Details.

Registration No.	U99999MH1993PLC168521
State Code	11
Balance Sheet Date	30/9/2010

2. Capital Raised During the year

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

3. Position of Mobilization Deployment of Funds: (Rs. in Lacs)

Total Liabilities	6393.48
Total Assets	6393.48

SOURCE OF FUNDS

Paid-up Capital	5000.00	
Transferor company's	1343.97	
Reserve & Surplus	<u>35.21</u>	
Shareholders Fund		6379.18
Secured Loans	NIL	
Unsecured Loans	14.29	
Deferred Tax Liability	<u>NIL</u>	14.29
Total Liabilities		6393.48

APPLICATIONS OF FUNDS

Net Fixed Assets	115.32	
Investment	3008.70	
Deferred Tax Liability	2.50	
Net Current Assets	1200.31	
Misc. Expenditure	4.89	
Profit & Loss Account (Dr.)	<u>2061.76</u>	
Total Assets		6393.48

Performance of Company (Rs. in Lacs)

Turnover	394.84
----------	--------

Other income	9.28
Total Expenditure	1024.01
Profit Before Tax	(619.89)
Profit after Tax	(421.26)
Earning Per Share in Rs.	(0.084)
Dividend Rate %	NIL
4. Generic Name of Principal Product of Company (As Per Monetary Terms).	
Item Code No.	520800.
Product Description	Cloth
Item Code No.	520500.
Product Description	Yarn

For, Agrawal Jain And Gupta

Chartered Accountants,

FRN : 013538C

sd/-

(CA. Narayan Swami)

Partner

M. No. - 409759**Place : Mumbai****Date : 04.03.2011****For and on behalf of board of directors**

sd/-

Satish R. Panchariya (Chairman & Managing Director)

sd/-

Ashok R. Panchariya (Executive Director)

sd/-

Anant K Sharma (Director)

CASH FLOW STATEMENT FOR THE YEAR ENDED 30TH SEPTEMBER, 2010
PURSUANT TO CLAUSE 32 OF LISTING AGREEMENT

(Amount in Rupees)

PARTICULAR	Current Year As at 30.09.2010		Previous Year Ended 30.09.2009	
	Rs.	Rs.	Rs.	Rs.
A. Cash Flow From Operating Activities				
Net Profits/(Losses) Before Tax And Extra-Ordinary Items		(42126330)		(6392566)
Adjustments For:-				
Depreciation	1169803		4902343	
Misc. Expenditure Written Off	522632		522632	
Loss on sale of Fixed assets	32151958		0	
Add:- provision for tax	0		5889384	
Interest Income	(636358)		(4674283)	
		33208035		6640076
Operating Profit Before Working Capital Changes		(8918295)		247510
Adjustments For:-				
Trade And Other Receivables	(9199092)		89132921	
Stock In Trade	0		0	
Trade And Other Payable	(42346005)		(20860932)	
		(51545097)		68271989
Cash Generated From Operations		(60463393)		68519500
Direct Taxes (Deferred Tax and FBT)		(19862740)		(2863767)
Case Flow Before Extra Ordinary Items		(80326133)		65655733
Extra Ordinary Items				0
Net Cash From Operating Activities		(80326133)		65655733
B. Cash Flow From Investing Activities				
Sales/(Purchase) Of Fixed Assets	49064967		20369425	
Sales/(Purchase) Of Investments	(70573314)		(112606257)	
Increase in Misc. Expenditure	0		0	
Interest Received	636358		4674283	
Net Cash inflow from Investing Activities		(20871989)		(87562549)
C. Cash Flow From, Financing Activities				
Increase/ (Repayment) of Bank Borrowings	0			
Increase/ (Repayment) of other Borrowings	0		0	
Receipts/(Payment) of Loans and Advances	97571224		22541908	
Interest Paid	0		0	
Net Cash Used In Financing Activities		97571224		22541908
D. Cash Flow From Increase in Capital				
E. Net Increase/(Decrease) In Cash And Cash Equivalent (A+B+C+D)		(3626897)		635091
Opening Balance Of Cash And Cash Equivalent		4183188		3548097
Closing Balance Of Cash And Cash Equivalent		556291		4183188
		1985325		4183188

For, Agrawal Jain And Gupta

Chartered Accountants,

FRN : 013538C

sd/-

(CA. Narayan Swami)

Partner

M. No. - 409759

Place : Mumbai

Date : 04.03.2011

For and on behalf of board of directors

sd/-

Satish R. Panchariya (Chairman & Managing Director)

sd/-

Ashok R. Panchariya (Executive Director)

sd/-

Anant K Sharma (Director)

Marching Ahead For A Better Tomorrow

ALKA INDIA LIMITED

Regd. Office : E-211, Crystal Plaza, Opp. Fame Adlabs, New Link Road, Andheri (W),
Mumbai - 400053, Maharashtra.

PROXY FORM

I/We _____ of _____
in the district of _____ being a member(s) of ALKA INDIA LIMITED, hereby
appoint _____ of _____
in the district of _____ failing him/her _____
of _____ as my/our proxy to vote for me/us on my/our behalf at the Seventeenth
Annual General Meeting of the Company to be held on Wednesday, the 30th March, 2011 at 9.30 a.m. at
Kailash Parbat, K.P Restaurants, 7A/8A ,A'Wing, Crystal Plaza, New Link Road, Andheri (West), Mumbai
400053 Crystal Plaza, New Link Road, Andheri (W), Mumbai - 400053 and any adjournment thereof.

Signed this _____ day of _____ 2011.
DP ID/Client ID./ L.F. No. _____
No.of Shares _____

Affix a
Re. 1/-
Revenue
Stamp
Here

Note: The Proxy and the Power of Attorney (if any) under which it is signed or a notarially copy of that Power
of Attorney must be deposited at the Registered Office of the Company at E-211, Crystal Plaza, Opp. Fame
adlabs, New Link Road, Andheri (W), Mumbai - 400053, Maharashtra, not less than 48 hours before the
date for holding the Annual General Meeting.

ALKA INDIA LIMITED

Regd. Office : E-211, Crystal Plaza, Opp. Fame Adlabs, New Link Road, Andheri (W),
Mumbai - 400053, Maharashtra.

**ATTENDANCE SLIP
SEVENTEENTH ANNUAL GENERAL MEETING**

(To be handed over, duly filled at the Entrance of the Meeting Place)

Name of the attending Member/Proxy _____
(in block letters)
DP ID/Client ID./ L.F. No. _____
No. of Shares _____

I hereby record my presence at the Seventeenth Annual General Meeting of the Company being held at
Wednesday the 30th March, 2011 at 9.30 a.m. at Kailash Parbat, K.P Restaurants, 7A/8A ,A'Wing, Crystal
Plaza, New Link Road, Andheri (West), Mumbai 400053.

Date :

Signature of the Member

BOOK-POST

If undelivered, please return to :

ALKA INDIA LIMITED

E-211, Crystal Plaza, Opp. Fame Adlabs,
New Link Road, Andheri (W),

Mumbai - 400 053,

Maharashtra.