



# **Alka India Limited**

**ANNUAL REPORT  
2010-2011**

# **ALKA INDIA LIMITED**

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## **ANNUAL REPORT 2010-2011**

### **BOARD OF DIRECTORS**

Mr. Ramakant Sharma	Chairman and Managing Director
Mr. Satish R. Panchariya	Executive 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.  
022 22641376 / 022 22702485  
[www.sharexindia.com](http://www.sharexindia.com) / [info@sharexindia.com](mailto:info@sharexindia.com)

### **REGISTERED OFFICE**

E-211, Crystal Plaza, Opp. Fame Adlabs,  
New Link Road, Andheri (W),  
Mumbai - 400 053,  
Maharashtra.  
022 26736334  
[alkaindia@gmail.com](mailto:alkaindia@gmail.com)

**NOTICE**

**NOTICE** is hereby given that Eighteenth Annual General Meeting of the members of Alka India Limited, will be held on Wednesday, 14th March, 2012 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, 2011 and the Report of Directors and Auditors thereon ;
2. To appoint a Director in place of Mr. Madanlal Purohit, who retires by rotation and being eligible offers himself for re-appointment ;
3. To re-appoint Auditors M/s. Agarwal Jain & Gupta, Chartered Accountants, Jaipur, 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. Ramakant Sharma who was appointed as an Additional Director during the year and who in terms of Section 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.”

5. To consider and, if thought fit, to pass, with or without modification(s), the following resolution as Special Resolution:

**“RESOLVED THAT** pursuant to provisions of Sections 198, 269, 309 and other applicable provisions, if any, of the Companies Act, 1956 and Schedule XIII to the Act, Mr. Ramakant Sharma be and is hereby appointed as Managing Director of M/s Alka India Limited for a period of five years commencing from 5th October, 2011 on the terms and conditions contained in the agreement, which is specifically sanctioned with liberty to the remuneration committee of Board of Directors to alter and vary the terms and conditions of the said appointment and/or Agreement in such manner as may be agreed to between Board of Directors.”

**“FURTHER RESOLVED THAT** any one of the Directors of the Company be and are hereby authorised to file necessary forms in this behalf with the Registrar of the Companies, Maharashtra and to do all such other acts, deeds, and things to give effect to the this resolution.”

**NOTES :**

1. A MEMBER IS ENTITLED TO ATTEND AND VOTE AT THE MEETING AND IS ALSO ENTITLED TO APPOINT A PROXY TO ATTEND AND, VOTE INSTEAD OF HIMSELF EVEN BY WAY OF POLL. A PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXY IN ORDER TO BE EFFECTIVE, PROXY FORM MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THIS MEETING.
2. The Register of Members and Share Transfer Books of the Company will remain closed from 9th March, 2012 to 14th March, 2012 (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 to them at the meeting.

**Registered Office :**

E-211, Crystal Plaza,  
Opp. Fame Adlabs,  
New Link Road, Andheri (W),  
Mumbai – 400053.  
Place : Mumbai  
Date : 13<sup>th</sup> February, 2012

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

sd/-  
**Ramakant Sharma**  
Chairman & Managing Director

*Marching Ahead For A Better Tomorrow*

**EXPLANATORY STATEMENT PURSUANT TO SECTION 173 OF THE COMPANIES ACT, 1956:****Item No. 4**

Mr. Ramakant Sharma was appointed on the Board of Directors of the Company as Additional Directors, to hold office until the date of ensuing Annual General Meeting. And accordingly the Board is proposing to appoint him as an ordinary Director in the ensuing Annual General Meeting. Accordingly, the resolutions are placed before the members for their consideration and approval. The Board hereby recommends the proposed resolutions for adoption in the larger interest of the Company.

None of the Directors except Mr. Ramkant Sharma are interested and concerned in item nos. 4 of the notice

**Item No. 5**

The Board of Directors of your Company strongly recommend to appointment of Mr. Ramakant Sharma, as a Managing Director of your Company. The Board of Directors proposed appoint Mr. Ramakant Sharma as a Managing Director subject to the approval of shareholders.

The draft Agreement between the Company and Mr. Ramakant Sharma as Managing Director of the Company contains the following principal terms and conditions:

1. Period: For Five years From 5th October,2011.
2. Remuneration: Salary in the scale of Rs. 1,80,000 – Rs. 3,00,000 per annum, with authority to the Board to fix the salary within the abovementioned scale from time to time. The annual increment will be merit-based and take into account the Company's performance.
3. The terms and conditions of the said appointment may be altered and varied from time to time by the Board of Directors/Remuneration Committee as it may in its discretion, deem fit, within the maximum amounts payable to Managing Directors in accordance with Schedule XIII to the Act, or any amendments made hereafter in this regard.
4. If, at any time, the Managing Director ceases to be a Director of the Company for any case to be the Managing Director in terms of the said Agreement shall terminate forthwith.
5. The Managing Director shall, subject to the supervision and control of the Board of Directors, be entrusted with such powers and perform such duties as may, from time to time, be delegated/entrusted to him.
6. If the Managing Director ceases to be a Managing Director, if he shall cease to be a Director of the Company.
7. The appointment of Managing Director can be terminated either by the Company or by him, by giving to the other, three month notice in writing.

The Compliance with the provisions of Section 309 of the Act, the terms of remuneration specified above are now being placed before the Members in General Meeting for their approval.

None of the Directors except Mr. Ramakant Sharma himself is interested and concerned at item no. 4 of the notice.

**DIRECTORS' REPORT**

To The Members,

Your Directors have pleasure in presenting the Eighteenth Annual Report together with the Audited Statement of Accounts for the year ended 30<sup>th</sup> September, 2011.

**FINANCIAL RESULTS :**

The working results of the Company for the year ended on 30<sup>th</sup> September, 2011 are as follows:

<b>Particulars</b>	<b>Year Ended On 30.09.2011 Rs.</b>	<b>Year Ended On 30.09.2010 Rs.</b>
Net --- Profit/Loss	(30,955,584)	(60,819,267)
Less : Depreciation	1,234,226	1,169,803
Profit/(Loss) before Taxation (PBT)	(32,189,810)	(61,989,070)
Less : Provision for Income Tax	-	-
Less : Deferred Tax Adjustments	-	(19,862,740)
Less: Provision for Fringe Benefit Tax	-	-
Profit/ (Loss) After Tax (PAT)	(32,189,810)	(42,126,330)
Add : Profit/(Loss) brought forward	(206,176,297)	(164,049,967)
Add: Transfer from General Reserve	NIL	NIL
Add: Prior Year Adjustments.	(138,860)	-
Surplus/(Deficit)	(19, 61,99,780)	(20,61,76,297)

**APPROPRIATIONS :**

	<b>Year Ended On 30.09.2011 Rs.</b>	<b>Year Ended On 30.09.2010 Rs.</b>
Profit/(Loss) carried to Balance Sheet	(19,61,99,780)	(20,61,76,297)
Total	(19,61,99,780)	(20,61,76,297)

**DIVIDEND:**

Your directors do not recommend dividend for the year 2010-2011.

**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. Madanlal Purohit who retire by rotation as Director of the Company at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment.

Mr. Ramakant Sharma was appointed as directors of the company w.e.from 5th October, , 2011. He is Commerce Graduate and from ARMY.

Mr. Satish Panchariya resigned from the post of Managing Director however he is continue as a Director on board of your company.

**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 profits 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 frauds and other irregularities.
4. The Annual Accounts have been prepared for the financial year ended 30th September, 2011 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, are Reappointed as the statutory auditors of the Company at the forthcoming Annual General Meeting.

The Company has received letters from them to the effect that their reappointment, if made, would be within the prescribed limits under Section 224(1B) of the Companies Act, 1956.

**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.**

**LISTING:**

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

**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.

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

sd/-

**Ramakant Sharma**  
Chairman & Managing Director

Place : Mumbai

Date : 13<sup>th</sup> February, 2012

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**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 sector in both domestic and in International Market, Company is planning to enter into trading activities in bullion & Textile markets, 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 users, industries and the development will be based on and dependent upon other industries.



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

The Company is making efforts for exploring other avenues to increase its sales for 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 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 from 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 2010-11 Net Profit (Loss) after tax is Rs. (321.89) Lacs against Loss of Rs. (421.26) 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.

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**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 Five times during the financial year 2010-11 on following dates: 12th November, 2010, 11th February, 2011, 4th March, 2011, 5th May, 2011, 10th August, 2011

## III. 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.

Name of Directors	Category of Directorship	No. of Board Meeting attended		Attendance at last AGM
		Held	Attended	
Mr. Satish R. Panchariya	Promoter & Managing Director	5	5	Yes
Mr. Madanlal Purohit	Non Executive & Independent Director	5	5	Yes
Mr. Ashok Panchariya	Promoter & Executive Director	5	5	Yes
Mr. Anant Sharma	Non Executive & Independent Director	5	3	Yes
Mr. Neel Doctor	Non Executive & Independent Director	5	4	Yes

## 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 and Mr. Anant Sharma.

Name of member	Category	Remark
Mr. Madanlal Purohit	Non-executive & Independent Director	Chairman of Audit committee
Mr. Satish Panchariya	Executive Director	
Mr. Anant Sharma	Non-executive & Independent Director	

The Composition of the Audit Committee is as follow:

Mr. Madanlal Purohit is the Chairman of Audit Committee

#### **Meetings and Attendance:**

During the financial year ended 30th September, 2011 four audit committee meeting were held on 12th November, 2010, 11th February, 2011, 05th May, 2011, 10th August, 2011

Name of member	No. of Meeting	
	Held	Attended
Mr. Madanlal Purohit	4	4
Mr. Satish Panchariya	4	4
Mr. Anant Sharma	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. Neel Ashok Doctor.

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

For the financial year ended 30th September, 2011, 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. Ashok Panchariya (Executive Director)	3,00,000	Nil	3,00,000
Mr. Satish 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 recommend 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 three 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. Anant Sharma	Member	Non-Executive and Independent	
3.	Mr. Neel Ashok Doctor	Member	Non-Executive and Independent	Appointed w.e.f. 31/08/10 as a Director

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	04
Number of Complaints solved	04
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
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
2009-10	30-03-2011	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 30/04/2009 : NIL
2. AGM held on 31/03/2010 : NIL
3. AGM held on 31/03/2011 : NIL

Postal Ballot Resolution: During the year 2010-11, 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, 2011, there were no materially significant related party transactions that may have potential conflict with the interest of Company at large with its promoters, Director's subsidiaries or relatives of directors and employees.

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

SEBI has passed an ad interim ex-parte order pending investigation and passing further orders, and directed under sections 11(1), 11(4) and 11 b of the SEBI Act, 1992 in the matter of market manipulation

using GDR issues that the company shall not deal in securities or instrument with Indian securities as underlying, in any manner whatsoever, until further orders. However company has challenged the order and file their objections against the same with SEBI.

**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 issued by the Stock Exchanges. The result are also faxed to the Stock Exchanges 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 approval 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 Eighteenth Annual General Meeting of the Company, will be held on Wednesday, 14th March, 2012 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 01st October, 2010 to 30th September, 2011

The Register of Members and Share Transfer Books of the Company will remain closed from 9th March, 2012 to 14th March, 2012 (both days inclusive) for the purpose of the Eighteenth 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

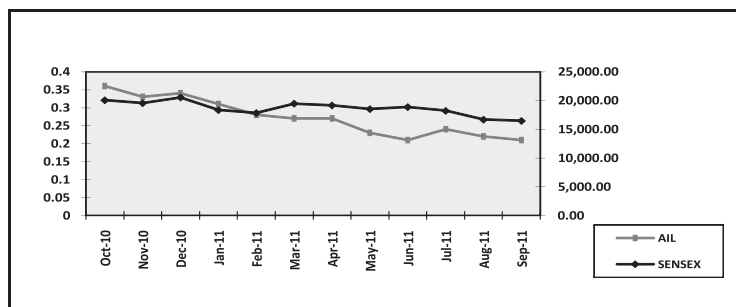
**(e) Market Price Data :**

Stock Market Data during the financial year 2010-11.

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

Year	Month	High (Rupees)	BSE Sensex High	Low (Rupees)	BSE Sensex Low	No. of Shares traded
2010	October	0.40	20,854.55	0.35	19,768.96	50,06,864
	November	0.38	21,108.64	0.30	18,954.82	39,65,229
	December	0.36	20,552.03	0.30	19,074.57	56,63,234
2011	January	0.40	20,664.80	0.30	18,038.48	38,71,705
	February	0.32	18,690.97	0.27	17,295.62	29,57,907
	March	0.30	19,575.16	0.26	17,792.17	37,51,353
	April	0.35	19,811.14	0.26	18,976.19	40,38,388
	May	0.30	19,253.87	0.22	17,786.13	34,41,789
	June	0.26	18,873.39	0.20	17,314.38	32,02,916
	July	0.30	19,131.70	0.21	18,131.86	47,96,880
	August	0.26	18,440.07	0.20	15,765.53	34,67,423
	September	0.23	17,211.80	0.21	15,801.01	25,25,194

#### SHARE PRICE MOVEMENTS WITH REFERENCE TO BSE INDEX



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

Name	SHAREX DYNAMIC (INDIA) PRIVATE LIMITED
Address	Unit No.1, Luthra Ind. Premises,1st Floor, 44-E, M. Vasanti Marg, Andheri-Kurla Road, Safed Pool, Andheri (East), Mumbai - 400 072.
Tel. No.	022 22641376 / 022 22702485
Fax No.	022 22641349
E-Mail ID	info@sharexindia.com
Website	www.sharexindia.com

#### (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, 2011 is as follows :

Number of Equity Shares held	Number of Shareholders	% to total Shareholders	No. of Shares held	% to total shareholding
Upto 5000	29649	79.00	56539389	11.31
5001-10000	4134	11.01	35525398	7.11
10001-20000	1920	5.12	29970302	5.99
20001-30000	683	1.82	17571831	3.51
30001-40000	274	0.73	9776681	1.96
40001-50000	262	0.70	12584301	2.52
50001-100000	365	0.97	27743229	5.55
100001 and above	245	0.65	310288869	62.06
TOTAL	37532	100.00	500000000	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 30<sup>th</sup> September, 2011.

**FOR ALKA INDIA LTD.**

sd/-

**Ramakant Sharma**  
Chairman & Managing Director

Place : Mumbai  
Date : 13<sup>th</sup> February, 2012



**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 30<sup>th</sup> September, 2011 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/-

Place : Mumbai  
Date : 13<sup>th</sup> February, 2012

**Ramakant Sharma**  
Chairman & Managing Director

**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 30<sup>th</sup> September, 2011 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/-

Place: Mumbai  
Date : 13<sup>th</sup> February, 2012

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

*Marching Ahead For A Better Tomorrow*

**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 2011 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 2011 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, 2011; 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 : 13<sup>th</sup> February, 2012

#### 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 30<sup>th</sup> September 2011]

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 not disposed off any fixed assets 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 form 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. During the year company purchase vehicle of Rs. 80.00 lacks to Ashok R. panchariya.
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 30.09.2011 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 : 13<sup>th</sup> February, 2012

*Marching Ahead For A Better Tomorrow*

**BALANCE SHEET AS ON SEPTEMBER 30, 2011**

(Amount in Rupess)

PARTICULAR	Sch No	Amounts	Amounts 30.09.2011	Amounts 30.09.2010
<b>I. SOURCES OF FUND :</b>				
<b>SHARE HOLDER'S FUND</b>				
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
<b>LOANS FUND :</b>				
Secured Loan				
Unsecured Loan	D		772,434	1,429,035
<b>DEFERRED TAX LIABILITY</b>				
<b>TOTAL</b>			<b>638,691,132</b>	<b>639,347,733</b>
<b>II. APPLICATION OF FUND :</b>				
<b>FIXED ASSETS</b>				
Gross Block	E		25,504,750	17,377,093
Less : Depreciation			7,079,519	5,845,294
Net Assets			<b>18,425,231</b>	<b>11,531,799</b>
<b>INVESTMENTS</b>	F		347,093,328	300,869,025
<b>DEFERRED TAX Assets</b>			250,281	250,281
<b>CURRENT ASSETS LOANS &amp; ADVANCES</b>				
(a) Inventories			-	-
(b) Sundry debtors	G	34,738,384		56,807,081
(c) Cash and Bank Balances	H	12,279,351		1,985,325
(d) Loan and Advances	I	70,980,982		133,683,406
Total -A		<b>117,998,717</b>		<b>192,475,812</b>
<b>LESS : CURRENT LIABILITIES &amp; PROVISIONS</b>				
(a) Current Liabilities	J	13,626,349		1,602,632
(b) Provisions	J	27,877,183		70,841,492
Total - B		<b>41,503,532</b>		<b>72,444,124</b>
<b>NET CURRENT ASSETS (A-B)</b>			<b>76,495,185</b>	<b>120,031,688</b>
<b>Miscellaneous Expenses</b>	K		<b>227,327</b>	<b>488,644</b>
(To the extent not written off or adjusted)				
Profit and Loss Account (Debit Balance)			196,199,780	206,176,297
<b>TOTAL</b>			<b>638,691,132</b>	<b>639,347,733</b>
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 : 13.02.2011****For and on behalf of board of directors**sd/-  
(Director)sd/-  
(Director)*Marching Ahead For A Better Tomorrow*

**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED SEPTEMBER 30, 2011**

(Amount in Rupess)

PARTICULAR	Sch No	Amounts	Amounts 30.09.2011	Amounts 30.09.2010
<b>INCOME :</b>				
Sales			5,348,000	39,483,792
Other Income	L		2,642,176	928,480
Increase/(Decrease) in Stock				
<b>Total .... (A)</b>			<b>7,990,176</b>	<b>40,412,272</b>
<b>EXPENDITURE</b>				
Purchase			4,884,700	56,394,958
Salary & Staff Benefits	M		1,006,000	972,000
Manufacturing Expenses	N		-	-
Administrative Expenses	O		5,612,236	8,395,674
Financial Expenses	P		96,157	131,324
Selling & Distribution Exp.	Q		83,240	137,450
Loss on Investments	R		27,002,110	2,525,543
Loss on Sale of Fixed Assets			-	32,151,958
Preliminary Exp. W/off	K		261,317	522,632
<b>Total .... (B)</b>			<b>38,945,760</b>	<b>101,231,539</b>
<b>Profit Before Tax &amp; Depreciation</b>		<b>(A-B)</b>	<b>(30,955,584)</b>	<b>(60,819,267)</b>
Less : Depreciation	D		1,234,226	1,169,803
Profit before Tax			<b>(32,189,810)</b>	<b>(61,989,070)</b>
Provision for taxation				
Current tax			-	-
Deferred tax			-	<b>(19,862,740)</b>
Net profit after Taxation			<b>(32,189,810)</b>	<b>(42,126,330)</b>
Balance brought forward last year			(206,176,297)	(164,049,967)
Prior period adjustments			(138,360)	-
Available For Appropriation			(238,504,467)	(206,176,297)
Transfer to General Reserve			-	-
Proposed Dividend			37,500,000	
Tax on Proposed Dividend			4,804,687	
Balance carried to Balance sheet			<b>(196,199,780)</b>	<b>(206,176,297)</b>
<b>Basic and diluted earnings per share</b>			<b>(0.064)</b>	<b>(0.084)</b>

Significant accounting policy &amp; 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 : 13.02.2011****For and on behalf of board of directors**

sd/-

(Director)

sd/-

(Director)

*Marching Ahead For A Better Tomorrow*

**SCHEDULES FORMING PART OF THE BALANCE SHEET**

	Amounts 30.09.2011	Amounts 30.09.2010
<b>SCHEDULE: A</b>		
<b>AUTHORISED SHARE CAPITAL</b>		
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
	<u>1,000,000,000</u>	<u>1,000,000,000</u>
Issued, Subscribed & paid-up :		
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
<b>Total.....</b>	<u><b>500,000,000</b></u>	<u><b>500,000,000</b></u>
<b>SCHEDULE: B</b>		
<b>TRANSFEROR COMPANY'S SHARE HOLDER FUND</b>		
(134397500 Equity shares capital of Rs. 1 Each in Exchange of 5375900 Shares of Janice Textile Limited)	134,397,500	134,397,500
	<u>134,397,500</u>	<u>134,397,500</u>
<b>SCHEDULE : C</b>		
<b>RESERVE &amp; SURPLUS :</b>		
Capital Reserve	3,521,198	3,521,198
	<u>3,521,198</u>	<u>3,521,198</u>
<b>SCHEDULE : D</b>		
<b>LOANS FUND :</b>		
Unsecured Loan from ICICI for vehicle	772,434	1,429,035
From Others	-	-
	<u>772,434</u>	<u>1,429,035</u>
<b>SCHEDULE : F</b>		
<b>INVESTMENT :</b>		
<b>In shares &amp; securities (Unquoted)</b>		
Unquoted shares- as per annexure A	197,575,000	169,075,000
quoted shares- as per annexure B	149,518,328	131,794,025
	<u>347,093,328</u>	<u>300,869,025</u>
* Aggregate Book Value of Unquoted Investments: Rs. 19,75,75,000/- (Previous Year Rs.16,90,75,000/-)		
* Aggregate Book Value of quoted Investments: Rs. 14,95,18,328/- (Previous Year Rs. 13,17,94,025/-)		
* Aggregate Market Value of quoted Investments: Rs. 90,11,3673/- (Previous Year Rs. 12,54,55,965/-)		
<b>SCHEDULE : G</b>		
<b>SUNDRY DEBTORS :</b>		
(Unsecured but considered good)		
More than six Month	34,738,384	52,847,081
Other	-	3,960,000
<b>Total.....</b>	<u><b>34,738,384</b></u>	<u><b>56,807,081</b></u>

	Amounts 30.09.2011	Amounts 30.09.2010
<b>SCHEDULE : H</b>		
<b>CASH &amp; BANK BALANCE :</b>		
Balance with Schedule Bank		-
In Current Account	378,835	(3,961)
In Fixed Deposit Account	11,900,000	-
Cash in hand	516	1,989,286
<b>Total.....</b>	<b>12,279,351</b>	<b>1,985,325</b>
<b>SCHEDULE : I</b>		
<b>LOAN &amp; ADVANCES</b>		
<b>(unsecured but considered good)</b>		
Advance receivable for cash or in kind or for value to be received	-	627,498
Advance (Refundable)	5,000,000	-
Advance tax	1,751,402	9,310,027
Calls in Arrears	152,000	152,000
Accrued Interest	344,669	-
Prepaid exp.	309,522	225,784
Doubtful advances	15,700,000	20,019,746
Share application money	37,770,000	37,770,000
Advances for capital assets	1,056,419	-
Others	8,896,970	65,578,351
<b>Total.....</b>	<b>70,980,982</b>	<b>133,683,406</b>
<b>SCHEDULE - J</b>		
<b>CURRENT LIABILITIES</b>		
Creditor for Goods		
- Out Standing to SSI Unit	-	-
- Others	-	450,703
Creditor for Expenses	862,472	1,108,724
Advance from client	8,123,916	-
Creditors for Others	4,639,961	43,205
<b>Total.....</b>	<b>13,626,349</b>	<b>1,602,632</b>
<b>PROVISION :</b>		
Provision for Exp.	67,173	735,683
Provision for Taxation	27,795,561	27,795,561
Proposed Dividend	-	37,500,000
TDS payable	14,449	5,561
Tax on proposed Dividend	-	4,804,687
<b>Total.....</b>	<b>27,877,183</b>	<b>70,841,492</b>
<b>SCHEDULE : K</b>		
<b>MISCELLANEOUS EXPENDITURE :</b>		
Preliminary Expenses	488,644	1,011,275
Less :W/off during the year	261,317	522,632
<b>Total (a)</b>	<b>227,327</b>	<b>488,643</b>
Public issue Exp. -		
Less :W/off during the year	-	-
<b>Total (b)</b>	<b>-</b>	<b>-</b>
<b>Total (a+b)</b>	<b>227,327</b>	<b>488,643</b>



	Amounts 30.09.2011	Amounts 30.09.2010
<b>SCHEDULES FORMING PART OF THE PROFIT &amp; LOSS ACCOUNT</b>		
<b>SCHEDULE : L</b>		
<b>OTHER INCOME</b>		
Brokerage Rec		-
Dividend Received	666,738	292,122
Foreign Exchange Gain	-	-
Int Rec	1,975,438	636,358
<b>Total.....</b>	<b>2,642,176</b>	<b>928,480</b>
<b>SCHEDULE - M</b>		
<b>SALARY &amp; OTHER STAFF BENEFITS</b>		
Salary & Bonus	406,000	372,000
Staff Welfare	-	-
Director's Remuneration	600,000	600,000
<b>Total.....</b>	<b>1,006,000</b>	<b>972,000</b>
<b>SCHEDULE - N</b>		
<b>MANUFACTURING EXPENSES</b>		
Diesel Expenses	-	-
Labor Expenses	-	-
Repair & Maintenance	-	-
<b>Total.....</b>	<b>-</b>	<b>-</b>
<b>SCHEDULE - O</b>		
<b>ADMINISTRATIVE EXPENSES</b>		
Advertisement Exp.	54,647	63,963
Annual Custodial Fees ( CDSL & NSDL)	114,018	166,986
Board Meeting Exp.	10,000	5,000
Books & Periodicals	2,230	1,860
Computer Repair Expenses	51,830	45,382
Legal & Professional Charges	30,545	19,058
Donation	5,100	-
Electricity Exp.	399,949	297,836
Insurance Exp.	65,891	94,488
Listing Fees	212,415	315,499
Membership Fees	124,310	267,586
Misc. Exp.	102,134	160,625
Office exps.	129,242	98,839
Petrol & conveyance Exp.	18,932	16,852
Postage & Telegram	10,900	-
Printing & Stationery exps.	185,000	365,228
Rent	391,844	776,224
Repair & Maintainace vehicles	111,053	69,845
ROC Expenses	3,300	20,093
Sebi Penalties	1,200,000	-
Sundry B/L of W/Off	-	50,147
Telephone & Communicating exps.	164,379	144,071
Foreign Exchange loss	-	2,063,240

	Amounts 30.09.2011	Amounts 30.09.2010
Travelling Exp.	2,110,000	3,300,279
Rates & Taxes	53,117	-
Internet Expenses	6,250	-
Audit fees	55,150	52,575
<b>Total.....</b>	<b>5,612,236</b>	<b>8,395,674</b>

**SCHEDULE - P****FINANCIAL EXPENSES :**

Interest	91,329	112,602
Bank charges & other charges	4,828	18,722
<b>Total.....</b>	<b>96,157</b>	<b>131,324</b>

**SCHEDULE - Q****SELLING & DISTRIBUTIONEXP. :**

Transport, Loading/Unloading Exp.	-	137,450
Sales Tax	83,240	-
<b>Total.....</b>	<b>83,240</b>	<b>137,450</b>

**SCHEDULE : R****LOSS ON INVESTEMENTS**

Short Term Capital Gain	(1,308,881)	(7,230,925)
Long Term Capital Gain	(24,031,473)	(2,331,587)
Loss on sale of shares	-	10,350,000
Speculation Profit/Loss	(1,661,756)	1,738,054
<b>Total.....</b>	<b>(27,002,110)</b>	<b>2,525,543</b>

**Annexure – A “Unquoted Shares”**

Name of Company	No. of Shares	Face Value (Fully Paid)	Amount 30/09/2011	Amount 30/09/2010
Atut Fin Cap Ltd	250000	Rs 10 each	5000000	5000000
Blue Bird Buildwell Private Ltd.	33333	Rs 10 each	5000000	5000000
Chhajer Synthetics Pvt Ltd	19000	Rs 10 each	9500000	9500000
Classic Tubes India Ltd	15000	Rs 10 each	1500000	1500000
G. Consultants & Fabricators Ltd	4000	Rs 10 each	2000000	2000000
Good Luck Publishers Ltd.	10000	Rs 10 each	1000000	1000000
Race Course Capital Pvt.Ltd.	25000	Rs 10 each	2500000	2500000
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

Name of Company	No. of Shares	Face Value (Fully Paid)	Amount 30/09/2011	Amount 30/09/2010
Motika Finance Ltd	66667	Rs 10 each	5000000	5000000
Sagittarius Securities & Finance Ltd	1175000	Rs 10 each	23500000	NIL
Sugo Gears Pvt.Ltd.	2000	Rs 100 each	1000000	1000000
24*7 E Power Ltd	60000	Rs 10 each	15000000	15000000
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	70475000
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
RBRK	50000	Rs 10 each	5000000	NIL

**Annexure – B “Quoted Shares”**

Name of scrip	Market Value as on 30/09/2011	Investments as Cost 30/09/2011	Investments as Cost 30/09/2010
Abb - 500002	103875.00	115739	112652
Al Champdany Ind Ltd - 532806	NIL	NIL	376820
Alok - 521070	1434335.70	2545453	159900
Amar Remedies Ltd- 532664	211917.50	61697	60051
Arss Infra Projects Ltd	166525.00	665900	648137
Artson Engineering Ltd- 522134	28300.00	31911	31060
Arvind Ltd- 500101	2949000.00	3016552	125820
Ashok Leyland Ltd- 500477	93960.00	26039	25344
Assam Co- 500024	38052.00	51486	50112
Avaya Global- 500463	33200.00	59360	57776
Axis Bank- 532215	153217.50	107260	104398
Bajaj Corp Ltd	532000.00	585212	734080
Balasure- 513142 (Ispat Alloys)	42000.00	20497	19950
Balmer Lawri- 523319	119410.00	85815	83526
BASF- 500042	241200.00	107886	105008
BPL Ltd- 500074	16000.00	35244	152712
Burnpur- 532931	31995.00	68564	66735
Cairn Ind- 532792	245520.00	148243	144288
Cambridge Solutions- 532616	49950.00	161817	157500
Cat- 531682	4433919.48	3764359	3663931
Century Tex- 500040	91740.00	140843	137085
Cinemax- 532807	18275.00	22778	22170
Core Project- 512199	71737.50	59084	57507

Crest Anim- 526785	78125.00	60242	58635
Danlaw- 532329	4477.50	4221	4108
DCB- 532772	3701750.00	4519318	4658740
Dhanbank- 532180	36925.00	54797	53335
Divis- 532488	219660.00	175860	171168
DQE	175750.00	558192	543300
Dredging Corp of Ind- 523618	24935.00	63190	61504
Ecoboar- 523732	1606073.70	4771756	4905025
EKC- 532684	3532.50	9260	9013
Electrost- 500128	14375.00	17014	16560
Elgi Rubber- 590023	23490.00	40917	29385
Essar Oil- 500134	3000487.50	5445964	777756
Exide Industries Ltd- 500086	80550.00	67840	66030
Facorall- 532656	57800.00	82963	80750
FDC - 531599	270150.00	241400	234960
Finolex Ind- 500940	398790.00	508623	495054
Fsl- 532809	557370.00	1583394	1718500
Fulford- 506803	31655.00	24707	24048
Future Cap Holding- 532938	24879.40	149196	145215
Garware Offshore - 501848	42225.00	78499	76405
Garware Poly- 500655	89730.00	14826	14430
Gdl- 532622	70250.00	60612	58995
GMR Infra- 532754	113400.00	108686	105786
Good Yr	295650.00	245705	478307.08
GRABAL- 532909	7825.50	117609	114471
GTL Infrastructure Ltd - 532775	117700.00	385690	375400
Gujrat Alkalies- 530001	695250.00	411549	400570
Harita Sea- 590043	32512.50	19945	19413
Hexaware- 532129	166400.00	122981	170200
HGSL Global- 532859	97530.00	150148	146142
Himachal Future- 500183	560000.00	466690	454240
Hindalco Ind- 500440	525200.00	524164	510180
Hind Motors- 500500	224570.00	901825	877766
Hind Oil- 500186	1641600.00	3037208	1041524
Hinduja Ventures- 500189	39468.75	49671	48346
Hindustan Contruction Co Ltd- 500185	91840.00	205153	199680
Hindustan Organic Co Ltd - 500449	NIL	NIL	54520
ICRA- 532835	188770.00	183769	178866
Idea	96824.00	116615	113503.6
IFCI- 500106	767500.00	1490001	1450250

India Bulls Real Est (IBRE)- 532832	14620.00	85275	83000
India Infoline- 532636	69750.00	128873	125435
Indian Hume Pipe- 504741	172875.00	77225	75165
Indorama- 500207	16225.00	13885	13515
Indus Bank Ltd- 532187	786900.00	196739	191940
Infosys- 500209	114021.00	59862	58265
Ispat Industries- 500305	1956000.00	3398825	2044080
Jindal Steel- 532286	505150.00	153522	149426
JMC Project- 522263	128400.00	121481	118240
Jp Hydro- 532627	102300.00	91881	89430
Jsl Ltd - 532508	100050.00	125514	122165.4
Jupiter Bioscience Ltd- 524826	6040.00	16459	16020
Jyothy Lab- 532926	308500.00	321604	313024
Kadam Const - 531784	11636039.40	29715625	8682726
KALYANI- 500235	310275.00	1095634	1066404
Kilburn Eng Ltd - 522101	NIL	NIL	179150
Kingfisher Airlines- 532747	15300.00	21622	21045
Kohinoor- 531366	NIL	NIL	33633779
Kriti Ind - 526423	293300.00	339158	137706
Kriti Nutrients Ltd - 533210	67500.00	116592	43205.4
K Sera- 532081	15840000.00	28841795	30133779
Laxmi Machine Works Ltd- 500252	97065.00	42774	41633
Laxmi Vilas Bank- 590069	29070.00	23178	22560
L&T- 500510	271640.00	169038	164528
Madhupro- 531497	21195.00	25402	24724
Madras Cement Ltd - 500260	170255.00	124794	121465
Magnum Ventures- 532896	20025.00	37125	36135
Mangalam Cement Ltd- 502157	102250.00	117875	114730
Man Ind Ltd- 513269	321500.00	326845	318125
Mcdowell- 532432 (United Spirits)	39862.50	39990	38923
Mcnally- 532629	58525.00	68939	67100
Mercator Lines Ltd- 526235	814800.00	2592845	2523672
MIRC- 500279	38200.00	46007	44780
MMFIN- 532720	131920.00	55852	54362
MTNL- 500108	787500.00	1810157	353700
Mundra Port & Sez Ltd- 532921	164250.00	121939	118686
Mysore Cements Ltd - Heidelcem- 500292	70300.00	82152	79960
Nat Steel- 513179	78000.00	68991	67150
NDTV- 532529	152250.00	328519	319754
Nepin- 500301	7400.00	15493	15080

NHPC Ltd	1172500.00	1590944	1548500
Nirlon- 500307	218000.00	96525	93950
Nitin Fire- 532854	329875.00	387462	235395
Nocil Ltd- 500730	315000.00	470348	457800
Northgate Tech Ltd - 590057	NIL	NIL	105500
NTPC- 532555	451575.00	290316	282571
Nuchem - 500311	152500.00	501890	488500
Nutek - 533015	26700	482266	469400
Ocl- 502165	45425.00	51730	50350
OCL Iron & Steel (OCLISL)- 533008	65065.00	26833	26117
OFSS- 532466	189460.00	58883	57312
OMDC - 590086	87386.00	69819	67955.94
Omme Infra- 531092	78000.00	30607	29790
ONGC- 500312	191304.00	127859	124448
Parsvnath- 532780	51840.00	104746	101952
Patel Integrated Logistics Ltd- 526381	1162800.00	1602964	1668740
Penar Ind- 513228	756000.00	511126	497490
PETROL ENGG - 530381	114060.00	60091	58488
Petronet- 532522	159300.00	78340	76250
P.I. Drug- 512529 (Sequent)	138360.00	151868	147816
Pipavav Shipyard Ltd	393500.00	553003	538250
Polaris Software Lab- 532254	330750.00	348626	339325
Power Grid Corp Ltd- 532898	491500.00	296408	288500
Provogue- 532647	31500.00	68045	66230
PSI- 532199	86830.00	89210	86830
Purva- 532891	130600.00	77763	75688
Raipur Alloys (Sarda)- 504614	129100.00	156094	151930
Ramco Systems Ltd - 532370	NIL	NIL	336750
Ramko Ind	NIL	NIL	178553.55
Rap Media Ltd- 531583	2257.50	6315	6147
Raymond Ltd- 500330	51178.50	50811	49455
RIL- 500325	484980.00	650082	523865
Rishi Laser- 526861	33210.00	20851	20295
RNRL- 532709	NIL	NIL	996630
Rolta India Ltd - 500366	248100.00	496639	483390
R Power- 532939	441523.20	767136	450920
R.S. Software	2735000.00	2522943	852000
Sasken- 532663	333300.00	264517	257460
Satyam- 500376	175500.00	192742	187600
Sesa Goa Ltd- 500295	199500.00	74477	72490
Shriram EPC Ltd	123150.00	300558	292540

Siemen - Bayer Diag- 506559	670320.00	249007	242364
Smart Link - 532419	78800.00	82878	80666
Spentex- 521082	45000.00	42792	41650
SREI- 523756	549180.00	671772	1231605
Super Spinning Mills Ltd - 521180	Nil	NIL	84950
Supreme Infra Ltd- 532904	114900	66401	64630
Supreme Pet- 500405	64665	19178	18666
Take Solution Ltd- 532890	93150	395185	384642
Talwalkar Better Value Fitness Ltd - 533200	531450	767382	746910
Themis- 530199	22440	14413	14028
Thiru Arooran Sugars Ltd - 507450	NIL	NIL	87700
Thirumalai- 500412	37250.00	65389	63645
Torent Power- 532779	446600.00	122344	119080
Torrent Cables Ltd- 523856	22450.00	25737	25050
Transgene- 526139	40905.00	117382	114250
TTML- 532371	85500.00	200293	194950
UCO Bank- 532505	393300.00	371881	361960
United Bank of India	372250		
Unitech Ltd	1310000.00	499167	485850
Veejay- 522267	38700.00	88713	86346
Vinay Cement- 518051	109431.00	112430	196142
Vishal Retail Ltd- 532867	6237.00	201518	109431
Vyapar- 506142	22365.00	177798	173055
X Pro- 590013	208000.00	67182	65390
Zeno Tech- 532039	58950.00	134339	43585
Zensar Tech - 504067	238200.00	228023	488200
Alfalaval	221135.00	178506	Nil
Confipet - 526829	40920.00	67872	Nil
Delta Corp Ltd - 532848	159631.50	162137	Nil
Eros Intl Media Ltd	1801875.00	1122162	Nil
House of Pearl Fashions Ltd - 532808	35996.75	51565	Nil
IKF Technology	4053000.00	9200783	Nil
Le Waterina Resorts & Hotels Ltd - 531134	195220.00	258666	Nil
Mahindra Ugine Steel	1808000.00	2319820	Nil
Marksans Pharma Ltd - 524404	22000.00	55330	Nil
Omega Ag seeds	80750.00	96819	Nil
PNB	571050.00	738038	Nil
Subex Ltd - 532348	159600.00	246991	Nil
UFLEX LTD	74783.00	93007	Nil
Vikas Wsp Ltd - 519307	129336.00	178485	Nil

**SCHEDULE - E  
FIXED ASSETS**

Particulars	Rate of Depreciation SLM	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		Opening 01.10.2010	Addition During the Year	Deduction During the Year	Total 30.09.2011	Opening 01.10.2010	Addition During the Year	Deduction During the Year	Total 30.09.2011	As On 30.09.2011	As On 30.09.2010
Furniture & Fixture	6.33%	2108678			2108678	1679589	133479		1813068	295609.683	429089
Residential House	1.63%	4134500	66682		4201182	135037	68606		203643	3997538.7	3999463
Vehicles	9.50%	9067063	800000.00		17067063	2290373	861371		3151744	13915319	6776690
Office Equipments	6.33%	1701570	12075.00		1713645	1648951	107820		1756771	-43126.3684	52619
Computer	16.21%	365282	48900.00		414182	91344	62949		154293	259889.227	273938
<b>Total :-</b>		<b>17377093</b>	<b>8127657</b>	<b>0</b>	<b>25504750</b>	<b>5845294</b>	<b>1234226</b>	<b>0</b>	<b>7079520</b>	<b>18425230</b>	<b>11531799</b>
Previous Year		14900663	4735033	135258603	17377093	53982137	1169803	49306646	5845294	11531799	93918526



**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 because it is temporary in nature.

**(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/-
3.	Shri Ashok R. Panchariya	Executive director	Purchases of vehicle	80,00,000/-

- 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 2011:

	<b>Current year</b>	<b>Previous year</b>
Net profit after tax	(3,21,89,810)	(4,21,26,330)
No. of Shares (Rs. 1/- Each)	500,000,000	500,000,000
<b>Earnings Per Share</b>	<b>(0.064)</b>	<b>(0.084)</b>

**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 2011 and the net effects of the same has been given in the Profit & Loss Account and Balance Sheet as on 30th September 2011.

**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 March 31, 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. As per the information and explanation given by the management, During the company has paid cash Rs. 50,00,000/- to Mr. Rajesh Ranjan and Mr. Ashwin Kumar under case Number RC 25(A) – 2011, as the said person cheated to company Same has been shown under the head Advances (Refundable).
14. As per the information and explanation given by the management, the Board has passed a resolution for cancellation of the dividend, the provision for proposed dividend which is appearing in the books may be written back and the amount of Rs. 3.75 crores credited to profit and loss account, company has also written back the provision for dividend distribution tax on purposed dividend and such amount Rs. 48.05 lacks credited in the profit and loss account.
15. Previous year figures has been re-grouped & re-arranged wherever necessary

#### 16. Auditors Remuneration

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

#### 17. Director's Remuneration:

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

## 18. 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)	Nil	\$993930

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	30/9/2011

## 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		<b>6386.91</b>
Total Assets		<b>6386.91</b>
<b>SOURCE OF FUNDS</b>		
Paid-up Capital	5000.00	
Transferor company's	1343.97	
Reserve & Surplus	<u>35.21</u>	
<b>Shareholders Fund</b>		<b>6379.18</b>
Secured Loans	NIL	
Unsecured Loans	7.72	
Deferred Tax Liability	<u>NIL</u>	<u>7.72</u>
<b>Total Liabilities</b>		<b>6386.91</b>

**APPLICATIONS OF FUNDS**

Net Fixed Assets	184.25
Investment	3470.93
Deferred Tax Liability	2.50
Net Current Assets	764.95
Misc. Expenditure	2.27
Profit & Loss Account (Dr.)	<u>1961.99</u>

**Total Assets****6386.91**

## Performance of Company (Rs. in Lacs)

Turnover	53.48
Other income	26.42
Total Expenditure	389.45
Profit Before Tax	(312.89)
Profit after Tax	(312.89)
Earning Per Share in Rs.	(0.064)
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 : 13.02.2012****For and on behalf of board of directors**

sd/-

(Chairman &amp; Managing Director)

sd/-

(Executive Director)

sd/-

(Director)

*Marching Ahead For A Better Tomorrow*

**CASH FLOW STATEMENT FOR THE YEAR ENDED 30TH SEPTEMBER, 2011  
PURSUANT TO CLAUSE 32 OF LISTING AGREEMENT**

(Amount in Rupees)

PARTICULAR	Current Year As at 30.09.2011		Previous Year Ended 30.09.2010	
	Rs.	Rs.	Rs.	Rs.
<b>A. Cash Flow From Operating Activities</b>				
Net Profits/ (Losses) Before Tax And Extra-Ordinary Items		(32189810)		(42126330)
Adjustments For:-				
Depreciation	1234226		1169803	
Misc. Expenditure Written Off	261317		522632	
Loss on sale of Fixed assets	0		32151958	
add:- provision for tax	0		0	
Interest Income	(1975438)		(636358)	
		(479895)		33208035
Operating Profit Before Working Capital Changes		(32669705)		(8918295)
Adjustments For:-				
Trade And Other Receivables	22068697		(9199092)	
Stock In Trade	0		0	
Trade And Other Payable	(30940592)		(42346005)	
		(8871895)		(51545097)
Cash Generated From Operations		(41541600)		(60463392)
Direct Taxes (Deferred Tax and FBT)		0		(19862740)
Case Flow Before Extra Ordinary Items		(41541600)		(80326132)
Extra Ordinary Items		42166327		0
Net Cash From Operating Activities		<b>624727</b>		<b>(80326132)</b>
<b>B. Cash Flow From Investing Activities</b>				
Sales/(Purchase) Of Fixed Assets	(8127657)		49064967	
Sales/(Purchase) Of Investments	(46224303)		(70573314)	
Increase in Misc. Expenditure	0		0	
Interest Received	1975438		636358	
Net Cash inflow from Investing Activities		<b>(52376522)</b>		<b>(20871989)</b>
<b>C. Cash Flow From, Financing Activities</b>				
Increase/ (Repayment) of Bank Borrowings	(656601)		1429035	
Increase/ (Repayment) of other Borrowings	0		0	
Receipts/( Payment) of Loans and Advances	62702424		97571223	
Interest Paid	0		0	
Net Cash Used In Financing Activities		<b>62045823</b>		<b>99000258</b>
<b>D. Cash Flow From Increase in Capital</b>				
<b>E. Net Increase/(Decrease) In Cash And Cash Equivalent (A+B+C+D)</b>		<b>10294028</b>		<b>(2197863)</b>
Opening Balance Of Cash And Cash Equivalent		1985325		4183188
<b>Closing Balance Of Cash And Cash Equivalent</b>		<b>12279351</b>		<b>1985325</b>
		<b>12279351</b>		<b>1985325</b>

For, Agrawal Jain And Gupta

Chartered Accountants,

FRN : 013538C

sd/-

(CA. Narayan Swami)

Partner

M. No. - 409759

Place : Mumbai

Date : 13.02.2011

For and on behalf of board of directors

sd/-

(Director)

sd/-

(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 Eighteen  
Annual General Meeting of the Company to be held on Wednesday, the 14<sup>th</sup> 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 \_\_\_\_\_ 2012.  
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  
EIGHTEENTH 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 Eighteenth Annual General Meeting of the Company being held at  
Wednesday the 14<sup>th</sup> March, 2012 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.