

# JAI CORP FINANCE & HOLDING LIMITED

## DIRECTORS' REPORT

Your Directors are pleased to present the Fourth Annual Report and the Audited Accounts for the year ended 31<sup>st</sup> March, 2010.

### FINANCIAL RESULTS:

Particulars	Amount in lacs.	
	Year Ended 31-03-2010	Year Ended 31-03-2009
<b>Total Income</b>	<b>17.14</b>	23.15
<b>Total Expenditure including Depreciation</b>	<b>0.22</b>	1.87
<b>Profit before tax</b>	<b>16.92</b>	21.28
<b>Less: Provision for tax</b>	<b>5.19</b>	6.57
<b>Profit after tax</b>	<b>11.73</b>	14.71
<b>Less : Adjustment for prior period</b>	<b>Nil</b>	0.08
<b>Profit after tax and adjustment of prior period</b>	<b>11.73</b>	14.63

### OPERATIONS:

During the year under review, your Company has earned an income of Rs. 17.14 lakhs from interest received on fixed deposits from bank and dividend received from mutual funds. .

### DIVIDEND:

In order to conserve the resources of your Company, your Directors do not recommend any dividend.

### DIRECTORS:

Mr. Ashok Tak who retires by rotation and being eligible, has offered himself for re-appointment.

### DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956, with respect to Directors' Responsibility Statement, it is, hereby, confirmed:

- (i) that in the preparation of the accounts for the financial period ended 31<sup>st</sup> March, 2010, applicable accounting standards have been followed along with proper explanation relating to material departure ;
- (ii) that appropriate accounting policies have been selected and applied consistently and judgments and estimates have been made that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company as at 31<sup>st</sup> March, 2010 and of the profit of the Company for the period ended on that date;
- (iii) that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

(iv) that accounts for the financial period ended 31<sup>st</sup> March, 2010 have been prepared on a 'going concern' basis.

**AUDITORS AND AUDITORS' REPORT:**

Messrs Chaturvedi & Shah, Chartered Accountants, Mumbai, hold office as statutory auditors of the Company until the conclusion of the ensuing Annual General Meeting. It is proposed to re-appoint them as Statutory Auditors of the Company from the conclusion of the ensuing Annual General Meeting until the conclusion of the next Annual General Meeting. Pursuant to the provisions of Section 224 (1B) of the Companies Act, 1956 your Company has received a certificate from Messrs Chaturvedi & Shah, Chartered Accountants confirming their eligibility for re-appointment.

**COMPLIANCE CERTIFICATE:**

Secretarial Compliance certificate as required under the provisions of Section 383A of the Companies Act, 1956 is annexed hereto and forms part of the Report.

**DISCLOSURE OF PARTICULARS RELATING TO CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**

Nil

**FIXED DEPOSIT:**

Your Company has not accepted any fixed deposit during the year under review.

**PARTICULARS OF EMPLOYEES:**

There are no employees whose remuneration requires disclosure in terms of the provisions of Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975.

**ACKNOWLEDGEMENT:**

Your Directors express their grateful appreciation for the assistance and co-operation received from the banks and other institutions, government authorities and shareholders during the period under review.

**For and on behalf of the Board of Directors**

**Ananjan Datta**  
**Director**

Date: 22.05.2010  
Place: Mumbai

Aqueel A. Mulla  
B.Com., L.L.M., F.C.S., A.C.I.S (U.K.), D.I.T.

**A. A. MULLA & ASSOCIATES**  
Company Secretaries

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**3<sup>rd</sup> Floor, New Hari Leela House, 34/38 Mint Road, OPP. GPO, Mumbai- 400 001**  
Tel : 022-22644435 Fax : 022-22644434 Email : [aqueel\\_mulla@yahoo.com](mailto:aqueel_mulla@yahoo.com) ,  
[aqueelmulla@gmail.com](mailto:aqueelmulla@gmail.com) M : 9892237418

**Registration No.11-159173**

Nominal Capital: Rs.2,10,00,000/-

Paid up Capital: Rs.150,00,000/-

**SECRETARIAL COMPLIANCE CERTIFICATE**

To,

The Members,

**M/s. JAI CORP FINANCE AND HOLDING LIMITED**

11-B, Mittal Towers, Free Press Journal Marg,  
Nariman Point, Mumbai-400 021

I have examined the registers, records, books and papers of **M/s. JAI CORP FINANCE AND HOLDING LIMITED**, as required to be maintained under the Companies Act, 1956, (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the Financial Year ended 31<sup>st</sup> March, 2010 (financial year). In my opinion and to the best of my information and according to the examination carried out by me and explanations furnished to me by the Company, its officers and agents, I certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions of the Act and the rules made thereunder.
2. The Company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Register of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the act and the rules made thereunder.
3. The Company being a public limited Company, comments are not required.
4. The Board of Directors duly met 8 times on 03/04/09, 10/06/09, 22/06/09, 10/09/09, 03/11/09, 01/01/10, 15/01/10 and 18/03/10 in respect of which meetings proper notices were given and the proceeding were properly recorded and signed including the circular resolutions passed in the Minutes Book maintained for the purpose.

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5. The Company has not closed its Register of Members and Transfer Books during the financial year.
6. The annual general meeting for the financial year ended on 31<sup>st</sup> March, 2009 was held on 02/09/2009 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. No Extra Ordinary General Meeting (s). Was/were held during the financial year.
8. The Company has not advanced any loan to its Directors or persons or firms or companies referred to in section 295 of the Act.
9. The Company has not entered into any contract falling within the purview of section 297 of the Act.
10. The Company made necessary entries in the register maintained under Section 301 of the Act.
11. There were no instances falling within the purview of section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, members or Central Government, as the case may be.
12. The Company has not issued any duplicate certificate during the financial year.
13. The company has
  - a) Not made any allotment of shares and no transfers and transmission were registered during the year under review.
  - b) The company has not deposited any amount in a separate Bank Account as no dividend was declared during the financial year.
  - c) The company was not required to post warrants to any member of the Company as no dividend was declared during the financial year.

Contd...3/-

- d) The Company has not declared any dividend and there were no deposit matured, or matured debentures and the interest accrued thereon etc. the provision of transfer of unclaimed or unpaid Accounts to the Investors Education and Protection Fund does not apply to the Company.
- e) Duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted. There was no appointment additional Directors, alternate Director or Director to fill casual vacancy during the financial year.
15. The Company has not appointed any Managing Director/Whole-time Director/Manager during the financial year.
16. The Company has not appointed any sole selling agent during the financial year.
17. The Company was not required to obtain any approval of the Central Government, Company Law Board, Regional Director, Registrar of Companies, however the company has applied for license under regulation 45I of the Reserve Bank of India Act, 1934 for license during the year under review.
18. The Directors have disclosed their interest in the firms/companies to the Board of Directors pursuant to the pro
19. The company has not issued any securities during the financial year.
20. The company has not bought back any shares during the financial year.
21. There was no redemption of preference shares or debentures during the financial year.
22. There were no transaction necessitating the Company to keep in abeyance the right to dividend, right shares and bonus shares pending registration of the shares.
23. The Company has not invited/accepted any deposits including any unsecured loans falling within the provisions of Section 58A during the financial year.

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24. The Company has not made any borrowing during the financial year ended 31<sup>st</sup> March, 2010.
25. The Company has not made any loan or advances or given guarantee or provided securities to other bodies corporate and consequently no entries have been made in the register kept for the purpose.
26. The Company has not altered the provisions of the Memorandum of Association with respect to the situation of the Registered Office from one state to another during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum of Association with respect to the object of the Company during the year under scrutiny.
28. The Company has not altered the provisions of the Memorandum of Association with respect to the name of the Company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum of Association with respect to share capital of the Company during the year under scrutiny.
30. The Company has not altered its Articles of Association during the financial year.
31. There were no prosecution(s) initiated against or show cause notices received by the Company, during the financial year for offences under the Act.
32. The Company has not received any money as security from its employees during the financial year.
33. The Company has not constituted Provident Fund pursuant to Section 418 of the Act, during the financial year.

**For A.A. MULLA & ASSOCIATES  
Company Secretaries**

**(AQUEEL A. MULLA)  
Proprietor  
C.P. No.3237  
FCS NO. 2973**

**Place: Mumbai  
Dated: 22<sup>nd</sup> May, 2010**

**ANNEXURE 'A'**  
**M/s. JAI CORP FINANCE AND HOLDING LIMITED**

Statutory Registers

1. Register of Member U/s 150
2. Register of Directors, Managing Director, Manager and Secretary U/s 303
3. Register of Directors shareholdings U/s 307
4. Minutes Book of all Board Meetings and general Meetings U/s 193 of the Act

Other Registers

1. Register of Transfer

**For A.A. MULLA & ASSOCIATES**  
**Company Secretaries**

**(AQUEEL A. MULLA)**

**Proprietor**  
**C.P. No.3237**  
**FCS NO. 2973**

**Place: Mumbai**  
**Dated: 22nd May, 2010**

**ANNEXURE 'B'**  
**M/s. JAI CORP FINANCE AND HOLDING LIMITED**

1. Forms and Returns as filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the Financial Year 31<sup>st</sup> March, 2010

Sr No.	Form No.	Filed U/Section	For	Dt of Filing	Whether filed on time Yes/No.	If delay in filing whether requisite additional fee paid Yes/ No.
1.	Balance Sheet Form No. 23AC/ACA	220	Annual requirement for the year ended 31 <sup>st</sup> March, 2009 SRN P 35069608	30/09/09	Yes	NA
2	Annual return Form No. 20B	159	Annual requirement for the year ended 31 <sup>st</sup> March, 2009 SRN P 36346047	16/10/09	Yes	N.A.
3.	Secretarial Compliance Certificate FormNo.66	383A	Annual Requirement for the year ended 31 <sup>st</sup> March, 2009 SRN P 34937664	25/09/09	Yes	N.A.
4.	Form 32		Appointment of Impendent director and resign of director	23/06/09	Yes	N.A.
5.	Form no. 18	146	Change of address Registered Address	12/01/10	Yes	N.A.

**For A.A. MULLA & ASSOCIATES**  
**Company Secretaries**

**(AQUEEL A. MULLA)**  
**Proprietor**  
**C.P. No.3237**  
**FCS NO. 2973**

**Place : Mumbai**  
**Dated : : 22nd May, 2010**



## AUDITORS' REPORT

To the Members of  
Jai Corp Finance & Holding Limited

1. We have audited the attached Balance Sheet of 'JAI CORP FINANCE & HOLDING LIMITED' as at 31<sup>st</sup> March, 2010, the Profit and Loss Account and also the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We 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 misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the 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 issued by the Central Government of India in terms of Sub-section (4A) of Section 227 of the Companies Act, 1956, we give in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the said Order.
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 explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;

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- 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 those books;
- c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement referred to in this report are in agreement with the books of account;
- d) In our opinion the Balance Sheet, Profit and Loss Account and Cash Flow Statement referred in this report comply with the mandatory Accounting Standards referred to in Sub-section (3C) of Section 211 of the Companies Act, 1956;
- e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2010 and taken on records by the Board of Directors, we report that none of the directors is disqualified as on 31<sup>st</sup> March, 2010 from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act 1956.
- f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with significant accounting policies and other notes thereon, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India: -
  - (i) In the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March, 2010;
  - (ii) In the case of Profit and Loss Account, of the profit of the Company for the year ended on that date; and
  - (iii) In the case of the Cash Flow Statement, of the Cash Flows of the Company for the year ended on that date.

For CHATURVEDI & SHAH  
Registration No. 101720W  
Chartered Accountants

R. KORIA  
Partner  
Membership No. 35629  
Place: Mumbai  
Dated: 22 May 2010

## ANNEXURE TO AUDITOR'S REPORT

Referred to in paragraph 3 of our report of even date

- i. In respect of its fixed assets:  
The Company does not have any fixed assets, and hence the provisions of the clause 4 (i) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- ii. In respect of its inventories:  
The Company does not have any Inventories, and hence the provisions of the clause 4 (ii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- iii. The Company has not granted or taken any loan, secured or unsecured, to/from companies, firm or other parties covered in the register maintained under Section 301 of the Companies Act, 1956 and hence provisions of Clause 4 (iii) of the Companies (Auditor's Report) Order 2003, are not applicable to the Company.
- iv. In our opinion and according to the information and explanations given to us the Company has not purchased any inventory and fixed assets and sold any goods or services during the year, hence the provisions of clause 4 (iv) of the Companies (Auditor's Report) order, 2003 are not applicable to the Company.
- v. According to the information and explanation given to us, there are no contracts or arrangements referred to in section 301 of the Companies Act, 1956 that need to be entered in the register required to be maintained under that section.
- vi. The Company has not accepted any deposits from the public during the year and hence the provisions of clause 4 (vi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- vii. In our opinion, the Company has an adequate internal audit system commensurate with the size and nature of its business.
- viii. The Central Government has not prescribed maintenance of cost records under Section 209 (1) (d) of the Companies Act, 1956 in respect of activities carried on by the Company, hence the provisions of the clause 4 (viii) of the Companies (Auditor's Report) order, 2003 are not applicable to the Company.

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- ix. According to the information & explanations given to us in respect of statutory and other dues:
- a. The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Investor Education & Protection Fund, and Employees' State Insurance, Income tax, Sales tax, Wealth tax, Service tax, Customs Duty, Excise Duty, Cess and any other material statutory dues as applicable with the appropriate authorities during the year.  
Further, since the Central Government has till date not prescribed the amount of cess payable under section 441A of the Companies Act, 1956, we are not in a position to comment upon the regularity or otherwise of the Company in depositing the same.
  - b. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid statutory dues were outstanding as at 31<sup>st</sup> March, 2010 for a period of more than six months from the date they became payable.
  - c. According to the information and explanations given to us, there are no dues of sales tax, income tax, Custom duty, Wealth tax, Service tax and Excise Duty, Cess, as applicable, which have not been deposited on account of any dispute.
- x. The Company has been registered for a period of less than five years and hence the provisions of clause 4 (x) of the Companies (Auditor's Report) order 2003 are not applicable to the Company.
- xi. Based on our audit procedures and on the information and explanations given by the management, the Company has not taken any borrowings from financial institutions, banks or debenture holders, hence the provisions of the clause 4 (xi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xii. In our opinion and according to the explanations given to us and based on the information available, no loans and advances have been granted by the Company on the basis of security by way of pledge of shares, debentures and other securities.
- xiii. In our opinion, the Company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore provisions of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.

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- xiv. In our opinion and according to the information and explanations given to us, the Company has maintained proper records of transactions and contracts in respect of Investments and timely entries have been made therein. All the investments are held by the Company in its own name
- xv. As per the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions.
- xvi. To the best of our knowledge & belief and according to the information & explanations given to us, the Company has not taken any term loan during the year.
- xvii. During the year the Company has not raised any short term funds.
- xviii. During the year the Company has not made any preferential allotment of shares to the parties covered in the register maintained under section 301 of the Companies Act,1956.
- xix. The Company has not issued any Debentures during the year.
- xx. The Company has not raised any money by way of Public issue during the year.
- xxi. Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the 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 CHATURVEDI & SHAH  
Registration No -101720W  
Chartered Accountants

R. KORIA  
Partner  
Membership No. 35629  
Place: Mumbai  
Dated: 22 May, 2010

**JAI CORP FINANCE & HOLDING LIMITED**  
**BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2010**

Amount in ( Rs.)

Particulars	Schedule	As at 31.03.2010	As at 31.03.2009
<b><u>SOURCES OF FUNDS:</u></b>			
<b>SHAREHOLDERS' FUNDS</b>			
Share capital	A	15,000,000	15,000,000
Reserves & Surplus	B	10,109,437	8,936,109
		25,109,437	23,936,109
		25,109,437	23,936,109
<b><u>APPLICATION OF FUNDS</u></b>			
<b>Investments</b>	C	9,912,391	-
<b>CURRENT ASSETS, LOANS AND ADVANCES</b>			
Cash and Bank Balances	D	14,896,216	23,683,189
Loans and Advances		833,214	984,618
		15,729,430	24,667,807
<b>LESS : CURRENT LIABILITIES AND PROVISIONS</b>			
Current Liabilities	E	13,788	74,223
Provisions		518,596	657,475
		532,384	731,698
<b>NET CURRENT ASSETS</b>		15,197,046	23,936,109
		25,109,437	23,936,109
<b>Significant Accounting Policies and Notes on Accounts</b>	F		

As per our report of even date  
**For Chaturvedi & Shah**  
Chartered Accountants

**For and on behalf of the Board of Directors**

**R. Koria**  
Partner  
Place : Mumbai  
Date: 22/05/2010

**Ashok Ratanlal Tak**  
Director

**Ananjan Datta**  
Director

**JAI CORP FINANCE & HOLDING LTD**

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

Amount in ( Rs.)

	Schedule	Year ended 31.03.2010	Year ended 31.03.2009
<b><u>INCOME:</u></b>			
Interest on FDR ( TDS Rs. 1,90,617/- (Previous Year Rs.4,76,897/-))		1,701,321	2,315,035
Dividend Income		12,391	-
<b><u>TOTAL</u></b>		<b>1,713,712</b>	<b>2,315,035</b>
<b><u>EXPENDITURE:</u></b>			
Employee Cost		-	32,247
Professional Charges		2,500	3,624
Payment to Auditor		13,788	142,796
Filing Fess		3,000	6,112
Miscellaneous Expenses		2,500	2,505
<b><u>TOTAL</u></b>		<b>21,788</b>	<b>187,284</b>
<b>Profit Before Tax</b>		<b>1,691,924</b>	<b>2,127,751</b>
Less: Provision for Income tax		518,596	657,475
<b>Profit After Tax</b>		<b>1,173,328</b>	<b>1,470,276</b>
Balance as per the last Balance Sheet		2,436,109	973,333
Prior Period Adjustment		-	7,500
<b>Amount Availabe for Appropriation</b>		<b>3,609,437</b>	<b>2,436,109</b>
<b>Appropriation</b>			
Transfer to Statutory Reserve Fund		528,720	-
<b>Balance Carried to Balance Sheet</b>		<b>3,080,717</b>	<b>2,436,109</b>
		<b>3,609,437</b>	<b>2,436,109</b>
Basic & Diluted earning per Equity Share of Rs.10 each (Refer Note No. 3 of Schedule "F")		0.78	0.98
<b>Significant Accounting Policies and Notes on Accounts</b>	<b>F</b>		

As per our report of even date

**For Chaturvedi & Shah**

Chartered Accountants

**For and on behalf of the Board of Directors**

**R. Koria**

Partner

Place : Mumbai

Date: 22/05/2010

**Ashok Ratanlal Tak**

Director

**Ananjan Datta**

Director

**JAI CORP FINANCE & HOLDING LIMITED**

Cash Flow Statement for the year ended 31st March, 2010

(Amount in Rs.)

	2009-2010	2008-2009
<b>A. Cash Flow from Operating Activities</b>		
Net Profit /(Loss) before tax as per P & L Account	1,691,924	2,127,751
	<b>1,691,924</b>	2,127,751
Adjusted for		
Dividend Income	(12,391)	-
Operating Profit /(Loss) before Working Capital Changes	1,679,533	2,127,751
Adjusted for		
Trade & Other Receivables	19,546	35,074
Trade Payables	(60,435)	43,818
Cash generated from operations	1,638,644	2,206,643
Direct taxes paid	(525,617)	(660,900)
Prior Period Items	-	(7,500)
Net Cash from / (used in) Operating Activities	<b>1,113,027</b>	1,538,243
<b>B. Cash Flow from Investing Activities</b>		
Dividend Income	12,391	-
Purchase of Investment	(9,912,391)	-
Net Cash (used in) / From Investing Activities	<b>(9,900,000)</b>	-
<b>C. Cash Flow from Financing Activities</b>		
Repayment of Long Term Loan	-	(500,000)
Net Cash From /(used in) Financing Activities	-	(500,000)
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	<b>(8,786,973)</b>	1,038,243
Opening Balance of Cash and Cash Equivalents	<b>23,683,189</b>	22,644,946
Closing Balance of Cash and Cash Equivalents	<b>14,896,216</b>	23,683,189

Notes :

- The above Cash Flow Statements has been prepared under the "Indirect Method" as set out in Accounting Standard-3 "Cash Flow Statement" as notified in the Companies (Accounting Standards) Rules, 2006.
- Cash and Cash equivalents includes Rs.1,48,50,000/- as a Fixed deposit held having maturity for more than three months.
- Bracket indicates cash outflow.
- The Previous year's figures have been regrouped, rearranged and reclassified wherever necessary.

As per our report of even date

**For CHATURVEDI & SHAH**

Chartered Accountants

For and on behalf of the Board of Directors

**R. KORIA**

Partner

Place : Mumbai

Date : 22/05/2010

**Ashok Ratanlal Tak**

Director

**Ananjan Datta**

Director



**JAI CORP FINANCE & HOLDING LTD**  
**Schedule Forming Part of the Balance Sheet**

**Amount in ( Rs.)**

	<b>As at 31.03.2010</b>		<b>As at 31.03.2009</b>	
<b>Schedule- A</b>				
<b>Share Capital</b>				
<b>Authorised</b>				
1500000 (Previous year 1500000 ) Equity Shares of Rs 10 each		<b>15,000,000</b>		15,000,000
600000 ( Previous Year 600000) Preference Shares of Rs. 10 each.		<b>6,000,000</b>		6,000,000
		<b>21,000,000</b>		21,000,000
<b>Issued, Subscribed &amp; Paid up :</b>				
1500000 (Previous year 1500000 ) Equity Shares of Rs 10 each fully paid up ( Above shares are held by Jai Corp Ltd., the holding company including 60 Shares held jointly with nominees.)		<b>15,000,000</b>		15,000,000
		<b>15,000,000</b>		15,000,000
<b>Schedule - B</b>				
<b>Reserves &amp; Surplus</b>				
<b>Reserve Fund (Created pursuant to section 45 IC of RBI Act, 1934)</b>				
As per last Balance Sheet		-		-
<b>Add: Transfer from Profit &amp; Loss Account</b>		<b>528,720</b>		-
		<b>528,720</b>		-
<b>Securities Premium</b>				
As per last Balance Sheet		<b>6,500,000</b>		6,500,000
<b>Profit &amp; Loss Account</b>				
		<b>3,080,717</b>		2,436,109
		<b>10,109,437</b>		8,936,109
<b>SCHEDULE "C"</b>				
<b>INVESTMENTS</b>				
<b>CURRENT INVESTMENTS</b>				
<b>NON-TRADE INVESTMENTS (UNQUOTED)</b>				
<b>IN UNITS FULLY PAID UP</b>				
99,102.009 units (Previous year Nil) of Rs. 100/- each in ICICI Prudential Liquid Plan.		<b>9,912,391</b>		-
		<b>9,912,391</b>		-
Notes:				
1) Aggregate value of investments:-				
	<b>As at 31.03.2010</b>		<b>As at 31.03.2009</b>	
	<b>Book Value</b>	<b>Market Value</b>	<b>Book Value</b>	<b>Market Value</b>
Unquoted Investments	<b>99,12,391</b>	-	-	-

<b>Schedule - D</b>		
<b>Current Assets, Loans and Advances</b>		
<b>Current Assets</b>		
<b>Balance with a scheduled Bank</b>		
In Current Account	46,216	47,912
In Fixed Deposit Accounts	14,850,000	23,635,277
		23,683,189
	14,896,216	
<b>Loans and Advances ( Unsecured and Considered Good)</b>		
Interest Receivable	233,531	253,077
Income Tax (Net)	599,683	731,541
		984,618
	833,214	
	15,729,430	24,667,807
<b>Schedule - E</b>		
<b>Current Liabilities And Provisions</b>		
<b>Current Liabilities</b>		
Sundry Creditors		
(i) Micro and Small Enterprises	-	-
(ii) Others	-	56,321
	-	56,321
Other Liabilities	13,788	17,902
	13,788	74,223
<b>Provisions</b>		
Income tax	518,596	657,475
	532,384	731,698

**JAI CORP FINANCE & HOLDING LTD**  
**SCHEDULES FORMING PART OF THE BALANCE SHEET AND PROFIT AND LOSS ACCOUNT**  
**SCHEDULE "F"**  
**SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS**

**A SIGNIFICANT ACCOUNTING POLICIES**

**1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

The financial statements have been prepared under historical Cost convention, in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956 as adopted consistently by the Company.

**2 USE OF ESTIMATES**

The presentation of financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual result and estimates are recognised in the period in which the results are known/materialised.

**3 INVESTMENTS**

Current Investments are carried at lower of cost and market value/NAV, computed individually. Long term investments are stated at cost. Provision for diminution in the value of long term investments is made only if such decline is other than temporary in the opinion of the management.

**4 PRELIMINARY AND SHARE ISSUE EXPENSES**

Preliminary and Share Issue expenses are charged to the Profit & Loss account in the year in which they are incurred.

**5 PROVISION FOR CURRENT AND DEFERRED TAX**

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income-tax Act, 1961. Deferred tax resulting from "timing difference" between book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is a virtual certainty that the assets will be realized in future.

**6 PROVISION ,CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in the notes on Accounts. Contingent assets are neither recognized nor disclosed in the financial statements.

**B NOTES ON ACCOUNTS**

1 In the opinion of the Management, the Current Assets, Loans and Advances are approximately of the value stated, if realized in the ordinary course of business.

2 Auditor's Remuneration	Amount in ( Rs.)	
	2009-10	2008-09
Audit Fees	13,788	13,788
Certification Charges	-	129,008
	<b>13,788</b>	<b>142,796</b>

**3 Basic & Diluted Earnings per Share**

(a) Net Profit available for equity Share Holder (Amount used as numerator )	1,173,328	1,470,276
(b) Weighted Average Number of equity shares used as denominator for calculating EPS	1,500,000	1,500,000
(c) Basic and diluted Earning Per Share (Rs.)	0.78	0.98

4 The deferred tax Assets comprises of the following:

	As on 31.03.2010	As on 31.03.2009
(i) <b>Deferred Tax Liability</b> Related to fixed assets	-	-
(ii) <b>Deferred Tax Assets</b> Disallowance under the Income Tax Act, 1961	760	1,139
<b>Deferred tax Assets (net)</b>	<b>760</b>	<b>1,139</b>

Note: As at 31st March 2010 the Company has net Deferred Tax Assets of Rs.760. However in the absence of virtual certainty that sufficient future taxable income will be available against which such Deferred tax Assets can be realised the same has not been recognised in the books of accounts in line with Accounting Standard 22 dealing with "Accounting For Taxes on Income"

5 As per Accounting Standard 18, " Related Party disclosures" , the disclosure of transactions with the related parties as defined in the Accounting Standard are given below:

(i)	List of related parties and relationship.		
	Holding Company:-		<b>Jai Corp Limited</b> ( Amount in Rs.)
(ii)	Transactions during the year with related parties :	<b>2009-10</b>	2008-09
	<b>Nature of Transaction</b>		
(a)	<b>Unsecured Loan</b>		
	(i) Opening Balance	-	500,000
	(ii) Received during the Year	<b>390,676</b>	-
	(iii) Refund during the Year	<b>390,676</b>	500,000
( b )	<b>Loans &amp; Advance</b>		
	(i) Given/Adjusted during the Year	-	1,215,840
	(ii) Received / returned during the Year	-	1,215,840
( c )	Reimbursement of expenditures to	-	145,518
( d )	Interest Received	-	54,028

**6 Segment Reporting**

There is no separate reportable segment hence information as defined in the Accounting Standard 17 "Segment Reporting" is not given.

**7** There is no other information which is required to be disclosed in accordance with Para 3 & 4 of Part II of Schedule VI of the Companies Act.,1956

**8** Schedule to the Balance Sheet of a non-deposit taking Non-Banking Financial company (as required in terms of paragraph 13 of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms

Amount in Rs.

Sr. No	Particulars	Amt Outstanding	Amount Overdue
<b>Liabilities side:</b>			
1	Loans and advances availed by the non- banking financial company inclusive of interest accrued thereon but not paid:		
(a)	Debentures : Secured : Unsecured  (other than falling within the meaning of public deposits)	- -  	- -  
(b)	Deferred Credits	-	-
(c)	Term Loans	-	-
(d)	Inter-corporate loans and borrowing	-	-
(e)	Commercial Paper	-	-
(f)	Other Loans : Call & Notice : CBLO : Accured Interest On (c) & (f) above	- - -	- - -

<b>Assets side:</b>		<b>Amt Outstanding</b>
2	Break-up of Loans and Advances including bills receivables [other than those included in (4) below]	
(a)	Secured	-
(b)	Unsecured	833214
3	Break up of Leased Assets and stock on hire and other	<b>Amt Outstanding</b>
I	Lease assets including lease rentals under sundry debtors:	N.A
(a)	Financial lease	
(b)	Operating lease	
II	Stock on hire including hire charges under sundry debtors:	N.A
(a)	Assets on hire	
(b)	Repossessed Assets	
III	Other loans counting towards AFC activities	N.A
(a)	Loans where assets have been repossessed	
(b)	Loans other than (a) above	
4	Break-up of Investments :	<b>Amt Outstanding</b>
<b>Current Investments:</b>		
1.	Quoted:	
(i)	Shares: (a) Equity	-
	(b) Preference	-
(ii)	Debentures and Bonds	-
(iii)	Units of mutual funds	9,912,391
(iv)	Government Securities	-
(v)	Others	-
2.	Unquoted:	
(i)	Shares: (a) Equity	-
	(b) Preference	-
(ii)	Debentures and Bonds	-
(iii)	Units of mutual funds	-
(iv)	Government Securities	-
(v)	Others (please specify)	-
<b>Long Term investments:</b>		
1.	Quoted:	
(i)	Shares: (a) Equity	-
	(b) Preference	-
(ii)	Debentures and Bonds	-
(iii)	Units of mutual funds	-
(iv)	Government Securities	-
(v)	Others (please specify)	-
2.	Unquoted:	
(i)	Shares: (a) Equity	-
	(b) Preference	-
(ii)	Debentures and Bonds	-
(iii)	Units of mutual funds	-
(iv)	Government Securities	-
(v)	Others (please specify)	-

5	Borrower group-wise classification of assets financed as in (2) and (3) above:		
		Amount net of provisions	
	Category	Secured	Unsecured
			Total
	1. Related Parties		
	(a) Subsidiaries	-	-
	(b) Companies in the same group	-	-
	(c) Holding Company	-	-
	2. Other than related parties	-	833,214
	Total	-	833,214

6	Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted): Please see note 3 below		
	Category	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
	1. Related Parties		
	(a) Subsidiaries	-	-
	(b) Companies in the same group	-	-
	(c) Other related parties	-	-
	2. Other than related parties	9,912,391	9,912,391
	Total	-	-

7	Other information	
	Particulars	Amount
	I Gross Non-Performing Assets	N.A.
	(a) Related Parties	
	(b) Other than related parties	
	II Net Non-Performing Assets	N.A.
	(a) Related Parties	
	(b) Other than related parties	
	III Assets acquired in satisfaction of debt	N.A.

9 The Previous year's figures have been regrouped, rearranged and reclassified wherever necessary.

As per our report of even date

For and on behalf of the Board of Directors

**For Chaturvedi & Shah**  
Chartered Accountants

**R.Koria**  
Partner  
Place : Mumbai  
Date: 22/05/2010

**Ashok Ratanlal Tak**  
Director

**Ananjan Datta**  
Director

**BALANCE SHEET ABSTRACT AND COMPANY'S GENEREAL BUSINESS PROFILE**

Registration No . 

1	5	9	1	7	3
---	---	---	---	---	---

 State Code 

1	1
---	---

Balance Sheet Date 

3	1	-	0	3	-	2	0	1	0
---	---	---	---	---	---	---	---	---	---

CAPITAL RAISED DURING THE YEAR ( Amount in Rs Thousands ) :

Public Issue 

N	I	L
---	---	---

 Right Issue 

N	I	L
---	---	---

Bonus Issue 

N	I	L
---	---	---

 Private Placement 

N	I	L
---	---	---

POSITION OF MOBILISATION AND DEPLOYEMENT OF FUNDS ( Amount in Rs. Thousands )

Total Liabilities 

2	5	6	4	2
---	---	---	---	---

 Total Assets 

2	5	6	4	2
---	---	---	---	---

Sources of Funds

Paid-up Capital 

1	5	0	0	0
---	---	---	---	---

 Reserves and Surplus 

1	0	1	0	9
---	---	---	---	---

Secured Loans 

N	I	L
---	---	---

 Unsecured Loans 

N	I	L
---	---	---

Application of Funds

Net Fixed Assets 

N	I	L
---	---	---

 Investments 

9	9	1	2
---	---	---	---

Net Current Assets 

1	5	1	9	7
---	---	---	---	---

 Misc . Expenditure 

N	I	L
---	---	---

PERFORMANCE OF COMPANY (Amount in Rs. Thousand )

Turnover (Net) & Other Income 

1	7	1	4
---	---	---	---

 Total Expenditure 

	2	2
--	---	---

Profit before Tax 

1	6	9	2
---	---	---	---

 Profit after Tax 

1	1	7	3
---	---	---	---

Earning Per Share in Rs.  
( Basic & Diluted ) 

0	.	7	8
---	---	---	---

 Dividend rate % 

NIL
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GENERIC NAMES OF THREE PRINCIPAL PRODUCTS / SERVICES OF THE COMPANY ( as per monetary terms ) :