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**ANJANI FINANCE LIMITED**

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## ANJANI FINANCE LIMITED

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### ANJANI FINANCE LIMITED

#### BOARD OF DIRECTORS

CHAMPALAL JANGID	: Managing Director
RAJ RATAN SINGHVI	: Director
AJIT BHAVSAR	: Director
NAVIN AGARWAL	: Director (from 30-11-2007)
SANJAY AGARWAL	: Director (upto 30-11-2007)

#### AUDITORS

O. P. Bhandari & Co.  
Chartered Accountants  
Ahmedabad

#### BANKERS

UCO Bank, Tilak Nagar, Branch Indore

**REGD. OFFICE**  
27, Mahavir Jain Society,  
Nr. Amber Cinema, Bapunagar,  
Ahmedabad - 380 024

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## ANNUAL REPORT 2007-2008

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### NOTICE

NOTICE IS HEREBY given that the 19th Annual General Meeting of the members of Anjani Finance Ltd. will be held at the Registered Office at 27, Mahavir Jain Society, Bapu Nagar, Ahmedabad (Gujarat) on Monday 29th day of September 2008 at 03:00 p.m. to transact the following business :-

#### **ORDINARY BUSINESS**

1. To receive consider and adopt the Audited Balance Sheet as at 31.03.2008 and the Profit & Loss account for the year ended on that date and the Reports of the Directors and Auditors thereon.
2. To appoint a director Mr. Ajit Bhavsar who retires by rotation and being eligible, offer himself for reappointment.
3. To appoint Auditors and to fix their remuneration.

**Registered Office :**  
27, Mahavir Jain Society  
Bapu Nagar, Ahmedabad  
Place : Ahmedabad  
Date : 18th August, 2008

By Order of the Board

(Champalal Jangid)  
Managing Director

#### **NOTES**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ALSO ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER.
2. Proxies in order to be effective should be lodged with the Company at the Registered Office of the Company at least 48 hours before the commencement of the meeting.
3. The Register of Members and Transfer Books of the Company shall remain closed from 25.09.2008 to 29.09.2008 (both days inclusive). During this period the transfer of Shares shall remain suspended.
4. Members desiring any information on the accounts at the Annual General Meeting are requested to write to the Company at least 7 (seven) days in advance, so as to enable the Company to keep the information ready.
5. As a measure of economy copies of the Annual Report will not be distributed at the Annual General Meeting. Members are requested to bring their copies of the Annual Report to the Meeting.
6. Members are requested to intimate any change of address to the Company's Registered Office or to their concerned depository.
7. Members are requested to quote their Folio Number/ De-Mat Account Number and DPID in all correspondence with Company.

**ANJANI FINANCE LIMITED****DIRECTORS' REPORT**

Your directors have pleasure in placing before you the 19th Annual Report together with the Audited Accounts of the Company for the Year ended as on 31st March, 2008.

**FINANCIAL RESULTS :-**

	<b>2007-08</b>	(Rs. in lacs) <b>2006-07</b>
Income from operations	<b>117.75</b>	136.66
Profit / (Loss) before taxes	<b>41.33</b>	(18.77)
Less: Provision for Income Tax/Fringe Benefit Tax	<b>4.27</b>	0.02
Deferred Tax Liabilities / (Assets)	<b>38.09</b>	(20.95)
Profit/(Loss) after taxes	<b>(1.03)</b>	2.15
Profit/(Loss) brought forward from Previous year	<b>3.47</b>	1.32
Profit/(Loss) carried to Balance Sheet	<b>2.44</b>	3.47

**DIVIDEND**

The Board has not recommended any dividend for the year under review.

**PUBLIC DEPOSITS**

Your Company has not accepted any deposits from the public during the year under review.

**DIRECTORS**

During the year Mr. Sanjay Kumar Agarwal had resigned. Your directors place on record their appreciation for the services rendered by him.

In accordance with the provision of the Companies Act, 1956 and the Company's Articles of Association, Mr. Ajit Bhavsar who retires by rotation at the forthcoming Annual General Meeting and being eligible, offers for re-appointment.

**DIRECTOR'S RESPONSIBILITIES 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 annual accounts for the financial year ended 31st March, 2008 applicable accounting standards had been followed along with proper explanation relating to material departures ;
- (ii) that the directors had selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the states of the affairs of the company at the end of the financial year and of the profit and loss the company for the year under review;
- (iii) that the directors have taken proper and sufficient care 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 the directors had prepared the account for the financial year ended on 31st March, 2008 on "going concern" basis.

**AUDITOR'S REPORT**

The notes on the accounts referred to in the auditor's report are self explanatory and therefore do not call for any further comments.

**CORPORATE GOVERNANCE**

In term of Clause 49 of the listing agreement entered into with stock exchange, the Code of Corporate Governance along with the auditors' certificate is enclosed herewith.

## ANNUAL REPORT 2007-2008

### CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

Section 642 read with clause (e) of sub-section (1) of section 217 of the Companies Act, 1956 relating to disclosure of the particulars of energy conservation, technology, absorption and foreign exchange earnings and outgo, pursuant to Companies (disclosure of particulars in the report of Board of Directors) rules 1988 are not applicable to the Company.

### EMPLOYEES

The Board of directors wishes to express its appreciation to all the employees of the company for their outstanding contribution to the operations of the company during the year, information as per section 217 (2A) of the Company Act 1956 Companies (Particular of Employees) Rules 1975 as amended is Nil, since there is no employees drawing Rs. 2,00,000/- (Rupees Two Lacs Only) or more per month during the year or Rs. 24,00,000/-.

### LISTING

The Company's Equity Shares are listed on Bombay Stock Exchange. Company is regular in paying listing fees as demanded by the stock exchange.

### AUDITORS

The Board proposes to re-appoint M/s. O. P. Bhandari & Co., Chartered Accountants, Ahmedabad as auditors of the company to hold office from the conclusion of the ensuing Annual General Meeting until the conclusion of the next Annual General Meeting. The board recommends their appointment.

### DEMATERIALISATION OF SECURITIES

Shares of the Company were included in compulsory list of trading in dematerialization. Company has entered in to necessary agreements with both the depositories i.e. NSDL (National Depository Limited) and CDSL (Central Depository Securities Limited). It is therefore advisable to trade in the securities of the company in dematerialized form which is convenient and safe.

### AUDIT COMMITTEE

As required under the provisions of the section 292 A of the Companies (Amendment) Act, 2000 the Audit Committee meetings were held on 30.04.2007, 31.07.2007, 30.10.2007 & 30.01.2008 during the year.

### ACKNOWLEDGMENTS

Your Directors would like to place on record their deep sense of appreciation and thanks to all the Government Authorities and financial institutions, banks, employees and share holders for their valuable assistance, support and co-operation and look forward to the same in the years to come.

For and on behalf of the Board

Place : Ahmedabad  
Date : 18th August, 2008

(CHAMPALAL JANGID)  
MANAGING DIRECTOR

**ANJANI FINANCE LIMITED****MANAGEMENT DISCUSSION AND ANALYSIS REPORT****THE SCENARIO:**

The Company is mainly doing finance business and running a wind energy generation plant (wind mill). There is stiff competition among major NBFC companies in finance sector, but due to long history and good background of the customers give preference to the company. Your company continued to secure improved business as compared to the last year which is due to timely adoption of prudent business strategies, measures taken to reduce cost of funds and cost of operations, improved fund management and effective steps taken to maintain the level of the company. Your company has also strengthened the position by simultaneously operating wind mill in Rajasthan with finance business.

**OPPORTUNITIES AND THREATS:**

According to the management of the company, the company is financing to parties having good potential aspects. And with respect to wind mill unit the company is supplying power generation to Rajasthan Power Procurement Corporation & which is a government sector, hence there is much less risk on account of financial matter & apart from this, it is supplied under Agreement.

Further, a major threat appears to be on account of further reduction in interest rates, if any, trends in take over of loans etc. which might affect the profitability of the company. However your company is confident of facing the challenges and is optimistic about the sustenance of this finance segment for quite a long time.

**RISK AND CONCERN:**

Though the management of company is quite meticulous about the security and recovery aspect of each finance file which reflect from the fact that the overall NPA recognized by the company is Rs.NIL/-.

Your company will continue to adopt strategies to register significant increase in business volumes and would still more concentrated efforts to initiate a new wind mill project.

**CAUTIONARY STATEMENT:**

The statements made and figures given in various sections of "Management Discussion and Analysis" are keeping in mind the Company's objectives, estimates and expectation. The actual results may differ from those expected depending upon the economic conditions, change in Govt. Regulations, and amendments in tax laws and other internal and external factors.