

SAI JEEVADHARA FINANCE LIMITED

(FORMERLY KNOWN AS ALAGENDRAN FINANCE LTD.)



21st Annual Report 2009 - 2010



SAI JEEVADHARA FINANCE LIMITED

(FORMERLY KNOWN AS ALAGENDRAN FINANCE LTD.)

BOARD OF DIRECTORS

Sri. R. Alaghentren
(Chairman and Managing Director)
Sri. R.G. Sen - Director
Smt. B.S.Vidya Parvathy - Director
Sri. Milton Amalraj Ratchgaraj - Addl. Director
Sri. Balaji Murugesan Komalanathan - Addl.
Director
Sri. Vijayakumar Muthupandi -Addl. Director
Sri. Moses Edward - Addl. Director

AUDITORS

M/s. P.T. Ponnaiah & Co.,
Chartered Accountants,
Chennai - 600 010.

BANKERS

M/s. City Union Bank Limited,
Madurai - 625 001.

REGISTERED OFFICE

338 (Old No. 165), "Lotus Court",
II Floor,
Thambu Chetty Street,
Chennai - 600 001.

CORPORATE OFFICE

178-A, North Veli Street,
Madurai - 625 001.

BRANCHES

Madurai and Chennai.



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Registered Office: 338, (Old No.165), "Lotus Court"
II Floor, Thambu Chetty Street, Chennai - 600 001.

NOTICE

Notice is hereby given that the Twenty First Annual General Meeting of the members of the Company will be held on Saturday, the 28th August 2010 at 11.30 a.m. at the "Indra Sabha Hall", Hotel Palmgrove, No.5, Kodambakkam High Road, Chennai - 600 034 to transact the following business :

ORDINARY BUSINESS

1. To receive, consider and adopt the audited Balance Sheet of the Company for the year ended 31st March 2010 and the Profit and Loss Account for the year ended on that date and the Reports of the Directors and Auditors there on.
2. To appoint a Director in place of Mrs.B.S.Vidya Parvathy who retires by rotation and being eligible, offers herself for re-appointment
3. To appoint Auditors and fix their remuneration. M/s. P.T. Ponnaiah & Co., Chartered Accountants, Chennai retire and are eligible for re-appointment.

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.Milton Amalraj Ratchgaraj who was appointed by the Board of Directors as an Additional Director of the Company with effect from July 19, 2010 and who holds office up to the date of forthcoming Annual General Meeting of the Company in terms of Section 260 of the Companies Act, 1956 ("the Act") and in respect of whom the Company has received a notice in writing from a Member under Section 257 of the Act proposing his candidature for the office of Director of the Company, be and is hereby appointed as a Director of the Company, be and is hereby appointed as a Director of the Company."

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

"RESOLVED THAT Mr.Balaji Murugesan Komalanathan who was appointed by the Board of Directors as an Additional Director of the Company with effect from July 19, 2010 and who holds office up to the date of forthcoming Annual General Meeting of the Company in terms of Section 260 of the Companies Act, 1956 ("the Act") and in respect of whom the Company has received a notice in writing from a Member under Section 257 of the Act proposing his candidature for the office of Director of the Company, be and is hereby appointed as a Director of the Company, be and is hereby appointed as a Director of the Company."



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

"RESOLVED THAT Mr.Vijayakumar Muthupandi who was appointed by the Board of Directors as an Additional Director of the Company with effect from July 19, 2010 and who holds office up to the date of forthcoming Annual General Meeting of the Company in terms of Section 260 of the Companies Act, 1956 ("the Act") and in respect of whom the Company has received a notice in writing from a Member under Section 257 of the Act proposing his candidature for the office of Director of the Company, be and is hereby appointed as a Director of the Company, be and is hereby appointed as a Director of the Company."

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

"RESOLVED THAT Mr.Moses Edward who was appointed by the Board of Directors as an Additional Director of the Company with effect from July 19, 2010 and who holds office up to the date of forthcoming Annual General Meeting of the Company in terms of Section 260 of the Companies Act, 1956 ("the Act") and in respect of whom the Company has received a notice in writing from a Member under Section 257 of the Act proposing his candidature for the office of Director of the Company, be and is hereby appointed as a Director of the Company, be and is hereby appointed as a Director of the Company."

For and on behalf of the Board of Directors

Place : Chennai
Date : 19th July, 2010

R. ALAGHENTREN
Chairman and Managing Director



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NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND ON A POLL, TO VOTE INSTEAD OF HIMSELF. A PROXY NEED NOT BE A MEMBER. THE PROXY FORM DULY COMPLETED AND SIGNED SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. The Register of Members and share transfer books of the Company will remain closed from 23rd August, 2010 to 28th August, 2010 (both days inclusive) under section 154 of the Companies Act, 1956
3. Members are requested to notify change of address, if any, to the Company immediately.
4. If you are attending the Annual General Meeting in person, please bring the printed attendance slip sent to you along with the Balance Sheet.
5. Members / Proxies are requested to bring their copies of the Annual Report to the meeting.

ANNEXURE TO THE NOTICE

EXPLANATORY STATEMENT

(Pursuant to Section 173(2) of the Companies Act, 1956)

As required by Section 173 of the Companies Act, 1956, the following explanatory statements sets out all materials facts relating to the items of Special Business mentioned under item Nos.4 to 7 of the accompanying Notice dated July 19, 2010.

ITEM NO.4

Mr.Milton Amalraj Ratchgaraj was appointed as Additional Director of the Company on July 19, 2010. As per the provisions of Section 260 of the Companies Act, 1956 Mr.Milton Amalraj Ratchgaraj holds office up to the date of forthcoming Annual General Meeting of the Company, and is eligible for appointment. The Company has received a notice from a Member under Section 257 of the Companies Act, 1956 in respect of Mr.Milton Amalraj Ratchgaraj , proposing his appointment as a Director of the Company, along with the requisite deposit.

ITEM NO.5

Mr.Balaji Murugesan Komalanathan was appointed as Additional Director of the Company on July 19, 2010. As per the provisions of Section 260 of the Companies Act, 1956 Mr Balaji Murugesan Komalanathan holds office up to the date of forthcoming Annual General Meeting of the Company, and is eligible for appointment. The Company has received a notice from a Member under Section 257 of the Companies Act, 1956 in respect of Mr.Balaji Murugesan Komalanathan , proposing his appointment as a Director of the Company, along with the requisite deposit.



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ITEM NO.6

Mr.Vijayakumar Muthupandi was appointed as Additional Director of the Company on July 19, 2010. As per the provisions of Section 260 of the Companies Act, 1956 Mr.Vijayakumar Muthupandi holds office up to the date of forthcoming Annual General Meeting of the Company, and is eligible for appointment. The Company has received a notice from a Member under Section 257 of the Companies Act, 1956 in respect of Mr.Vijayakumar Muthupandi , proposing his appointment as a Director of the Company, along with the requisite deposit.

ITEM NO.7

Mr.Moses Edward was appointed as Additional Director of the Company on July 19, 2010. As per the provisions of Section 260 of the Companies Act, 1956 Mr.Moses Edward holds office up to the date of forthcoming Annual General Meeting of the Company, and is eligible for appointment. The Company has received a notice from a Member under Section 257 of the Companies Act, 1956 in respect of Mr.Moses Edward , proposing his appointment as a Director of the Company, along with the requisite deposit.

The above four additional directors were appointed at the Board Meeting held on 19.07.2010 for the purpose of expanding the scope of business. Their appointments requires to be made permanent for the benefit of the Company. None of the directors other than the above four additional directors is interested in the resolution.

For and on behalf of the Board of Directors

Place : Chennai
Date : 19th July, 2010

R.ALAGHENTREN
Chairman and Managing Director



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DIRECTORS' REPORT

Your Directors have great pleasure in submitting the Twenty First Annual Report with Audited Accounts for the year ended 31st March 2010.

FINANCIAL RESULTS :

	2009-10	2008-09
	(Rs. in Lakhs)	
Profit / (Loss) before Interest, Depreciation, Tax, Bad Debts and Provision for Non-Performing Assets	(5.75)	(5.81)
Less : Depreciation	0.83	1.00
Profit / (Loss) before Tax, Bad Debts & Other Provisions	(6.58)	(6.81)
Less : Bad Debts Written Off	16.68	56.02
Provision for Diminution in value of Investments	(1.42)	3.05
Provision for Non-Performing Assets	(3.66)	—
Profit / (Loss) after Tax	(18.18)	(65.88)

APPROPRIATION

Transfer to Special Reserve Fund (As per RBI Act)	---	---
Balance carried to Balance Sheet	---	---
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BUSINESS OUTLOOK

Your Company's strategy, as in the past will be to focus on profitable growth, leveraging its intimate knowledge of the market and customer relationships that have been built on a strong foundation of personalized service.

DEPOSITS

All the outstanding Public Deposits as on 15th September 2004 Rs.10.25 Lakhs and their accrued interest upto 31st March 2004, Rs.20.47 Lakhs was transferred to an Escrow Account on 22nd September, 2004 with M/s.City Union Bank Limited, Madurai. As on 31st March 2010, balance outstanding in the Escrow Account was Rs.18.20 Lakhs.

The company has not accepted any fixed deposit during the year under review.

DIVIDEND

Your Directors regret their inability to recommend dividend in view of accumulated losses.

CHANGE OF NAME

After complying with all statutory formalities the name of the Company was changed from Alagendran Finance Limited to Sai Jeevadhara Finance Limited with effect from 31.05.2010. Fresh Certificate of Incorporation consequent to the change of name was issued by the Registrar of Companies, Chennai on 31.05.2010.

ADVANCES

Total disbursements during the year under Hire Purchase loan was Rs. Nil

MONEY CHANGING BUSINESS

During the year, your Company has earned an income of Rs.0.26 Lakhs from the money changing business at Madurai and Chennai.



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INVESTMENTS

Due to non-redemption, 100% provision has been made for the investments in Secured Debentures of Rs.54,23,438/- with M/s. Micro Stretch Elastomers Private Limited, Pondicherry.

MANAGING DIRECTOR'S REMUNERATION

The Managing Director has not received any remuneration during the current year.

PARTICULARS OF EMPLOYEES IN TERMS OF SECTION 217 (2A) OF THE COMPANIES ACT, 1956.

None of the employees fall within the purview of the above Section and the Rules framed there under.

COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF THE BOARD OF DIRECTORS) RULES, 1988.

Parts A, B and C of the above rules does not apply to the Company.

DIRECTORS

Smt. B.S.Vidya Paravathy, retires by rotation and being eligible, offers herself for re-election.

Shri.Milton Amalraj Ratchgaraj, Shri.Balaji Murugesan Komalanathan, Shri.Vijayakumar Muthupandi, and Shri.Moses Edward who were co-opted Additional Directors of the company with effect from 19/07/2010 under section 260 of the companies act, 1956 and they held office up to date of the forthcoming Annual General Meeting, but are eligible for re-appointment.

RESPONSIBILITY STATEMENT

Pursuant to the provisions of Section 217 (2AA) of the Companies Act, 1956 the Directors confirmed that :

- a) in the preparation of the annual accounts for the year ended 31st March 2010 applicable accounting standards have been followed with no material departure ;
- b) your Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March 2010 and the loss for the year ended on that date ;
- c) your Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities ; and
- d) the accounts for the year ended 31st March 2010 have been prepared on a going concern basis.

CORPORATE GOVERNANCE

A detailed report on corporate governance together with a certificate from the Statutory Auditors, in compliance with clause 49 of the Listing Agreement, is attached as part of this report.

AUDITORS

M/s. P.T.Ponnaiah & Co., Chartered Accountants, Chennai retires at this Annual General Meeting and are eligible for re-appointment.



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REPLY TO AUDITOR'S REPORT

The qualification in the Auditor's Report are considered and the Directors are taking steps to improve the position.

However Company's strategy, has been thwarted by the steps taken by Income Tax Department by freezing the Company's funds, kept in their account and recovering the same, in spite of the fact that the cases relating to Income Tax matters are pending with Honorable High Court, Madras. Income Tax Department, have recovered a sum of Rs.46.31 lacs so far, from the Company. This has affected financial liquidity of the Company.

ACKNOWLEDGEMENT

Your Directors thank the Bankers, Shareholders and Customers for their continued support and co-operation to the Company. Your Directors also appreciate the employees of the Company for their good work.

For and on behalf of the Board of Directors

Place : Chennai.
Date : 28th June, 2010

R. ALAGHENTREN
Chairman