
AVINASH INFORMATION TECHNOLOGIES LIMITED

ANNUAL REPORT

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AVINASH INFORMATION TECHNOLOGIES LIMITED

BOARD OF DIRECTORS :

PRAN S FULTARIYA

CHAIRMAN & NON- EXECUTIVE DIRECTOR

NEERAJ GOYAL

NON-EXECUTIVE & INDEPENDENT DIRECTOR

ASHISH BHAVSAR

NON-EXECUTIVE & INDEPENDENT DIRECTOR

AUDITORS :

INGIT MODI ASSOCIATES, C.A.

304-1, Panlee Complex,

Opp. Sardar Patel Seva Samaj Hall.

Navrangpura.Ahmedabad- 380009

Membership

Tel.: 26460960

REGISTERED OFFICE :

C-138, Shabri Apartment,

Opp. Nirman School,

Vastrapur,

Ahmedabad-380054

STOCK EXCHANGES :

The Bombay Stock Exchange, Mumbai

The Ahmedabad Stock Exchange, Ahmedabad

NOTICE

Notice is hereby given that the Annual General Meeting of the members of AVINASH INFORMATION TECHNOLOGIES LIMITED will be held on 30th September, 2010 at 11.00 A.M. at the Registered Office of the Company i.e. C- 318, Shabri Apartment, Opp. Nirman School, Vastrapur, Ahmedabad-380015 to transact the following business:

ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited Profit and Loss Account for the year ended on 31st March, 2010, balance sheet as on that date, Director's Report and the Auditor's report thereon.
2. To appoint Director in place of Mr. Ashish Bhavsar who retires by rotation and being eligible offers himself for reappointment.
3. To appoint the Auditors of the Company from the Conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

For, Avinash Information Technologies Limited

Place : Ahmedabad
Date : 21/06/2010

Pran s Fultariya
DIRECTOR

Ashish Bhavsar
DIRECTOR

NOTES :

- a) A member entitled to attend and vote is entitled to appoint a proxy to attend vote instead of himself and the Proxy need not to be a member. The instrument appointing a proxy must be deposited at the registered office of the Company not later than 48 hours before the time fixed for holding the meeting.
- b) The Register of the members and the share transfer book of the Company will remain closed from 21st September, 2010 to 30th September, 2010 (both days inclusive).

For, Avinash Information Technologies Limited

Place : Ahmedabad
Date : 21/06/2010

Pran s Fultariya
DIRECTOR

Ashish Bhavsar
DIRECTOR

DIRECTORS' REPORT

To the Members
AVINASH INFORMATION TECHNOLOGIES LIMITED

The Board of Directors of your Company has the pleasure of presenting Annual Report of AVINASH INFORMATION TECHNOLOGIES LIMITED together with the Audited Statements of Accounts for the year ended the March 31, 2010

Financial Performance of the Company :*Rs. In Lacs*

Particulars	As on 31/03/2010	As on 31/03/2009
Total Income	NIL	NIL
Total Expenditure	148.75	288.17
Profit/Loss for the year before interest, depreciation & Tax	(0.15)	(0.15)
Interest	125.12	264.54
Depreciation	23.48	23.48
Profit/Loss Before Taxation	(148.75)	(288.17)
Provision for Taxation	NIL	NIL
Profit/Loss After Taxation	(148.75)	(288.17)
Balance Carried to Balance Sheet	(1107.91)	(959.15)

Financial Performance of the Company :

The total income of your Company for the year 2009-10 stood at Rs. Nil mainly on account of lower profit from sale of shares, partly a deliberate decision to maximize returns which was not possible owing to market indices remaining at lower levels during the year.

Dividend :

Since the Company has incurred loss during the financial year, your Company does not recommend dividend for the year 2009-2010

Economics Scenario :

The year under review has witnessed overall slowdown in the world economy and tight liquidity position in the market as a result of Globalization and Liberalization leading to stiff competition in the market. The overall economic scenario has been badly affected due to the calamities like earthquakes, riots and also due to global depression. However, due to the sincere efforts of the management the Company has been able to the even in such adverse situation.

Fixed Assets :

The Company has not accepted any deposits falling within the purview of Companies Acceptance of Deposit Rules, 1975. Particulars of Employees

The Information as required u/s. 217 (2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1988 amended by Companies (Particulars of Employees) Rules, 1999 is NIL.

Director :

Mr. Ashish Bhavsar, Directors of the Company are liable to retire by rotation at the ensuing Annual General Meeting and being eligible, offer themselves 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:

- that in the preparation of annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- that the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review;
- 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 have prepared the annual accounts for the year ended on March 31, 2010 on a 'going concern basis'.

Auditors :

Ingit Modi Associates, Chartered Accountants, Ahmedabad, the retiring auditors being eligible offer themselves for re-appointment. Members are requested to appoint them as auditors of the company.

Reply to the Qualification Remarks by Statutory Auditors :

With reference to the observations made in the Auditors Report, the Notes on Accounts as contained in the Annual Accounts are self-explanatory and therefore, do not require for any further comments under section 217(3) of the Companies Act, 1956.

Management Discussion and Analysis :

(i) Global Scenario :

The global economy has been in the throes of a crisis after prolonged buoyancy by rising asset prices. The bankruptcy of different Companies triggered a bigger run on key funding markets, which led to large scale bank rescues, deposit and debt guarantee. Thus the Company is trying to cope up with the situations in the present scenario.

(ii) Initiatives of the Company :

The current crisis has revealed the 'procyclicality' created by the tendency of financial intermediaries to become less prudent during cyclical upturns and more prudent during downturns. Your Company has responded swiftly to the challenges in economic environment.

(iii) Opportunities, Threats and Future Outlook :

With an upswing in its performance, mood and commitment of the employees, your Company is well poised to expand its operations and performance in accordance with its business plan.

Your Company will explore possibilities for new business for short term and medium term.

The overall economic scenario continues to be subdued in the short term perspective and as such, till the overall economy gets an upward momentum, the credit off-take and pressure on yield would remain. Various measures announced are expected to provide positive impact on industries like Oil & Gas, Power, Construction, Textiles, Automobiles, Petrochemicals, Household Appliances and the like.

(iv) Risk Management :

Risk is an inherent part of the business. Your Company recognizes this and has taken strides to strengthen the risk management systems and practices.

(v) Public Deposits :

The Company has not accepted any deposit from the public during the year.

Corporate Governance :

A comprehensive report on corporate governance as stipulated under Clause 49 of the Listing Agreement is attached to this Report.

The Company has obtained a certificate from the Statutory Auditors regarding compliance of conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement and the same is annexed at the end of Corporate Governance Report.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo :

As the Company's operations do not involve any manufacturing or processing activities, the particulars as per the Companies (Disclosures of Particulars in the Report of the Board of Directors) Rules, 1998, regarding conservation of energy and technology absorption, are not applicable. The particulars regarding expenditure and earnings in foreign exchange are Nil.

For, Avinash Information Technologies Limited

Place : Ahmedabad

Date : 21/06/2010

**Pran s Fultariya
DIRECTOR**

**Ashish Bhavsar
DIRECTOR**

REPORT ON CORPORATE GOVERNANCE

(Pursuant to Clause 49 of the Listing Agreement)

1. Company's philosophy :

Corporate Governance is an integral part of value, ethics and best business practices followed by the Company. The core values of the Company are commitment to excellence and customer satisfaction, maximizing long-term value for stakeholders, socially valued enterprise and caring for people and environment.

AVINASH INFORMATION TECHNOLOGIES LIMITED is committed to good Corporate Governance in order to all stakeholders – Customers, suppliers, lenders, employees, the shareholders. The detailed report on implementation by the company of the Corporate Governance Code as incorporated in Clause 49 of the Listing Agreement with the Stock Exchanges, is set out below :

2. Board of Directors :

2.1 Composition of the Board :

The Board of Directors as at 31st March, 2010 comprises of three directors comprises of a, all Director are non-executive directors. Mr. Pran S Fultariya, Active Director of the Company and he conducts the day to day management of the Company, subject to the supervision and control of the Board of Directors. The independent directors on the Board are senior, competent and highly respected persons from their receptive fields.

2.2 Responsibilities of the Board :

The responsibility such as policy formulation, performance review and analysis and control, direction and management of the affairs of the company is vested in the Board of Directors presided over by the Chairman and Managing Director. The Board has delegated some of its powers to the executives of the company. The Board reviews from time to time such delegated powers and their utilization for effective functioning of the Company.

2.3 Meeting and Attendance Record of Directors :

The meetings of the Board of Directors are held at periodical intervals and are generally at the registered office of the Company. The meeting dates are decided well in advance and the agenda and notes on agenda are circulated in advance to the directors. All material information is incorporated in the notes on agenda for facilitating meaningful and focused discussion at the meeting. Where it is not perusable to attach supporting or relevant documents to the agendas, the same is tabled before the meeting. In case of business exigencies or urgency of matters, resolutions are passed by circulation. Senior Management persons are often invited to attend the Board Meetings and provide clarifications as and when required.

During the Financial year 2009-2010, 12 Board meeting were held during the year

21/04/2009, 23/05/2009, 16/06/2009, 21/07/2009, 19/08/2009, 09/09/2009, 20/10/2009, 17/11/2009, 29/12/2009, 21/01/2010, 16/02/2010 and 24/03/2010.

The composition, attendance and other memberships of the Board of Directors of the company is as follows: c. Attendance of Directors at Meetings of Board of Directors and last AGM :

Name of the Director	Designation	Category	No. of Board meetings attended	Attendance at last AGM	Total No. of Directorships in public Companies	Total No. of Committee membership	Total no. of Board Chairmanship
Pran s Fultariya	Director	Non Executive	12	Yes	0	0	0
Neeraj Goyal	Director	Non Executive	12	Yes	0	0	0
Ashish Bhavsar	Director	Non Executive	12	Yes	0	0	0

2.4 Details of Directors seeking re-appointment at the ensuing Annual General Meeting :

As per the provisions of the Companies Act, 1956, two third of the directors of a company should be retiring directors, of which one third of such directors are required to retire every year and if eligible, they qualify for re-appointment.

Mr. Ashish Bhavsar, retire by rotation at the ensuing Annual General Meeting and offer him for re-appointment.

Profile of Mr. Ashish Bhavsar, Director being appointed u/s 256 of the Companies Act, 1956

Name : Ashiah Bhavsar
 Date of Birth : 01/08/1972
 Date of Appointment : 10/01/2002
 No. of shares held in the company : Nil
 Directorship in other company : Nil