

EVEREST FINTRADE LIMITED

EVEREST SQUARE, JUNCTION OF SHRADDHANAND & NEHRU ROAD, VILE PARLE
(E), MUMBAI 400057.

To,
Member of
Everst Fintrade Limited.

NOTICE

NOTICE is hereby given that the 20th Annual General Meeting of members of the company will be held on 30th September 2005 at Register office of the company at Everest Square, Junction of Shraddhanand & Nehru Road, Vile Parle (East), Mumbai - 400 057, at 3.00 P.M. to transact the following business:

ORDINARY BUSINESS:

1. To receive consider and adopt the Audited Balance Sheet as at March 31, 2005 and the Profit and Loss Account for the year ended on that date together with the report of the Directors and Auditors thereon.
2. To appoint a director in place of Mr. Chandrakant Gandhi who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Mr. Nainesh Shah who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint M/s. J. D. Zatakia & Co., Chartered Accountant, Mumbai as an auditor of the Company and fix up their remuneration.

Regd. Office:

By order of the Board of Directors

Everest Square,
Junction of Shraddhanand & Nehru Road,
Vile Parle (East),
Mumbai - 400 057

(MR. KISHOR N. SHAH)
DIRECTOR

Certified True Copy.

FOR EVEREST FINTRADE LTD.

Date: 3rd September, 2005.

DIRECTOR

NOTES

1.A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY AND VOTE AT THE MEETING INSTEAD OF HIMSELF AND PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY FORM MUST 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 the Share Transfer Books of the company will remain closed from September 29, 2005 to September 30, 2005 (both days inclusive).

3.Members holding shares in the same set of names under different ledger folios are requested to apply for consolidation of such folios along with relevant share certificates to the Registered office of the Company at Everest Square, Junction of Shraddhanand & Nehru Road, Vile Parle (E), Mumbai - 400057.

4.Members are requested to notify change in their address/status, if any, immediately to the Registered office of the Company at Everest Square, Junction of Shraddhanand & Nehru Road, Vile Parle (E), Mumbai - 400057.

5.Members are requested to bring their copies of the Annual Report to the Annual General Meeting www.reportjunction.com

EVEREST FINTRADE LIMITED

EVEREST SQUARE, JUNCTION OF SHRADDHANAND & NEHRU ROAD,
VILE PARLE (E). MUMBAI 400057.

DIRECTORS REPORT

To,
The Members,
EVEREST FINTRADE LIMITED

Your Directors are pleased to present 20th Annual Reports for the period ended 31st March, 2005.

FINANCIAL RESULTS:

The Company during the period under review Company has earned profit after taxation of Rs. 26,755.76 /-

DIVIDEND:

In view of the financial position of the Company, your Board is unable to recommends any dividend for the period ended 31st March. 2005.

DIRECTORS

Mr. Chandrakant Gandhi retires by rotation and, being eligible, offers himself for re-appointment.

Mr. Nainesh shah retires by rotation and, being eligible, offers himself for re-appointment.

AUDITORS:

The Auditors of the Company M/s. J.D.Zatakia & Co., Chartered Accountants retire at the conclusion of the Annual General Meeting and, being eligible, have expressed their willingness to be re-appointed. A Certificate from the said Auditors has been obtained as to their eligibility under section 224(1B) of the Companies Act, 1956. Members are requested to appoint Auditors for the current year.

DIRECTOR'S RESPONSIBILITY STATEMENT:

On the basis of Compliance certificates received from the Executive of the Company and subject to disclosures in the Annual Accounts, we state as under: -

- (i) that in the preparation of the annual accounts, the 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 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'2004.

- (iii) that the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iii) that the Directors had prepared the annual accounts on a going concern basis.

PARTICULARS OF EMPLOYEES REMUNERATION:

During the financial year, the Company had no employees in receipt of remuneration attracting the provision of the section 217 (2A) of the Companies Act, 1956.

PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION, ADOPTION AND INNOVATION, FOREIGN EXCHANGE EARNING AND OUTGO: -

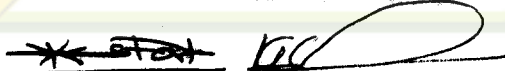
The Directors have nothing to report under this head.

ACKNOWLEDGEMENTS:

The Board places on records its appreciation of the support extended by the members, employees, bankers and persons associated with the Company.

DATE: **3 SEP 2005**

BY ORDER OF THE BOARD
For **EVEREST FINTRADE LIMITED**



PLACE

DIRECTOR

Certified True Copy.
FOR EVEREST FINTRADE LTD.


DIRECTOR

109, Vyapar Bhavan,
49, P. D'mello Road,
Mumbai - 400 009.
Phone : 2378 0564
Telefax : 2378 0565
Cell : 98201 22976

J. D. ZATAKIA & CO.**CHARTERED ACCOUNTANTS**

J. D. ZATAKIA B. Com., F.C.A.

AUDITORS' REPORT

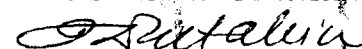
To,
The Members of
EVEREST FINTRADE LIMITED.

1. We have audited the attached Balance Sheet of **EVEREST FINTRADE LIMITED** as at 31st March, 2005 and the Profit and Loss Account for the year ended on that date annexed thereto and also the Cash Flow Statement for the year ended on that date. 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 the auditing standards generally accepted in India. These 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 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 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 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.
 - 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, Profit and Loss Account and Cash Flow Statement dealt with by 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 dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956, to the extent applicable.
 - e) On the basis of written representations received from Directors as on 31st March, 2005 and taken on record by the Board Of Directors, we report that none of the Directors is disqualified as on 31st March, 2005 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 together with notes there on 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 the affairs of the Company as at 31st March, 2005,
 - ii. in the case of the 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 for the year ended on that date.

Place : Mumbai

Date : **3 SEP 2005**


**FOR J.D. ZATAKIA & COMPANY,
CHARTERED ACCOUNTANTS.**



**J. D. ZATAKIA - PROPRIETOR.
MEMBERSHIP NO. 17669**

**ANNEXURE TO THE AUDITOR'S REPORT REFERRED TO IN PARAGRAPH 3 OF OUR REPORT
 OF EVEN DATE TO THE MEMBERS OF EVEREST FINTRADE LIMITED.**

- (i)
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b) As explained to us, physical verification of the fixed assets was conducted by the management annually, which, in our opinion, is reasonable, looking to the size of the company and the nature of its business. According to the information and explanation given to us no material discrepancies were noticed on such verification.
 - c) In our opinion, and according to the information and explanations given to us, a substantial part of fixed assets has not been disposed off by the Company during the year.
- (ii)
 - a) Physical verification of inventory has been conducted at reasonable intervals by the management.
 - b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c) The Company is maintaining proper record of inventory. The discrepancies noticed on physical verification of inventory as compared to the book records were not material and have been properly dealt with in the books of account.
- (iii)
 - a) During the year the Company has not granted any loan secured or unsecured to Companies Firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. However the old loan of Rs.12,10,000/- continued during the year.
 - b) As the loan is interest free there is no stipulation regarding rate or other terms and conditions.
 - c) There is no stipulation regarding payment of principal amount.
 - d) As the loan is interest free and there is no stipulation regarding payment of principal amount the question of overdue does not arise.

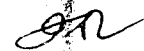


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J. D. ZATAKIA & CO.
CHARTERED ACCOUNTANTS
J. D. ZATAKIA B. Com., F.C.A.

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- e) The Company has taken loans from four parties covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs. 4,34,020/- and the year end balance was Rs. 4,34,020/-
- f) The rate of interest (except interest free loans) and other terms and conditions of loans taken by the Company are not prima facie prejudicial to the interest of the Company.
- g) There is no stipulation regarding payment of principal amount and interest (wherever applicable)
- (iv) In our opinion and according to the information and explanations given to us there are generally adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to service activities. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal control.
- (v) In our opinion, and according to the information and explanations given to us, there are no transactions that need to be entered into a register in pursuance of section 301 of the Companies Act, 1956.
- (vi) The Company has not accepted any deposits from the public.
- (vii) The Company has an internal audit system, which, in our opinion, is commensurate with its size and nature of its business.
- (viii) Maintenance of cost records has not been prescribed by the Central Government under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956.
- (ix)
 - a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including income tax and other material statutory dues applicable to it.
 - b) According to the information and explanations given to us, no undisputed amounts payable in respect of income tax was in arrear, as at 31st March, 2005 for a period of more than six months from the date they became payable.



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