

THE FIRST CUSTODIAN FUND (INDIA) LTD.



24th
ANNUAL REPORT 2009-2010



TWENTY FOURTH ANNUAL REPORT 2009-2010

BOARD OF DIRECTORS

Surendrakumar Banthia
Sushil Mantri
Manish Banthia

Chairman
Director
Whole Time Director

AUDITORS

M/s. Paresh D. Shah & Co.
Chartered Accountants

BANKERS

Oriental Bank of Commerce
HDFC Bank

REGISTERED OFFICE

11, Camac Street,
Kolkata 700 017.

CORPORATE OFFICE

3, Surya Mahal, 3rd Floor,
Nagindas Master Road,
Fort, Mumbai - 400 023.

REGISTRAR & SHARE TRANSFER AGENTS

Sharex Dynamic (India) Private Limited

17/B, Dena Bank Building, 2nd Floor,
Horniman Circle, Fort, Mumbai - 400 001.

Tel. : 22702485 / 22641376

Fax : 22641349

E-mail : sharexindia@vsnl.com

The First Custodian Fund (India) Ltd.



CONTENTS

Notice	3
Directors' Report	4
Compliance Certificate	6
Auditors Report	9
Balance Sheet	12
Profit & Loss Account	13
Schedules to the Accounts	14
Cash Flow Statement	19
Balance Sheet Abstract	20

Annual General Meeting of the Company will held on Thursday, 30th September, 2010 at the registered office of the Company at 12.00 Noon, Camac Street, Kolkata 700 017.

THE FIRST CUSTODIAN FUND (INDIA) LTD.



NOTICE

NOTICE is hereby given that the Twenty Fourth Annual General Meeting of the Members of **THE FIRST CUSTODIAN FUND (INDIA) LIMITED** will be held on Thursday, 30th September, 2010 at the Registered Office of the Company at 11, Camac Street, Kolkata 700 017 at 11.00 AM.

ORDINARY BUSINESS

- 1) To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2010, Audited Profit and Loss Account for the year ended on that date and the Reports of the Board of Directors and the Auditors thereon.
- 2) To appoint a Director in place of Mr. Manish Banthia who retires by rotation and being eligible offers himself for re-appointment.
- 3) To re-appoint Statutory Auditors of the Company and to fix their remuneration.

By Order of the Board of Directors
For **THE FIRST CUSTODIAN FUND (INDIA) LTD.**

Registered Office :
11, Camac Street,
Kolkata 700 017,
Place: Kolkata
Date: 31st May 2010

Sd/-
Sushil Mantri
Director

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXY FORM IS ENCLOSED ALONG WITH THIS NOTICE.
2. The Proxy Form, in order to be effective, should be duly completed, stamped and signed and must be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.
3. For the convenience of the shareholders, Attendance Slip is annexed to this notice. Shareholders/ Proxy Holders are requested to fill in and affix their signatures at the space provided therein and surrender the same at the venue.
4. The Register of Members and Share Transfer Register of the Company will remain closed from Saturday, 25th September, 2010 to Thursday, 30th September, 2010 (both the days inclusive).
5. Corporate Members intending to send their authorized representatives at the Meeting are requested to send a certified true copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
6. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
7. Members who hold shares in dematerialized form may kindly note that their Bank Account details, as furnished by their depositories to the company, will be printed on their dividend warrants as per the applicable regulations of the Depositories and the Company will not entertain any direct request from such Members for deletion of or change in such Bank Account details. Further, instructions, if any, already given by them in respect of shares held in physical form will not be automatically applicable to shares held in electronic form. Members who wish to change such Bank Account details are therefore requested to advise their Depository Participants about such change with complete details of Bank Account.
8. Members are requested to immediately notify any change of address to their Depository Participants (DPs) in respect of their holdings in electronic form and to the Secretarial department at the Registered Office of the company or to the Registrar and Transfer Agents in respect of their holding in physical form.
9. 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.

THE FIRST CUSTODIAN FUND (INDIA) LTD.



DIRECTOR'S REPORT

To
The Members,

Your Directors present herewith the Twenty Fourth Annual Report of your Company together with the Audited Accounts for the year ended 31st March, 2010.

1. FINANCIAL RESULTS (Rs. in Lacs)

	Year Ended 31/03/2010	Year Ended 31/03/2009
Gross Income	65.39	47.75
Total Expenditure	27.36	43.43
Interest Expenses	1.43	1.89
Gross Profit	36.60	2.63
Depreciation	2.17	4.01
Profit / (Loss) Before Tax	34.43	(1.38)
Less : Income Tax	2.50	0.60
Less : Fringe Benefit Tax	-	0.20
Less/Add : Deferred Tax	0.09	0.29
Less : Income Tax Paid - W/ Off	31.84	(2.47)
Net Profit / (Loss) After Tax	675.53	678.02
Add : Profit brought forward from previous year		
APPROPRIATIONS	707.37	675.53
Profit Carried Forward to Balance Sheet		

2. DIVIDEND

Your Directors do not recommend dividend for the financial year ended 31st March, 2010, in order to conserve the resources of the Company.

3. OPERATIONS

The Company has earned Rs. 65.39 Lacs from Secondary Market Operations. The Company hopes to achieve good result in facing unforeseen circumstances.

4. DIRECTORS

Mr. Manish Banthia retires by rotation at the forthcoming Annual General Meeting and being eligible offers himself for re-appointment.

5. CONSERVATION OF ENERGY, TECHNOLOGICAL ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The disclosures in terms of Section 217(1)(g) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, (Referred to as the rules) are as follows:

A. Conservation of Energy:

The Company is not engaged in any manufacturing activity.

Hence, the Company has not taken any energy conservation measures. There are no additional investments and proposals, for reduction of consumption of energy. The Company does not fall within the category of list of industries mentioned in Schedule forming part of the rules. Hence, no disclosures are required to be given in Form A as annexed to the rules.

B. Technology Absorption:

The Company has not deployed any Research and Development facility or absorbed any technology.

Hence, no disclosures are required to be given in Form B as annexed to the rules.

C. Foreign Exchange Earning and Outgo:

Foreign Exchange Earnings/Outgo: Rs. in Millions

Foreign Exchange Earned

Foreign Exchange Outgo

THE FIRST CUSTODIAN FUND (INDIA) LTD.



Note: The Company has not engaged into any activities relating to exports.

6. **FIXED DEPOSITS**

The Company has not accepted any deposits from the public.

7. **PARTICULARS OF EMPLOYEES**

Particulars of Employees as required under Section 217 (2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975, as amended is not given as there was no employee drawing salary as per the limits mentioned in the said Section and Rules.

8. **LISTING OF EQUITY SHARES**

The Company's equity shares are listed on the Bombay Stock Exchange. The Company has paid listing fees for the year ended 2009-10 with the Exchange.

9. **DIRECTORS RESPONSIBILITY STATEMENT**

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

- i) That in the preparation of the Annual Accounts for the financial year 31st March, 2010, the applicable accounting standards have been followed alongwith proper explanation relating to material departures.
- ii) That the Directors have selected such accounting policies and applied them consistently and made judgment and estimates that were 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.
- 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 have prepared the Accounts for the financial year ended 31st March, 2010 on a going concern basis.

10. **COMPLIANCE CERTIFICATE**

In terms of subsection (1) of section 383A read with The Companies (Compliance Certificate) Rules, 2001, the Company has obtained the Compliance Certificate from M/s. R. P. Shah & Co., Practising Company Secretary and is attached to this Report.

11. **AUDITORS**

M/s. Paresh D. Shah & Co., Chartered Accountants retire at the forthcoming Annual General Meeting and being eligible offer themselves for re-appointment. The Company has received a certificate from them to the effect that their re-appointment, if made would be within the prescribed limits specified under Section 224(1B) of the Companies Act, 1956.

12. **ACKNOWLEDGMENT**

The Board wishes to acknowledge and appreciate all its customers, employees and bankers for their continuous support to the Company.

By Order of the Board of Directors
For THE FIRST CUSTODIAN FUND (INDIA) LTD.

Place: Mumbai
Date : 31st May 2010

Sd/-
Sushil Mantri
Director