

25th ANNUAL REPORT 2010-2011



THE FIRST CUSTODIAN FUND (INDIA) LTD.

TWENTY FIFTH ANNUAL REPORT 2010-2011

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
url : www.sharexindia.com

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Annual General Meeting of the Company will be held on Thursday, 24th September, 2011 at the registered office of the Company at 11.00 A.M., Camac Street, Kolkata 700 017.

THE FIRST CUSTODIAN FUND (INDIA) Ltd.



NOTICE

NOTICE is hereby given that the Twenty Fifth Annual General Meeting of the Members of **THE FIRST CUSTODIAN FUND (INDIA) LIMITED** will be held on Saturday, 24th September, 2011, 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, 2011, 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. Surendrakumar 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.

Sd/-
Sushil Mantri
Director

Place: Kolkata
Date: 30th May, 2011

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, 17th September, 2011 to Saturday, 24th September, 2011. (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.

DIRECTOR'S REPORT

To

The Members,

Your Directors present herewith the Twenty Fifth Annual Report of your Company together with the Audited Accounts for the year ended 31st March, 2011.

1. FINANCIAL RESULTS

	(Rs. in Lacs)	
	Year Ended 31/03/2011	Year Ended 31/03/2010
Gross Income	84.05	65.39
Total Expenditure	37.49	27.36
Interest Expenses	0.44	1.43
Gross Profit	46.56	36.60
Depreciation	1.53	2.17
Profit / (Loss) Before Tax	44.59	34.43
Less : Income Tax	8.00	2.50
Less/Add : Deferred Tax	.06	0.09
Less : Income Tax Paid – W/ Off	.07	-
Net Profit / (Loss) After Tax	36.72	31.84
Add : Profit brought forward from previous year	707.37	675.53
APPROPRIATIONS	744.09	707.37

Profit Carried Forward to Balance Sheet

2. DIVIDEND

Your Directors do not recommend dividend for the financial year ended 31st March, 2011, in order to conserve the resources of the Company.

3. OPERATIONS

The Company has earned 84.05 Lacs from Market Operations, The Company hopes to achieve good result in baring unforeseen circumstances.

4. DIRECTORS

Mr. Surendrakumar 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)(e) 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	

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 Limited. The Company has paid listing fees for the year ended 2010-11 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, 2011, 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, 2011 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. P. 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: Kolkata
Date: 30th May, 2011

Sd/-
Sushil Mantri
Director

FORM
[SEE RULE 3]

Co. No. : 21 - 38900

Auth. Capital : Rs. 6 Crores

COMPLIANCE CERTIFICATE

To The Members,

The First Custodian Fund (India) Limited

We have examined the registers, records, books and papers of The First Custodian Fund (India) Limited (the Company) as required to be maintained under the Companies Act, 1956, (the Act) and the rules made thereunder and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2011. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the company, its officers and agents, we certify that in respect of the aforesaid financial year:

1. The company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions and the rules made thereunder and all entries therein have been duly recorded.
2. The company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies or other authorities within the time prescribed under the Act and the rules made thereunder.
3. The company is a public limited company, hence, the restriction clauses as provided in section 3(1)(iii) of the Companies Act, 1956, is not applicable.
4. During the financial year, the Board of Directors duly met 4 times on 31st May, 2010, 30th July, 2010, 28th October, 2010 and 31st January, 2011 in respect of which meetings, proper notices were given and the proceedings were properly recorded and signed.
5. During the financial year, the company has closed its Register of Members and Share Transfer Register from 25th September, 2010 to 30th September, 2010 after complying the provisions of section 154 of the Companies Act, 1956.
6. The annual general meeting for the financial year ended on 31st March, 2010 was held on 30th September, 2010 after publishing notice in newspapers by the company and the resolutions passed there at were duly recorded in Minutes Book maintained for the purpose.
7. No extra ordinary general meeting was held during the financial year.
8. The company has not advanced any loans to its directors and/or persons or firms or companies referred in the section 295 of the Act.
9. The company has not entered into any contracts falling within the purview of section 297 of the Act.
10. The company has made necessary entries in the Register maintained under section 301 of the Act.
11. As there were no instances falling within the purview of section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, Members or Central Government, as the case may be.
12. The Board of Directors approves the issue of duplicate share certificates from time to time.
13. The Company has:
 - (i) not made any allotment of securities during the financial year. 60.39 % of the shares of the Company are dematerialized and 39.61 % of the shares of the Company are in physical form. The transfer/transmission of shares in dematerialised form is through depositories mechanism. The transfer/transmission of physical shares is duly executed by the Company's appointed Registrar and Share Transfer Agent, M/s. Sharex Dynamic (India) Private Limited. The Shareholders/Investors Grievances Committee takes on record all the physical share transfers from time to time and resolves any investor grievances with respect to non-transfer of shares through depository mode.
Further, all the share certificates lodged for transfers/transmission are duly delivered to the shareholders in accordance with the provisions of the Act.
 - (ii) not deposited any amount in a separate bank account as no dividend was declared during the financial year.