

IKF FINANCE LIMITED



BOARD OF DIRECTORS :

Mr. V.G.K. Prasad
Mrs. V.Indira Devi
Mrs. K.Vasumathi Devi
Dr. Sinha S. Chunduri
Dr. Prasad J. Athota
Mr. N.Haranath
Mr. S.Veerabhadra Rao

Managing Director
Whole Time Director
Executive Director
NRI Director (Alternate Director Mr. N.V.S.N.Prasad)
NRI Director (Alternate Director Mr. Ch.V.Rama Rao)
Director
Director

AUDIT COMMITTEE :

Mr. N. Haranath
Mr. S. Veerabhadra Rao

SHARE TRANSFER & INVESTOR GRIEVANCE COMMITTEE :

Mr. N.Haranath
Dr. Prasad J. Athota
(Alternate Director Mr. Ch.V.Rama Rao)

MANAGEMENT COMMITTEE :

Mr. V.G.K.Prasad
Mrs. V.Indira Devi
Dr. Prasad J. Athota
(Alternate Director Mr.Ch.V.Rama Rao)

BANKERS :

The Federal Bank Limited
ING Vysya Bank Limited
Axis Bank Limited
HDFC Bank Limited
Andhra Bank

AUDITOR :

Hanumaiah & Co.,
Chartered Accountants
1 & 2 Ground, RAM'S VSR Apartments
Mogalrajpuram,
VIJAYAWADA - 520 010.

LISTING :

Bombay Stock Exchange Limited, Mumbai

SHARE TRANSFER AGENTS :

Bigshare Services Pvt. Limited
E-2, Ansa Industrial Estate, Sakivihar Road,
Saki Naka, Andheri (E), MUMBI - 400 072.

REGISTERED OFFICE :

40-1-144,
Corporate Centre, M.G. Road,
VIJAYAWADA - 520 010. (A.P.)

CORPORATE OFFICE :

#6-3-902/A, 4th Floor,
Central Plaza, Near Yashoda Hospital,
Raj Bhavan Road, Somaji guda,
HYDERABAD - 500 082. (A.P.)

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NOTICE TO THE SHAREHOLDERS

Notice is hereby given that the 19th Annual General Meeting of the Company will be held on Thursday, the 30th September, 2010 at the Registered Office of the Company at Vijayawada at 4.30 P.M. to transact the following business;

ORDINARY BUSINESS:

01. To receive, consider and adopt the Balance Sheet as at 31st March, 2010 and the Profit and Loss Account as on that date and reports of the Directors' and Auditors' thereon.
02. To declare dividend for the financial year 2009-2010
03. To appoint a Director in place of Sri Sunkara Veerabhadra Rao, who retires by rotation and being eligible, offers himself for re-appointment.
04. To appoint a Director in place of Sri N Haranath, who retires by rotation and being eligible, offers himself for re-appointment.
05. **Appointment of Auditors:**

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

"Resolved That M/s.Hanumaiah & Co., Chartered Accountants, Vijayawada, who retire at this annual general meeting, being eligible and willing to act as Auditors of the Company, be and are hereby appointed as Auditors of the Company to hold office till the conclusion of next Annual General Meeting at such a Remuneration as may be fixed by the Board of Directors in addition to the reimbursement of out-of pocket expenses."

SPECIAL BUSINESS:

06. To be moved as an ordinary Resolution.

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

"RESOLVED THAT, pursuant to the provisions of Section 293(1) (d) and other applicable provisions, if any, of the Companies Act, 1956, subject to the regulations, if any, of the Reserve Bank of India, consent of the Company be and is hereby accorded to the Board of Directors, to borrow from time to time such sum or sums of money from the Company's Bankers and/or from any one or more persons, Companies, bodies Corporate or Financial Institutions, whether by way of Cash Credit, advance or loans or by issue of debentures or otherwise and whether unsecured or secured by mortgage, charge, hypothecation, lien, or pledge of all or any assets or properties of the Company, whether movable or immovable whether existing or future, notwithstanding that the moneys borrowed together with the money already borrowed by the company, apart from the temporary Loans obtained from company's Bankers in the ordinary course of business, may exceed the aggregate of Paid Up Capital and Free Reserves of the Company, that is to say reserves not set apart for any specific purpose, provided that the total amount to be borrowed by the board of Directors shall not at any time exceed Rs.200 Crores (Rupees Two hundred Crores Only)."

07. To be moved as an ordinary Resolution.

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

"RESOLVED THAT the consent of the Company be and is hereby accorded under Section 293 (1) (a) and other applicable provisions, if any, of the Companies Act, 1956, subject to the regulations, if any, of the Reserve Bank of India, to the Board of Directors of the Company to mortgage/charge/hypothecate/pledge, from time to time on such terms and conditions as it may deem fit, the assets and properties of the Company, whether movable or immovable and both present and future, in favour of Banks, Financial Institutions and others under Loan Agreements and/or Hypothecation Deeds to be executed by the Company in their favour towards loans already availed or to be availed from them subject, however, that the aggregate value of such loan outstanding at any one time shall not exceed a sum of Rs.200 Crores (Rupees Two hundred Crores Only)."

By order of the Board

Place: Vijayawada
Date : 30.08.2010.

Sd/- x x x
(V.G.K. PRASAD)
Managing Director



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ANNEXURE TO NOTICE

Explanatory Statement Under Section 173(2) of the Companies Act, 1956.

Item No.6: Under Section 293(1)(d) of the Companies Act, 1956, the Board of Directors shall not except with the consent of the Company in General Meeting, borrow monies apart from temporary loans obtain from the Company's Bankers in the ordinary course of business, in excess of the aggregate Paid Up Capital and Free Reserves of the Company. According to Explanation 1 to the Section, every resolution passed in the General Meeting of the Company in relation to the exercise of the above powers shall specify the total amount upto which monies may be borrowed by the Board of Directors over and above the Paid Up Capital and Free Reserve. Hence, Resolution as set out in the item No.6 is recommended for your approval.

Item No.7: The Borrowings of the company are in general required to be secured by suitable mortgage of charge on all or any of the movable or immovable properties of the company in such from, manner and ranking as may be determined by the Board of Directors of the Company from time to time, in consultation with the lender(s).

The mortgage and/or charge by the company of its movable and/or immovable properties and/or the whole or any part of the undertaking(s) of the company in favour of the Lender(s), with a power to take over the management of the business and concern of the company in certain events of default by the company, may be regarded as disposal of the company's undertaking(s) within the meaning of Section 293(1)(a) of the Companies Act, 1956, requiring the approval of the members under that Section. Hence, Resolution as set out in Item No.7 is proposed for your approval.

NOTES

1. A member, entitled to attend and vote at this Annual General Meeting may appoint a Proxy to attend and vote on his behalf. A Proxy need not be a member of the Company. Proxies, in order to be effective, must be received at the Registered Office of the Company not less than forty eight hours before the commencement of this Annual General Meeting.
2. Members/Proxies should bring the attendance slips filled in for attending the Meeting.
3. The Register of Members and the Share Transfer Books of the Company will remain closed from 27th September, 2010 to 29th September, 2010, both days inclusive.
4. Dividend, if declared, will be paid in respect of shares held in physical form to those members who are entitled to the same and whose names appear on the Register of Members of the Company after giving effect to all valid share transfers lodged with the Registrar and Share Transfer Agents, viz., Bigshare Services (P) Limited at the end of the business hours on 26th September 2010 and in respect of shares held in electronic form to those "Deemed Members" whose names appear in the statement of beneficial ownership furnished by the NSDL and CDSL as on 26th September 2010.
5. Members desiring any information as regards the Accounts are requested to write to the Company at an early date so as to enable the management to reply.
7. Pursuant to the provisions of Section 205A of the Companies Act, 1956, as amended, Dividends for the financial year ended 31st March, 2003 and thereafter, which remains unpaid or unclaimed for a period of 7 years will be transferred to the Investor Education and Protection Fund (IEPF) of the Central Government. Members who have not encashed their Dividend warrants so far for the financial year ended 31st March, 2003 or any subsequent financial year(s) are requested to large their claims Company. Members are advised that in terms of the provisions of the Section 205C of the Companies Act, 1956, once unclaimed dividend transferred to IEPF, no claim shall lie in respect thereof.
8. **Appointment/Reappointment of Directors**
As per Clause 49 of the listing agreement with Stock Exchanges, the brief resume, functional expertise of the Directors proposed for appointment/re-appointment are furnished below along with details of Companies in which they are Directors and the Board Committee of which they are Members.

(i) Shri.N.Haranath

Shri.Haranath hails from a business family. His family members are in the fields of Auto Finance since long time, which has helped him to gain rich experience in the field of Automobile finance. He is the person to reckon in Hire Purchase and Leasing business in and around Krishna District.

(ii) Shri.Sunkara Veerabhadra Rao

Shri.Veerabhadra Rao is a Science Post Graduate and a veteran in Finance business in Coastal Andhra Pradesh with Three decades of rich experience in the field of Finance, particularly in Hire Purchase and Leasing of Automobiles, and Management. He served as President of Krishna District Auto Financiers Association and also served as the Member of the Governing Council of Federation of Indian Hire Purchase Associations for two consecutive terms. He is the Promoter & Managing Director of SVR Finance & Leasing (P) Limited.

By order of the Board

Sd/- x x x

(V.G.K. PRASAD)

Managing Director

Place: Vijayawada

Date : 30.08.2010.



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DIRECTORS REPORT

Your directors have pleasure in presenting the 19th Annual Report along with audited accounts of the Company for the year ended 31st March, 2010. The summarised financial results of the Company, are given hereunder:

Financial Results:

(Rs.in Lakhs)

Particulars	Year ended 31.03.2010	Year ended 31.03.2009
Income from Operations	948.77	911.29
Total Expenditure	151.01	123.69
Interest	264.56	304.56
Profit Before Dep. & Taxes	533.20	483.04
Depreciation	101.92	113.39
Provision for NPA	1.78	3.15
Provision for Current Tax	174.57	153.84
Provision for Fringe Benefit Tax	0.00	0.72
Provision for Deferred Tax	(27.84)	(31.16)
Profit after Tax	282.77	243.10
Surplus brought forward	87.03	13.52
General Reserve	14.14	12.15
Reserve Fund	56.55	48.62
Dividend (proposed)	110.57	61.15
Dividend Tax	18.79	10.39
Prior Year Income Tax	25.26	37.28
Surplus Carried to Balance Sheet	144.49	87.03

Dividend:

Your Directors are pleased to recommend a Dividend of 10% (Rs.1.00 per Equity Share) for the Financial Year ended March 31, 2010. The Dividend together with Dividend Tax of Rs.18.78 Lakhs absorbs a Sum of Rs.129.36 Lakhs (Rupees One Crore Twenty Nine Lakhs Thirty Six Thousand Only).

Corporate Governance:

A report on corporate governance, giving the status of implementation of mandatory and non-mandatory norms as per clause 49 of the listing agreement together with a Certificate from the Statutory Auditors, is attached and forms a part of the Directors' Report.

Management's Discussion and Analysis:

Economic Environment:

In spite of the uncertainties in global economic scenario, it seems that major economies world over are emerging from recession slowly but steadily. However, the pace of recovery is far from satisfactory and may take more time to be back on rail.

As far as Indian economy is concerned, the GDP growth was estimated to be around 7%. The signs of recovery are visible from second half of the 2009-2010 and the overall business sentiment is positive. Interest rates have remained reasonable in view of various measures taken by the RBI. However, high food prices are cause of concern.

Automotive Sector:

It is imperative to take note of the prospects of the Indian automobile sector, more particularly commercial vehicle segment, as it is directly related to the business of your Company. Among all, the automobile sector is one which bounced back first and has recorded significant growth, particularly during the second half of 2009-2010. Commercial vehicles sales have grown by more than 30% and cars & multi utility vehicles by 25%.

Future Outlook:

The retail vehicle finance business has bounced back with the growth in automobile sector and is about to register a significant growth and your Company continues to focus on Retail segment. Competition continues to be intense as more and more players are entering the Vehicle finance segment. To continue this growth and sustain profitability, your company will continue to focus on providing superior service to customers, strive to lower its cost of funds, maintain good asset quality and enhanced operating efficiencies.

Risk Management & Credit Monitoring:

Your Company is proactive in assessing the risk associated with its various Loan products and has evolved a variety of Risk management and monitoring tools while dealing with a wide spectrum of retail customers. The Risk Management policy of the company encompasses various risk tools such as Credit, Operational, Market, Liquidity and Interest rate risk and has put in place appropriate mechanism to effectively mitigate the risk factors.

Review of Operations:

Your Company's performance for the Year ended March 31, 2010 continues to be encouraging and has registered a growth of 4.11% in its Gross Receipts to Rs.9.49 Crs as against Rs.9.11 Crs and the Net profit increased from Rs.2.43 Crs to Rs.2.83 Crs registering a growth of 16.32% for the corresponding previous year.

Deposits:

Your Company has not mobilised any Public Deposits during the year under review and there are no outstanding Deposits at the end of the year.

Bank Limits:

Your company continues to enjoy Cash Credit Limits with the Federal Bank Limited (Rs.4.00 Crs), ING Vysya Bank Limited (Rs.2.50 Crs), AXIS Bank Limited (Rs.3.00 Crs).

During the year, Andhra Bank has sanctioned cash credit limit of Rs.15.00 Crs.

Your Company is continuously exploring all options to access low cost funds, by leveraging its strengths, to further expand the operations.



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Business Associations/Tie-Ups:

Your Company has been continuing its association with HDFC Bank Limited (Joint Lending Arrangement) and Sundaram Finance Limited (Securitisation).

During the year Bujaj Auto Finance Limited has tied up with your Company.

Capital Adequacy:

The Capital to Risk Assets Ratio of your company is 39% as on 31.03.2010, well above the minimum of 12% prescribed by the Reserve Bank of India.

Directors:

In accordance with the provisions of the Companies Act, 1956 and the Articles of Association of the Company, Sri Sunkara Veerabhadra Rao and Sri N.Haranath retire by rotation and being eligible offer themselves for reappointment. Your Directors are pleased to place on record their appreciation for the services rendered by them during their tenure as Directors and wish to recommend their reappointment.

Particulars of Employees:

During the year under review, none of the employees of your Company were in receipt of remuneration in excess of the limits prescribed for disclosure as per Section 217 (2A) of the Companies Act, 1956, read with the Companies (Particulars of Employee) Rules, 1975 as amended from time to time.

Information on Conservation of Energy, Technology absorption and Foreign Exchange earnings/outgoings as per Section 217 (1) (e) of the Companies act, 1956:

Your Company has no activities relating to the conservation of energy and technology absorption. Your company didn't have any foreign exchange earnings during the year under review. .

Directors' Responsibility Statement:

Pursuant to Section 217 (2AA) of the Companies Act, 1956 the Directors to the best of their knowledge and belief confirm that:

- in the preparation of the accounts for the year ended 31st March, 2010, the applicable accounting standards have been followed.
- the 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 at the end of the financial year and of the profit of the Company for that period.

- 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; and
- the Directors have prepared the accounts for the financial year ended 31st March 2010 on a "going concern" basis.

Auditors:

M/s. Hanumaiah & Co, Chartered Accountants, retire at the ensuing annual general meeting and are eligible for re-appointment.

Acknowledgement:

Your directors gratefully acknowledge the support and co-operation extended by all the shareholders, debenture holders, Customers, Vehicle dealers, bankers and business associates HDFC Bank Limited, Sundaram Finance Limited and Bujaj Auto Finance Limited for their continued support to your company. Your directors look forward to their continued support in the days to come.

Your directors also place on record their appreciation for the dedication and commitment displayed by the employees at all levels for posting a satisfactory performance.

By order of the Board

Sd/- x x x
(V.G.K. PRASAD)
Managing Director

Place: Vijayawada
Date : 30.08.2010



REPORT ON CORPORATE GOVERNANCE

(as required under Clause 49 of the Listing Agreement entered into with the Stock Exchanges)

This section on Corporate Governance forms part of the Report of the Directors to the Members.

1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE:

Our Corporate Governance policies recognise the accountability of the Board and the importance of its decisions to all our constituents, including Customers, investors and the regulatory authorities. The strong foundation of the company is supported by the pillars of Customer faith, Debenture holders Confidence, Bankers Trust, Investor Steadfastness and Employee loyalty. The company has been growing over the past Eighteen years on the principles of dedicated customer service, fair business practices, efficient and trusted financial policies. It continues to maintain high standards of integrity through excellence in service to all its stakeholders.

The Board is fully aware of its fiduciary responsibilities and recognises its responsibilities to shareholders and other stakeholders to uphold the highest standards in economic, social and ethical matters by ensuring that the company conducts its activities in accordance with corporate governance best practices.

2. BOARD OF DIRECTORS:

Directors possess the highest personal and professional ethics, integrity and values, and are committed to representing the long-term interests of the stakeholders. The basic responsibility of the Board is to provide effective governance over the company's affairs exercising its reasonable business judgement on behalf of the company.

The Board has been constituted in a manner, which will result in an appropriate mix of executive/non-executive and independent Directors to ensure proper governance and management. The Board comprises Seven members who have experience in diverse fields like finance, Accounts and Management. Non-Executive Directors bring independent judgement in the Board's deliberations and decisions. The Executive Directors are Sri V G K Prasad, Managing Director, Smt. V Indira Devi, Whole Time Director and Smt.K.Vasumathi Devi, Executive Director.

Sri S.Veerabhadra Rao and Sri N.Haranath are the Independent Directors. The composition of the Board is in conformity with the listing requirements and in accordance with the best practice in Corporate Governance.

3. BOARD MEETINGS:

The Board of Directors meets at regular intervals with a formal schedule of matters specifically reserved for its attention to ensure that it exercises full control over significant strategic, financial, operational and compliance matters. The Board is regularly briefed and updated on the key activities of the business and is provided with briefings on other matters concerning the company on a need basis. The Board of Directors generally meets every Quarter to review the business performance. The Board functions either as a full Board or through various committees constituted to oversee specific operational areas.

During the year under review, Nine meetings of the Board of Directors were held on the following dates.

30.04.2009	05.06.2009	31.07.2009	31.08.2009	29.09.2009
30.09.2009	31.10.2009	30.01.2010	14.02.2010	

The details of attendance at Board Meetings and details of other directorships, committee chairmanships/ memberships held by the Directors during the period from 1st April, 2009 to 31st March, 2010 are as follows:



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Name of the Director	Category of Board Directorship	No. of Board Meetings attended	% of total Meetings attended	Attendance at the last A G M	No. of Other Directorships	No. of Committee Memberships
V G K Prasad	Managing Director	8	89%	Present	2	1
V Indira Devi	Whole Time Director	8	89%	Present	—	1
N Haranath	Director	9	100%	Present	—	2
Prasad J Athota (Alternate Director Ch V Rama Rao)	Director	9	100%	Present	—	2
Sinha S Chunduri (Alternate Director N V S N Prasad)	Director	7	78%	Present	—	—
S Veerabhadra Rao	Director	7	78%	Present	1	1
K V Venkateswara Rao *	Director	1	50%	Present	—	—
Smt. Vasumathi Devi	Executive Director	9	100%	Present	—	—

* K.V.Venkateswara Rao has relinquished his directorship on 05.06.2009.

4. Audit Committee:

The Audit Committee provides direction to the Audit & Risk management function and monitors the quality of internal controls and systems. The responsibilities of the Audit Committee include the overseeing of financial reporting process to ensure fairness, sufficiency and credibility of financial statements, review of the quarterly and annual financial statements before submission to the Board, review of adequacy of internal control systems and the internal Audit functions.

The Audit Committee comprises three non executive Directors with all of them being independent Directors. The Committee comprises of Sri Sri S.Veerabhadra Rao as Chairman of the Committee and Sri N Haranath as Member.

The Executive Directors, Statutory Auditors, Internal Auditors and other functional heads are invitees to the committee meetings. During the year the committee met 5 times on 30.04.2009, 31.07.2009, 31.08.2009, 31.10.2009 and 30.01.2010. The details of members and their attendance at the committee meetings are given below:

Name of the Director	No. of Audit Committee Meetings attended	% of total Meetings attended
S.Veerabhadra Rao	5	100%
N Haranath	5	100%

5. Remuneration of Directors:

The Managing Director, Whole Time Director and Executive Director of the company have been appointed on contractual terms, based on the approval of the shareholders. The remuneration package comprises of salary, allowances and perquisites.

The details of remuneration paid to Whole Time Directors during the year 2009-2010 are given below;

Name of the Director	Remuneration	Allowances	Incentives
V G K Prasad	Rs.2,40,000.00	Nil	Nil
V Indira Devi	Rs.1,80,000.00	Nil	Nil
K Vasumathi Devi	Rs.2,40,000.00	Nil	Nil

The remuneration is within the limits prescribed under Schedule XIII to the Companies Act, 1956.



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6. Share transfer and Investor Grievance Committee:

The Share Transfer and Investor Grievance Committee comprises of Sri N.Haranath as Chairman and Sri Ch.V.Rama Rao as Member.

The Share Transfer and Investor Grievance Committee was formed in accordance with the provisions of Clause 49 of the Listing Agreement to monitor transfers and transmission of shares and to address the Investor grievances. During the year 2009-2010 the committee met five times on 30.04.2009, 31.07.2009, 30.09.2009, 31.10.2009 and 30.01.2010 and all the members were present at the committee meeting.

All the complaints received during the year under review, were resolved and there were no grievances remaining unresolved as on 31st March, 2010.

7. General Body Meetings:

Time and location of last three Annual General Meetings

General Body Meeting	Day	Date	Time	Location
18th Annual General Meeting	Wednesday	30.09.2009	4.30 PM	Registered Office of the Company Vijayawada - 520 010.
17th Annual General Meeting	Tuesday	30.09.2008	4.30 PM	Registered Office of the Company Vijayawada - 520 010.
16th Annual General Meeting	Saturday	30.09.2007	4.30 PM	Registered Office of the Company Vijayawada - 520 010.

8. Disclosures:

There are no materially significant transactions with related parties i.e. subsidiaries, promoters, Directors or the management and their relatives conflicting with the Company's interest.

Details of non compliance by the Company, penalties, strictures imposed on the Company by Stock Exchange or SEBI or any Statutory Authority, on any matter related to capital markets during the last three years - NIL

9. Means of Communication:

Quarterly un-audited results of the Company were published in accordance with the Stock Exchange Listing Agreement in "Business Line/Hindu" (English) and "Eenadu/Andhra Jyothi" (Telugu). Annual audited results of the Company were published in "Hindu" (English) and "Andhra Jyothi" (Telugu).

Management's Discussion and Analysis forms part of the Annual Report.

10. General Shareholder Information:

General Body Meeting	Day	Date	Time	Location
19th Annual General Meeting	Thursday	30.09.2010	4.30 PM	Registered Office , 40-1-144, Corporate Centre, M.G.Road, Vijayawada - 520 002.

Financial Calendar

Financial Year - 1st April 2010 to 31st March 2011

Posting of Annual Report along with notice of AGM On or before 07.09.2010

Book Closure dates 27.09.2010 to 29.09.2010

Last date for receipt of proxy forms 28th September, 2010 (Before 4.30 AM)

Date of payment of dividend last week of October, 2010

Un-audited Results for the quarter ending 30.06.2010 - last week of July, 2010

Un-audited Results for the quarter ending 30.09.2010 - last week of October, 2010

Un-audited Results for the quarter ending 31.12.2010 - last week of January, 2011

Un-audited Results for the quarter ending 31.03.2011 - last week of April, 2011



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The company's shares are listed on Bombay Stock Exchange Limited, (BSE) Mumbai. .

The Company has paid the listing fee to Bombay Stock Exchange Limited, Mumbai for the financial year 2009-2010.

BSE Stock Code : 530719

ISIN : INE859C01017

11. Market Price Data:

Month	High	Low	Month	High	Low
April, 2009	10.00	7.00	October, 2009	12.50	10.30
May, 2009	13.26	7.56	November, 2009	12.80	10.05
June, 2009	13.40	9.38	December, 2009	12.80	10.81
July, 2009	12.20	8.55	January, 2010	13.99	12.00
August, 2009	13.25	10.00	February, 2010	13.49	11.14
September, 2009	14.75	11.55	March, 2010	13.35	11.25

Share transfer requests were processed and share certificates dispatched within 30 days from the date of lodgement, in case of physical transfers, in accordance with the stock exchange listing agreement.

The company's shares are being compulsorily traded in dematerialised form with effect from 1st April, 2003.

M/s. Bigshare Services Private Limited, who have been appointed as the Registrar and Share Transfer Agents of the company for both physical and electronic segments have attended to the share transfer formalities regularly. The Registrar and Share Transfer Agents can be contacted by the investors at the following address:

M/s. Bigshare services Private Limited, G-10, Left wing, Amrutha ville, Opp. Yashoda Hospital, Rajbhavan Road, Somajiguda, Hyderabad - 500 082, Ph No.040-23374967, Fax: 040-2337 0295 Email : hyd2_bigshare@yahoo.com
Contact Persons: Manager.

Dematerialisation of Shares & Liquidity

Total Shares held in electronic mode as on 31.03.2010 - 31.04%

12. Distribution of Shareholding as on 31st March, 2010:

Shareholdings		Shareholders		Share Amount	
Rs.	Rs.	No.	% of total	Rs.	% of total
Upto	5,000	1502	65.73%	35,55,700	2.91%
5,001	10,000	348	15.23%	31,03,110	2.54%
10,001	20,000	185	8.10%	29,46,240	2.41%
20,001	30,000	66	2.89%	17,86,170	1.46%
30,001	40,000	30	1.31%	10,76,040	0.88%
40,001	50,000	29	1.27%	13,97,820	1.14%
50,001	1,00,000	40	1.75%	30,56,910	2.50%
1,00,001	& above	85	3.72%	10,53,78,010	86.16%
Total		2285	100.00%	12,23,00,000	100.00%

14. Shareholding Pattern as on 31.03.2010:

Category	No. of Shares	% of Shareholding
Indian Promoters	23,15,335	18.93%
Foreign Promoters (NRI's)	26,35,800	21.55%
Banks/Financial Institutions	0	0%
Indian Private Corporate bodies	4,06,447	3.32%
Indian Public	33,52,353	27.42%
Non Resident Indians	35,20,065	28.78%
Total	1,22,30,000	100.00%

Address for correspondence and any assistance/clarification

Compliance Officer:

IKF Finance Limited, D.No.: 40-1-144, Corporate Centre, M.G.Road, Vijayawada - 520 010.

Phone No.: (0866) 2474 644, 2474 633, Fax No.: (0866) 2485 755, E-mail : ikf.investor@gmail.com