

# J. K. INVESTO TRADE (INDIA) LIMITED



***60th Annual Report & Accounts 2007-2008***

# J. K. INVESTO TRADE (INDIA) LIMITED

<b>CONTENTS</b>		Pages
1.	Notice	2
2.	Directors' Report to the Shareholders	3
3.	Auditors' Report	4-5
4.	Balance Sheet	6
5.	Profit and Loss Account	7
6.	Cash Flow Statement	8
7.	Schedules to Balance Sheet and Profit and Loss Account	9-19
8.	Additional information as per Schedule VI Part IV	20
9.	Statement pursuant to Section 212	21
10.	Accounts of Subsidiary J.K. Helene Curtis Limited	22-38
11.	Consolidated Financial Statements	39-53

## **DIRECTORS**

Dr. VIJAYPAT SINGHANIA (Chairman)  
SHRI GAUTAM HARI SINGHANIA  
SHRI NABANKUR GUPTA  
SHRI P. R. JAIN  
SHRI R. K. GANERIWALA  
(Whole-time Director)

## **AUDIT COMMITTEE**

SHRI NABANKUR GUPTA  
(Committee Chairman)  
SHRI GAUTAM HARI SINGHANIA  
SHRI P. R. JAIN

## **COMPANY SECRETARY**

SHRI MUKESH DARWANI

## **BANKERS**

STATE BANK OF INDIA  
PUNJAB NATIONAL BANK

## **AUDITORS**

LODHA & COMPANY  
Chartered Accountants

## **REGISTERED OFFICE**

NEW HIND HOUSE,  
3, NAROTTAM MORARJEE MARG,  
BALLARD ESTATE,  
MUMBAI - 400 001.

TEL NO. : 22686000

FAX NO. : 22620052

Website : www.jkinvesto.com

E-mail : jkitl@raymondindia.com

# J. K. INVESTO TRADE (INDIA) LIMITED

## NOTICE

**NOTICE** is hereby given that the 60th Annual General Meeting of J. K. INVESTO TRADE (INDIA) LIMITED will be held on Wednesday, 11th day of June, 2008 at 11.30 a.m. at M. C. Ghia Hall, Bhogilal Hargovindas Building, 2nd floor, 18/20 Kaikhushru Dubash Marg, Mumbai 400 001 to transact the following business:

### ORDINARY BUSINESS:

1. To receive, consider and adopt the Balance Sheet as at 31<sup>st</sup> March 2008 and the Profit and Loss Account for the year ended as on that date along with the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Shri Nabankur Gupta, who retires by rotation and, being eligible, offers himself for re-appointment.
3. To re-appoint and to fix the remuneration of Messrs. Lodha & Company, Chartered Accountants, as Auditors of the Company from the conclusion of this meeting till the conclusion of the next Annual General Meeting.

### REGISTERED OFFICE:

New Hind House  
3, N. M. Marg  
Ballard Estate  
Mumbai 400 001

By Order of the Board  
For J. K. Investo Trade (India) Limited

**R.K. Ganeriwala**  
Whole-time Director

Date : 24th April, 2008  
Place : Mumbai

### NOTES:

- i. A MEMBER ENTITLED TO ATTEND AND VOTE AT A MEETING SHALL BE ENTITLED TO APPOINT ANOTHER PERSON (WHETHER A MEMBER OR NOT) AS HIS PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF / HERSELF. MEMBERS ARE REQUESTED TO DEPOSIT THE PROXY FORM NOT LESS THAN 48 HOURS BEFORE THE SCHEDULED TIME OF THE MEETING.
- ii. Proxies, in order to be effective, must be received at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.

# J. K. INVESTO TRADE (INDIA) LIMITED

## DIRECTORS' REPORT TO THE SHAREHOLDERS

The Directors have pleasure in presenting 60th Annual Report, together with the audited statements of account of the Company for the year ended 31st March 2008.

### FINANCIAL RESULTS

The income to the Company was Rs. 595.35 lacs (Previous Year Rs. 381.79 lacs). An amount of Rs. 98.00 lacs (Previous Year Rs. 59.25 lacs) was transferred to Reserve Fund pursuant to Section 451C of the Reserve Bank of India Act, 1934. After making provision for taxation of Rs. 32.10 lacs (Previous Year Rs. 12.25 lacs), the net profit after tax stood at Rs. 490.45 lacs (Previous Year Rs. 296.04 lacs).

In order to conserve resources of the Company, your Directors do not recommend any dividend for the year under review.

### PERFORMANCE OF JOINT VENTURE COMPANY – J. K. ANSELL LIMITED

During the year under review the turnover of J. K. Ansell Limited was Rs. 7079.42 lacs (Previous year Rs. 6506.64 lacs). The profit after tax was Rs. 716.78 lacs (Previous year Rs. 556.58 lacs).

### SUBSIDIARY

As required under Section 212 of the Companies Act, 1956, the audited statements of account, along with the report of the Board of Directors and Auditor's Report thereon of the wholly owned subsidiary J.K. Helene Curtis Limited for the year ended on 31st March 2008 is annexed.

The turnover of our wholly owned subsidiary, J.K. Helene Curtis Limited was Rs. 9277.35 lacs (Previous year Rs.7873.27 lacs). The profit after tax was Rs. 391.97 lacs (Previous year Rs.192.98 lacs)

### ACCOUNTING STANDARDS

The accounts have been prepared as per the applicable Accounting Standards and necessary disclosures have been made in the annual accounts.

### CONSOLIDATED FINANCIAL STATEMENTS

In accordance with Accounting Standard – 21 on 'Consolidated Financial Statements and Accounting Standard – 27 on 'Financial Reporting of Interest in Joint Ventures', your Directors have pleasure in attaching the Consolidated Financial Statements, which form part of this Report and Accounts. These statements have been prepared on the basis of audited financial statements received from subsidiary and joint venture company, as approved by their respective Boards.

### DIRECTORS' RESPONSIBILITY STATEMENT

Your Directors state that :

- (i) in preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- (ii) 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 or loss of the Company for that period;
- (iii) 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) the directors have prepared the annual accounts on a going concern basis.

### DELISTING OF EQUITY SHARES

In accordance with the SEBI (Delisting of Securities) Guidelines, 2003, the Acquirer, who is one of the promoters of the Company, acquired 6,83,517 equity shares of the Company, following which, the shareholding of the promoters and promoters' group went up to 60,90,145 equity shares or about 83.17% of the equity share capital of the Company. The Company, thereafter, applied to the Bombay Stock Exchange Limited for delisting of its equity shares and the same have been delisted with effect from 19th February 2008 from the records of the Exchange.

### PARTICULARS OF ENERGY CONSERVATION, TECHNOLOGY ABSORPTION ETC.

Information pursuant to Section 217(1)(e) of the Companies Act, 1956 is not applicable.

### PERSONNEL

There is no employee whose particulars are required to be furnished under Section 217(2A) of the Companies Act, 1956.

### PUBLIC DEPOSIT

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

### DIRECTORS

Shri Nabankur Gupta, retires by rotation at the ensuing Annual General Meeting and, being eligible, offers himself for re-appointment.

### AUDITORS

Your Company's Auditors, M/s Lodha & Company, Chartered Accountants, hold office until the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment. You are requested to appoint Auditors and fix their remuneration.

### ACKNOWLEDGEMENTS

Your Directors would like to express their sincere appreciation of the co-operation and assistance received from the shareholders, bankers, regulatory bodies and other business constituents during the year under review.

Your Directors also wish to place on record their deep sense of appreciation for the commitment displayed by all executives, officers and staff during the year.

For and on behalf of the Board

Date : 24th April, 2008

Place : Mumbai

DR. VIJAYPAT SINGHANIA  
Chairman

# J. K. INVESTO TRADE (INDIA) LIMITED

## AUDITORS' REPORT TO THE MEMBERS

1. We have audited the attached Balance Sheet of J. K. Investo Trade (India) Limited as at 31st March, 2008, the Profit and Loss Account 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 auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the 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 (hereinafter referred to as the "Act"), 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 in paragraph 3 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 those 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 Section 211 (3C) of the Act, to the extent applicable;
  - (e) On the basis of written representations received from the directors as on 31st March, 2008 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2008, from being appointed as a director in terms of Section 274 (1)(g) of the Act;
  - (f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with Significant Accounting Policies, Contingent Liabilities and other Notes in the Schedule 15 and those appearing elsewhere in the accounts give the information required by the Act, 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 affairs of the Company as at 31st March, 2008 ;
    - (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 Cash Flow Statement, of the cash flows for the year ended on that date.

For LODHA & CO.  
Chartered Accountants

(A. M. HARIHARAN)  
Partner  
Membership No. 38323

Mumbai,  
24th April, 2008

## ANNEXURE REFERRED TO IN PARAGRAPH 3 OF AUDITORS' REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2008 OF J K INVESTO TRADE (INDIA) LIMITED.

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of audit, we state that:

1.
  - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - b) All the fixed assets have been physically verified by the management at reasonable intervals during the year. No discrepancies were noticed on such verification.
  - c) No substantial part of the fixed assets has been disposed off by the Company during the year.
2.
  - a) The inventory of shares have been held in dematerialised form and are verified with the demat account statements at reasonable intervals.
  - b) The procedures for 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 has maintained proper records of inventory and no discrepancies were noticed on physical verification.
3.
  - a) The Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register maintained under Section 301 of the Act.
  - b) The rate of interest and other terms and conditions of loan of Rupees Thirty Lakhs taken from a company listed in the register maintained under section 301 of the Act are, prima facie, not prejudicial to the interest of the Company. The Company is regular in payment of interest.
4. There is adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of trading shares, fixed assets and for the sale of shares. During the course of our audit, no major weakness has been noticed in the internal control system.
5.
  - a) In respect of premises given on lease to a company covered under section 301 of the Act, the transaction has been entered in the register maintained under the aforesaid section.
  - b) As explained, the transaction being of special nature, no alternative quotations are available for the same and hence, prevailing market price cannot be ascertained.
6. The Company has not accepted any deposits within the meaning of the Section 58A, 58AA or any other relevant provisions of the Act and the Rules framed

# J. K. INVESTO TRADE (INDIA) LIMITED

thereunder and directions issued by the Reserve Bank of India.

7. The Company has an adequate internal audit system commensurate with the size and nature of its business.
8. As informed, the Central Government has not prescribed the maintenance of Cost records under section 209 (1)(d) of the Act in respect of service/activities carried out by the Company.
9.
  - a) According to the records of the Company, the Company is regular in depositing undisputed statutory dues including Provident Fund, Investors Education and Protection Fund, Employees' State Insurance, Income Tax, Wealth Tax, Sales Tax, Service Tax, Customs Duty, Cess and other material statutory dues with the appropriate authorities, to the extent applicable. According to the information and explanations given to us, there are no undisputed amounts payable in respect of such statutory dues which have remained outstanding as at 31st March, 2008 for a period of six months from the date they became payable.
  - b) According to the information and explanations given to us, there are no dues of sales tax/income-tax/custom duty/wealth-tax/service tax/excise duty/cess, which have not been deposited on account of any dispute, except income-tax dues aggregating to Rs. 1,15,55,967, disputes whereof are pending before the Commissioner of Income-tax (Appeals), income tax dues aggregating to Rs. 31,15,996 disputes whereof are pending before Bombay High Court, Mumbai, wealth-tax dues aggregating to Rs. 13,64,823, disputes whereof are pending before the Income-tax Appellate Tribunal, Mumbai, wealth tax dues aggregating to Rs. 11,13,566, dispute whereof is pending before Commissioner of Income Tax (Appeal), Mumbai and customs duty up to Rs. 4,00,000 in respect of erstwhile Condom Division of the Company, dispute whereof is pending before the Custom Appellant Tribunal.
10. The Company has no accumulated losses as at 31st March, 2008 and it has not incurred any cash losses in the financial year ended on that date or in the immediately preceding financial year.
11. As the Company has not borrowed any funds from financial institutions or banks, the provision of clause 4 (xi) of the Order is not applicable to the Company.
12. According to information given to us, as the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities, the provision of clause 4 (xii) of the Order is not applicable to the Company.
13. As the Company is not a nidhi / mutual benefit fund / society, the provisions of clause 4 (xiii) of the Order is not applicable to the Company.
14. The Company has kept adequate records of its transactions and contracts in respect of dealing in shares and other investments and timely entries have been made therein. The shares and other investments have been held in the name of the Company.
15. According to the information and explanations given to us, as the Company has not given any guarantee for loans taken by others from banks or financial institutions, the provision of clause 4 (xv) of the Order is not applicable to the Company.
16. As the Company has not availed any term loan during the year, the provision of clause 4 (xvi) of the Order is not applicable to the Company.
17. As the Company has not raised any funds during the year, the provision of clause 4(xvii) of the Order is not applicable to the Company.
18. As the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act, the provision of clause 4(xviii) of the Order is not applicable to the Company.
19. As the Company has not issued any debentures during the year, the provision of clause 4(xix) of the Order is not applicable to the Company.
20. As the Company has not raised any money by way of public issue during the year, the provision of clause 4(xx) of the Order is not applicable to the Company.
21. During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management.

For LODHA & CO.  
Chartered Accountants

(A. M. HARIHARAN)  
Partner  
Membership No. 38323

Mumbai,  
24th April, 2008

# J. K. INVESTO TRADE (INDIA) LIMITED

## BALANCE SHEET AS AT 31ST MARCH, 2008

	Schedule	As at 31st March, 2008		As at 31st March, 2007	
	No	Rs.	Rs.	Rs.	Rs.
<b>SOURCES OF FUNDS :</b>					
<b>SHAREHOLDERS' FUNDS</b>					
Share Capital	1	7,32,22,000		7,32,22,000	
Reserves and Surplus	2	16,29,13,810		11,38,68,739	
			<b>23.61,35,810</b>		<b>18,70,90,739</b>
<b>LOANS</b>					
Secured Loans	3	30,00,000		30,00,000	
Unsecured Loans	4	1,05,17,069		1,05,17,069	
			<b>1,35,17,069</b>		<b>1,35,17,069</b>
<b>TOTAL</b>			<b>24,96,52,879</b>		<b>20,06,07,808</b>
<b>APPLICATION OF FUNDS :</b>					
<b>FIXED ASSETS</b>					
Gross Block	5	33,30,254		33,30,254	
Less : Depreciation		25,48,180		24,10,457	
Net Block			<b>7,82,074</b>		<b>9,19,797</b>
<b>INVESTMENTS</b>	6		<b>21,60,75,745</b>		<b>17,51,69,760</b>
<b>CURRENT ASSETS, LOANS AND ADVANCES</b>					
Inventories	7	41,850		2,33,250	
Sundry Debtors		1,23,788		30,72,106	
Cash and Bank balances		61,72,560		24,86,940	
Loans and Advances		2,83,73,424		2,53,31,906	
		<b>3,47,11,622</b>		<b>3,11,24,202</b>	
<b>LESS : CURRENT LIABILITIES AND PROVISIONS</b>	8	<b>19,16,562</b>		<b>66,05,951</b>	
<b>NET CURRENT ASSETS</b>			<b>3,27,95,060</b>		<b>2,45,18,251</b>
<b>TOTAL</b>			<b>24,96,52,879</b>		<b>20,06,07,808</b>

Notes On Accounts And Significant Accounting Policies Forming Part of The Financial Statements

15

Particulars As Per NBFC Directions

16

Schedules form an integral part of the Balance Sheet

As per our attached report of even date  
For **LODHA & COMPANY,**  
Chartered Accountants

**(A.M. HARIHARAN)**  
Partner

**(MUKESH DARWANI)**  
Company Secretary

Place : Mumbai  
Dated : 24th April, 2008

On behalf of the Board

**Dr. VIJAYPAT SINGHANIA**

Chairman

**NABANKUR GUPTA**

Director

**R. K. GANERIWALA**

Whole-time Director



# J. K. INVESTO TRADE (INDIA) LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2008

	Schedule	Year ended 31st March, 2008		Year ended 31st March, 2007	
	No.	Rs.	Rs.	Rs.	Rs.
<b>INCOME :</b>					
Operating income	9	5,93,72,997		3,79,17,229	
Other income	10	1,62,252		2,61,425	
			5,95,35,249		3,81,78,654
Add : Increased /(Decrease) in Stocks	11		(1,91,400)		1,62,900
			<u>5,93,43,849</u>		<u>3,83,41,554</u>
<b>EXPENDITURE :</b>					
Employment Cost	12	40,82,587		38,18,168	
Administrative, and other expenses	13	25,96,235		32,87,614	
Interest	14	2,70,000		2,70,000	
Depreciation	5	1,37,723		1,37,549	
			70,86,545		75,13,331
<b>PROFIT BEFORE TAX</b>			<u>5,22,57,304</u>		<u>3,08,28,223</u>
Provision for Tax :					
Income Tax		31,00,000		10,40,000	
Wealth Tax		--		78,500	
Fringe Benefit Tax		1,10,000		1,06,000	
			32,10,000		12,24,500
<b>PROFIT AFTER TAX</b>			<u>4,90,47,304</u>		<u>2,96,03,723</u>
Taxation adjustments for earlier year			2,233		--
<b>NET PROFIT AFTER TAX</b>			<u>4,90,45,071</u>		<u>2,96,03,723</u>
Balance of Profit brought forward			7,32,30,930		5,80,10,081
Balance available for appropriation			<u>12,22,76,001</u>		<u>8,76,13,804</u>
<b>APPROPRIATIONS</b>					
Interim Dividend Paid on Equity Shares		--		36,61,100	
Proposed Dividend on Equity Shares		--		36,61,100	
Dividend distribution tax on Interim Dividend		--		5,13,470	
Dividend distribution tax on Proposed Dividend		--		6,22,204	
Reserve Fund under RBI Act for the year		98,00,000		59,25,000	
			98,00,000		1,43,82,874
<b>BALANCE CARRIED TO BALANCE SHEET</b>			<u>11,24,76,001</u>		<u>7,32,30,930</u>
Basic and diluted Earnings per Equity Share (Refer Note No.8 in Schedule 15)			6.70		4.04

**NOTES ON ACCOUNTS AND SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF THE FINANCIAL STATEMENTS**

15

Schedules form an integral part of the Profit and Loss Account.

As per our attached report of even date

For **LODHA & COMPANY,**  
Chartered Accountants

On behalf of the Board

**Dr. VIJAYPAT SINGHANIA**

Chairman

**NABANKUR GUPTA**

Director

**R. K. GANERIWALA**

Whole-time Director

**(A.M. HARIHARAN)**  
Partner

**(MUKESH DARWANI)**  
Company Secretary

Place : Mumbai  
Dated : 24th April, 2008



# J. K. INVESTO TRADE (INDIA) LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2008

	Year ended 31st March 2008		Year ended 31st March 2007	
	Rs.	Rs.	Rs.	Rs.
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net Profit before taxation and extra-ordinary items		5,22,57,304		3,08,28,223
Adjustments for				
Depreciation	1,37,723		1,37,549	
Interest expenses	2,70,000		2,70,000	
Profit on sale of shares/units	(1,05,120)		(19,13,431)	
Interest income	(1,62,252)		(2,61,425)	
		<u>1,40,351</u>		<u>(17,67,307)</u>
Operating Profit before Working Capital Changes		5,23,97,655		2,90,60,916
Adjustments for				
(Increase) / Decrease in Trade and Other Receivables	29,02,048		(29,71,058)	
(Increase) / Decrease in Inventories	1,91,400		(162,900)	
Increase / (Decrease) in Trade Payables	(4,06,085)		4,39,115	
		<u>26,87,363</u>		<u>(26,94,843)</u>
Cash Generated from Operations		5,50,85,018		2,63,66,073
Direct Taxes Paid (Net of Refunds)		62,72,501		36,73,476
<b>NET CASH FROM OPERATING ACTIVITIES (TOTAL A)</b>		<u>4,88,12,517</u>		<u>2,26,92,597</u>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchase of investments		(10,09,80,962)		(7,66,85,683)
Sale of Investments		6,01,80,097		5,84,77,208
Interest received		1,62,252		2,61,425
Purchase of Fixed Assets		--		(18,308)
<b>NET CASH FROM INVESTING ACTIVITIES (TOTAL B)</b>		<u>(4,06,38,613)</u>		<u>(1,79,65,358)</u>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>				
Unclaimed Dividend Paid	433		(34,259)	
Redemption of Preference Shares	--		(13,835)	
Interest Paid	(2,70,000)		(2,70,000)	
Dividend Paid on Equity Shares	(36,61,100)		(36,61,100)	
Tax Paid on Dividend distribution	(6,22,204)		(5,13,470)	
		<u>(45,52,871)</u>		<u>(44,92,664)</u>
<b>NET CASH USED IN FINANCING ACTIVITIES (TOTAL C)</b>		<u>(45,52,871)</u>		<u>(44,92,664)</u>
<b>NET INCREASE/(DECREASE) IN CASH EQUIVALENTS (TOTAL A+B+C)</b>		<u>36,21,033</u>		<u>2,34,575</u>
CASH AND CASH EQUIVALENTS - OPENING BALANCE		4,82,568		2,47,993
CASH AND CASH EQUIVALENTS - CLOSING BALANCE		41,03,601		4,82,568

- NOTES : 1 The above cash flow statement has been prepared by using indirect method as per Accounting Standard 3 - Cash Flow Statement issued by the Institute of Chartered Accountants of India.
- 2 Cash and cash equivalents exclude balance in Term Deposit account, unpaid Preference Shares Dividend account, Preference Shares Redemption account and Unpaid Interim Dividend account aggregating to Rs.20,68,959 (Previous Year Rs. 20,04,372).
- 3 Previous year's figures have been regrouped / rearranged / recast, wherever necessary, to conform to current year's presentation.

As per our attached report of even date  
For **LODHA & COMPANY,**  
Chartered Accountants

**(A.M. HARIHARAN)**  
Partner  
Place : Mumbai  
Dated : 24th April, 2008

**(MUKESH DARWANI)**  
Company Secretary

On behalf of the Board

**Dr. VIJAYPAT SINGHANIA**

Chairman

**NABANKUR GUPTA**

Director

**R. K. GANERIWALA**

Whole-time Director

# J. K. INVESTO TRADE (INDIA) LIMITED

## SCHEDULES 1 TO 16 ANNEXED TO AND FORMING PART OF THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2008

	As at 31st March, 2008		As at 31st March, 2007	
	Rs.	Rs.	Rs.	Rs.
<b>SCHEDULE 1 : SHARE CAPITAL</b>				
<b>Authorised</b>				
20,000, 6% Free of Income tax fixed Cumulative Preference shares of Rs.100 each		20,00,000		20,00,000
40,000, 14% 10-year Redeemable Cumulative Preference shares of Rs.100 each		40,00,000		40,00,000
74,00,000, Equity shares of Rs.10 each		<u>7,40,00,000</u>		<u>7,40,00,000</u>
		<u>8,00,00,000</u>		<u>8,00,00,000</u>
<b>Issued, subscribed and paid up</b>				
73,22,200 Equity shares of Rs.10 each, fully paid up		<u>7,32,22,000</u>		<u>7,32,22,000</u>
<b>TOTAL</b>		<u>7,32,22,000</u>		<u>7,32,22,000</u>

**NOTES :**

Of the above shares :

- i) 1,40,000 Equity Shares of Rs. 10 each, fully paid-up, were allotted pursuant to a contract without payment being received in cash.
- ii) 2,40,880 Equity Shares of Rs. 10 each, fully paid-up, allotted as bonus shares by capitalisation of General Reserve.

**SCHEDULE 2 : RESERVES AND SURPLUS**

<b>A) CAPITAL RESERVE</b>				
As per last Balance Sheet		1,61,50,709		1,61,50,709
<b>B) CAPITAL REDEMPTION RESERVE ACCOUNT</b>				
As per last Balance Sheet		37,35,000		37,35,000
<b>C) GENERAL RESERVE</b>				
As per last Balance Sheet		4,99,100		4,99,100
<b>D) RESERVE FUND UNDER RBI ACT</b>				
As per last Balance Sheet	2,02,53,000		1,43,28,000	
Transferred from Profit and Loss Account	<u>98,00,000</u>		<u>59,25,000</u>	
		<u>3,00,53,000</u>		<u>2,02,53,000</u>
<b>E) PROFIT AND LOSS ACCOUNT</b>				
Surplus as per annexed account		<u>11,24,76,001</u>		<u>7,32,30,930</u>
<b>TOTAL</b>		<u>16,29,13,810</u>		<u>11,38,68,739</u>

**SCHEDULE 3 : SECURED LOANS**

From Raymond Limited

Secured by an equitable mortgage over the land situated at Thane (by deposit of title deeds) together with building and structures, electrical installations and fixtures and fittings erected/installed and hypothecation of all movable properties (situated therein) both present and future.

	<u>30,00,000</u>	<u>30,00,000</u>
<b>TOTAL</b>	<u>30,00,000</u>	<u>30,00,000</u>

**SCHEDULE 4 : UNSECURED LOANS**

Deposits from Bodies Corporate

Interest accrued and due on above  
(Refer note no.2 (c) in Schedule '15')

	42,00,000	42,00,000
	63,17,069	63,17,069
<b>TOTAL</b>	<u>1,05,17,069</u>	<u>1,05,17,069</u>