

# J. K. INVESTO TRADE (INDIA) LIMITED



***61st Annual Report & Accounts 2008-2009***

# J. K. INVESTO TRADE (INDIA) LIMITED

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## **DIRECTORS**

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

## **AUDIT COMMITTEE**

SHRI NABANKUR GUPTA  
 (Committee Chairman)  
 SHRI GAUTAM HARI SINGHANIA  
 SHRI R. K. GANERIWALA

## **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](http://www.jkinvesto.com)

E-mail : [jkitil@raymondindia.com](mailto:jkitil@raymondindia.com)

# J. K. INVESTO TRADE (INDIA) LIMITED

## NOTICE

NOTICE is hereby given that the 61<sup>st</sup> Annual General Meeting of J. K. INVESTO TRADE (INDIA) LIMITED will be held on Tuesday the 16<sup>th</sup> day of June, 2009 at 3.00 p.m. at M.C. Ghia Hall, Bhogilal Hargovindas Building, 2<sup>nd</sup> 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 2009 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 Gautam Hari Singhania, 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.

### SPECIAL BUSINESS:

4. To consider and, if thought fit, to pass, with or without modification(s), the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Section 198, 269, 309, 311 read with Schedule XIII and other applicable provisions, if any, of the Companies Act, 1956 or any amendments or modifications thereof, consent of the members be and is hereby accorded for the re-appointment of Shri R. K. Ganeriwala as Whole-time Director of the Company for a period of three years with effect from 24<sup>th</sup> April 2009 on terms and conditions (including remuneration to be paid in the event of loss or inadequacy of profit in any financial year during the aforesaid period) as set out in the Explanatory Statement attached to this Notice.

RESOLVED THAT the Remuneration Committee / Board of Directors of the Company has the discretion and authority to alter and vary the terms and conditions of appointment (including remuneration to be paid in the event of loss or inadequacy of profit in any financial year or otherwise) subject to the overall ceiling specified in Schedule XIII to the Act, or any amendment thereto or re-enactment thereof, in such manner as it may deem fit.

RESOLVED FURTHER THAT the Board of Directors or the Remuneration Committee be and is hereby authorized to do all such acts, deeds and things and execute all such documents, instruments and writings, as may be required to give effect to the aforesaid resolution."

### 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 : 22<sup>nd</sup> April, 2009  
Place : Mumbai

### NOTES:

- i. A MEMBER OF A COMPANY 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. The Explanatory Statement setting out the material facts containing Special Business in respect of Item No. 4 as required by Section 173 of the Companies Act, 1956, is annexed hereto.
- iii. The Register of Members and the Share Transfer Books shall remain closed from Wednesday, 10<sup>th</sup> June 2009 to Tuesday, 16<sup>th</sup> June 2009 (both days inclusive).
- iv. The Company has appointed Link Intime India Pvt Ltd. (formerly "Intime Spectrum Registry Ltd"), as the Registrar & Share Transfer Agent for transfer of shares, both in physical and electronic mode. Their address is as under:  
Link Intime India Pvt Ltd. (formerly "Intime Spectrum Registry Ltd"), C-13, Pannalal Silk Mills Compound, LBS Marg, Bhandup (W), Mumbai - 400 078  
The shareholders may send their transfer requests and other share related queries either to the Company at the registered office or Link Intime India Pvt Ltd. at the above address.
- v. Members are requested to notify immediately any change in their address / bank mandate, if any, to their respective Depository Participants (DPs) in respect of their electronic share accounts and to the Registrar and Share Transfer Agent of the Company at Link Intime India Pvt Ltd., C-13, Pannalal Silk Mills Compound, LBS Marg, Bhandup (W), Mumbai - 400 078, in respect of their physical share folios.

# J. K. INVESTO TRADE (INDIA) LIMITED

## ANNEXURE TO THE NOTICE

### EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956

#### ITEM NO. 4

This item relates to the approval of the terms of re-appointment and remuneration of Shri R.K. Ganeriwala as Whole-time Director for a period of 3 years with effect from 24<sup>th</sup> April, 2009. Particulars of his remuneration are as under:

- a) **BASIC SALARY:** Rs. 1,42,000 per month in the scale of Rs. 1,10,000 – 1,60,000 with authority to the Board of Directors or Remuneration Committee of the Company to grant such increments within the said scale as it may determine from time to time.
- b) **PERQUISITES:** In addition to the salary, Shri R. K. Ganeriwala will be allowed perquisites as specified in categories A, B and C below:

#### CATEGORY "A"

- i) **Housing** The Whole-time Director shall be entitled to House Rent Allowance of 10% of basic salary as per Company Rules.
- ii) **Medical Reimbursement** Expenses incurred for the Whole-time Director and his family as per Company Rules.
- iii) **Leave Travel Concession** For self and his family, once a year, incurred as per Company Rules.
- For the purposes of Category "A", "family" means his spouse, dependent children and dependent parents.

#### CATEGORY "B"

- i) Contribution to Provident Fund, Superannuation Fund or Annuity Fund will not be included in the computation of the ceiling on perquisites to the extent that these either singly or put together are not taxable under the Income Tax Act.
- ii) Gratuity payable shall be calculated as per the provisions of The Payment of Gratuity Act, 1972
- iii) Encashment of leave at the end of tenure will not be included in the computation of the ceiling on perquisites.

#### CATEGORY "C"

Provision of cars for use on Company's business, telephones at residence and mobile phones will not be considered as perquisites. Personal long distance calls on telephones and use of cars for private purpose shall be billed by the Company.

Where in any financial year the Company has no profits or its profits are inadequate, the remuneration payable will be in accordance with the provisions of Section II of Part II of Schedule XIII to the Act, as may be amended from time to time.

The Remuneration Committee / Board of Directors of the Company has the discretion and authority to alter and vary the foregoing terms and conditions of appointment (including remuneration to be paid in the event of loss or inadequacy of profit in any financial year or otherwise) subject to the overall ceiling specified in Schedule XIII to the Act, or any amendment thereto or re-enactment thereof, in such manner as it may deem fit.

The terms and conditions of appointment and remuneration payable to Shri R. K. Ganeriwala as Whole-time Director should be treated as an abstract under section 302(1) of the Companies Act, 1956.

#### I General Information

##### 1. Nature of Industry

The Company is an Investment Company registered with Reserve Bank of India as Non-Banking Financial Company.

##### 2. Date or expected date of commencement of commercial production

The Company was incorporated on 29<sup>th</sup> April, 1947. The Company was formerly a chemical manufacturing Company. After cessation of chemical manufacturing activities, the Company set-up a plant for manufacture of Latex contraceptives. The entire latex contraceptive business was transferred to a Joint Venture Company in 1996. Thereafter the Company's main business is investment in shares and securities.

##### 3. Financial performance based on given indicators – as per audited financial results.

Particulars	Rs. in lacs 31/03/09	Rs. in lacs 31/03/08
Sales and Other Operating Income	858.83	593.73
Other Income	2.98	1.62
Total Income	861.81	595.35
Total Expenditure		
(Increase) / Decrease in Stock-in-Trade	0.42	1.91
Staff Cost	22.52	17.57
Directors' Remuneration	22.41	23.26
Other Expenditure	20.91	25.96
Interest	2.36	2.70
Depreciation	0.68	1.38
Profit Before Tax	792.51	522.57
Provision for tax (including Deferred Tax)	36.05	32.12
Profit After Tax	756.46	490.45

# J. K. INVESTO TRADE (INDIA) LIMITED

## II Information about the appointee

### 1. Background details

Shri R. K. Ganeriwala is a commerce graduate and a Member of the Institute of Chartered Accountants of India. He was initially appointed as a Whole-time Director of the Company on 24<sup>th</sup> April, 2003. He has been effectively discharging his responsibilities. He has rich experience and was overall charge of the Company's operations from last several years.

Shri R.K. Ganeriwala is Director in Radha Krishna Films Limited, Polar Investments Limited, Peoples Investments Limited, Avani Agricultural Farms Pvt. Limited, J. K. Investors (Bombay) Limited, Tiger Travels and Tours Limited, Impex (India) Limited and Pashmina Holdings Limited.

### 2. Past remuneration

Remuneration drawn by Shri R.K. Ganeriwala for the financial year 2008-09 is as follows:

Particulars	Amount in Rs.
Salary per annum	15,16,200
Perquisites (p.a.) (House Rent Allowance, Leave Travel Allowance, Medical Allowance, etc.)	2,96,350

Note: Contribution to Provident Fund, Superannuation Fund and Gratuity Fund are excluded from the above remuneration.

### 3. Job profile and his suitability

Shri R. K. Ganeriwala joined Raymond Group in December 1978. Over the years, he became well versed and adept not only in matters concerning taxation, finance and investment management but also in the field of business management with special emphasis on finance. Considering his contribution, display of leadership and sense of commitment, he was entrusted with complete responsibility for management of the affairs of the Company. Looking at his overall experience and potential, he was appointed as Director – Finance of the company in 2002. In a short span of time he became a member of the core group of the senior management of the Raymond Group and over the years assumed organizational role much beyond his functional brief.

Shri R.K. Ganeriwala has been effectively discharging his responsibilities which are broadly to achieve strategic, operational and financial goals.

### 4. Remuneration proposed

Particulars	Amount in Rs.
Salary per annum	17,04,000
Perquisites (p.a.) (House Rent Allowance, Leave Travel Allowance, Medical Allowance, etc.)	3,12,000

Note: Contribution to Provident Fund, Superannuation Fund and Gratuity Fund are excluded from the above remuneration.

## III Other Information

- Reasons of loss or inadequate profits : During the year 2008-09 the Capital market has not come out of the troubled waters. Both the primary and secondary markets remained dull throughout the year. The falling interest rates also curtailed investment option to large extent. Inspite of these adverse factors the Company earned a net profit of Rs. 756.46 lacs.
- Steps taken or proposed to be taken for improvement : The Company is on the look out for good investment opportunities. However, much depends on the external factors affecting the capital market.
- Expected increase in productivity and profits in measurable terms : In an investment oriented company it is not possible to indicate profits in measurable terms as very much depends on investment climate and economic conditions prevailing during the year.



# J. K. INVESTO TRADE (INDIA) LIMITED

## DIRECTORS' REPORT TO THE SHAREHOLDERS

The Directors have pleasure in presenting the 61<sup>st</sup> Annual Report, together with the audited statements of account of the Company for the year ended 31<sup>st</sup> March, 2009.

### FINANCIAL RESULTS

	Rs. in Lacs	
	Year ended 31.3.2009	Year ended 31.3.2008
Income during the year	861.81	595.35
Depreciation	0.68	1.38
Interest	2.37	2.70
Provision for taxation	36.05	32.12
Profit after Tax	756.46	490.45
Profit brought forward	1124.76	732.31
Transfer to Statutory Reserve Fund under RBI Act.	151.30	98.00
Profit carried forward to Balance Sheet	1729.92	1124.76

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

During the year under review the turnover of J. K. Ansell Limited was Rs. 5531.89 lacs (Previous Year Rs. 7079.42 lacs). The profit after tax was Rs. 305.82 lacs (Previous Year Rs. 716.78 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 Auditors' Report thereon of the wholly owned subsidiary, J.K. Helene Curtis Limited, for the year ended on 31<sup>st</sup> March, 2009 is annexed.

The turnover of our wholly owned subsidiary, J.K. Helene Curtis Limited was Rs. 10915.87 lacs (Previous year Rs. 9277.35 lacs). The profit after tax was Rs. 471.94 lacs (Previous year Rs. 391.97 lacs)

### ACCOUNTING STANDARDS

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

### DIRECTORS' RESPONSIBILITY STATEMENT

Your Directors state that:

- in preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- 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;
- 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;
- the directors have prepared the annual accounts on a going concern basis.

### 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 Gautam Hari Singhania, retires by rotation at the ensuing Annual General Meeting and, being eligible, offers himself for re-appointment.

Term of three years of Shri R.K. Ganeriwala as Whole-time Director will expire on 23<sup>rd</sup> April, 2009. Board of Directors recommends re-appointment of Shri R.K. Ganeriwala as Whole-time Director for a further term of three years w.e.f. 24<sup>th</sup> April, 2009.

### 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.

Date : 22<sup>nd</sup> April, 2009  
Place : Mumbai

For and on behalf of the Board

DR. VIJAYPAT SINGHANIA  
CHAIRMAN

# J. K. INVESTO TRADE (INDIA) LIMITED

1. We have audited the financial statements of J. K. Investo Trade (India) Limited 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:
- 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;
  - 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;
  - The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
  - 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 (3G) of the Act, to the extent applicable;
  - On the basis of written representations received from the directors as on 31<sup>st</sup> March, 2009 and taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2009, from being appointed as a director in terms of Section 274 (1)(g) of the Act;
  - 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:
    - in the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March, 2009;
    - in the case of the Profit and Loss Account, of the profit of the Company for the year ended on that date; and
    - 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  
22<sup>nd</sup> April, 2009

## ANNEXURE REFERRED TO IN PARAGRAPH 3 OF AUDITORS' REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2009 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:

- The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - All the fixed assets have been physically verified by the management at regular intervals, which is reasonable considering the size and nature of its business. No discrepancies were noticed on such verification.
  - No substantial part of the fixed assets has been disposed off by the Company during the year.
- The inventory of shares have been held in dematerialised form and are verified with the demat account statements at reasonable intervals. The Company, however, did not have any inventory at the close of the year.
  - 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.
  - The Company has maintained proper records of inventory and no discrepancies were noticed on physical verification.
- 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.
  - The rate of interest and other terms and conditions of loan of Rupees Thirty Lakhs taken from a company, (repaid during the year) listed in the register maintained under section 301 of the Act were, prima facie, not prejudicial to the interest of the Company. The Company was regular in payment of interest.
- 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.
- 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.
  - As explained, the transaction being of special nature, no alternative quotations are available for the same and hence, prevailing market price cannot be ascertained.
- 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 thereunder and directions issued by the Reserve Bank of India.
- The Company has an adequate internal audit system commensurate with the size and nature of its business.
- 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.

# J. K. INVESTO TRADE (INDIA) LIMITED

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 31<sup>st</sup> March, 2009 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 as under:

Nature of Dues	Period to which the amount relates	Amount (Rs.)	Forum where dispute is pending
Income-tax	A.Y. 1997-98 & 1998-99	94,05,651	Commissioner of Income-tax (Appeals)
Income-tax	A.Y. 1970-71 to 1976-77	31,15,996	Bombay High Court, Mumbai
Wealth-tax	A.Y. 1989-90 & 2004-05	11,13,566	Commissioner of Income-tax (Appeals), Mumbai
Wealth-tax	A.Y. 1993-94 to 1995-96	₹3,64,823	Income-tax Appellate Tribunal, Mumbai
Custom Duty	Year 1991	4,00,000	Custom, Excise and Service Tax Appellate Tribunal

10. The Company has no accumulated losses as at 31<sup>st</sup> March, 2009 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. 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. 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  
22<sup>nd</sup> April, 2009



# J. K. INVESTO TRADE (INDIA) LIMITED

## BALANCE SHEET AS AT 31ST MARCH, 2009

	Schedule	As at 31st March, 2009		As at 31st March, 2008	
	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	23,85,59,602		16,29,13,810	
			31,17,81,602		23,61,35,810
<b>LOANS</b>					
Secured Loans	3			30,00,000	
Unsecured Loans	4	1,05,17,069		1,05,17,069	
			1,05,17,069		1,35,17,069
<b>TOTAL</b>			<b>32,22,98,671</b>		<b>24,96,52,879</b>
<b>APPLICATION OF FUNDS :</b>					
<b>FIXED ASSETS</b>					
Gross Block	5	33,30,254		33,30,254	
Less : Depreciation		26,15,694		25,48,180	
Net Block			7,14,560		7,82,074
<b>INVESTMENTS</b>	6		29,13,89,823		21,60,75,745
<b>CURRENT ASSETS, LOANS AND ADVANCES</b>					
Inventories	7			41,850	
Sundry Debtors		9,304		1,23,788	
Cash and Bank balances		25,45,991		61,72,560	
Other Current Assets		73,750		4,075	
Loans and Advances		3,00,36,440		2,83,69,349	
		3,26,65,485		3,47,11,622	
<b>LESS : CURRENT LIABILITIES AND PROVISIONS</b>	8	24,71,197		19,16,562	
<b>NET CURRENT ASSETS</b>			<b>3,01,94,288</b>		<b>3,27,95,060</b>
<b>TOTAL</b>			<b>32,22,98,671</b>		<b>24,96,52,879</b>

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

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PARTICULARS AS PER NBFC DIRECTIONS

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Schedules form an integral part of the Balance Sheet

As per our attached report of even date

For **LODHA & COMPANY,**  
Chartered Accountants

On behalf of the Board

**Dr. VIJAYPAT SINGHANIA**

Chairman

**GAUTAM HARI SINGHANIA** ]

**NABANKUR GUPTA** ]

Directors

**R. K. GANERIWALA**

Whole-time Director

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

**(MUKESH DARWANI)**  
Company Secretary

Place : Mumbai

Dated : 22nd April, 2009

# J. K. INVESTO TRADE (INDIA) LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2009

	Schedule	Year ended 31st March, 2009		Year ended 31st March, 2008	
	No.	Rs.	Rs.	Rs.	Rs.
<b>INCOME :</b>					
Operating income	9	8,58,83,371		5,93,72,997	
Other income	10	2,98,089		1,62,252	
			8,61,81,460		5,95,35,249
Add : Increased/(Decrease) in Stocks	11		(41,850)		(1,91,400)
			<u>8,61,39,610</u>		<u>5,93,43,849</u>
<b>EXPENDITURE :</b>					
Employment Cost	12	44,93,342		40,82,587	
Administrative, and other expenses	13	20,91,300		25,96,235	
Interest	14	2,36,250		2,70,000	
Depreciation	5	67,514		1,37,723	
			68,88,406		70,86,545
<b>PROFIT BEFORE TAX</b>			<u>7,92,51,204</u>		<u>5,22,57,304</u>
Provision for Tax :					
Income Tax		34,80,000		31,00,000	
Fringe Benefit Tax		1,20,000		1,10,000	
			36,00,000		32,10,000
<b>PROFIT AFTER TAX</b>			<u>7,56,51,204</u>		<u>4,90,47,304</u>
Taxation adjustments for earlier year			5,412		2,233
<b>NET PROFIT AFTER TAX</b>			<u>7,56,45,792</u>		<u>4,90,45,071</u>
Balance of Profit brought forward			11,24,76,001		7,32,30,930
Balance available for appropriation			<u>18,81,21,793</u>		<u>12,22,76,001</u>
<b>APPROPRIATIONS</b>					
Reserve Fund under RBI Act for the year		1,51,30,000		98,00,000	
			1,51,30,000		98,00,000
<b>BALANCE CARRIED TO BALANCE SHEET</b>			<u>17,29,91,793</u>		<u>11,24,76,001</u>
Basic and diluted Earnings per Equity Share (Refer Note No.8 in Schedule 15)			10.33		6.70
<b>NOTES ON ACCOUNTS AND SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF THE FINANCIAL STATEMENTS</b>	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

(A.M. HARIHARAN)  
Partner  
Place : Mumbai  
Dated : 22nd April, 2009

(MUKESH DARWANI)  
Company Secretary

On behalf of the Board

**Dr. VIJAYPAT SINGHANIA**

Chairman

**GAUTAM HARI SINGHANIA** ]

**NABANKUR GUPTA** ]

Directors

**R. K. GANERIWALA**

Whole-time Director