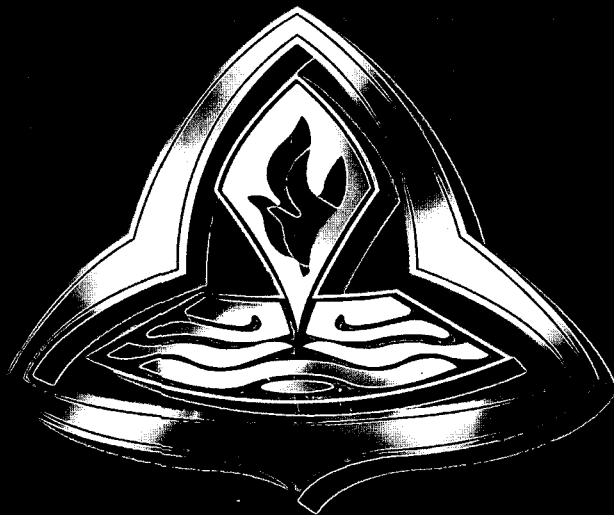


ANNUAL REPORT 2008 - 2009



Report  Junction.com



JAYABHARAT CREDIT LIMITED



Since 1943

JAYABHARAT CREDIT LIMITED

The Name That Inspires Confidence.

66th Annual Report 2008 - 2009

Registered Office:

Solitaire Corporate Park, 2nd Floor, Bldg. No.5, 151, M.Vasanji Road, Chakala, Andheri (E) Mumbai 400 093.

Corporate Office:

22, Rajabahadur Mansion, 4th Floor, Near Stock Exchange, Opp. SBI Main Branch,

Mumbai Samachar Marg, Fort, Mumbai 400 023.

Tel.: 2266 4977 / 2264 3021, 22, 23 • Fax : 2266 4813

Email: jcl@jayabharat.com • Website: www.jayabharat.com

BOARD OF DIRECTORS

: SHRI. RAJIV GUPTA (CHAIRMAN)
SHRI. SHARAD SANGHI
SHRI. ARUN MITTER
SHRI. M. K. MADAN

AUDITORS

: SHARP & TANNAN
Chartered Accountants

SOLICITORS

: MULLA & MULLA & CRAIGE BLUNT & CAROE
MANILAL KHER AMBALAL & CO.

BANKERS

: BANK OF BARODA
BANK OF INDIA
CENTRAL BANK OF INDIA

BRANCH OFFICES

Ahmedabad

: 6, Blue Star Complex, Opp.Gujrat High Court,
Near Railways Crossing, Off Ashram Road,
Ahmedabad 380 009.

Bangalore

: 305, Raheja Chambers, 12, Museum Road,
Bangalore 560 001.

Kolkata

: Chitrakoot Building, 5th Floor,
230A, Acharya Jagdishchandra Bose Road,
Kolkata 700 020.

New Delhi

: 17-B, Asaf Ali Road,
New Delhi 110 002.



JAYABHARAT CREDIT LIMITED

Notice

NOTICE IS HEREBY GIVEN THAT the Sixty Six Annual General Meeting of the members of the Jayabharat Credit Limited will be held as scheduled below to transact the following business:

Date : 22nd September, 2009
Day : Tuesday
Time : 11.30 A.M.
Place : M. C. Ghia Hall, 2nd floor,
Bhogilal Hargovindas, Building,
18/20 Kaikhushru Dubhash Marg,
Mumbai 400 001.

AS ORDINARY BUSINESS:

1. To receive, consider and adopt the Company's Balance Sheet as at 31st March, 2009 and the Profit and Loss Account for the year ended on that date together with schedules annexed thereto and the Reports of the Directors and Auditors thereon.
2. To appoint Director in place of Shri Rajiv Gupta, who retires by rotation, and being eligible, offers himself for reappointment.
3. To appoint Director in place of Shri Arun Mitter, who retires by rotation, and being eligible, offers himself for reappointment.
4. To appoint auditors and fix their remuneration

SPECIAL BUSINESS:

To consider with or without modifications, the following Resolution as an Ordinary Resolution.

5. Appointment of Director

To appoint a Director in place of Mr. M.K.Madan who was appointed by the directors with effect from 29th April, 2009 in the casual vacancy caused by the resignation of Mr. Bipin B Bhavsar and who ceases to hold office under section 262 of the Companies Act, 1956 and in respect of Mr. M K Madan the Company has received from a member a notice in writing under section 257 of the Companies Act, 1956, proposing his candidature for the office of Director.

By order of the Board of Directors
For **JAYABHARAT CREDIT LIMITED**

RAJIV GUPTA
Chairman

New Delhi, 16th June, 2009

Registered Office:
Solitaire Corporate Park,
2nd Floor, Building No. 5,
151, M. VasANJI Road,
Chakala, Andheri (E),
Mumbai - 400 093.

66th Annual Report 2008 - 2009

ANNEXURE TO THE NOTICE

Explanatory Statement annexed to the Notice of 66th Annual General Meeting of the Company as required by section 173(2) of the Companies Act, 1956, in respect of item No 5.

Item No 5.

Pursuant to section 262 of the Companies Act, 1956 read with Article 128 of the Company on 29.04.2009 Mr. M K Madan was appointed as a Director to fill in the casual vacancy of Director on the Board of Directors of the Company caused by the resignation of Shri Bipin B Bhavsar. Shri Bipin B Bhavsar would have held office up to the date of next Annual General Meeting had it not been vacated as aforesaid. Consequent upon his resignation, as Director, he ceases to be Executive Director & Company Secretary.

Shri M K Madan therefore also holds office up to the date of the next Annual General Meeting. Notice has been received by the Company from a member under Section 257 of the Companies Act, 1956, signifying his intention to propose Mr. M K Madan as a candidate for the office of Director.

Shri M K Madan is interested in the Resolution as it concerns him.

By order of the Board of Directors
For **JAYABHARAT CREDIT LIMITED**

RAJIV GUPTA
CHAIRMAN

New Delhi, 16th June, 2009

Registered Office :
Solitaire Corporate Park,
151, M. Vasanji Road,
2nd Floor, Building No. 5,
Chakala, Andheri (E),
Mumbai-400 093.

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 SUCH A PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. The instrument appointing proxy should, however, be deposited at the Registered Office of the Company not less than 48 hours, before the meeting.
3. The Register of Members and Share Transfer Books of the Company will remain closed from 15th September, 2009 to 22nd September, 2009 both days inclusive)
4. Shareholders desiring any general information as regards to Accounts are requested to write to the Company not less than 48 hours before the Meeting, so as to enable the Management to keep the information ready.
5. Members/Proxies should bring the Attendance Slip sent herewith duly filled in for attending the meeting.
6. Shares held by the same person in more than one folio have been consolidated to the extent possible. If you hold shares in more than one folio, you are requested to intimate the details of folios allotted to you, to enable us to consolidate these into a single folio.
7. The unclaimed dividend/s for the financial year 2000-01 has been transferred to Investor Education & Protection Fund (Awareness and protection of the Investors) Rules, set up by the Central Government.
Accordingly unpaid/unclaimed dividend starting with 2001-02 become transferable to the fund followed by the transfers of the amounts unpaid/unclaimed dividend every year. No claims shall lie thereafter against the fund or the company in respect of such amounts transferred. Shareholders are requested to verify their records and send claims, if any, for the years from 2002-03 onwards, before the respective amounts become due for transfer to the fund.
8. The Companies Shares are under compulsory demat form.

IMPORTANT

Shareholders are requested to directly send Share Transfer/ Demat request/ Communication etc. at the following Address:

SHAREPRO SERVICES (INDIA) PVT. LTD.

Satam Estate, 3rd Floor, above Bank of Baroda, Cardinal Gracious Road, Chakala, Andheri (E), Mumbai 400 099.
Tel: 6772 0345, 6772 0372, 6773 0400 and 6772 0300 Fax: 2837 5646, Email: sharepro@shareproservices.com



JAYABHARAT CREDIT LIMITED

DIRECTORS' REPORT

To

Our Shareholders,

Your Directors have pleasure in presenting the 66th Annual Report and the Audited Accounts of the Company for the year ended 31st March, 2009.

	2008-09 (Rs. in Lacs)	2007-08 (Rs. in Lacs)
1. Asset Financing Business	1,846.00	3,314.00
2. Receivables	349.36	293.60
3. Income:		
(a) Asset Financing	1,030.43	1,009.49
(b) Recovery for NPA & Bad-Debts W/off	39.12	5.42
(c) Other Operational Income	86.30	98.66
(d) Other Income	3.62	123.02
4. Gross Profit before Depreciation & Income tax	830.56	232.06
5. Depreciation	24.87	28.07
6. Tax Provision	23.57	46.15
7. Profit After Depreciation and Income Tax	34.60	157.84
8. Proposed Dividend	-	40.00
9. Tax Provision on Dividend Amount	-	6.80

1. OPERATIONS :

Indian Economy reeling under recession has affected your Company also resulting in sluggish demand in transport sector. Further the rate of interest being charged by the banks in borrowings and offered by the banks on Fixed Deposits was going up and as a result, the Company had to accordingly revise the rate of interest payable to the depositors. This increased the cost of funds. The increasing cost of the borrowed funds has negated the advantage of better margins.

2. DIVIDEND :

In view of the consolidation of existing business activities and to conserve the resources, your Directors are constrained not to recommend any dividend for this year.

3. PROSPECTS FOR CURRENT YEAR :

The Government, with a view to revive the economy and to contain the recessionary trend came out with various stimulus packages. RBI too have initiated number of steps to bring down the rate of interest charged by the banks. Demand in the commercial vehicles has also started picking up. With these measures, your Company expects that the availability of borrowed funds, at a lesser cost, will help in reducing the cost of funds and thus pave way to improve its profitability.

In view of volatile market conditions, your Directors feel that it is not an opportune time to bring Rights Issue and as such, for the time being, it is being deferred.

4. RESERVES :

During the year under review, the Company has transferred from the Profit to Reserves:

(i) Special Reserve Rs.7 lacs in terms of RBI (Amendment Ordinance, 1997 effective from 09th January, 1997 and

(ii) General Reserve Rs.1lac, leaving a balance of Rs.26.61 lacs in Profit & Loss A/c.

5. RBI'S GUIDELINES TO NON BANKING FINANCE COMPANIES (NBFCs) ON PRUDENTIAL NORMS & CREDIT RATING

Your Directors are happy to inform that the Company has followed and complied with RBI guidelines and as against minimum requirement of 12%, the Company's Capital Adequacy Ratio is 21.35%

M/s. CARE Limited has downgraded the Company's rating from BBB to BB+ which denotes the Company's Public Deposits to offer inadequate safety for timely servicing of debt obligations and carry high credit risk. The main reasons for the downgrade is attributed by M/s. CARE to be the global recession, the margin in the business of the Company is less in the competing market of commercial vehicle financing and sluggish demand in transport sector.

6. DIRECTORATE :

Shri Rajiv Gupta and Shri Arun Mitter retire by rotation and are eligible for reappointment as Director of the Company. Mr. M K Madan was appointed as a Director to fill in the casual vacancy caused by the resignation of Director Mr. Bipin B Bhavsar. Consequent upon his resignation, as Director, he ceases to be Executive Director & Company Secretary. The Board appreciates the services rendered by him during the tenure of his Directorship.

7. DIRECTORS' RESPONSIBILITY STATEMENT :

As required by sub-section (2AA) of section 217 of the Companies Act, 1956, Directors state:

i. That the preparation of the annual accounts, the applicable accounting standards have been followed

66th Annual Report 2008 - 2009

along with proper explanation relating to material departure.

- ii. That the Directors have selected such accounting policies and applied them consistently and made judgments 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. That the Directors have taken proper and sufficient care of the maintenance of adequate accounting records in accordance with the provision of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv. That the annual accounts have been prepared on a going concern basis.

8. DEPOSITS :

The Reserve Bank of India has directed the Company for reducing the level of public deposits vide their letter no DNBS.MRO.No.2893/2.13.001/2008-09 dated April 9, 2009 on account of the rating downgrade by M/s.CARE. As at 31st March, 2009. However, the Company has already submitted its representation to the RBI for a favourable re-consideration. Fixed Deposits and Cumulative Time Loan Receipts including interest accumulations are Rs. 5,195.90 lacs against which Receipts numbering 519 and totaling to Rs. 88.84 lacs maturing for payment remained unclaimed. The Company has intimated the Depositors about maturity of deposits. The Company has complied with the liquidity requirements as per directives of the Reserve Bank of India.

9. AUDITORS REPORT :

Regarding the qualifications by the Auditors, these are dealt with in Notes in Schedule 'R' being Notes forming part of the Accounts which may be taken as our explanation under Section 217(3) of the Companies Act, 1956.

10. AUDITORS :

M/s Sharp & Tannan, Chartered Accountants, Auditors of the Company retire at this Annual General Meeting and have intimated their eligibility of reappointment.

11. DEMATERIALISATION OF SHARES :

The Company's Shares are in demat form since 30th August, 2001, Following are the details of the shares dematerialized on N S D L and C D S L Depositories.

Financial year	No. of Shares		Total shares demated During the period	% age	Cumulative total	
	N S D L	C D S L			No of Shares	%
2006-2007	1,66,347	2,78,754	4,45,101	9.31	46,32,010	92.64
2007-2008	20,461	1,114	21 575	0.43	46,53,585	93.07
2008-2009	5,650	4,150	9,800	0.20	46,63,385	93.27

12. PERSONNEL :

The Company has no personnel for providing particulars as required under Section 217(2A) of the Companies Act.1956 read with Companies (Particulars of Employees) Rules, 1975.

13. CORPORATE GOVERNANCE :

As per clause 49 of listing Agreement of Bombay Stock Exchange. The Company has followed the policy and the same is separately annexed hereto along with audited certificate thereon.

14. GENERAL :

Your Directors would like to record their appreciation of the services rendered by the members of the staff at all levels. They also like to express their gratefulness to the Company's bankers, Depositors and Shareholders, Automobile Dealers, Manufactures and Clients for their co-operation and also for the confidence reposed in the Company.

For and on behalf of the Board of Directors
For **JAYABHARAT CREDIT LIMITED**

RAJIV GUPTA
Chairman

New Delhi, 16th June, 2009

unction.com



JAYABHARAT CREDIT LIMITED

AUDITORS' REPORT

We have audited the attached Balance Sheet of Jayabharat Credit Limited as at 31st March, 2009, the Profit and Loss Account and the Cash Flow Statement for the year ended on that date, annexed thereto. 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.

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.

In accordance with the provisions of Section 227 of the Companies Act 1956, we report that:

1. As required by the Companies (Auditor's Report) Order, 2003 and as amended by the Companies (Auditor's Report) (Amendment) Order, 2004 ('the Order') issued by the Central Government of India in terms of Section 227(4A) of the Companies Act, 1956, we enclose in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the said Order.
2. Further to our comments in the Annexure referred to 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, the Profit and Loss Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (d) in our opinion, the Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this report comply with the accounting standards referred to in Section 211(3C) of the Companies Act, 1956;
 - (e) on the basis of the written representations received from directors of the Company as at 31st March, 2009 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2009 from being appointed as a director in terms of Section 274 (1)(g) of the Companies Act, 1956; and
 - (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 the Significant Accounting Policies in Schedule 'Q' and the Notes

on Accounts in Schedule 'R' appearing thereon, give the information required by the Companies Act, 1956, 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, 2009;
- (ii) in the case of the Profit and Loss Account, of the profit for the year ended on that date; and
- (iii) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

SHARP & TANNAN
Chartered Accountants
by the hand of

MILIND P. PHADKE
Partner
Membership No. 33013

Mumbai, 16th June, 2009

66th Annual Report 2008 - 2009

ANNEXURE TO THE AUDITORS' REPORT

(Annexure referred to in paragraph 1 of the Auditors' Report)

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) As explained to us, all the fixed assets have been physically verified by the management at reasonable intervals. No material discrepancies were noticed on such verification.
- (c) The Company has not disposed off any substantial part of its fixed assets during the year so as to affect its going concern status.
2. The Company is a Non-Banking Finance Company and does not hold any inventories. Accordingly, reporting on paragraph 4 (ii) (a), (b) and (c) of the Order is not applicable.
3. (a) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956. Accordingly reporting under paragraph 4 (iii) (b), (c) and (d) of the Order is not applicable to the Company.
- (b) According to the information and explanations given to us, Company has not taken any loans, secured or unsecured, from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956. Accordingly reporting under paragraph 4 (iii) (f) and (g) of the Order is not applicable to the Company.
4. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of fixed assets and for services rendered. We have neither come across nor have been informed of any continuing failure to correct major weaknesses in internal control system.
5. According to the information and explanations given to us, there are no contracts or arrangements that need to be entered in to the register maintained under Section 301 of Companies Act, 1956. Accordingly, reporting under Paragraph 4 (v) (b) of the Order is not applicable.
6. In our opinion, and according to the information and explanations given to us, the Company has complied with the directives issued by the Reserve Bank of India and the provisions of Section 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and the Companies (Acceptance of deposits) Rules, 1975 with regard to the deposits accepted from public, where applicable. No order has been passed by Company Law Board or National Company Law Tribunal or any court or any Tribunal except for an order by Reserve Bank of India for which the Company is complying there requirements stated in the said order. The Company has made submission to Reserve Bank of India for relaxations for some of the requirements of the order. The reply from Reserve Bank of India is awaited.
7. The Company is having an internal audit system commensurate with its size and the nature of its business.
8. According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 209 (1) (d) of the Companies Act, 1956.
9. (a) According to the information and explanations given to us, the Company is regular in depositing undisputed statutory dues including provident fund, investor education and protection fund, income tax, sales tax, service tax, cess and other statutory dues with the appropriate authorities. According to the information and explanations given to us, there are no undisputed provident fund, investor education and protection fund, income tax, sales tax, service tax, cess and other statutory dues outstanding as at 31st March, 2009 for a period of more than six months

from the date they became payable.

- (b) According to the information and explanations given to us, there are no dues of income tax, service tax, and cess which have not been deposited with the appropriate authorities on account of any dispute except with respect to disputed sales tax dues under appeal at various stages, details of which are as under:

Particulars	Amount	Forum where dispute is pending
Delhi Sales Tax	Rs.21,40,154/-	The Appellate Tribunal

10. The Company has no accumulated losses as at 31st March, 2009 and it has not incurred cash losses in the financial year and also in the immediately preceding financial year.
11. According to the information and explanations given to us, the Company has not defaulted in repayment of dues to banks as at Balance Sheet date. The Company has not issued any debentures.
12. Based on our examination of documents and records, we are of the opinion that the company has maintained adequate records where the loans and advances are granted on the basis of security by way of pledge of shares, debentures and other securities.
13. The provisions of any special statute applicable to chit fund/nidhi/mutual benefit fund/societies are not applicable to the Company. Accordingly, reporting under paragraph 4(xiii) of the Order is not applicable.
14. The Company is dealing and trading in shares, securities, debentures and other investments. The Company has maintained proper records of the transactions and contracts and timely entries have been made therein and the shares, securities, debentures and other securities have been held by the Company, in its own name.
15. The Company had given a guarantee for housing loans taken by an employee from a financial institution (since released) the terms and conditions whereof were not prejudicial to the interest of the company.
16. The Company has not raised any term loan during the year. Accordingly, reporting under paragraph 4(xvi) of the Order is not applicable.
17. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we report that there are no funds raised on short-term basis which are used for long-term investments. No long-term funds have been used to finance short-term assets except permanent working capital.
18. The Company has not made any preferential allotment of shares during the year to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956.
19. The Company has not issued any debentures during the year. There were no outstanding debentures as of the year end. Accordingly, reporting under paragraph 4 (xix) of the Order is not applicable.
20. The Company has not raised any money by public issues during the year. Accordingly, reporting under paragraph 4 (xx) of the Order is not applicable.
21. During the course of our examination of the books and records of the Company, carried out in accordance with generally accepted auditing practices in India, and according to information and explanations given to us, we have neither come across any fraud on or by the Company noticed or reported during the year, nor have we been informed of such case by management.

SHARP & TANNAN
Chartered Accountants

by the hand of
MILIND P. PHADKE
Partner
Membership No.33013

Mumbai, 16th June, 2009



JAYABHARAT CREDIT LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2009

	Schedule	Rupees	As at 31st Mar, 2009 Rupees	As at 31st Mar, 2008 Rupees
I SOURCES OF FUNDS				
SHAREHOLDERS' FUNDS				
Share Capital	'A'	5,00,00,000		5,00,00,000
Reserves and Surplus	'B'	<u>13,09,09,850</u>	18,09,09,850	<u>12,74,49,070</u>
				17,74,49,070
LOAN FUNDS:				
Secured Loans	'C'	21,74,05,810		25,34,01,816
Unsecured Loans	'D'	<u>48,61,20,501</u>	70,35,26,311	<u>47,04,42,000</u>
				72,38,43,816
Deferred tax liabilities (refer note 11 of Schedule R)			6,97,837	5,40,932
Total			<u>88,51,33,998</u>	<u>90,18,33,818</u>
II APPLICATION OF FUNDS				
Fixed Assets	'E'			
Gross Block of Assets :		5,46,87,804		5,58,05,723
Less : Depreciation		<u>2,27,60,885</u>		<u>2,09,92,296</u>
Net block		3,19,26,919		3,48,13,427
Add : Capital work-in-progress		<u>2,31,000</u>	3,21,57,919	<u>81,000</u>
				3,48,94,427
Investments	'F'		8,01,00,731	7,75,36,129
Current Assets, Loans and Advances				
Sundry Debtors	'G'	3,49,36,093		2,93,60,303
Cash and Bank Balances	'H'	98,30,691		58,36,442
Other Current Assets	'I'	18,60,128		26,26,947
Loans and Advances	'J'	<u>86,62,51,992</u>		<u>93,99,55,870</u>
		91,28,78,904		97,77,79,562
Less : Current Liabilities and Provisions				
Liabilities	'K'	11,25,31,483		15,89,36,457
Provisions	'L'	<u>2,74,72,073</u>		<u>2,94,39,843</u>
		14,00,03,556		18,83,76,300
Net Current Assets			<u>77,28,75,348</u>	<u>78,94,03,262</u>
Total			<u>88,51,33,998</u>	<u>90,18,33,818</u>
Significant Accounting Policies	'Q'			
Notes on Accounts	'R'			

As per our report attached

SHARP & TANNAN

Chartered Accountants

by the hand of

MILIND P. PHADKE

Partner

(Membership No.- 33013)

M. K. MADAN
Director

Mumbai, 16th June, 2009

For and on behalf of the Board

RAJIV GUPTA

Chairman

SHARAD SANGHI

Director

ARUN MITTER

Director

New Delhi, 16th June, 2009

66th Annual Report 2008 - 2009

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

	Schedule	Rupees	Year ended 31st March, 2009 Rupees	Year ended 31st March, 2008 Rupees
INCOME				
Income from asset financing			10,30,42,911	10,09,48,683
Recovery of N.P.A /bad debts written-off			39,11,672	5,42,111
Other operational income	'M'		86,30,209	98,66,299
Other income	'N'		3,62,494	1,23,02,304
Total Income			<u>11,59,47,286</u>	<u>12,36,59,397</u>
EXPENDITURE				
Payments to and Provisions for Employees	'O'		1,04,48,528	95,26,781
Other Expenditure	'P'		1,39,55,325	1,48,72,881
Interest : Fixed deposits		5,09,59,847		4,76,50,590
: Others		<u>3,21,57,406</u>		<u>2,81,57,790</u>
			8,31,17,253	7,58,08,380
Depreciation			24,87,951	28,07,401
Bad debts written-off and Charge for NPA			1,20,544	2,44,676
Total Expenditure			<u>11,01,29,601</u>	<u>10,32,60,119</u>
Profit before taxes			58,17,685	2,03,99,278
Provision for taxation				
Current tax			21,00,000	30,00,000
Deferred tax charge / (credit)			1,56,905	15,15,658
(refer note 11 of Schedule R)				
Fringe benefit tax			1,00,000	1,00,000
			<u>23,56,905</u>	<u>46,15,658</u>
Profit after taxes			34,60,780	1,57,83,620
Balance brought forward			3,16,84,886	2,41,81,066
AMOUNT AVAILABLE FOR APPROPRIATION			<u>3,51,45,666</u>	<u>3,99,64,686</u>
Appropriations:				
Transfer to Reserve u/s 45-IC of RBI Act, 1934			7,00,000	32,00,000
General Reserve			1,00,000	4,00,000
Proposed dividend			-	40,00,000
Tax on proposed dividend			-	6,79,800
Balance carried to Balance Sheet			3,43,45,666	3,16,84,886
Total			<u>3,51,45,666</u>	<u>3,99,64,686</u>
Earnings Per Share (Basic and Diluted)			0.69	3.16
Nominal value of shares			10.00	10.00
(refer note 10 of Schedule R)				
Significant Accounting Policies	'Q'			
Notes on Accounts	'R'			

As per our report attached

SHARP & TANNAN

Chartered Accountants

by the hand of

MILIND P. PHADKE

Partner

(Membership No.- 33013)

M. K. MADAN

Director

Mumbai, 16th June, 2009

For and on behalf of the Board

RAJIV GUPTA

Chairman

SHARAD SANGHI

Director

ARUN MITTER

Director

New Delhi, 16th June, 2009