

**10th
Annual Report**
Reg No. 08/17422

2004-05



KMF BUILDERS AND DEVELOPERS LIMITED
REGD. OFFICE : ROYAL MANOR,
NO. 18/2, 6TH CROSS, KODIHALLI,
BANGALORE - 560 008.

M/S. KMF BUILDERS AND DEVELOPERS LIMITED

REGD.OFFICE: ROYAL MANOR, No.18/2, 6TH CROSS, KODIHALLI,
BANGALORE - 560 008.

- 1) DIRECTORS** :
- 1) SRI. S.K. CHADHA
 - 2) SRI. MALIK PRADEEP KUMAR
 - 3) SMT. SNEHALATA
- 2) AUDITORS** :
- M/S. B. SREENIVASA & CO.,
CHARTERED ACCOUNTANTS,
#2/2, 4TH MAIN, N.T.PET,
BANGALORE - 560 002.
- 3) REGISTERED OFFICE** :
- ROYAL MANOR, No.18/2,
6TH CROSS, KODIHALLI,
BANGALORE - 560 008.
- 4) CORPORATE OFFICE** :
- 1003, VIKRAM TOWERS
RAJENDRA PLACE
NEW DELHI - 110 008.

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NOTICE

NOTICE is hereby given that the Tenth Annual General Meeting of the company will be held at Royal Manor, No.18/2, 6th Cross, Kodihalli, Bangalore - 560 008, on Friday, the 30th September, 2005 at 10.00 a.m to transact the following business.

ORDINARY BUSINESS:

1. To consider and adopt the Audited Balance Sheet as at 31st March, 2005 and profit and Loss Account for the year ended on that date together with the reports of the Auditors and Directors thereon.
2. To appoint a director in the place of Sri. Malik Pradeep Kumar, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint M/s. B. Sreenivasa & Co., Chartered Accountants as Auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

Place: Bangalore
Date : 05.09.2005

On behalf of the Board
For KMF Builders and Developers Ltd

DIRECTOR

NOTES:

A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and that the proxy need not be a member of the company. The Instrument of Proxy must reach the registered office of the company duly completed not less than 48 hours before commencement of the meeting.

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DIRECTORS' REPORT

TO,

The Members of
M/s. KMF BUILDERS AND DEVELOPERS LIMITED
 Bangalore.

Your Directors are pleased to present the Tenth Annual Report together with the Audited results for the year ended 31st March ,2005

FINANCIAL RESULTS:

Sales/Income	Rs. 397.43 Lacs
Net Profit Before Taxes	Rs. -14.59 Lacs
Income Tax - Earlier Year	Rs. 0.04 Lacs
Deferred Taxation	Rs. 1.06 Lacs
Net Profit After Taxes	Rs. -15.69 Lacs

DIVIDENDS:

Your Directors regret their inability to recommend any dividend on equity shares for the year in view of the loss suffered for the year.

ACCEPTANCE OF DEPOSITS:

During the year under review the company has neither accepted nor renewed deposits according to the provisions of Sec. 58(A) of the Companies Act, 1956, outstanding fixed deposits at the year end is Nil.

DIRECTORS:

Sri. Malik Pradeep Kumar, who retires by rotation and being eligible offered himself for re-appointment.

AUDITORS:

Your Company's Auditors M/S. B Sreenivasa & Co., Chartered Accountants, Bangalore, retire at the ensuing Annual General Meeting, and are eligible for re-appointment.

STATUTORY INFORMATION :

- a) Conservation of energy and technology absorption :
 Your company has taken due care and importance to the conservation and improvement of the environment

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b) Particulars of Employees:

The information required u/s 217(2A) of the Companies Act, 1956, read with companies (Particulars of employees) rules 1975 is not applicable in view that no employee was in receipt of remuneration exceeding the limits prescribed under the said section during the year under review.

c) During the Year the company had not earned nor spent any foreign currency.

DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant to the requirements U/s 217(2AA) of the Companies Act, 1956 with respect to directors responsibility Statement, it is hereby confirmed:

- a. That in the preparation of the accounts of the financial year ended 31st March, 2005 the applicable accounting standard have been followed along with proper explanation relating to material departures, if any;
- b. Directors have selected the 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 company at the end of the year and the profit and loss account of the company for that period;
- c. 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 your Company and for preventing and detecting fraud and other irregularities;
- d. Directors have prepared the accounts for the financial year ended 31st March, 2005 on going concern basis.

ACKNOWLEDGEMENT :

Your Directors would like to place on record their deep appreciation for co-operation and whole hearted support received from Company's Bankers, Advisors, Consultants, Government Authorities and Members. Your Directors also wish to express their appreciation for the dedicated service rendered by the staff of the Company.

For and on behalf of the Board
For KMF Builders and Developers Ltd

Chairman

Place : Bangalore
Date : 05.09.2005

AUDITORS' REPORT

To,

The Members of

M/s. KMF BUILDERS & DEVELOPERS LTD.,

Bangalore.

1. We have audited the attached Balance Sheet of M/s. KMF BUILDERS & DEVELOPERS LTD., as on 31st March, 2005 and the Profit and Loss Account of the Company for the year ended as on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express our 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 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 (Auditors Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of Section 227 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.
4. Further to our comments in the Annexure referred to in Paragraph 1 above:
 - a) We have obtained all the information and explanations to the best of our knowledge and belief that were necessary for the purpose of our audit.
 - b) In our opinion, proper books of account as required by law have been kept

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by the Company so far as it appears from our examination of the books of the company.

- c) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account of the Company.
- d) In our opinion, the Profit and Loss Account and Balance Sheet comply with the Accounting standard referred to in sub-section (3c) of Section 211 of the Companies Act, 1956. Except as mentioned in Note No. 8 of Schedule No. 18 in respect of deferred taxes.
- e) As per the information furnished to us, none of the directors of the company is disqualified from being appointed as a director under clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- f) In our opinion and to the best of our information and according to the explanations given to us, the accounts together with the notes, thereto, 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 Balance Sheet, of the State of Affairs of the Company as on 31st March, 2005, and
 - ii) In the case of Profit and Loss Account, of the **LOSS** for the year ended on that date.

For **B SREENIVASA & CO**
CHARTERED ACCOUNTANTS

BSREENIVASASETTY
PROPRIETOR

PLACE: BANGALORE

DATED:05.09.2005