

KOVALAM INVESTMENT AND TRADING COMPANY LIMITED**PREMISES: OSWAL WOOLLEN MILLS LTD, G.T. ROAD, SHERPUR, LUDHIANA****BALANCE SHEET AS AT 31.03.2011**

PARTICULARS	SCHEDULE	AMOUNT (RS.)	
		AS AT 31.03.2011	AS AT 31.03.2010
<u>SOURCES OF FUNDS</u>			
<u>Shareholder's Funds</u>			
Share Capital	I	17,062,100.00	17,062,100.00
Reserves & Surplus	II	135,159,919.97	123,082,980.25
TOTAL : -		<u>152,222,019.97</u>	<u>140,145,080.25</u>
<u>APPLICATION OF FUNDS</u>			
<u>Fixed Assets (At Cost)</u>			
Gross Block	III	14,627,865.00	14,627,865.00
Less: Depreciation		<u>563,725.00</u>	<u>194,388.00</u>
		14,064,140.00	14,433,477.00
Investments	IV	91,422,135.01	94,827,790.44
<u>CURRENT ASSETS, LOANS & ADVANCES</u>			
<u>(Unsecured Considered Good)</u>			
Current Assets	V	1,701,536.16	1,112,415.33
Loans & Advances	VI	48,886,886.80	32,818,438.48
	TOTAL: A	<u>50,588,422.96</u>	<u>33,930,853.81</u>
LESS:			
<u>CURRENT LIABILITIES & PROVISIONS</u>			
Current Liabilities	VII	13,652.00	9,376.00
Provisions	VIII	4,459,610.00	3,773,361.00
	TOTAL: B	<u>4,473,262.00</u>	<u>3,782,737.00</u>
NET CURRENT ASSETS (A -B)		46,115,160.96	30,148,116.81
Deferred Tax Asset (Net)		<u>620,584.00</u>	<u>735,696.00</u>
TOTAL: -		<u>152,222,019.97</u>	<u>140,145,080.25</u>

NOTES ON ACCOUNTS

"SUBJECT TO OUR SEPARATE
REPORT OF EVEN DATE"

FOR GUPTA VIGG & CO

Chartered Accountants

(VINOD KHANNA)

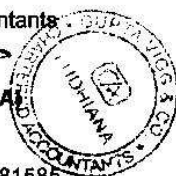
PARTNER

Membership No. 81585

FRN: 01393N

PLACE : LUDHIANA

DATED: 22.06.2011

**FOR KOVALAM INVESTMENT AND TRADING CO LTD**

(SAT PAUL NIJHAWAN)

DIRECTOR

(GAGNISH BHALLA)

DIRECTOR

KOVALAM INVESTMENT AND TRADING COMPANY LIMITED
PREMISES: OSWAL WOOLLEN MILLS LTD, G.T. ROAD, SHERPUR, LUDHIANA

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2011

PARTICULARS	CURRENT YEAR AMOUNT (RS.)	PREVIOUS YEAR AMOUNT (RS.)
<u>INCOME</u>		
<u>INTEREST</u> (Tax Deducted at Sources Rs. 3,60,495/- Previous year Rs.1,63,695/-)	3,604,954.00	1,636,948.00
<u>DIVIDEND INCOME</u>		
On Trade Investments	560,390.50	588,863.50
On Other Investments	2,071,235.20	3,654,119.97
<u>BROKERAGE INCOME</u>		
(Tax Deducted at Sources Rs.68,836/- Previous Year - Rs.8,505/-)	10,334,699.95	9,502,580.67
<u>MISC. INCOME</u> (Tax Deducted at Sources Rs. NIL Previous Year Rs. 400/-)	0.00	18,132.37
Long Term Capital Gain	769,655.48	1,494,075.01
Short Term Capital Gain	1,006,919.90	
Income from Trading	16,698.41	24,500.89
	<u>18,364,553.44</u>	<u>16,919,220.41</u>
<u>EXPENDITURE</u>		
Long Term Capital Loss	1,035,714.39	0.00
Short Term Capital Loss	70,581.15	259,626.96
Printing & Stationery	2,308.00	1,750.00
Rate, Fee & Taxes	1,500.00	1,500.00
Bank Charges	18,427.28	974.00
Salary	66,000.00	66,000.00
Listing Fees	11,030.00	11,030.00
Postage & Telegram Charges	4,835.00	4,607.00
Legal & Professional	66,582.00	79,581.00
Electricity Expenses	9,400.00	5,380.00
Misc. Expenses	691.80	721.80
PMS Pool Expenses	0.00	993.00
S.T.T. Paid	31,988.05	56,917.37
S.T.T. (Trading)	98.05	290.30
Depreciation	369,337.00	194,388.00
<u>AUDITOR'S REMUNERATION</u>		
Audit Fee	8,824.00	7,170.00
Tax Audit Fee	2,758.00	2,206.00
Certification Charges	442.00	442.00
	<u>1,700,516.72</u>	<u>693,577.43</u>
PROFIT BEFORE TAX	16,664,036.72	16,225,642.98
Provision for Taxation	(4,459,610.00)	(3,773,361.00)
Income Tax Liabilities of Earlier Year	(12,375.00)	0.00
Deferred Tax Liability /Assets	(115,112.00)	40,112.00
PROFIT AFTER TAX	12,076,939.72	12,492,393.98
Balance B/F from Last Account	4,993,393.98	0.00
BALANCE AVAILABLE FOR APPROPRIATION	<u>17,070,333.70</u>	<u>12,492,393.98</u>
<u>APPROPRIATION</u>		
General Reserve	9,000,000.00	5,000,000.00
Statutory Reserve Fund	2,420,000.00	2,499,000.00
Balance carried over to Balance Sheet	5,650,333.70	4,993,393.98
	<u>17,070,333.70</u>	<u>12,492,393.98</u>
Earning Per Share (Value of Rs. 10/- Each) (Basic & Diluted)	7.08	7.32

Subject to our Separate report of even date
for GUPTA VIGG & CO.

CHARTERED ACCOUNTANTS

Vinod Khanna
(VINOD KHANNA)

PARTNER

Membership No. 81585

FRN: 01393N

PLACE : LUDHIANA

DATED : 22.06.2011

FOR KOVALAM INVESTMENT AND TRADING CO LTD

Sat Paul Nijhawan
(SAT PAUL NIJHAWAN)
DIRECTOR

Aganish Bhalla
(AGANISH BHALLA)
DIRECTOR

KOVALAM INVESTMENT AND TRADING COMPANY LIMITED
PREMISES: OSWAL WOOLLEN MILLS LTD. G.T. ROAD, SHERPUR, LUDHIANA

SCHEDULES ATTACHED TO AND FORMING PART OF
THE BALANCE SHEET AS ON 31.03.2011

PARTICULARS	AMOUNT (RS.)	
	AS AT 31.03.2011	AS AT 31.03.2010
<u>SCHEDULE-I</u>		
<u>SHARE CAPITAL</u>		
<u>Authorised</u>		
2000000 -Equity Shares of Rs.10/- each.		
(Previous Year Same)	20,000,000.00	20,000,000.00
	<u>20,000,000.00</u>	<u>20,000,000.00</u>
<u>ISSUED, SUBSCRIBED & PAID UP</u>		
1706210 Equity Shares of Rs.10/- each		
fully paid up (Previous Year Same)	17,062,100.00	17,062,100.00
	<u>17,062,100.00</u>	<u>17,062,100.00</u>
<u>SCHEDULE-II</u>		
<u>RESERVE & SURPLUS</u>		
<u>GENERAL RESERVE</u>		
Balance as per Last Account	93,354,586.27	88,354,586.27
Add: Transferred from P&L Appropriation	<u>9,000,000.00</u>	<u>5,000,000.00</u>
	102,354,586.27	93,354,586.27
<u>CAPITAL RESERVES</u>		
Balance as per Last Account	963,000.00	963,000.00
<u>STATUTORY RESERVE FUND</u>		
Balance as per Last Account	23,772,000.00	21,273,000.00
Add: Transferred from P&L Appropriation	<u>2,420,000.00</u>	<u>2,499,000.00</u>
	26,192,000.00	23,772,000.00
SURPLUS IN PROFIT & LOSS ACCOUNT	<u>5,650,333.70</u>	<u>4,993,393.98</u>
	<u>135,159,919.97</u>	<u>123,082,980.25</u>

KOVALAM INVESTMENT AND TRADING CO LTD

REGD. OFFICE: PREMISES OSWAL WOOLLEN MILLS LTD, G.T. ROAD, SHERPUR, LUDHIANA

SCHEDULES -III OF FIXED ASSETS AS ON 31-03-2011

(Amount in Rs.)

NAME OF ASSETS	G R O S S B L O C K			D E P R E C I A T I O N					N E T B L O C K		
	AS AT 01.04.2010	ADDITIONS DURING THE YEAR	SALES/ADJT DURING THE YEAR	AS AT 31.03.2010	UPTO 31.03.2010	RATE 180 DAYS	MORE THAN 180 DAYS	LESS THAN 180 DAYS	UPTO 31.03.2011	AS AT 31.03.2011	AS AT 31.03.2010
LAND	10,740,104	0	0	10,740,104	0	0	0	0	0	10,740,104	10,740,104
BUILDING	3,887,761	0	0	3,887,761	194,388	10%	369,337	0	563,725	3,324,036	3,693,373
TOTAL:- PREVIOUS YEAR FIGURES	14,627,865	0	0	14,627,865	194,388		369,337	194,388	563,725	14,064,140	14,433,477
	0	14,627,865	0	14,627,865	0	10%	0	194,388	194,388	14,433,477	0