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Attendance Slip/Proxy Form

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that 18th (eighteenth) Annual General Meeting (AGM) of the Members of **Lakshmi Energy and Foods Limited** will be held on **Friday, March 27, 2009 at 11.00 A.M. at Chandigarh Club, Sector 1, Chandigarh**, to transact the following business:

Ordinary Business:

1. To receive, consider and adopt the Accounts of the company and the Profit and Loss Account of the company for the period from 1st April, 2007 to 30th September, 2008, the Audited Balance Sheet of the company as at 30th September, 2008 together with the Reports of the Auditors and Directors thereon.
2. To declare a dividend on equity shares for the financial year ended 30th September, 2008.
3. To appoint a director in place of Mr. Sanjeev Sood who retires by rotation and, being eligible, offers himself for re-appointment.
4. To appoint a director in place of Ms. Vijay Luxmi who retires by rotation and, being eligible, offers herself for re-appointment.
5. To appoint a director in place of Mr. Amarjit Singh who retires by rotation and, being eligible, offers himself for re-appointment.
6. To appoint M/s. S. Kumar Gupta & Associates, Chartered Accountants, Chandigarh, as the statutory auditors of the company to hold office from the conclusion of this meeting until the conclusion of the next annual general meeting and to authorize the board of directors of the company to fix their remuneration.

To consider and, if thought fit, to pass with or without modification (s), the following as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to Section 224 and other applicable provisions of the Companies Act, 1956, M/s. S. Kumar Gupta & Associates, Chartered Accountants, Chandigarh, the retiring statutory auditors of the company, having offered themselves for re-appointment, be and are hereby re-appointed as the statutory auditors of the company to hold office from the conclusion of ensuing Annual General Meeting until the conclusion of the next Annual General Meeting of the company to conduct the audit at a remuneration to be fixed by the board of directors of the company and re-imbursment of the out-of-pocket expenses incurred in connection with the audit."

Special Business:

7. Re-appointment of Mr. Balbir Singh Uppal as Managing Director of the Company

To consider and, if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to the provisions of section 198, 269, 309, 317 and Schedule XIII of the Companies Act, 1956, and other applicable provisions, if any, including any statutory modifications or re-enactment thereof, and subject to the provisions of Memorandum and Articles of Association of the Company and subject to such approvals and sanctions, as may be required, Mr. Balbir Singh Uppal be and is hereby re-appointed as the Managing Director of the Company, for a period of 5 years with effect from 1st September, 2009 on the terms and conditions mentioned below:

- i. Gross monthly remuneration not exceeding Rs. 10,00,000 (Rupees ten lacs only) whether paid as salary, allowance(s), perquisites or a combination thereof; and
- ii. Commission not exceeding @ 5% of the net profit of the Company calculated in the manner provided under the provisions of the Companies Act, 1956, if any.

Provided that the following perquisites will not be included in the aforesaid remuneration:

- a. Contribution to provident fund, superannuation fund or annuity fund to the extent these either singly or put together are not taxable under the Income-tax Act, 1961;
- b. Gratuity payable at a rate not exceeding half a month's salary for each completed year of service; and
- c. Encashment of leave at the end of tenure.

Provided further that payment/re-imbursment of telephone and/or mobile phone(s) bills, conveyance, fuel expenses or other out of pocket expenses incurred in course of the official duties will not be included in the aforesaid remuneration.

Resolved further that in the event of loss, absence or inadequacy of profits, the gross monthly remuneration shall be paid as prescribed under the Companies Act, 1956.

Resolved further that the Board of Directors of the Company (including any committee/sub-committee of the Board) be and is hereby authorised to assign and delegate, from time to time, such work, duties, power and authorities to the Managing Director as it may deem fit and proper.

Resolved further that the Board of Directors and the Remuneration Committee of the Company be and are hereby severally authorised to fix such remuneration and to work out various components of the remuneration package as it may deem fit and proper within the overall limits of the remuneration as approved above.

Resolved further that the Board of Directors of the Company (including any committee/sub-committee of the Board) be and is hereby authorised to take all necessary steps to give effect to the aforesaid resolution."

By Order of the Board
For **Lakshmi Energy and Foods Limited**

Sd/-
(Ajay K. Ratra)
Company Secretary

Place: Chandigarh
Date : 28.02.2009

Notes:

- A. Appointment of Proxy:** A Member entitled to attend and vote at the annual general meeting may appoint a proxy to attend and vote on a poll instead of himself / herself and the proxy need not be a member of the company.

Proxies, in order to be effective, the proxy form must be deposited and received at the registered office of the company not less than 48 hours before the scheduled time fixed for commencement of the annual general meeting.

- B. Corporate Members:** Corporate Members intending to send their authorised representatives are requested to send a duly certified copy of the board resolution authorizing the representatives to attend and vote at the annual general meeting.
- C. Members / Proxies attending the meeting** are requested to bring their admission slips alongwith their copy of Annual Report to the annual general meeting.
- D. Queries at the AGM:** Queries proposed to be raised at the annual general meeting may be sent to the company at its registered office at least 7 (seven) days prior to the date of annual general meeting to enable the management to compile the relevant information to reply the same in the annual general meeting.
- E. Book Closure:** The Register of Members of the company and Share Transfer Books of the company shall remain closed from March 25th, 2009 to March 27th, 2009 (both days inclusive) for the purpose of the annual general meeting. Share transfer received in order by the company and / or company's registrar by 5.30 pm on March, 24th, 2009 will be processed for the payment of dividend, if declared, to the transferees or to their mandatees and the dividend, if declared, will be paid to those members entitled thereto and whose names shall appear on the Register of Members of the company, or to their mandatees, subject however, to the provisions of Section 206A of the Companies Act, 1956, or any amendment or re-enactment thereof. In respect of dematerialized shares, the dividend will be payable on the basis of beneficial ownership as on March 24th, 2009 as per details to be furnished by National Securities Depository Limited ('NSDL') and Central Depository Service (India) Limited ('CDSL') for this purpose.
- F. Members** are requested to notify any change in their address / mandate / bank details as furnished by them or by NSDL / CDSL to the company for the shares held in certificate form and in the dematerialized form, respectively immediately to the share transfer Agent of the company - M/s. Beetal Financial & Computer Services (P) Limited.
- G. Inspection of Documents:** Documents referred to in the Notice etc., are open for inspection at the registered office of the company at all working days except Saturdays between 11 A.M. and 2 P.M. up to the date of annual general meeting.

- H. **Explanatory Statement:** Explanatory Statement as required under Section 173(2) of the Companies Act, 1956, in respect of Special Business under Item No. 7 is enclosed herewith.
- I. The details pertaining to the directors being appointed and / or reappointed required to be provided pursuant to Clause 49 of the listing agreement with the stock exchanges are furnished in the statement on Corporate Governance, which is enclosed with the Directors' Report.

Explanatory Statement pursuant to section 173(2) of the Companies Act, 1956.

Annexed to the Notice convening the 18th (eighteenth) Annual General Meeting.

Item No. 7

Mr. Balbir Singh Uppal was Chairman cum Managing Director of the Company since its incorporation and under his able leadership and guidance, the company had performed exceedingly well over the years. The term of Mr. Balbir Singh Uppal as Managing Director expires on 31st August, 2009. Keeping in view his past record, it is proposed to re-appoint Mr. Balbir Singh Uppal as the Managing Director of the Company on the terms and conditions as set out in the resolution at item no.7. Mr. Balbir Singh Uppal upon reappointment as Managing Director shall continue to hold office of the Chairman and Managing Director.

The Board of Directors and the Remuneration Committee have already approved the re-appointment of Mr. Balbir Singh Uppal as Managing Director for next five years w.e.f 1st September 2009. The members' approval is required by way of an ordinary resolution in this regard. This explanatory statement together with the accompanying notice is to be treated as relevant abstracts of the terms under Section 302 of the Companies Act, 1956.

The Board of Directors of your company recommend passing of the aforesaid Ordinary Resolution at Item No.7

Memorandum of concern/interest:

Mr. Balbir Singh Uppal and Mr. Janak Raj Singh are deemed to be interested and concerned in the proposed resolution.

By Order of the Board
For **Lakshmi Energy and Foods Limited**

Sd/-
(**Ajay K. Ratra**)
Company Secretary

Place: Chandigarh
Date : 28.02.2009

DIRECTORS' REPORT

Dear Members

Your directors have the pleasure in presenting and submitting the 18th Annual Report of your company together with the Audited Annual Accounts for the financial year ended September 30, 2008.

Indian Economy, Business opportunities and the Socio Economic Environment

India sustained its pre-eminent position as one of the fastest growing economies in the world in 2007-08. Despite the relative deceleration in several sectors, real GDP notched an impressive growth of 9%, as per revised estimates of the Central Statistical Organization India joined the ranks of the trillion dollars economies in the world, giving us yet another moment of national pride. The Indian growth rate declined in line with the meltdown of major global economies, such as US and European. The declining trend continues till now. However, the fiscal stimulus packages announced by the Central Government involving additional public spending/infrastructure spending together with cuts in indirect taxes would have positive impact in coming periods.

The revised estimates of the year 2007-08 indicate that the agriculture sector has grown by a handsome 4.5%. While higher support prices and closely directed extension services which have been the primary growth drivers, the challenge of sustaining such a growth level calls for focused attention to the sector, backed by substantial investments. Already there have been some visible signs of deceleration in the sector.

Domestic demand in the above referred period continued to fuel economic growth, driven by investment demand, the fastest growing component. Strong private sector investment, buoyed by surging capital inflows, easier bank credit and reinvestment of profits, resulted in strengthening the build up of Gross Fixed Capital Formation, an important pre-requisite for sustaining high rates of economic growth. Private consumption grew by 8.3%, supported by a steady growth in real wages and remittances. In the current year, this is showing a strong trickle down movement.

During the early part of the year, the capital market overall did well despite some volatility which was to be followed by sharp decline, unprecedented in nature. The Rupee proved to be a sturdy and reliable currency initially which also slipped on account of heavy withdrawals by FIIs. Foreign exchange reserves remained volatile amidst the backdrop of global volatility and incipient signs of a global slowdown.

A major concern during the year has been the sustained high inflationary trends. The Government initiated several policy measures to improve the supply side and ease the pressure on consumers and industry. Measures such as the duty free import of wheat and pulses, ban on the export of non-basmati rice, reduction or withdrawal of import duties on cement, steel and non-ferrous metals and prohibition of futures trading in certain commodities were implemented. Natural fallout of the inflationary spiral has been a gradual erosion of consumer spends. Additionally, RBI's interventions on policy rates and liquidity, while justified in the current context, have however had an adverse impact on growth in rate-sensitive sectors. Lately inflation has come in control as measure of Government and RBI started bearing fruits and has already come down under 4% level.

Currently, agriculture contributes only 17.8% of GDP, despite engaging 52% of the total workforce. Structural weaknesses stemming from small land holdings, low productivity, falling levels of public investment and steady deterioration in public institutions that provide credit, inputs, research and extension services have resulted in this sector performing far below its potential. The green revolution that transformed productivity is well behind us now and it is time that a new movement is unleashed to usher in the next wave of agricultural development. Rural India remains poor and the gap between urban and rural incomes is unfortunately widening with faster growth in urban-centric industries and the services sector.

The challenge of delivering stronger agricultural growth to boost the rural economy, reinforce food security and secure inclusiveness demands a multi-pronged approach to:

- (a) Promote Public-Private and People Partnerships in rural India to enhance productivity, strengthen market linkages and create additional income avenues through efficient non-farm livelihoods;
- (b) Enable consolidation of fragmented rural land parcels to permit the deployment of technology for improving agricultural productivity, given the future scenario of fewer people being dependent on agriculture as the single source of livelihood;
- (c) Rapidly scale up rural infrastructure to eliminate wastages, ensure last mile connectivity and build efficiencies for adding value to agricultural produce;
- (d) Promote engagement in rural services which can be employment intensive and remunerative;
- (e) Facilitate R&D in agriculture and life sciences to support better horticultural and agricultural practices;

Financial Highlights of the Company

(Amount in Rs. Million)

Particulars	Financial Year	
	2007-2008	2006-2007
	1 st April, 2007 to 30 th September, 2008	1 st April, 2006 to 31 st March' 07
Sales	15401.93	6962.66
Other Income	28.21	21.01
Total Income	15430.14	6983.67
Profit before Interest, Depreciation and Tax	3222.56	1188.17
Financial Expenses	487.97	45.02
Depreciation	335.02	121.94
Profit before tax	2399.57	1021.21
Provision for tax		
- Income tax	271.87	152.77
- Fringe benefit tax	1.93	0.85
Deferred Tax Liabilities	527.99	264.28
Profit after tax	1597.78	603.31
Add: Excess Provisions of tax in earlier years	0.28	0.00
Add: Balance of Profit brought forward	1158.53	674.21
Profit available for appropriation	2756.59	1277.52
Appropriations		
Final Dividend paid for 2005-06	-	22.87
Interim Dividend for 2006-07	-	28.58
Dividend Tax Paid	-	7.22
Provision for Dividend (inclusive of tax)	35.54	-
Transfer to General Reserve	159.78	60.33
Balance carried to Balance Sheet	2561.27	1158.53

Change in Accounting year of the company

On the request of the company, the Registrar of Companies (ROC)/ Ministry of Corporate Affairs (MCA) has granted approval vide its order dated 04-09-2008 under section 210(4) of the Companies Act, 1956 for the extension of Accounting Year of the company by 6 months. Consequently, FY 2007-08 of the company will comprise of period starting from 1st April, 2007 to 30th September, 2008 and from the next year onwards, the Accounting year of the company would be starting from 1st October to 30th September so as to have an accounting year to suit company's nature of business.

Year in Retrospect

During the period under review, Sales of the company was Rs. 15401.93 million as against Rs. 6962.66 million in the previous year. The company was able to earn a profit before tax of Rs. 2399.57 million during the current financial year as against a profit before tax of Rs. 1021.21 million in the previous year. This depicts an annualised growth of 47.47% and 56.65% in turnover and profit respectively. Also, Profit after tax increased from Rs. 603.31 million to Rs. 1597.78 million in current year, registering an annualised growth of 76.56%. Your directors are putting in their best efforts to improve the performance of the company.

Expansion & Diversification

Your company continued to pursue the policy of strengthening its presence in its strategic markets by judicious expansion of its business operations.

Paddy/Rice processing

During the year, a third state of the art paddy processing plant with processing capacity of 40 MT / hour has been commissioned and at the same time, the old plant is being phased out, so as to replace the same with modern plants. With this installation of the most advanced plant and machinery, the manufacturing unit of the company has become world's latest paddy processing plant. The company has also enhanced its Dryer (with automated cleaning and silo storage) facility to 3000 MT/day, Steam Plant facility to 240MT/day, Par-boiling to 400 MT/day. Besides this, a Cleaning/Polishing Sortex and Grading unit with of 150 MT/day has also been set up separately to cater to demand for specific quality rice.

Power project

The company's Biomass based co-generation power plant has been commissioned in August 2008. This would qualify for carbon credits under Kyoto Protocol. The revenue accrual from power plant would be available to the company during the financial year 2008-09 for its working capital and capital expenditure.

Transfer to Reserves

The company has transferred Rs.159.78 million in the General Reserve during the financial year under review in pursuance to the provisions of Companies (Transfer of Profits to Reserves) Rules, 1975.

Dividend

Your directors recommend a final dividend of Rs. 0.50 /- per share (25%) for the year ended September 30th, 2008.

Material Changes and Commitments

Save as mentioned elsewhere in this Report, no material changes and commitments affecting the financial position of the company have occurred between the end of the financial year of the company September 30th, 2008 and the date of this Report.

Management Discussions and Analysis Report

Management Discussions and Analysis Report as required under Clause 49 of the Listing Agreement is given as a separate statement in the Annual Report and forms part of this Report.

Taxation

During the period, the company has accounted for deferred tax liability in accordance with the Accounting Standard (AS)-22 "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India.

Provision for income tax has been reviewed as on the balance sheet date and has been adjusted to reflect the current best estimate in accordance with the Accounting Standard (AS)-29 "Provisions, Contingent Liabilities and Contingent Assets" issued by the Institute of Chartered Accountants of India. Income tax demands raised in the earlier years upto the assessment year 2005-2006 have been fully settled.

Public Deposits

During the period under Report, your company did not accept any deposits from the public in terms of the provisions of Section 58A of the Companies Act, 1956.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo.

a. Conservation of Energy & Technology Absorption:

i. Energy Conservation Measures taken:

In pursuit of continual improvement towards energy conservation and compliance with environmental regulations, many initiatives have been taken and implemented in the year under review. The company is aware about energy consumption and environmental issues related with it and is, therefore, continuously making sincere efforts towards conservation of energy. The maintenance of the Boiler and Electrical Equipments is carried out regularly with optimum care with the help of the technical professionals and modern equipments.

The company is in fact engaged in the continuous process of further energy conservation through improved operational and maintenance practices.

ii. Additional Investments / Proposals, if any, being implemented for reduction of consumption of energy

During the year, the company has made substantial progress in installing the state of the art equipments being purchased from Japan, Germany, Denmark and USA. These equipments are highly efficient and consume less energy for the same productivity. It has also commissioned a husk based power plant to produce "Green Power" and conserve environment.

With the present resources, the company had taken overall measures to reduce the consumption of energy. This was made possible through proper maintenance, on regular intervals, of Plant & Machinery and other electrical installed in the manufacturing / processing unit of the company as well as replacing low energy consuming electrical items in place of old ones.

iii. Impact of i & ii above for reduction of energy consumption

The above energy conservation measures would result in reduction in energy consumption and effectively saving in withdrawal of power from the State Grid. With the commissioning of husk based power plant, the company has captive power and has become a net exporter of energy.

iv. Total Energy consumption and Energy consumption per unit of production as per Form 'A'

The additional information as required under the provisions of Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules 1988 are given as Annexure-I to this report and forms part of it.

- b. **Technology Absorption:** The Company is taking care of latest developments and advancements in technology and all steps are being taken to adopt the same. The company is using latest technology which is well established the world over. The company has installed / is installing new equipments with latest technology for the purpose of rice processing. The company has started certain experiments on Bio-Mass fuel to reduce the cost of Power Generation.

- c. **Foreign Exchange Earnings and Outgo:** The Company finds it advantageous to sell its produce in the domestic market, in view of the high minimum support price of paddy fixed by the Government of India. However, the company remains committed to and is also working out different strategies to tap the international market.

During the year under review, the earning on account of foreign exchange was Rs. 226.66 million (Previous year nil), and the outgo in foreign exchange on account of spare parts, capital goods and travelling was Rs. 215.14 million (Previous year Rs. 317.75 million).

Particulars of Employees

Details and information of employees of the company who were in receipt of remuneration as prescribed under section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975 is given in the Annexure-II to this Report.

Directors

Ms. Harnita Ahluwalia was appointed as an additional director of the company by the board of directors on April 12th, 2008. She is holding the office of director only upto the date of Annual General Meeting (AGM) of the company as per section 260 of the Companies Act, 1956.

At the ensuing annual general meeting, Mr. Sanjeev Sood, Ms. Vijay Luxmi and Mr. Amarjit Singh will retire by rotation and being eligible, offer themselves for re-appointment.

Human Resource Development

During the period under review, your company's commitment to building harmonious employee relations was evident from the successful and smooth running of its operations at its works. The collaborative spirit of partnership across all sections of employees and their sense of ownership and commitment has sustained the culture of excellence, learning and readiness to change. The collective dedication of the employees of the company is helping your company in delivering superior customer and shareholder value. Your company salutes the unflinching commitment of its dedicated team of employees.

Sustainability

Your company believes in long term sustainability initiatives in the interest of its various stakeholders. Your company's strategies to become 'carbon positive' have yielded rewards and in future will result in significant saving in the energy costs.

Corporate Governance

The company has complied with the Corporate Governance requirements, as stipulated under Clause 49 of the Listing Agreement with Stock Exchanges. A separate section on Corporate Governance along with a certificate from the Auditors of the company confirming the compliance is annexed and forms part of this Report.

Subsidiary Companies' Accounts

Punjab Greenfield Resources Limited (PGRL)

PGRL is wholly owned subsidiary of LEAF. PGRL has assisted LEAF in creating network of dealers to handle its retail sales. PGRL also assisted LEAF in appointing dealers in various states of India who are handling sales of packaged long grain white rice, wheat flour and marketing of proposed rice bran cooking oil under the brand name "**Lakshmifoods**". The market response to PGRL's products is very encouraging. During the year under review, PGRL has also undertaken, assumed, performed and carried out various procurement operations and business for LEAF. PGRL briefly carried out domestic trade and business of various agricultural commodities like cotton, barley and oil seeds. During the year under review, PGRL was also briefly engaged in contract farming with Kinnow growers.

Victor Foods India Limited (VFIL)

To tap the international market, LEAF's wholly owned subsidiary viz. PGRL acquired substantial stake of M/s. Victor Foods India Limited, a company incorporated, registered and existing under the Companies Act, 1956 having its registered office at New Delhi. However, not much business was conducted in it due to ban/controls on export of rice.

A statement under Section 212 of the Companies Act, 1956, relating to PGRL and VFIL is enclosed with this Report.

Further pursuant to Accounting Standard -21 (AS- 21) issued by the Institute of Chartered Accountants of India, Consolidated Financial Statements presented by the company includes financial information of PGRL and VFIL, subsidiaries of LEAF.

Auditors

M/s. S. Kumar Gupta & Associates, Chartered Accountants, Statutory Auditors of the company hold office until the conclusion of the ensuing annual general meeting and are recommended for re-appointment to audit the accounts of the company for the financial year 2008-09. As required under the provisions of Section 224(1B) of the Companies Act, 1956, the company has obtained a certificate from M/s. S. Kumar Gupta & Associates, Chartered Accountants to the effect that their proposed re-appointment, if made, would be in accordance and conformity with the limits as specified in that section.

Auditors' Report

The observations made by the Statutory Auditors in the Auditors' Report are self-explanatory and do not require any further clarification.

Internal Control Systems and their Adequacy

Your company believes that internal control is a necessary concomitant of the principle of governance that freedom of management should be exercised within a framework of appropriate checks and balances. Your company remains committed to ensuring an effective internal control environment that provides assurances on the efficiency of the operations and security of the assets.

Group for inter-se transfer of shares

As required under Clause 3 (1) (e) of Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 1997, persons constituting Group (within the meaning as defined in the Monopolies and Restrictive Trade Practices Act, 1969) for the purpose of availing exemption from applicability of the provisions of Regulation 10 to 12 of aforesaid SEBI Regulations, are given herein below:

S. NO.	NAME
i.	M/s. Punjab Greenfield Resources Limited
ii.	M/s. LOIL Health Foods Limited
iii.	M/s. LOIL Continental Foods Limited
iv.	M/s. LOIL Overseas Foods Limited
v.	M/s. Ganeshay Overseas Industries Limited
vi.	M/s. Victor Foods India Limited
vii.	Mr. Balbir Singh Uppal
viii.	Mr. Janak Raj Singh
ix.	Mrs. Vijay Luxmi

Directors' Responsibility Statement

In terms of the provisions of section 217(2AA) of the Companies Act, 1956, and to the best of their knowledge and belief and according to the information and explanations obtained by them and save as mentioned elsewhere in this Report, the attached Annual Accounts and the Auditors' Report thereon, your directors confirm that:

- a. in preparation of the annual accounts, the applicable accounting standards have been followed;
- b. 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 as at 30th September, 2008 and of the profit of the company for the year ended on that date;
- c. 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; and,
- d. the directors have prepared the Annual Accounts on a going concern basis.

Stock Exchange Listing

The securities of the company are presently listed on the following Stock Exchanges:

1. National Stock Exchange of India Limited;
2. Bombay Stock Exchange Limited;
3. Ludhiana Stock Exchange Association Limited; and,
4. Delhi Stock Exchange Association Limited

Further, the company had applied for voluntary delisting of the securities of the company from Delhi Stock Exchange Association Limited (DSE) and Ludhiana Stock Exchange Association Limited (LSE) and approval(s) for such delisting are awaited. Pursuant to the company's application for voluntary delisting from the Calcutta Stock Exchange Association Limited (CSE), the equity shares of the company have been voluntarily delisted from CSE vide its letter no. CSEA/LD/333/2008 dated May 29th, 2008 w.e.f. March 25th, 2008.

The company has duly paid the listing fees for the financial year 2008-09 to all the Stock Exchanges wherein the equity shares of the company are presently listed.

Consolidated Financial Statement

In accordance with Accounting Standard AS-21 on Consolidated Financial Statements, LEAF Group accounts form part of this Report & Accounts. These Group accounts also incorporate the Accounting Standard AS-23 on Accounting for Investments in Associates in Consolidated Financial Statements issued by the Institute of Chartered Accountants of India. These Group accounts have been prepared on the basis of audited financial statements received from the subsidiary companies viz. PGRL and VFIL, as approved by their Boards.