

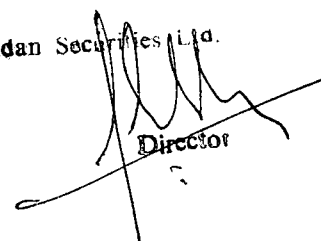
# MADHUSUDAN SECURITIES LIMITED



## 25 TH ANNUAL REPORT

2007-2008

For Madhusudan Securities Ltd.

  
Director

25<sup>th</sup> ANNUAL REPORT AND ACCOUNTS 2007 - 2008BOARD OF DIRECTORS

Smt. K. Sujatha Reddy  
 Shri. K. Madhusudan Reddy  
 Smt. Piya Reddy

Director  
 Director  
 Director

AUDITORS

M/s. Vora & Associates,  
 Chartered Accountants  
 Mumbai.

ADVOCATE & SOLICITORS

M/s. Kanga & Co.,  
 Advocates & Solicitors  
 Mumbai.

BANKERS

UTI Bank  
 CANARA Bank

REGISTERED OFFICE

6/A-2, Court Chambers,  
 35, New Marine Lines,  
 Mumbai: 400 020.  
Email: mslsecurities@yahoo.com

SHARE TRANSFER DEPARTMENT

Intime Spectrum Registry Limited.  
 C – 13, Pannalal Silk Mills Compound,  
 L.B.S.Marg, Bhandup (West),  
 Mumbai – 400 078  
Email: isrl@intimespectrum.com  
Telephone: (022) 2596 3838  
Fax No.: (022) 2594 6969

**25TH**  
**ANNUAL GENERAL MEETING**

*Date:* 31<sup>st</sup> July 2008

*Day:* Monday

*Time:* 3.30 P.M.

*Venue:* Regd. Office:  
 6/A-2, Court Chambers,  
 35, New Marine Lines,  
 Mumbai: 400 049.

Shareholders are requested to bring their copies of Annual Report along with them at the Annual General Meeting.

BSE Code No. 511000

ISIN No. INE856D01011 (NSDL)

**NOTICE TO MEMBERS**

NOTICE is hereby given that the 25<sup>th</sup> *Annual General Meeting* of the Members of **MADHUSUDAN SECURITIES LIMITED** will be held on Thursday, July 31, 2008 at Registered Office: 6/A-2, Court Chambers, 6<sup>th</sup> Floor, 35, New Marine Lines, Mumbai – 400 020 at. To transact the following business

**ORDINARY BUSINESS**

**Adoption of Directors' Report and Annual Accounts:**

1. To receive, consider and adopt the statement of Balance Sheet as at 31<sup>st</sup> March 2008 and Profit and Loss Account for the year ended 31<sup>st</sup> March 2008 of the Company and the Reports of the Directors and Auditors thereon.

**Appointment of Director :**

2. To appoint a Director in place of Shri K Madhusudan Reddy, who retires by rotation and, being eligible, offers herself for reappointment.

**Appointment of Auditors:**

3. To appoint Auditors of the Company and to fix their remuneration.

By order of the Board  
MADHUSUDAN SECURITIES LIMITED

Mumbai,  
Dated: 30<sup>th</sup> June 2008

K. MADHUSUDAN REDDY  
CHAIRMAN / DIRECTORS



NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY.
- 2 Proxies, in order to be effective, must be lodged at the registered office of the Company not less than 48 hours before the Annual General Meeting.
- 3 Members desiring any information about accounts at the meeting are requested to write to the Company at an early date so as to enable the management to keep the information ready.
- 4 Members are requested to:
  - a. Immediately intimate change of address, if any, to the Company.
  - b. Produce the Attendance Slip, duly filled, at the entrance of the Meeting Venue.
  - c. Bring their copies of the Annual Report to the venue of the *Twenty Fifth Annual General Meeting*.
  - d. Convert their shares in Demat form for easy liquidity or transfer on stock exchange and safety.
  - e. Members holding shares in physical form can avail of the nomination facility by filing Form 2B with the Company at its Registered Office, which will make available on request and in the case of shares held in Demat form the nomination has to be lodged with their respective Depository Participants (DP).
- 5 Members register shall remain close for transfer of shares on 28<sup>th</sup> July to 30<sup>th</sup> July 2008 (Both days inclusive).

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By order of the Board  
MADHUSUDAN SECURITIES LIMITED

Mumbai,  
Dated: 30<sup>th</sup> June 2008

K. MADHUSUDAN REDDY  
CHAIRMAN / DIRECTOR

DIRECTORS' REPORT

To the members,

The Directors hereby present the 25<sup>th</sup> Annual Report on the business and operations of the Company along with the audited Financial Statement of Accounts for the year ended March 31, 2008.

**FINANCIAL RESULTS:**

The financial results for the year under review are as follows:

<u>Particulars</u>	<u>Current Year</u> <u>2007 – 2008 (in</u> <u>Rs.)</u>	<u>Previous Year</u> <u>2006 – 2007</u> <u>(in Rs.)</u>
Business Income	2,29,31,030	67,10,705
Profit before Interest, Depreciation & Tax	51,02,380	7,89,749
Less:		
a. Interest	7,14,824	42,898
b. Depreciation	-	-
Profit before tax	43,87,556	7,46,851
Provision for Tax (including FBT)	4,96,450	2,27,000
Profit after tax but before Extraordinary items	38,91,106	5,19,851
<b>Add/(Less): Extraordinary items</b>	<b>(8,489)</b>	<b>(3,399)</b>
Excess/(Short) provision for tax of prior years: Current	-	-
Prior Period Incomes		
Profit available for appropriation	38,82,617	5,16,452
Transfer to Special Reserve u/s. 451C as per The Reserve Bank of India (Amendment) Act, 1997	7,15,000	1,05,000
	31,67,617	4,11,452
Balance brought forward from Previous Year	78,68,047	74,56,595
Balance carried to Balance Sheet	1,10,35,663	78,68,047

**DIVIDEND:**

Your Company has continued to make profits. For facilitating the working capital and strengthening the financial resources, the board regrets its inability to recommend any dividend for the year.

**CURRENT YEAR'S OPERATIONS:**

The Company has progressively improved its business activity and share portfolio investments. The present capital market is very encouraging and fetch higher yield on fundamentally good Company. The transparency and professional adviser's share investment policy adopted by the Company have achieved good returns on investment. Barring unforeseen circumstances your Directors are hopeful to have better performance in the year to follow.

**OUTLOOK AND FUTURE PROSPECTS:**

Your Company shall look into the possibility of exploring new avenue of business including participation by others having similar object and the efforts are on to redesign the working in these present circumstances.

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To augment resources to meet the funding requirements of venturing into new business activities, your Company may issue further share capital to promoters and / or others by way of private placement of shares or borrowings as the case may be viable for the new business activities. Otherwise the Company may wait and watch for opportunities in the due course.

#### **REGISTRARS AND TRANSFER AGENTS:**

In compliance with directives of SEBI, requiring companies to provide single point service to shareholders of all work relating to share registry, in terms of both physical and electronics, your Company has appointed IN-TIME SPECTRUM REGISTRY LIMITED, C -- 13, Pannalal Silk Mills Compound, L. B. S. Marg, Bhandup (w), Mumbai 400 078, as the Registrars and Transfer Agents. All your requests for dematerialisation, transfer of physical shares, etc., (and grievances related thereto) may be sent to the above address of the Registrars and Transfer agents.

#### **FIXED DEPOSITS:**

The Company has not accepted any Fixed Deposits from public.

#### **PRUDENTIAL NORMS:**

Your Company has, during the year under review, have complied with guidelines of RBI / GOI, as may be applicable. Reviews on the level of compliance have been made and reports were submitted to the Board.

#### **DIRECTORS:**

In accordance with the provisions of the Companies Act, 1956 and the Articles of Association of the Company, Mr. K. Madhusudan Reddy, Director, retire by rotation in the forthcoming Annual General Meeting and is eligible for reappointment. Mr. K. Madhusudan Reddy offers himself for reappointment.

The present board comprises of three (3) Directors. The Board shall be expanded in due course. The Board has requested other independent persons to join the Board and share their knowledge for progress of the Company.

#### **DIRECTORS' RESPONSIBILITY STATEMENT:**

Pursuant to the requirement under section 217(2AA) of the Companies Act, 1956, with respect to Directors' Responsibility Statement, it is hereby confirmed:

1. That in the preparation of the annual accounts for the financial year ended 31<sup>st</sup> March 2008 the applicable accounting standards have been followed.
2. That the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as on 31<sup>st</sup> March 2008 and of the profit of the Company for that period,
3. That 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
4. That the annual accounts for the financial year ended 31<sup>st</sup> March 2008 is prepared on a 'going concern' basis.

#### **MATERIAL CHANGES AFTER THE DATE OF BALANCE SHEET:**

Pursuant to provisions of section 217 (1) (d) of the Companies Act, 1956, there has been no material change and commitment affecting the financial position of the Company, which have occurred between the end of the financial year of the Company to which the Balance Sheet relates and the date of the Report.

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**PARTICULARS OF EMPLOYEES:**

There are no employees in receipt of remuneration exceeding the limit as prescribed under the provisions of Section 217(2A) of the Companies Act, 1956, and rules framed there under read with the Companies (Particulars of Employees) Rules, 1975.

**PARTICULARS UNDER SECTION 217(1)(e) OF THE COMPANIES ACT 1956:**

Additional information required under the provisions of the above section read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988, regarding conservation of Energy, Technology Absorption are not applicable as the Company is not carrying out any manufacturing operation.

**FOREIGN EXCHANGE EARNINGS AND GO OUT:**

During the year under review the Company has not earned or incurred any amount of foreign exchange.

**AUDITORS' REPORT:**

The observation of the Auditors in the Report have been dealt with in the Notes forming part of the Accounts which are self explanatory in nature and requires no further explanation.

**AUDITORS:**

M/s. Vora & Associates, Chartered Accountants, Mumbai retires at the ensuing Annual General Meeting, being eligible offers themselves for reappointment as Auditors of the Company. Members are requested to appoint the auditors and fix their remuneration.

**ACKNOWLEDGMENTS:**

Your Directors wishes to place on record their appreciation to the Employees, Bankers, Brokers and Business Associates for their co-operation and contribution to the Company.

For AND ON BEHALF OF THE BOARD OF DIRECTORS

K. MADHUSUDAN REDDY  
CHAIRMAN / DIRECTOR

Place: Mumbai

Dated: June 30, 2008