

**28<sup>th</sup> ANNUAL REPORT**  
**2010-2011**



***PRECIOUS TRADING & INVESTMENTS***  
***LIMITED***

## **COMPANY INFORMATION**

### **BOARD OF DIRECTORS**

Mr. Ashwin N. Sheth

Mr. Jitendra N. Sheth

Mr. Vallabh N. Sheth

### **REGISTERED OFFICE**

"Sheth House",  
Next to Dindoshi Fire Station,  
Gen A. K. Vaidya Marg,  
Off, W. E. Highway,  
Malad (East),  
Mumbai - 400 097

**Email ID for Investor Grievance:** [cs@shethdevelopers.com](mailto:cs@shethdevelopers.com)

### **STATUTORY AUDITORS**

M/s M.B. Agrawal & Co.  
Chartered Accountants, Mumbai

### **REGISTRARS & SHARE TRANSFER AGENTS**

Bigshare Services Private Limited  
E-2/3, Ansa Industrial Estate, Sakivihar Road, Sakinaka, Andheri (E), Mumbai- 400072  
Tel: 022-28470652, Fax: 022-28475207, Email: [info@bigshareonline.com](mailto:info@bigshareonline.com)

### **NOTICE OF ANNUAL GENERAL MEETING**

**Notice** is hereby given that the 28<sup>th</sup> Annual General Meeting of the members of the Company will be held on Friday the 30<sup>th</sup> day of September 2011 at 10.00 a.m. at the registered office of Precious Trading and Investments Limited at to transact the following business:

**Ordinary Business:**

1. To receive, consider and adopt the Audited Balance Sheet as on March 31, 2011 and Profit & Loss Account for the year ended on that date, together with the Directors' & Auditor's Report thereon;
2. To appoint a Director in place of Mr. Ashwin N. Sheth, who retires by rotation and being eligible, offers himself for re-appointment;
3. To re-appoint the Auditors to hold office from the conclusion of this meeting until conclusion of the next Annual General Meeting and to authorize the Board to fix their remuneration.

**"RESOLVED THAT** M/s. M. B. Agrawal & Company, Chartered Accountants, having firm registration number 100137W, being retiring Auditor of the Company, be and are hereby re-appointed as Auditor of the Company to hold the office from the conclusion of the ensuing Annual General Meeting until the conclusion of the next Annual General Meeting, on such remuneration as may be decided by the Board of Directors of the Company in addition to reimbursement of all out of-pocket expenses in connection with audit of the accounts of the company."

**Notes:**

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend the meeting and the proxy need not be a member of the Company. Under the Companies Act, 1956, voting is by a show of hands unless a poll is demanded by a member or members present in person, or by proxy, holding at least one-tenth of the total shares entitled to vote on the resolution or by those holding paid-up capital of at least Rs. 50,000. A proxy shall not vote except on a poll. The instrument appointing the proxy must be deposited at the registered office of the Company not less than 48 hours before the commencement of the meeting.
2. Members /Proxies should bring duly filled Attendance Slips sent herewith to attend the meeting.
3. The Register of Members and Share Transfer Books of the Company will remain closed **on September 30, 2011** for the purpose of Annual General Meeting.
4. Members holding shares in physical form and desirous of making/changing nomination in respect of their shareholding in the Company, may send their request in the prescribed Form 28 to the Registrar & Transfer Agents of the Company.
5. Corporate Members are requested to send to the Company, a duly certified copy of the Board Resolution authorizing their representative to attend and vote at the Annual General meeting.
6. Members seeking any information or clarifications on the Annual Report are requested to send in written queries to the Company at least one week before the meeting to enable the Company to compile the information and provide replies at the meeting.



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**PRECIOUS TRADING AND INVESTMENTS LIMITED**

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7. Members are requested to notify changes, if any, in their registered addresses along with the pin code to the Company's Registrar and Share Transfer Agent.
8. Members are requested to bring their copy of Annual Report to the Meeting.
9. All documents referred to in the notice are open for inspection at the registered office of the Company between 10.00 a.m. and 1.00 p.m. on all working days upto the date of the meeting.
10. Member are requested to address all correspondences, including dividend matters, to the Registrar and Share transfer Agents, M/s. Bigshare Services Pvt. Ltd. E-2/3, Ansa Industrial Estate, Sakivihar Road, Saki Naka, Andheri (E), Mumbai – 400072.
11. As per the provisions of the Companies Act, 1956, facility for making nominations is available for shareholders, in respect of the shares held by them. Nomination forms can be obtained from the Registrar and Transfer agents of the Company.

By the Order of the Board of Directors  
**For Precious Trading and Investments Limited**



**Ashwin N. Sheth**  
**Director**

Mumbai, September 8, 2011

## **DIRECTORS' REPORT**

Dear Members,

Your directors are pleased to present their 28<sup>th</sup> Annual Report, to the members, on the business and operations of Precious Trading & Investments Limited together with the Audited Accounts for the financial year ended 31<sup>st</sup> March 2011.

### **Financial Highlights:**

Particulars	(Amount in Rupees)	
	31 <sup>st</sup> March 2011	31 <sup>st</sup> March 2010
Sales & other operational income	-	-
Less: Operational expenses	114,742.80	120,382.90
Profit/(Loss) before Taxation	(114,742.80)	(120,382.90)
Less: Provision for Taxation		
Current	-	-
Deferred (Asset)/Liability	381,781.00	-
Income Tax Adjustment-Previous Year	-	74,000.00
Profit/(Loss) for the year	(496,523.80)	(194,382.90)
Earning per share Basic	(2.07)	(0.81)

### **Dividend:**

In view of loss suffered by your Company during the year, the Directors express their inability to declare dividend for the year 2010-2011.

### **Deposits:**

During the year under review, Company has not invited or accepted nor renewed any deposits from public under the Companies (Acceptance of Deposits) Rules, 1975 and that as on 31<sup>st</sup> March 2011, the Company did not have any outstanding / unclaimed/ overdue deposits.

### **Director:**

Mr. Ashwin N. Sheth, Director, will retire by rotation. Mr. Ashwin N. Sheth, being eligible offers himself for reappointment. Accordingly, the board recommends his re-appointment.

### **Auditors:**

M/s. M. B. Agrawal & Company, Chartered Accountants, having firm registration number 100137W, the auditors of the Company, retire at the conclusion of this Annual General Meeting and are eligible for re-appointment and if re-appointed, their appointment will be in accordance with the applicable provisions, if any, of the Companies Act, 1956.



**Auditor's Report:**

The Auditor's Report to the Shareholders on the Accounts of the Company as on 31<sup>st</sup> March 2011 does not contain any qualification.

**Change in Registered Office:**

The registered office of the Company was changed to  
" Sheth House",  
Next to Dindoshi Fire Station,  
Gen. A. K. Vaidya Marg,  
Off. W. E. Highway,  
Malad (East),  
Mumbai - 400097

**Share Registrar & Transfer Agent**

The Company's share registry function is being looked after by Bigshare Services Private Limited which is a SEBI-registered Registrar & Transfer Agent. The contact details of Bigshare Services Private Limited are mentioned in the Company Information section of Annual Report. Investors are requested to address their queries, if any, in this regard, to Bigshare Services Private Limited; however, in case of difficulties, they are welcome to contact the Corporate Office of the Company.

**Listing Fees:**

The Company declares that its Securities are listed on the Bombay Stock Exchange, and the Company confirms that it has paid Annual Listing Fees due to the Stock Exchange for the year 2010-11.

**Compliance Certificate:**

As required by the provisions of the Section 383A of the Companies Act, 1956 read with the Companies (Compliance Certificate) Rules, 2001, a Certificate from the Secretary in Whole-time Practice is appended herewith certifying that the Company has complied with all the applicable provisions of the Companies Act, 1956 has been furnished with this report.

**Directors' Responsibility Statement:**

In terms of and as required by the provisions of Section 217(2AA) of the Companies Act, 1956, the Directors confirm that:

- a. in the preparation of annual accounts for the year ended on 31<sup>st</sup> March 2011 the applicable accounting standards have been followed
- b. In case of any material departures from the applicable accounting standards, proper explanations have been provided.



c. appropriate accounting policies have been selected and applied consistently and have made judgments and estimates that are reasonable and prudent so as to give a true & fair view of the state of affairs of the Company as at 31<sup>st</sup> March 2011 and that of Profit & Loss for the year ended on 31<sup>st</sup> March 2011;

d. proper and sufficient care has been taken 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;

e. the annual accounts have been prepared on a going concern basis.

**Cash Flow Statement & Consolidated Financial Accounts:**

The Cash Flow Statement & Consolidated Financial Statements pursuant to Clause 32 of the Listing Agreement entered into with Bombay Stock Exchange, prepared in accordance with the applicable Accounting Standards, as prescribed by the Institute of Chartered Accountants of India, is attached as enclosures to the Company's Financial Statements.

**Subsidiary Company:**

As per Section 212 of the Companies Act, 1956, the Company is required to attach the Balance Sheet, Profit & Loss Account along with the report of the Auditors and Directors thereon and Statement of the holding Company's interest in the subsidiary.

Accordingly, audited annual accounts of subsidiary of the Company, viz. M/s. Sheth Developers & Realtors (India) Limited (previously known as M/s Henkel Switchgear Limited) for the year ended March 31, 2011 along with the report of the auditors and directors thereon is annexed and form part of this report. A statement of the Holding Company's interest in the Subsidiary pursuant to Section 212 of the Companies Act, 1956, to the extent applicable has been furnished with this report.

**The Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 as regards to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings & Outgoes:**

a. **Energy Conservation & Technology Absorption:** The particulars as regards conservation of energy and technology absorption are not applicable to the Company since its establishment is not covered by the Rules made under this Section.

b. **Foreign Exchange Earnings & Outgoes:** During the period under review, the Company had not earned any foreign exchange nor incurred any outflows in Foreign Exchange.

**Particulars of Employees:**

No employee of the Company is covered by the provisions of Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, as amended from time to time.



**Acknowledgement:**

The Directors place on record their appreciation for support and co-operation received from all the stakeholders

**By the Order of the Board of Directors**

**For Precious Trading and Investments Limited**



Ashwin N. Sheth  
Director



Ashwin N. Sheth  
Director

Mumbai; September 8, 2011



**CEO/CFO certification**

We, the Directors of the Company appointed in terms of the Companies Act, 1956 certify to the Board that:

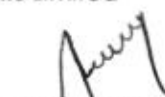
- (a) We have reviewed financial statements and the cash flow statement for the year and that to the best of our knowledge and belief:
  - (i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - (ii) these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) There are, to the best of our knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the company's code of conduct.
- (c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (d) We have indicated to the auditors and the Audit committee
  - (i) significant changes in internal control over financial reporting during the year;
  - (ii) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
  - (iii) instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

**By the Order of the Board of Directors**

**For Precious Trading & Investments Limited**



Ashwin N. Sheth  
Director



Vallabh N. Sheth  
Director

Mumbai; September 6, 2011



**M.B. AGRAWAL & Co.**  
CHARTERED ACCOUNTANTS

204, Mhatre Pen Bldg., Senapati Bapat Marg,  
Dadar (West), Mumbai - 400 028.

Tel.: 4029 8218

Fax : 2436 3312

E-Mail : mbaandco@yahoo.co.in

M. B. AGRAWAL F.C.A., F.I.V.  
YATIN MEHTA F.C.A.  
SANJAY LUNKAD F.C.A., D.I.S.A. (ICA)  
HEMANT AGRAWAL F.C.A.  
HARSHAL AGRAWAL F.C.A., D.I.S.A. (ICA), C.I.S.A.  
SUBODH N. AGRAWAL B.com., A.C.A.

**AUDITORS' REPORT**

To,  
The Members  
**M/S PRECIOUS TRADING & INVESTMENTS LIMITED.**  
MUMBAI.

1. We have audited the attached balance sheet of **M/S. PRECIOUS TRADING & INVESTMENTS LIMITED**, as at 31<sup>st</sup> March 2011, 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.
2. We conducted our audit in accordance with the 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.
3. We report that:
  - i) 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;
  - ii) In our opinion, proper books of account as required by the Companies Act, 1956 have been kept by the company so far as appears from our examination of the books.
  - iii) The Balance Sheet, Profit and Loss Account and the cash flow statement dealt with by this report are in agreement with the Books of Account.
  - iv) In our opinion, Balance Sheet, Profit and Loss Account and the cash flow statement comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
  - v) On the basis of information and explanation given to us, as on March 31, 2011, none of the directors is disqualified u/s 274(1) (g) of the Companies Act, 1956 from being appointed as a directors.

