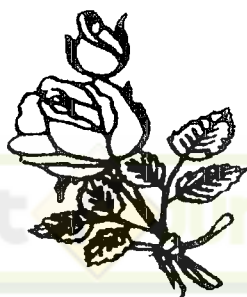


RIDS SECURITIES LTD.
13th Annual Report
2006-2007



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RIDS SECURITIES LTD.**13th Annual Report****BOARD OF DIRECTORS**

Shri Dinesh B. Patadia
 Smt. Minaxi D. Patadia
 Shri Harikrishna V. Soni upto 28.02.07
 Shri Naran Bhati w.e.f. 29.12.06
 Shri Mihir Shah w.e.f. 31.01.07
 Shri Deepinder Mohan w.e.f 31.07.2007

AUDITORS

M/S. Kiritbhai Soni & Associates
 Chartered Accountants
 Ahmedabad.

BANKERS

Indian Bank,
 HDFC Bank,
 Ahmedabad Mercantile Co. Op Bank Ltd.

REGISTERED OFFICE

54, Empire Tower,
 Near Associated Petrol Pump,
 C. G. Road, Ahmedabad – 380 006

**SITE/ AGRO WAREHOUSING
DIVISION**

41-42, Sonal Industrial Estate,
 Sanand Viramgam Highway,
 Village : Khoda,
 Dist : Sanand (Gujarat)

FARM

S.No.971, 978, 984 Amraji No Muvado,
 Ta: Dehgam, Dist:Gandhinaagr.

NOTICE

NOTICE is hereby given that the **THIRTEENTH ANNUAL GENERAL MEETING** of the members of **RIDS SECURITIES LIMITED**, will be held on Saturday, the 29th September, 2007 at 11.00 a.m., at 54, Empire Tower, Near Associated Petrol Pump, C. G. Road, Ahmedabad – 380 006, to transact the following business :

ORDINARY BUSINESS

1. To receive, consider and adopt the Profit and Loss Account for the period ended as on 31st March, 2007, Balance Sheet as on that date and the Report of the Directors' and Auditors thereon.
2. To appoint a Director in place of Smt. Minaxiben D. Patadia who retires by rotation and being eligible offers herself for reappointment.
3. To appoint Auditors and fix their remuneration.

SPECIAL BUSINESS :

4. To consider, and if thought fit, to pass with or without modifications, the following resolution as a **ORDINARY RESOLUTION**

"RESOLVED THAT Shri Naran Bhati a Director appointed as an additional Director in the meeting of the Board of Directors and who holds office upto the date of ensuing Annual General Meeting and in respect of whom a notice u/s 257 of the Companies Act, 1956 has been received from a member signifying his intention to propose Shri Naran Bhati as candidate for the office of Director of the Company be and is hereby appointed as Director of the Company liable to retire by rotation."

5. To consider, and if thought fit, to pass with or without modifications, the following resolution as a **ORDINARY RESOLUTION**

"RESOLVED THAT Shri Mihir Shah a Director appointed as an additional Director in the meeting of the Board of Directors and who holds office upto the date of ensuing Annual General Meeting and in respect of whom a notice u/s 257 of the Companies Act, 1956 has been received from a member signifying his intention to propose Shri Mihir Shah as candidate for the office of Director of the Company be and is hereby appointed as Director of the Company liable to retire by rotation."

6. To consider, and if thought fit, to pass with or without modifications, the following resolution as a **ORDINARY RESOLUTION**

"RESOLVED THAT Shri Deepinder Mohan a Director appointed as an additional Director in the meeting of the Board of Directors and who holds office upto the date of ensuing Annual General Meeting and in respect of whom a notice u/s 257 of the Companies Act, 1956 has been received from a member signifying his intention to propose Shri Deepinder Mohan as candidate for the office of Director of the Company be and is hereby appointed as Director of the Company liable to retire by rotation."

Registered Office :
54, Empire Tower,
Near Associated Petrol Pump,
C. G. Road, Ahmedabad – 380 006

Dated : 24/08/2007

By Order of the Board
of RIDS SECURITIES LTD.

sd/-
Dinesh Patadia
Chairman

RIDS SECURITIES LTD.**13th Annual Report****NOTES**

- (a) A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER THE INSTRUMENT APPOINTING PROXY SHOULD HOWEVER BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING
- (b) The Explanatory Statement as required under Section 173(2) of the Companies Act, 1956, in respect of Special Business mentioned in the above notice is annexed hereto.
- (c) The Register of Members and Share Transfer Books of the Company will remain closed from 24th September, 2007 to 29th September, 2007 (both days inclusive).
- (d) Members holding shares of the Company under more than one Ledger Folio are requested to send to the Registrar & Share Transfer Agents of the Company, details of all such folios together with the Share Certificates for consolidating the folios into one. The Share Certificates will be returned to the shareholders after making the requisite endorsement thereon.
- (e) Members are requested to notify change in their address along with pin code number.
- (f) Members are requested to bring their copy of the Annual Report to the Meeting, as copies of the Report will not be distributed at the Meeting.
- (g) Members seeking further information about the Accounts and/or Operations of the Company, are requested to send their queries to the Company at its Registered Office atleast TEN days before the date of the Meeting.

ANNEXURE TO NOTICE**EXPLANATORY STATEMENT AS REQUIRED UNDER SECTION 173(2) OF THE COMPANIES ACT, 1956.**

In conformity with the provisions of Section 173(2) of the Companies Act, 1956, the following Explanatory Statement sets out all material facts relating to Special Business mentioned in the accompanying Notice and should be taken as forming part of the Notice.

ITEM NO. 4 , 5 & 6

The Board of Directors had appointed Shri Naran Bhati , Shri Mihir Shah & Shri Deepinder Mohan as additional Directors of the Company with effect from 29th December, 2006 , 31st January, 2007 & 31st July 2007 respectively to hold the office upto the date of Annual General Meeting.

As required under section 257 of the Companies Act, 1956 notices have been received by the Company from a Member of the Company signifying his intention to propose Shri Naran Bhati , Shri Mihir Shah & Shri Deepinder Mohan as the candidate for the office of Director of the Company. The Company has also received the deposits of Rs. 500/- from the said Members as required under the Act.

The Board of Directors recommend their appointment as Directors.

None of the Director except Shri Naran Bhati , Shri Mihir Shah & Shri Deepinder Mohan are in any way concerned or interested in passing of the Resolution.

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By Order of the Board
of **RIDS SECURITIES LTD.**

sd/-

Dinesh Patadia
Chairman

Dated : 24/08/2007

RIDS SECURITIES LTD.**13th Annual Report****DIRECTORS' REPORT**

To,
The Members
RIDS SECURITIES LTD.
Ahmedabad

Your Directors have pleasure in presenting herewith their 13th Annual Report together with the Audited Statements of Accounts for the period ended 31st March, 2007.

(RS. IN Thousand)

FINANCIAL RESULTS :	2006-07	2005-06
Sales	6149.06	842.00
Closing Stock	246.99	—
Other Income	—	400.67
Profit before making provisions for Interest, Depreciation and Taxation	6396.05 1047.80	1242.67 146.18
Less :		
1. Interest	0.00	0.00
2. Depreciation	159.62	41.13
3. Provision for Taxation	148.00	12.00
Profit for the year	740.18	93.05

DIVIDEND

In view of lesser profits available for appropriation and to conserve the resources your Directors do not recommend any dividend.

PRESENT OPERATIONS

During the year under consideration your company has achieved turnover of Rs.61.49 Lacs which resulted in increase in profitability to Rs.7.40 Lacs as against Rs.0.93 Lacs in previous year. In the ensuing year the company has also started Agricultural activities like Contract farming, Agro warehousing, Development of Arid land and Trading in Agricultural commodities etc. In view of new activities as above your Directors are hopeful to increase turnover as well as profitability.

LISTING

The Shares of the Company are listed at Ahmedabad Stock Exchange Limited and Bombay Stock Exchange Limited. The company has paid listing fees to both the Stock Exchanges for the year 2007-08. We are applying for revocation of suspension of Trading in shares of the company by BSE.

DIRECTORS

Smt. Minaxiben D. Patadai Director of the Company retires by rotation at the ensuing Annual General Meeting and being eligible offers herself for reappointment.

The Board of Directors had appointed Shri Naran Bhati, Shri Mihir Shah & Shri Deepinder Mohan as additional Directors of the Company with effect from 29th December, 2006, 31st January, 2007 & 31st July 2007 respectively to hold the office upto the date of Annual General Meeting.

RESPONSIBILITY STATEMENT

Pursuant to Section 217(2AA) of Companies Act, 1956, it is hereby confirmed :

- a) that in the preparation of the annual accounts for the financial year ended 31st March, 2007, the applicable accounting standards have been followed and there is no material departures from the same;

RIDS SECURITIES LTD.**13th Annual Report**

- b) that 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 true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that year;
- c) 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;
- d) that the Directors have prepared the annual accounts for the financial year ended 31st March, 2007 on a going concern' basis.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN-EXCHANGE EARNINGS/OUTGO.

The information relating to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo required under 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, is not applicable.

PARTICULARS OF EMPLOYEES

Provisions of Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 are not applicable to the Company, and hence the information is not given.

AUDIT COMMITTEE

The Company has constituted an Audit Committee pursuant to the provision of the Section 292A of the Companies Act, 1956, and Clause 49 of Listing Agreement, details of which is given separately in the Report on Corporate Governance.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

This has been dealt with in the separate annexure to this report.

CORPORATE GOVERNANCE

A separate report on Corporate Governance as prescribed by Clause 49 of the Listing Agreement of the relevant Stock Exchanges forms part of the Annual Report 2006-2007 along with Auditors' statement on its compliance.

AUDITORS

You are requested to appoint Auditors for the Current Year to hold office from the conclusion of the Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

The Company has received Certificate U/s. 224(1B) of the Companies Act, 1956 from M/S Kiritbhai Soni & Associates, the Auditors of the Company signifying that the reappointment if made, at the ensuing Annual General Meeting, will be within the limits specified. The report of the Auditor is self explanatory and have been suitably dealt with in the notes to accounts.

PERSONNEL

Industrial relations continued to be cordial and harmonious during the year under review. Directors wish to place on record their appreciation for the co-operation received from the staff and workers at all levels.

ACKNOWLEDGMENT

Your Directors express their gratitude to the continuous support of the Government Authorities, valued Customers and devoted workers for their continuous contribution to the growth and progress of the Company.

The Directors also take this opportunity to thank the members for the confidence reposed in the management.

Registered Office :
54, Empire Tower,
Near Associated Petrol Pump,
C. G. Road, Ahmedabad - 380 006

By Order of the Board
of RIDS SECURITIES LTD.

Dated : 24/08/2007

sd/-
Dinesh Patadia
Chairman