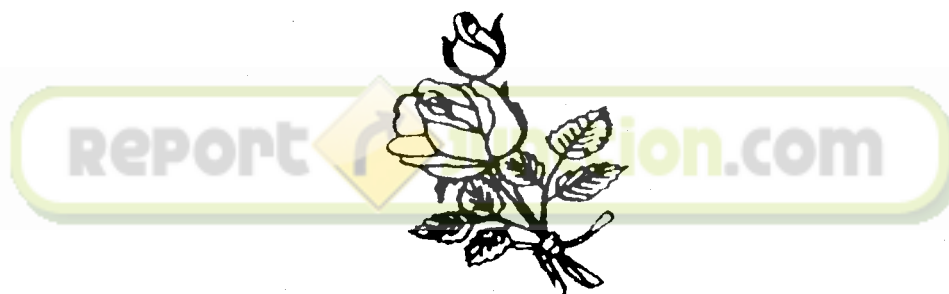


RIDS SECURITIES LTD.
14th Annual Report
2007-2008



RIDS SECURITIES LTD.**14th Annual Report****BOARD OF DIRECTORS**

Shri Dinesh B. Patadia

Smt. Minaxi D. Patadia

Shri Naran Bhati

Shri Mihir Shah

Shri Deepinder Mohan

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

FARM

S.No.971, 978, 984 Amraji No Muvado,

Ta: Dehgam, Dist : Gandhinagar

RIDS SECURITIES LTD.**14th Annual Report****NOTICE**

NOTICE is hereby given that the **FOURTEENTH ANNUAL GENERAL MEETING** of the members of **RIDS SECURITIES LIMITED**, will be held on Monday, the 29th September, 2008 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, Cash Flow Statement for the period ended as on **31st March, 2008**, 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.

Registered Office :

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

For and on Behalf of the Board
of RIDS SECURITIES LTD.

Dated : 1/09/2008

Sd/-
Chairman

NOTES**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, 2008 to 29th September, 2008 (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 at least TEN days before the date of the Meeting

RIDS SECURITIES LTD.**14th Annual Report****DIRECTORS' REPORT**

To,
The Members
RIDS SECURITIES LTD.
Ahmedabad

Your Directors have pleasure in presenting herewith their 14th Annual Report together with the Audited Statements of Accounts for the period ended 31st March, 2008.

(RS. IN Thousand)

FINANCIAL RESULTS :	2007-08	2006-07
Sales	64727.00	6149.07
Closing Stock	299.88	6097.43
Other Income	406.00	246.99
TOTAL	65432.88	12493.49
Profit Before Interest, Depreciation and Taxation	4909.96	1047.81
Depreciation	503.01	159.63
Provision for Taxation and Deferred Tax	1500.80	148.00
PROFIT FOR THE YEAR	2906.15	740.18

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. 647.27 Lacs (P.Y. 61.49 Lacs) which resulted in increase in profitability to Rs.29.06 Lacs (P.Y. Rs. 7.40 lacs). As the company has started Agricultural activities like Contract farming, Agro warehousing, Development of Arid land and Trading in Agricultural commodities etc. In the above view 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 2008-09.

DIRECTORS

Smt. Minaxiben D. Patadai Director of the Company retires by rotation at the ensuing annual General meeting and being eligible offer herself for reappointment.

RESPONSIBILITY STATEMENT

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

- that in the preparation of the annual accounts for the financial year ended 31st March, 2008 the applicable accounting standards have been followed and there is no material departures from the same;
- 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;

RIDS SECURITIES LTD.**14th Annual Report**

- 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, 2008 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, are 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 2007-2008 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

For and on Behalf of the Board
of RIDS SECURITIES LTD.

Dated : 01/09/2008

Sd/-
Chairman

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

Pursuant to Clause 49 of Listing Agreement, a Management Discussion & Analysis report is given below:-

BUSINESS STRUCTURE AND DEVELOPMENTS

Business Scenario in general and especially for agricultural commodities and rural economy and prosperous. In view of various incentives by central government and state government of Gujarat, we are hopeful to get more business.

Your directors are hopeful to achieve better results in the future consequent to commencement of Contract Farming, Agro warehousing, and allied agricultural activities in the ensuing year.

OUTLOOK ON OPPORTUNITIES, THREATS, RISK AND CONCERNS

The company has started trading of agro products and also entered into contract farming agreement at village Amraji No Movado, Taluka Dehgam, District Ahmedabad. The Company has also made the application to the Government of Gujarat for allotment of 205.76 Acre of Land. The Company has obtained Membership of Bavla Market Yard.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

Your Company is committed to maintaining high standards of internal controls designed to provide accuracy of information, efficiency of operations, and security of assets. The company has adequate internal controls commensurate with the size and nature of its operations to ensure orderly and efficient conduct of business.

These controls ensure the safeguarding of assets, prevention and detection of fraud and error, the accuracy and completeness of the accounting records, timely preparation of reliable financial information and adherence to company policies, procedures and legal obligations. The audit committee of the Board of Directors meets periodically to review the performance as reported by the auditors.

FINANCIAL PERFORMANCE

The company's income for the Financial year 651.33 lacs 2007-08 as compared to Rs. 63.96 lacs for the financial year 2006 – 2007. The net profit for the current Financial Year is Rs 29.06 lacs as compared to Rs. 7.40 Lacs as in the previous year.

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES/ INDUSTRIAL RELATIONS FRONT.

There has been no material development on the Human Resource/ Industrial Relations Front during the year.

CAUTIONARY STATEMENT

Management Discussion and Analysis report are based on certain assumptions and expectations of future events. The Company cannot guarantee that these assumptions and expectations are accurate or will be realized by the Company. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operation include global and Indian market conditions, changes in the Government Regulations, Tax regimes, WTO Regulations and such other factor.

The Company assumes no responsibility to publicly amend, modify or revise any of these statements on the basis, of any subsequent developments, information or events.

Registered Office :

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For and on Behalf of the Board
of RIDS SECURITIES LTD.

Dated : 01/09/2008

Sd/-
Chairman

RIDS SECURITIES LTD.

14th Annual Report

REPORT ON CORPORATE GOVERNANCE:

As required under clause 49 of the Listing Agreement, a Separate Report on Corporate Governance is given below for the financial year ended 31st March, 2008 along with certificate of auditors of the Company.

1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Your Company conducts its affairs in a fair, transparent and professional manner. Your Company has always followed fair business and corporate practices. The Company believes that adherence of good corporate governance is a milestone for survival and long term growth.

2. BOARD OF DIRECTORS:**(I) Composition of Board:**

Board of Directors of the Company consists of five Directors. Shri Dinesh B. Patadia is Chairman of the Company. None of the directors on the Board is a member on more than 10 Committees and Chairman of more than 5 Committees including Rids Securities Limited.

(II) Attendance of each Director at the Board Meetings and Annual General Meeting:-

Ten Board Meetings were held during the financial year 2007-2008.(30-04-07,31-05-07,12-06-07,30-06-07,09-07-07,31-07-07,21-08-07,28-08-07,30-10-07,30-01-08,)

Sr. No.	Name of Director	Category	Number of Board Meetings attended	Attendance at the Last AGM
1.	Shri Dinesh Patadia	NI - NE	10	Yes
2.	Smt. Minaxi Patadia	NI - NE	10	Yes
3.	Shri Naran Bhati	IND - NE	10	Yes
4.	Shri Mihir Shah	IND - NE	10	Yes
5.	Shri Deepinder Mohan	IND - NE	5	Yes

NI: Non-Independent, NE: Non Executive, IND: Independent, E : Executive

(III) Number of other Companies or Committees the Director is a Director/Chairman:

Sr.	Name of Director	No. of other Directorship (other than RSL)	No. of Committees in which member
1.	Shri Dinesh Patadia	2	4
2.	Smt. Minaxi Patadia	NIL	2
3.	Shri Naran Bhati	NIL	1
4.	Shri Mihir Shah	NIL	3
5.	Shri Deepinder Mohan	1	2

3. AUDIT COMMITTEE:**(I) COMPOSITION OF COMMITTEE:**

As a measure of good corporate governance and to provide assistance to the Board of Directors in overseeing the Boards responsibilities your company had constituted an Audit Committee. The Committee covers matters specified as per Clause 49 of the Listing Agreements.

At present consist followings members of the Committee:

1. Shri Mihir Shah (Member of the Committee)
2. Shri Dinesh Patadia (Chairman of the Committee)
3. Shri Deepinder Mohan (Member of the Committee)