

TILAK FINANCE LIMITED

ACCOUNTS

For the Year ended

31ST MARCH, 2005

CO: No 11-23000

MANOJ M. SHAH

CHARTERED ACCOUNTANTS

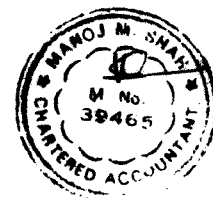
**8/2, VARMA NAGAR, OLD NAGARDAS ROAD,
ANDHERI (E) , MUMBAI- 400 069.**

*Manoj M. Shah*B. Com., F.C.A., Licentiate ICSI
CHARTERED ACCOUNTANTPHONE : 2683 3827
8/2, VARMA NAGAR,
OLD NAGARDAS ROAD,
ANDHERI (EAST),
MUMBAI- 400 069.**AUDITORS' REPORT**

I have audited the attached Balance Sheet of **TILAK FINANCE LIMITED** as at **31st March, 2005** and also 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. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in India. Those standards require that I 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. I believe that my audit provides a reasonable basis for my opinion.

1. As required by the Companies (Auditor's Report) order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, I enclose in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the said order.
2. Further to my comments in the Annexure referred to above, I report that:
 - (i) I have obtained all the information and explanations, which to the best of my knowledge and belief were necessary for the purposes of my audit;
 - (ii) In my opinion, proper books of accounts as required by law have been kept by the Company so far as appears from my examination of those books;
 - (iii) The Balance Sheet, Profit and Loss Account and cash flow statement dealt with by this report are in agreement with the books of account;
 - (iv) In my opinion, the Balance Sheet, Profit and Loss Account and cash flow statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - (v) On the basis of written representations received from the directors, as on 31st March, 2005, and taken on record by the Board of Directors, I report that none of the directors is disqualified as on 31st March 2005 from being appointed as a



director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;

(vi) In my opinion and to the best of my information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give true and fair view in conformity with the accounting principles generally accepted in India:

(a) in the case of the Balance Sheet, of the state of affairs of the Company as at **31st March, 2005**; and

(b) in case of the Profit and Loss Account, of the **LOSS** for the year ended on that date.

(c) In the case of cash flow statement, of the cash flows for the year ended in that date.

PLACE : MUMBAI.

DATED: **14 JUL 2005**


(MANOJ M. SHAH)

CHARTERED ACCOUNTANT

MEMBERSHIP NO. : 39465



Manoj M. Shah

B. Com., F.C.A., Licentiate ICSI
CHARTERED ACCOUNTANT

PHONE : 2683 3827
8/2, VARMA NAGAR,
OLD NAGARDAS ROAD,
ANDHERI (EAST),
MUMBAI- 400 069.

TILAK FINANCE LIMITED.

**ANNEXURE AS REFERRED TO IN PARAGRAPH I OF MY REPORT OF
EVEN DATE FOR THE YEAR ENDED 31ST MARCH, 2005**

- i) The Company does not have any fixed asset, the question of reporting under this para does not arise.
- ii) The Company does not have any inventory. Therefore the provisions of clauses 4 (ii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- iii)
 - a) During the year, the Company has not granted any loans, secured or unsecured to Companies, firms or other parties covered in the register maintained under section 301 of the Act. Consequently, provisions of para (a), (b), (c) & (d) are not applicable.
 - b) During the year under review, the Company has taken unsecured loan from three directors amounting to Rs.60,000/- covered in the register maintained under section 301 of the Companies Act 1956.
 - c) The unsecured Loans taken by the company are interest free and other terms & conditions are prima facie, not prejudicial to the interest of the Company.
 - b) There are no stipulations as to repayment of loans.
- iv) In my opinion and according to the information and explanations given to me, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchases of inventory and with regard to the sale of goods. During the course of my audit, I have not observed any continuing failure to correct major weaknesses in internal controls.
- v)
 - a) According to the information and explanations given to me, In my opinion there are no transactions which need to be entered into the register maintained under section 301 of the Companies Act, 1956. Consequently, this Para is not applicable.
 - b) In my opinion and according to the information and explanations given to me, as there are no transactions that need be entered into the register maintained u/s 301 of the Companies Act, 1956 para (v) (b) or, the order is not applicable

