

29th Annual Report

BLB Limited

Board of Directors	Sh. Brij Rattan Bagri	<i>Chairman</i>
	Sh. Vikram Rathi	<i>Executive Director</i>
	Sh. Satish Kumar Sharma	<i>Executive Director</i>
	Sh. Keshav Chand Jain	<i>Director</i>
	Dr. Suresh Chand Gupta	<i>Director</i>
	Sh. Rajesh Kumar Damani	<i>Director</i>
Company Secretary	Ms. Kashvi Malhotra	
Principal Bankers	HDFC Bank Limited	
	ICICI Bank Limited	
	The Royal Bank of Scotland	
Auditors	M/s. Ram Rattan & Associates	
	Chartered Accountants	
	New Delhi	
Secretarial Auditors	M/s. Chandrasekaran Associates	
	Company Secretaries	
	New Delhi	
Registered Office	4764/23-A, Ansari Road, Darya Ganj, New Delhi - 110 002	
Listing at	National Stock Exchange of India Limited Bombay Stock Exchange Limited	

Contents	Page No.
Directors' Report	1
Management Discussion & Analysis	4
Corporate Governance Report	6
Audited Standalone Annual Accounts	15
Statement pursuant to Section 212	44
Audited Accounts of Subsidiary Companies	45
Audited Consolidated Annual Accounts	104

DIRECTORS' REPORT TO THE SHAREHOLDERS

Dear Shareholders,

Your Directors take immense pleasure in presenting their Twenty Ninth Directors' Report together with the Audited Accounts for the financial year ended 31st March, 2010.

FINANCIAL PERFORMANCE

For the financial year ended 31st March, 2010

(Rs. in lacs)

Particulars	Year Ended March 31, 2010	Year Ended March 31, 2009
Profit/(Loss) before tax	3724.77	(1409.20)
Less: Provision for Taxation		
— Current Tax	887.00	1.21
— Fringe Benefit Tax	—	10.25
— Deferred Tax	452.54	(339.75)
— Relating to earlier years	25.63	(2.88)
Profit/(Loss) after tax	2359.60	(1078.03)
Add: Balance brought forward from last year	8683.76	9973.64
Surplus available for appropriation	11043.36	8895.61
Less: Appropriations		
Dividend on Equity Shares		
Proposed	—	52.87
Interim	105.73	—
Dividend Distribution Tax	17.97	8.98
Transfer to General Reserve	500.00	150.00
Surplus carried to Balance Sheet	10419.66	8683.76

With the recovery of the market in the year 2009-10 most sectors revived after the tragic fall in the capital market in the year 2008-2009. During the year under review, Company has earned a Profit after Tax of Rs. 2359.60 lacs as against Loss after Tax of Rs. 1078.03 lacs during the previous financial year.

DIVIDEND

During the year under review the Directors declared Interim Dividend of Re. 0.20 (i.e. 20%) on the equity shares of Re. 1/- each fully paid up for the financial year 2009-10 which was paid on 29th March, 2010.

RESERVES

During the year under review Company has transferred Rs. 500 Lacs to the General Reserves from the accumulated profits of the Company.

MANAGEMENT DISCUSSION ANALYSIS REPORT

The Management Discussion and Analysis Report for the year under review, as stipulated under Clause 49 of the Listing Agreement with the Stock Exchanges in India, is presented in a separate section which forms part of the Annual Report.

SUBSIDIARY COMPANIES

Pursuant to Section 212 of the Companies Act, 1956, the Audited Statement of Accounts, Auditors' and Directors' Report of 'BLB Commodities Private Limited', 'BLB Realty Ventures Limited', 'BLB Global Business Limited' and 'BLB Institute of Financial Markets Limited' subsidiaries of the Company are annexed to the Annual Report 2009-10 of the Company.

PUBLIC DEPOSITS

Your Company has not accepted any Public Deposits during the year under review.

DISCLOSURES

During the year the Company has surrendered the Certificate of Registration as Depository Participantship of Central Depository Services (India) Limited (CDSL) and National Securities Depository Limited (NSDL).

The Company has obtained Trading Membership for Currency Derivative Segment of United Stock Exchange of India Limited and also obtained the Clearing Membership of Currency Derivative Segment of MCX-SX Clearing Corporation Limited.

CORPORATE GOVERNANCE

As required by Clause 49 of the Listing Agreement, a separate report on Corporate Governance is appended along with the Compliance Certificate from M/s Ram Rattan & Associates, Statutory Auditors of the Company, which forms part of this report.

LISTING OF SHARES, PAYMENT OF LISTING FEES

The Company's Equity Shares are presently listed on Bombay Stock Exchange Limited (BSE) and National Stock Exchange of India Limited (NSE). The Company has paid the annual listing fees for the year 2010-11 to both the exchanges where the shares are listed.

DIRECTORS

As per the provisions of Companies Act, 1956 and Article 89 of the Article of Association of the Company, Sh. Brij Rattan Bagri and Sh. Suresh Chand Gupta, Directors of the Company, are liable to retire by rotation at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment. As stipulated in terms of Clause 49 of listing agreement, the brief resume of Sh. Brij Rattan Bagri and Sh. Suresh Chand Gupta, is provided in the notice of the 29th Annual General Meeting of the Company.

The tenure of appointment of Sh. Vikram Rathi, Executive Director of the Company will expire on 30th January, 2011. Sh. Vikram Rathi is having wide and rich experience in the field of capital market. The Remuneration Committee as well as the Board of Directors recommend his re-appointment as an Executive Director of the Company for a further period of three years. Your directors recommend his re-appointment for your approval.

PARTICULARS OF EMPLOYEES

Information in accordance with the provisions of Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, as amended, regarding employees is given in Annexure to the Directors Report.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirements of section 217(2AA) of the Companies Act, 1956, your directors confirm that:

- In the preparation of the annual accounts, the applicable Accounting Standards have been followed;
- The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for the year under review;
- The Directors have taken proper and sufficient care of 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 prevention and detecting fraud and other irregularities;
- The Directors have prepared the accounts for the year ended 31st March, 2010 on a going concern basis.

AUDITORS

The Auditors, M/s. Ram Rattan & Associates, Chartered Accountants, New Delhi retire at the conclusion of the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment. The Company has received a certificate from the auditors to the effect that their re-appointment, if made, would be in accordance with Section 224(1B) of the Companies Act, 1956 and that they are not disqualified for reappointments within the meaning of Section 226 of the said Act. The Board recommends their re-appointment for your approval.

AUDITORS' REPORT

The Auditors' Report to the shareholder does not contain any reservation, qualification or adverse remark.

SECRETARIAL AUDIT

In order to strengthen the internal audit of the Secretarial Department of your Company, a comprehensive audit is being conducted by M/s. Chandrasekaran Associates, Company Secretaries, New Delhi at specified intervals. The recommendations made by the Secretarial Auditors are implemented in order to improve the processes in the Secretarial Department.

DISCLOSURES UNDER SECTION 217(1)(e) OF THE COMPANIES ACT, 1956

In terms of section 217(1)(e) read with Companies (Disclosure of Particulars in Report of the Board of Directors) Rules, 1988 of the Companies Act, 1956 your Directors furnish the information as below:

Conservation of Energy	The Company is a stock broking company and has taken necessary energy conservation measure to the extend applicable.	
Technology absorbtion	The Company is engaged in the stock broking business and accordingly have not absorbed any technology.	
Activities relating to exports, initiatives taken to increase exports, development of new export markets for products and services and export plans.	The Company is not engaged in Export Activities.	
Foreign Exchange Earnings and Outgo	Current Year	Previous Year
Out flow:	NIL	NIL
Inflow:	NIL	NIL

ACKNOWLEDGEMENTS

Your Directors would like to thank various bodies and statutory authorities including Bankers, SEBI, RBI, ROC, Stock Exchanges, ANMI, etc. for their co-operation. Thanks are also due to the Shareholders for their co-operation and the confidence they reposed in the Management.

For and on behalf of the Board of
BLB Limited

Place: New Delhi
Date: 31st August, 2010

(Brij Rattan Bagri)
Chairman

MANAGEMENT DISCUSSION AND ANALYSIS

The Financial Statements have been prepared in compliance with the requirements of the Companies Act, 1956, guidelines issued by Securities and Exchange Board of India (SEBI) and Generally Accepted Accounting Principles (GAAP) in India.

REVIEW OF OPERATIONS

With the improvement in the economic environment, the Indian Capital Market has performed better than most of the others during the financial year. During the year under review, your Company has earned a Profit after Tax (PAT) of Rs. 2360 lacs as against a Loss after Tax of Rs. 1078 lacs for the previous financial year.

OPPORTUNITIES & THREATS

A significant portion of the Company's income is from Trading Operations in the Secondary Market. The revival of market has given confidence to the Management to perform well in the coming financial year.

During the year the opportunities in the Equity arbitrage and the concurrent yield has suffered a lot. The reason behind it is good liquidity and high operational cost mainly on account of high statutory charges and the cost of human resource. On the parallel side, the increased use of technology has heightened the related cost and has also considerably reduced the spreads. With the increasing trend of the use of technology, Company has also geared up and has shifted its focus towards maximum use of technology for trading. The future of the segment in which the company operates is filled with great challenges and Management is prepared to take it all as it comes.

Your Company has obtained the Trading Membership of Currency Derivative Segment of United Stock Exchange of India (USE) and the Clearing Membership of MCX Stock Exchange Limited (MCX-SX). Your Company has made further investment by way of equity and loan in Wholly Owned Subsidiary- BLB Commodities Private Limited. BLB Commodities Private Limited has also obtained the Memberships of Indian Commodity Exchange Limited (ICEX), National Multi Commodity Exchange of India Ltd. (NMCE) and ACE Derivative & Commodity Exchange Limited. Further, the Company has also got the in principle approval of Membership of NCDEX- Spot Exchange Limited.

RISK AND CONCERNS

Company performance is closely linked to the Indian Capital Market and the risk associated with the market operations.

Your Company has a full fledged Compliance department headed by Compliance Officer which ensures all Regulatory Compliances from time to time so as to enable the Company to function in a compliant environment.

INTERNAL CONTROL SYSTEMS

Your Company has adequate internal control system to ensure efficient and effective control over the activities of the company. Your Company has Internal Audit team which monitors the Business Activities performed by various departments and furnishes feedback reports to the management for their appraisal.

HUMAN RESOURCES

One of the main components for the successful performance of the organization is its Human Resource. Your Company gives significant importance to its human capital and is dedicated for continuous enhancement of their skills and knowledge by way of training and supervision. The Company provides intensive training to the staff at regular intervals to meet the changing business requirements.

CAUTIONARY NOTE

Certain statements in the Management Discussion and Analysis describing the Company's objectives, predictions may be "forward-looking statements" within the meaning of applicable laws and regulations. Actual results may vary significantly from the forward-looking statements contained in this document due to various risks and uncertainties. These risks and uncertainties include the effect of economic and political conditions in India, volatility in interest rates, new regulations and government policies that may impact the Company's business as well as its ability to implement the strategy. The Company does not undertake to update these statements.

ANNEXURE

**Particulars of Employees of the Company, as per the provisions of Section 217(2A) of the Companies Act, 1956
read with the Companies (Particulars of Employees) Rules, 1975,**

Sl. No.	Name	Designation	Age (yrs.)	Gross Remuneration (Rs. In Lacs)	Qualification	Experience (in Years)	Date of Commencement of employment	Previous Employer
1	Manoj Kumar Bagri*	Branch Manager	43	9.14	B.Com	21	19/02/2001	Neon Vinimay P. Ltd., Kolkata
2	Mithilesh Kumar Kanti*	Sr. Executive (Market Operation)	40	4.30	B.A	16	14/10/2003	Mareshwari Technical & Financial Services Ltd., Delhi
3	Naveen Chandra Chaturvedi*	Sr. Executive (Market Operation)	29	2.26	B.Com	8	16/10/2003	R.S.S. Investment (P) Ltd.

* Indicates earnings for part of the year.

Notes:

- Gross Remuneration comprises of salary, allowances, perquisites, performance based incentive and the Company's contribution to Provident Fund but excludes contribution to Gratuity Fund on the basis of actuarial valuation as separate figures are not available.
- All aforesaid persons are in trading division of the Company and covered under normal terms and conditions of employment of the Company.
- The nature of employment in all cases is contractual.
- None of the above employee is a relative of any Director of the Company.

CORPORATE GOVERNANCE REPORT

Pursuant to Clause 49 of the Listing Agreement entered into with the Stock Exchanges, Report on Corporate Governance for the year ended 31st March, 2010 is given below:

Company's Philosophy on Corporate Governance

This report on Corporate Governance forms part of the Annual Report. Corporate Governance refers to a combination of laws, regulations, procedures and good corporate practices that ensure that a company meets its obligations to optimize shareholders value, fulfill its responsibilities to the community, employees, government and other segments of the society. The Corporate Governance is also a systematic process of enhancing transparency in all dealings, regulatory compliances and to maintain the standards of corporate conduct. Your Company's foundation has therefore been rooted to stringent corporate governance principles to ensure shareholders aspirations and societal expectations so that the decision-making powers vested in the executive management are used with care and diligence. Apart from the regulatory Compliance, the Company endeavors to achieve the highest standards of ethical conduct throughout the organization. This report gives an insight into the functioning of the Company.

The Company's philosophy is :-

- Faith in bright future of Indian Capital Market
- Faith in individual potential and respect for human values
- Encouraging innovation for constant improvement to achieve excellence in all functional areas
- Accepting change as a way of life
- Appreciation of our role as a responsible corporate citizen

I.) MANDATORY REQUIREMENTS

1. BOARD OF DIRECTORS

❖ Composition and size of the Board

As on 31st March, 2010 the Company's Board of Directors comprised of six directors out of which four were Non-Executive Directors. The Board meetings of the Company were normally presided over by a Chairman cum Non-Executive Director who is also the Promoter of the Company. One-half of the Directors of the Company were Independent Directors. The composition of the Board is in conformity with Clause 49 of the Listing Agreement.

❖ Board Meetings held during the year

During the year 2009-2010, eleven Board Meetings were held on the following dates:

- | | | | |
|---------------|----------------|----------------|---------------|
| 1) 30.04.2009 | 2) 30.06.2009 | 3) 31.07.2009 | 4) 31.08.2009 |
| 5) 30.09.2009 | 6) 30.10.2009 | 7) 30.11.2009 | 8) 06.01.2010 |
| 9) 30.01.2010 | 10) 10.03.2010 | 11) 31.03.2010 | |

Attendance recorded for each Director at the Board Meetings, last Annual General Meeting (AGM) and details of other Directorships and Committee positions held by them are as follows:-

Name of the Directors	Category of Directorship	No. of Board Meetings Attended	Whether last AGM Attended	No. of outside Directorship held as on 31/03/2010*	No. of Committee position held in other public companies as on 31/03/2010		Director's Shareholding
					Chairman	Member	
Sh. Brij Rattan Bagri	Promoter & Non-Executive Director	08	No	2	Nil	Nil	32309490
Sh. Vikram Rathi	Executive Director	11	Yes	1	Nil	Nil	45600
Sh. Satish Kumar Sharma	Executive Director	11	Yes	Nil	Nil	Nil	43400
Sh. Keshav Chand Jain	Independent Non-Executive Director	10	No	Nil	Nil	Nil	Nil
Dr. Suresh Chand Gupta	Independent Non-Executive Director	11	Yes	1	Nil	Nil	3004
Sh. Sushil Kumar Gupta (Ceased to be a Director w.e.f. 31.08.2009)	Independent Non-Executive Director	04	N/A	Nil	Nil	Nil	Nil
Sh. Rajesh Kumar Damani (Appointed as an Additional Director on 31.08.2009)	Independent Non-Executive Director	07	No	Nil	Nil	Nil	Nil

* This does not include any Directorship of Private Company and foreign Company.

The intervening period between two meetings was within the maximum time gap of four months as prescribed under Clause 49 of the Listing Agreement. The dates of Board meetings are fixed in advance and agenda papers are normally circulated seven working days prior to the meeting. The Board has periodically reviewed Compliance report of all laws applicable to the Company.

As required under Annexure IA to Clause 49 of the Listing Agreement with the Stock Exchanges, the necessary information was placed before the Board during the meetings.

❖ Disclosure of change during the year

Shri Sushil Kumar Gupta resigned from the Directorship of the Company on 31-08-2009. Mr. Rajesh Kumar Damani was appointed as Additional Director w.e.f. 31-08-2009 by the Board of Directors in its meeting held on 31-08-2009.

2. **AUDIT COMMITTEE**

The Audit Committee comprises of four Directors, all being Non-Executive with two-third of them being independent. The Chairman of the Audit Committee is an Independent Director. The Company Secretary acts as the Secretary to the Audit Committee.

The constitution of the Audit Committee also meets the requirements under Section 292A of the Companies Act, 1956. The terms of reference and powers of the Audit Committee are in keeping with those contained under Clause 49 of the Listing Agreement and the Companies Act, 1956.

The Audit Committee specifically reviews:

- Management Discussion and Analysis of financial conditions and results of operations.
- Quarterly and Annual Financial Results.
- Significant Related Party transactions.
- Internal Audit Reports.
- Recommendation for appointment and fixing of the remuneration of Statutory Auditors.

❖ Composition

The Audit Committee comprised of the following four members as at 31st March 2010 :

- a. Dr. Suresh Chand Gupta- Chairman
- b. Sh. Brij Rattan Bagri- Member
- c. Sh. Keshav Chand Jain- Member
- d. Sh. Rajesh Kumar Damani- Member

All the members of the Audit Committee are Non-Executive Directors and three of them are Independent Directors. They possess sound knowledge of Accounts, Audit, and Finance etc. Dr. Suresh Chand Gupta; Non Executive Independent Director of the Company is the Chairman of the Committee. The Company Secretary of the Company acts as the Secretary to the Committee.

❖ Meeting and Attendance

The Audit Committee held six meetings during the year 2009-2010 as under:-

- 1) 30.04.2009 2) 30.06.2009 3) 31.07.2009
- 4) 30.10.2009 5) 30.12.2009 6) 30.01.2010

The attendance of each Committee member was as under:

Name of Member	Designation	Category	Meetings attended
Dr. Suresh Chand Gupta	Chairman	Non Executive Independent Director	06
Sh. Brij Rattan Bagri	Member	Non Executive Director	05
Sh. Keshav Chand Jain	Member	Non Executive Independent Director	05
Sh. Rajesh Kumar Damani*	Member	Non Executive Independent Director	03

* Appointed as the Member of the Audit Committee w.e.f. 30.09.2009

3. **REMUNERATION COMMITTEE**

The remuneration of Director(s) is considered and decided by the Remuneration Committee of the Company on the basis of their performance, responsibilities, experience, qualification, market conditions, role played by them, etc.

❖ Composition

The Company constituted its Remuneration Committee pursuant to Clause 49 of the Listing Agreement.

The Remuneration Committee comprised of three members as at 31st March 2010 as under:-

- a. Dr. Suresh Chand Gupta- Chairman
- b. Sh. Brij Rattan Bagri- Member
- c. Sh. Keshav Chand Jain- Member

During the year two meetings were held by the said committee on 30th June, 2009 and 30th November, 2009 and was attended by all the Committee Members. Both the meetings were held to review the remuneration of Sh. Vikram Rathi and Sh. Satish Kumar Sharma, Executive Directors of the Company.

The members of the Remuneration Committee are Non-Executive Directors and two of them are Independent Directors. Dr. Suresh Chand Gupta, Non-Executive Independent Director of the company is the Chairman of the Committee. The Company Secretary of the Company acts as the Secretary to the Committee.

❖ **Details of remuneration paid to the Directors**

a) **Executive Directors**

The aggregate value of salary perquisites paid to Whole-Time Directors (Executive Directors) for the Financial Year 2009-10 is as follows:

Name	Designation	Salary (Rs.)	Perquisites (Rs.)	Incentive (Rs.)	Total (Rs.)	Service Contract
Sh. Vikram Rathi	Executive Director	1376425/-	Nil	536000/-	1912425/-	5 Years (w.e.f. 31.01.06)
Sh. Satish Kumar Sharma	Executive Director	1505990/-	Nil	Nil	1505990/-	5 Years (w.e.f. 01.10.07)

b) **Non-Executive Director**

The shareholders at 26th Annual General Meeting held on 28th September, 2007 had approved the payment of commission to Sh. Brij Rattan Bagri, Non-Executive Director for a sum not exceeding 5% per annum of the net profits.

The Company has received necessary permission from the Ministry of Corporate Affairs vide their letter no. 12/952/2007-CL.VII dated 08.04.2008 under various provisions of the Companies Act, 1956 to make payment of commission @ 5% of the net profits w.e.f. 01st July 2007 to Sh. Brij Rattan Bagri, Non-Executive Director of the Company for a period of five years.

Accordingly the Company has made a provision for Rs. 1,49,50,000/- towards the payment of Commission in the books of account for the financial year 2009-10.

However no commission was paid due to the losses suffered by the Company during the year 2008-09.

c) No remuneration or sitting fees was paid by the Company to any Non-Executive Director for attending the Board Meetings for the financial year 2009-10.

4. **SHAREHOLDERS'/INVESTORS' GRIEVANCE-CUM-SHARE TRANSFER COMMITTEE**

❖ **Composition**

The Company has Investors' Grievance Committee under the nomenclature "Shareholders'/ Investors' Grievance-cum-Share Transfer Committee." The Committee looks after the redressal of grievances of the Shareholders and approves transfer/transmission, sub-division, consolidation and issue of duplicate share certificates, etc. The Shareholders'/Investors' Grievance-cum-Share Transfer Committee comprised of the following three members as at 31st March 2010:

- Dr. Suresh Chand Gupta- Chairman
- Sh. Vikram Rathi - Member
- Sh. Keshav Chand Jain- Member

Dr. Suresh Chand Gupta, Non-Executive Independent Director of the Company is the Chairman of the Committee. The Company Secretary of the Company acts as the Secretary to the Committee.

❖ **Compliance Officer**

The Board had designated Ms. Kashvi Malhotra, Asst. Company Secretary as Compliance Officer of the Company.

Address: 4764/23-A, Ansari Road, Daryaganj, New Delhi-110 002, India

Phone : 011-32968110, 32968111

Fax: 011-23283159

e-mail: kashvi.malhotra@blblimited.com

❖ **Meetings and Attendance**

During the year, 24 meetings of the Committee were held on the following dates:

1) 15.04.2009	2) 30.04.2009	3) 15.05.2009	4) 30.05.2009	5) 15.06.2009
6) 30.06.2009	7) 15.07.2009	8) 31.07.2009	9) 17.08.2009	10) 31.08.2009
11) 15.09.2009	12) 22.09.2009	13) 30.09.2009	14) 15.10.2009	15) 30.10.2009
16) 16.11.2009	17) 30.11.2009	18) 15.12.2009	19) 31.12.2009	20) 15.01.2010
21) 01.02.2010	22) 26.02.2010	23) 15.03.2010	24) 31.03.2010	

The following table shows the details of attendance of members of the Committee in its meetings:

Name of Member	Designation	Category	Meetings attended
Dr. Suresh Chand Gupta	Chairman	Non Executive Independent Director	24
Sh. Vikram Rathi	Member	Executive Director	24
Sh. Keshav Chand Jain	Member	Non Executive Independent Director	23

❖ **Shareholders Queries/Complaints**

The Company received 1 complaint relating to the Transfer of Shares in physical form and it was duly resolved during the year. No complaint was pending as on 31st March, 2010.

5. GENERAL BODY MEETINGS

❖ **The details of Annual General Meetings held during last 3 financial years are given as under:-**

<i>Financial Year</i>	<i>Venue</i>	<i>Date</i>	<i>Time</i>	<i>Number of special resolution passed</i>
2008-2009	PHD Chamber of Commerce and Industry, PHD House, 4/2 Siri Institutional Area, August Kranti Marg, New Delhi-110 016	29th September, 2009	11:30 a.m.	Nil
2007-2008	PHD Chamber of Commerce and Industry, PHD House, 4/2 Siri Institutional Area, August Kranti Marg, New Delhi-110 016	29th September, 2008	11:30 a.m.	Nil
2006-2007	PHD Chamber of Commerce and Industry, PHD House, 4/2 Siri Institutional Area, August Kranti Marg, New Delhi-110 016	28th September, 2007	11.30 a.m.	Four

❖ **The detail of Extra Ordinary General Meeting held during the last 3 financial years is given as under:-**

<i>Financial Year</i>	<i>Venue</i>	<i>Date</i>	<i>Time</i>	<i>Number of special resolution passed</i>
2009-2010	PHD Chamber of Commerce and Industry, PHD House, 4/2 Siri Institutional Area, August Kranti Marg, New Delhi-110 016	06th February, 2010	11:15 a.m.	One

❖ **Postal Ballot:**

The Company has not passed any resolutions through postal ballot during the financial year 2009-2010. No special resolution is proposed to be passed by postal ballot in the forth coming Annual General Meeting.

6. DISCLOSURES

❖ **Disclosure on materially significant related party transactions**

During the year under review, there were no transactions of material nature with the Promoters, the Directors or the Management, their Subsidiaries or Relatives, etc. that had potential conflict with the interest of the Company at large. All disclosures related to Financial and Commercial transactions where Directors may have a potential interest are provided to the Board and the interested Directors neither participate in the discussions nor do they vote on such matters. The details of related party transactions during 2009-2010 are duly disclosed in the Notes on Accounts to the Balance sheet as required by the Accounting Standard (AS-18) - 'Related Party Disclosure' issued by the Institute of Chartered Accountants of India (ICAI).

❖ **Compliance by the Company**

There has not been any instance of non-compliances by the Company and no penalties, strictures were imposed on the Company by the Stock Exchanges or SEBI or any statutory authority, on any matter related to the Capital Markets, during the last three years.

❖ **Code of Conduct for Prevention of Insider Trading**

Pursuant to the requirements of SEBI (Prohibition of Insider Trading) Regulations, 1992, as amended, the Company has adopted amended "Model Code of Conduct" for dealing in Company's securities.

❖ **Whistle Blower Policy**

The Company has not adopted any Whistle Blower Policy. However, the Company has not denied access to any personnel to approach the Management or the Audit Committee on any issue.

❖ **Mandatory and Non Mandatory requirements**

The Company has complied with all the mandatory requirements of Clause 49 of the Listing Agreement. The Company at present has adopted the non-mandatory requirement with regard to constitution of Remuneration Committee.

7. MEANS OF COMMUNICATION

Timely Disclosure of consistent, comparable, relevant and reliable information on corporate financial performance is at the core of good Corporate Governance. Such Quarterly/Half Yearly/Annual results were published in 'Financial Express' (English) and 'Jansatta' (Hindi). Such results were also uploaded on Company's website, i.e. www.blblimited.com.

The Company is not displaying any official news releases nor making any presentations to institutional investors or to the analysts.

8. GENERAL SHAREHOLDER INFORMATION

i. 29th Annual General Meeting

Date : 29th September, 2010
 Time : 11:30 a.m.
 Venue : PHD Chamber of Commerce and Industry, PHD House, 4/2 Siri Institutional Area, August Kranti Marg, New Delhi-110 016

ii. Financial Year : 01st April 2009 to 31st March 2010

iii. Date of Book Closure

The Register of members and the Share Transfer Books of the Company shall remain closed for one day only viz. Wednesday, 22nd September, 2010.

iv. Dividend Payment Date

The Company has declared Interim Dividend on 10th March, 2010 and disbursed the same on 29th, March, 2010. Further no dividend is proposed for the approval.

v. Listing on Stock Exchanges

The equity shares of the Company are listed at following Stock Exchanges:-

Name of the Stock Exchanges	Address of the Stock Exchange	Stock Code
Bombay Stock Exchange Limited	Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001	532290
National Stock Exchange of India Limited	“Exchange Plaza”, 5th Floor, Plot No. C/1, G- Block, Bandra- Kurla Complex, Bandra (East), Mumbai – 400 051	BLBLIMITED

The Annual Listing fees for the Year 2010-2011 have been paid to the National Stock Exchange of India Limited and Bombay Stock Exchange Limited.

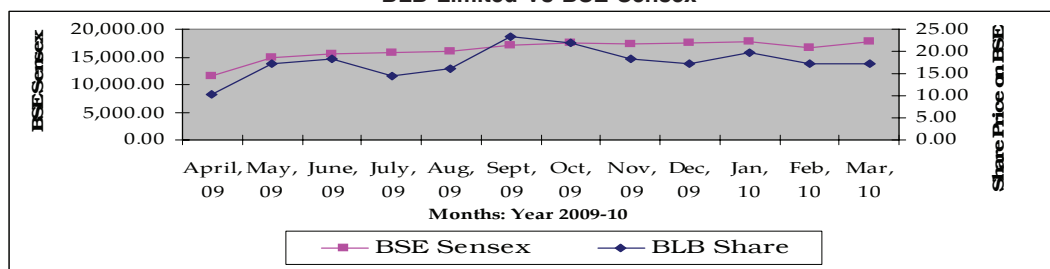
vi. Market Price Data

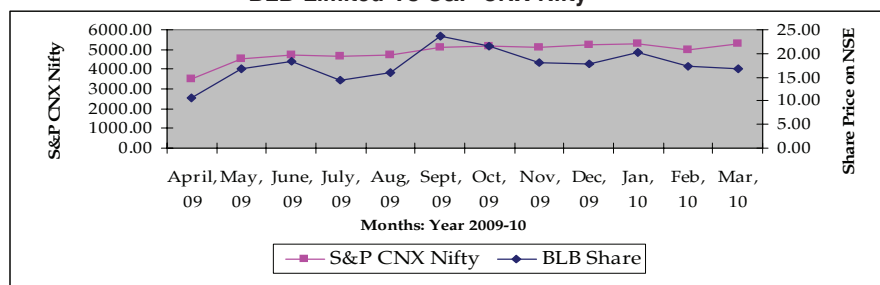
High/Low market price of the Equity shares of a face value of Re.1/- each of the Company traded on National Stock Exchange of India Limited and Bombay Stock Exchange Limited with comparative indices during the period 01st April, 2009 to 31st March, 2010 is furnished below:

Month	NSE		BSE		S&P CNX NIFTY		SENSEX	
	High (Rs.)	Low (Rs.)	High (Rs.)	Low (Rs.)	High (Rs.)	Low (Rs.)	High (Rs.)	Low (Rs.)
April, 2009	10.70	7.75	10.40	7.80	3517.25	2965.70	11,492.10	9,546.29
May, 2009	16.75	8.60	17.12	9.01	4509.40	3478.70	14,930.54	11,621.30
June, 2009	18.45	13.00	18.40	12.50	4693.20	4143.25	15,600.30	14,016.95
July, 2009	14.25	10.50	14.39	10.27	4669.75	3918.75	15,732.81	13,219.99
August, 2009	15.95	13.70	16.25	13.56	4743.75	4353.45	16,002.46	14,684.45
September, 2009	23.55	15.05	23.40	15.15	5087.60	4576.60	17,142.52	15,356.72
October, 2009	21.45	16.35	21.95	16.15	5181.95	4687.50	17,493.17	15,805.20
November, 2009	18.15	15.75	18.35	15.75	5138.00	4538.50	17,290.48	15,330.56
December, 2009	17.80	15.10	17.30	15.25	5221.85	4943.95	17,530.94	16,577.78
January, 2010	20.10	15.00	19.85	15.20	5310.85	4766.00	17,790.33	15,982.08
February, 2010	17.25	14.45	17.20	14.50	4992.00	4675.40	16,669.25	15,651.99
March, 2010	16.75	12.75	17.35	13.00	5329.55	4935.35	17,793.01	16,438.45

vii. Performance of share price of the Company in comparison to BSE Sensex and S&P CNX Nifty:

BLB Limited Vs BSE Sensex



BLB Limited Vs S&P CNX Nifty


viii) Registrar and Transfer Agents

M/s. Abhipra Capital Limited is the Registrar and Transfer Agent for the Equity Shares of the Company both in the Demat and Physical forms.

M/s. Abhipra Capital Limited

A- 387, Abhipra Complex, Dilkhush Industrial Area, G.T. Karnal Road, Azadpur, New Delhi-110 033

Phone: 42390909, Fax: 91-11-42390704-05-06

E-mail: info@abhipra.com, Website: www.abhipra.com

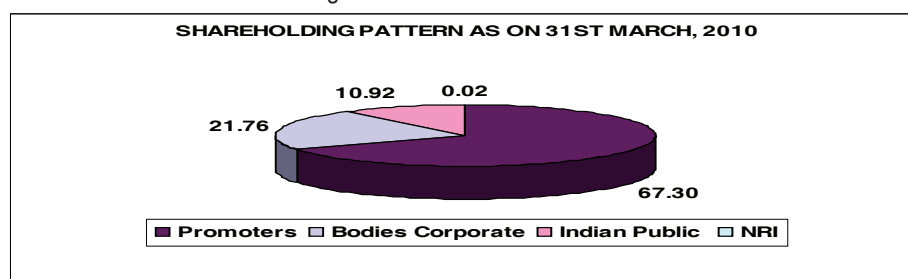
ix. Share Transfer System

The Equity Shares of the Company are traded compulsorily in dematerialized form pursuant to a SEBI directive. The Registrar and Transfer Agent of the Company, M/s. Abhipra Capital Limited looks after all the matters relating to the transfer, transmission, dematerialisation etc. of the Equity Shares of the Company.

x. Distribution of Shareholding and Shareholding pattern as on 31st March, 2010

	Category	No. of Shares held	Percentage of Share holding
A.	Promoters' Shareholding		
	1. Promoters		
	a. Indian Promoters	35577690	67.30%
	b. Foreign Promoters	Nil	Nil
	Sub-Total	35577690	67.30%
B.	Non-Promoters Holding		
	1. Institutional Investors		
	a. Mutual Funds and UTI	Nil	Nil
	b. Banks, Financial Institutions, Insurance Companies (Central/State Govt. Institutions / Non-Government Institutions)	Nil	Nil
	c. FIIs	Nil	Nil
	Sub-Total	Nil	Nil
	2. Others		
	a. Corporate Bodies	11503804	21.76%
	b. Indian Public	5771803	10.92%
	c. NRIs/OCBs	11961	0.02%
	d. Any Other (please specify)	Nil	Nil%
	Sub-Total	17287568	32.70%
	GRAND TOTAL	52865258	100.00%

ADR / GDR: There is no ADR and GDR holding.



xi. Distribution of Shareholding as on 31st March 2010

Share holding of Nominal Value	Shareholders		Paid-up Value	
	Number	% to total	(Rs.)	% of total
Upto – 5000	4281	96.46	1777490	3.36
5001 – 10000	54	1.22	398190	0.75
10001 – 20000	33	0.74	473394	0.90
20001 – 30000	12	0.27	303953	0.57
30001 – 40000	4	0.09	132319	0.25
40001 – 50000	14	0.32	616500	1.17
50001 – 100000	30	0.68	1938890	3.67
100001 & Above	10	0.23	47224522	89.33
TOTAL	4438	100.00	52865258	100.00

xii. Dematerialization of Shares

The Equity Shares of the Company are traded on the recognized Stock Exchanges only in dematerialized form with effect from 26th June, 2000. 5,04,71,651 Equity Shares out of the total 5,28,65,258 Equity Shares issued have been dematerialized as on 31st March, 2010. This represents 95.47% the total paid up capital of the Company.

The Equity Shares of the Company are available for trading in the depository systems of both the depositories viz. **National Securities Depository Limited (NSDL)** and **Central Depository Services (India) Limited (CDSL)**. The ISIN of the Equity Shares of the Company is INE791A01024.

xiii. Outstanding ADR/GDR/Warrants or any Convertible Instruments

The Company has not issued any GDRs/ ADRs; Further the Company has no outstanding warrants or any convertible instruments as on 31st March, 2010.

xiv. Plant Locations

The Company is not a manufacturing unit hence it has no plants.

xv. Address of Correspondence

Shareholders correspondence should be addressed to:

Ms. Kashvi Malhotra

Asst. Company Secretary cum Compliance Officer

BLB Limited

4764/23-A, Ansari Road,

Daryaganj, New Delhi-110 002, India

Ph: 011-32968110, 32968111,

Fax: 011-23283159

E-mail: investorcomplaint@blblimited.com

II.) NON-MANDATORY REQUIREMENTS

The Company complies with the following Non-mandatory requirements stipulated under Clause 49 of the Listing Agreements:

❖ Remuneration Committee

The Company has constituted a Remuneration Committee. Relevant details of the Remuneration Committee are provided in paragraph 3 of this Report.

❖ Audit Qualification

The Company has no audit qualification in its financial statements.

❖ Training of Board Members

As regards training of Board Members, the Directors on the Board are seasoned professionals having wide range of expertise in different fields. They keep themselves abreast with the latest developments in the field to Management, Technology, Industry and Business Environment etc.

For and on behalf of the Board

Place : New Delhi
 Date : 31st August, 2010

(BRIJ RATTAN BAGRI)
Chairman

CORPORATE GOVERNANCE COMPLIANCE CERTIFICATE

Registration No. of the Company: 55-12767

Nominal Capital : Rs. 12,50,00,000/-

To

The Members

BLB LIMITED

4764/23-A,

Ansari Road, Daryaganj,

New Delhi-110002

We have examined all relevant records of BLB Limited (the Company) for the purpose of certifying of the conditions of the Corporate Governance under Clause 49 of the Listing Agreement with Stock Exchanges for the financial year ended 31st March, 2010. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of certification.

The compliance of the conditions of Corporate Governance is the responsibility of the management. Our examination was limited to the procedure and implementation thereof. This certificate is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

On the basis of our examination of the records produced explanations and information furnished, we certify that the Company has complied with the conditions of the Clause 49 of the Listing Agreement.

For **M/S. RAM RATTAN & ASSOCIATES**
Chartered Accountants

Place : New Delhi

Date : 31st August, 2010

(RAM RATTAN GUPTA)
Partner M. No. 083427
Firm Reg. No. 04472N

CEO & CFO CERTIFICATION

To
The Board of Directors
BLB Limited
4764/23-A, Ansari Road,
Daryaganj, New Delhi-110002

SUB. : CEO & CFO CERTIFICATION AS PER CLAUSE 49 OF THE LISTING AGREEMENT

Dear Sirs,

We Vikram Rathi, Executive Director and Vikash Rawal, Chief Financial Officer of the Company certify to the Board of Directors 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) To the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violate 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 confirm that there are no deficiencies in the design or operation of such internal controls.
- (d) We have indicated to the auditors and the Audit Committee that there is:
 - (i) no significant changes in internal control over financial reporting during the year;
 - (ii) no significant changes in accounting policies during the year;
 - (iii) no instances of fraud in the company has come to our knowledge.

For **BLB LIMITED**

For **BLB LIMITED**

Place : New Delhi
Date : 31st August, 2010

(**VIKRAM RATHI**)
Executive Director

(**VIKASH RAWAL**)
Chief Financial Officer

DECLARATION OF THE EXECUTIVE DIRECTOR

This is to certify that the Company has laid down Code of Conduct for all the Board Members and Senior management of the Company and the copy of the same are uploaded on the website of the company- www.blblimited.com.

Further certified that the Members of the Board of Directors and Senior Management personnel have affirmed having complied with the Code applicable to them during the year ended 31st March, 2010.

For **BLB LIMITED**

Place : New Delhi
Date : 31st August, 2010

(**VIKRAM RATHI**)
Executive Director

AUDITORS' REPORT

To the Members of **BLB Limited**

1. We have audited the attached Balance Sheet of BLB Limited as at 31st March, 2010, the related Profit and Loss Account and also 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 have conducted our audit in accordance with 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 statements presentation. We believe that our audit provides a reasonable basis for our opinion.
3. 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, we enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, 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 purpose of our audit;
 - ii) in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - iii) the Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - iv) in our opinion the Balance Sheet, Profit & 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 and taken on record by the Board of Directors, we report that none of the Directors of the Company is disqualified as on 31st March, 2010, from being appointed as a Director under Clause (g) of Sub-Section (1) of Section 274 of the Companies Act, 1956; and
 - vi) in our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the notes appearing thereon give the information required by the Companies Act, 1956, in the manner so required and give a 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, 2010;
 - b) in the case of the Profit and Loss Account, of the *Profit* of the Company for the year ended on that date; and
 - c) in the case of the Cash Flow Statement, of the Cash Flows for the year ended on that date.

For **RAM RATTAN & ASSOCIATES**
Chartered Accountants
Firm Registration No: 004472N

Place : New Delhi
Date : 31st August, 2010

(**CA. RAM RATTAN GUPTA**)
Partner
M. No. 083427

ANNEXURE TO THE AUDITORS' REPORT
(Referred to in Paragraph 3 of our report of even date)

- i) In respect of its fixed assets:
 - a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - b) In our opinion, the fixed assets have been physically verified by the management at reasonable intervals, having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
 - c) During the year the company has disposed off a substantial part of fixed assets. According to the information and explanations given to us, we are of the opinion that the sale of said part of fixed assets has not affected the going concern status of the company.
- ii) In respect of its inventories:
 - a) The securities held as stock-in-trade have been verified by the management with demat accounts maintained with depositories at reasonable intervals and the Units of Mutual Funds held as Stock-in-Trade in Demat accounts with the custodians are verified from the statements received from them on a regular basis.
 - b) As explained to us, the procedure of verification of the stocks followed by the management is reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c) As explained and according to the records produced before us for our verification, no discrepancies were noticed on verification of stocks referred above, as compared to book records.
- iii)
 - a) The Company has granted unsecured loans to three companies covered in the register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved during the year was of Rs. 726.00 lacs and the year-end balance of such loans was Rs.716.00 lacs.
 - b) In our opinion, the rate of interest and the other terms and conditions of such loans are prima facie, not prejudicial to the interest of the Company.
 - c) In respect of the aforesaid loans, the parties are repaying the principal amounts as stipulated and are regular in payment of interest as stipulated.
 - d) In respect of the aforesaid loans, there is no overdue amount as the same are repayable on demand.
 - e) The Company has taken unsecured loans from three other parties covered in the register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs. 450.00 lacs and the year-end balance of such loans was Rs. 430.00 lacs.
 - f) In our opinion, the rate of interest and the other terms and conditions of such loans are prima facie, not prejudicial to the interest of the Company.
 - g) In our opinion and according to the information and explanations given to us the Company is regular in making the payment of the principal amount and interest as stipulated.
- iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our Audit, we have not observed any continuing failure to correct major weaknesses in internal control system.
- v) In respect of Contracts or arrangements referred to in section 301 of the Companies Act, 1956:
 - a) In our opinion and according to the information and explanations given to us, the particulars of Contracts or arrangements referred to in section 301 of the Companies Act, 1956 have been entered in the register which is required to be maintained under that Section;
 - b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangements have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- vi) The company has not accepted deposits from public in term of Section 58A of the Companies Act, 1956 read with Clause 2(xii) of NBFC Acceptance of Public Deposits Directions, 1998 accordingly the provision of Clause 4(viii) of the Companies (Auditor's Report) Order, 2003 is not applicable to the company.
- vii) In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- viii) Looking to the nature of business carried by the Company, the provisions of Clause 4(viii) of the Companies (Auditor's Report) Order, 2003 regarding maintenance of cost records are not applicable to the Company.

ix) In respect of statutory dues:

- a) The company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Investor Education & Protection Fund, Income Tax, Work Contract Tax, Wealth Tax, Service Tax, Profession Tax and other material statutory dues applicable to it. Considering the nature of business carried on by the Company, there can be no dues pertaining to Custom Duty, Sales Tax and Cess.
- b) According to the information and explanations given to us, no undisputed amount payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Work Contract Tax, Wealth Tax, Service Tax, Profession Tax were in arrears as at 31/03/2010 for a period of more than six months from the date they became payable.
- c) The particulars of dues of Income Tax as at March 31, 2010 which have not been deposited on account of disputes are as follows:

Name of statute	Nature of Dues	Amount (Rs.in Lacs)	Period to which the amount relates	Forum where disputes are pending
Income Tax Act, 1961	Income Tax	196.40	Assessment Years : 2001-02, 2002-03, 2003-04, 2004-05 & 2007-08	Various Appellate authorities.

- x) The Company does not have accumulated losses as at 31st March, 2010. The company has incurred cash losses only during the preceding financial year but has not incurred any cash loss during the current financial year.
- xi) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to banks and financial institutions. However the Company has not issued any debentures during the year.
- xii) In our opinion and according to the information and explanations given to us and based on the information available, no loans and advances have been granted by the company on the basis of security by way of pledge of shares, debentures and other securities.
- xiii) In our opinion, the company is not a chit fund or a nidhi/mutual benefit fund/society and as such the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xiv) In our opinion, the Company has maintained proper records of transactions and contracts of dealing or trading in shares, securities and other investments and has made timely entries therein. The aforesaid securities have been held by the Company in its own name except to the extent of exemption granted under Section 49 of the Companies Act, 1956.
- xv) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions.
- xvi) In our opinion and according to the information and explanations given to us, the term loans have been applied for the purpose for which they were raised.
- xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that no funds raised on short-term basis, have been used for long-term investment by the company.
- xviii) The Company has not made any preferential allotment of shares during the year and as such the provisions of Clause 4(xviii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xix) The Company did not issue any debentures during the year and as such the provisions of Clause 4(xix) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xx) The Company has not raised any money by way of public issue during the year and as such the provisions of Clause 4(xx) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xxi) In our opinion and according to the information and explanations given to us, we report that no fraud on or by the company has been noticed or reported during the year.

For **RAM RATTAN & ASSOCIATES**
Chartered Accountants
Firm Registration No: 004472N

Place : New Delhi
Date : 31st August, 2010

(CA. RAM RATTAN GUPTA)
Partner
M. No. 083427

BALANCE SHEET AS AT 31ST MARCH, 2010

	SCHEDULE	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
I) SOURCES OF FUNDS:			
1) Shareholders' Funds			
Share Capital	1	5,28,65,258	5,28,65,258
Reserves and Surplus	2	1,38,80,41,781	116,44,51,730
		1,44,09,07,039	121,73,16,988
2) LOAN FUNDS			
Secured Loans	3	37,30,76,845	21,92,40,114
Unsecured Loans		4,30,00,000	—
Total		1,85,69,83,884	143,65,57,102
II APPLICATION OF FUNDS:			
1) FIXED ASSETS	4		
Gross Block		19,85,76,272	30,13,01,605
Less : Depreciation		12,13,05,586	17,32,14,874
Net Block		7,72,70,686	12,80,86,731
Capital Work-in-Progress		5,02,190	—
		7,77,72,876	12,80,86,731
2) INVESTMENTS	5	17,28,07,685	4,78,43,013
3) DEFERRED TAX ASSET (NET) (Refer Note 10 of Schedule 20)		2,17,33,000	6,69,87,000
4) CURRENT ASSETS, LOANS AND ADVANCES			
Inventories	6	44,39,66,754	45,92,56,859
Sundry Debtors	7	8,92,52,376	9,08,30,936
Cash and Bank Balances	8	79,59,60,809	62,83,35,901
Other Current Assets	9	22,28,26,679	2,43,41,994
Loans and Advances	10	35,67,42,684	18,67,86,838
		1,90,87,49,302	138,95,52,528
Less : CURRENT LIABILITIES AND PROVISIONS			
Current Liabilities	11	17,75,70,970	9,83,27,246
Provisions	12	14,65,08,009	9,75,84,924
		32,40,78,979	19,59,12,170
Net Current Assets		1,58,46,70,323	119,36,40,358
Total		1,85,69,83,884	143,65,57,102
NOTES ON ACCOUNTS	20		

As per our report of even date annexed.

For **RAM RATTAN & ASSOCIATES**
Chartered Accountants
Firm Registration No: 004472N

(CA. RAM RATTAN GUPTA)
Partner
M. No. 083427

Place : New Delhi
Date : 31st August, 2010

For and on behalf of the Board of Directors

(BRIJ RATTAN BAGRI)
Chairman

(VIKASH RAWAL)
Chief Financial Officer

(VIKRAM RATHI)
Executive Director

(KASHVI MALHOTRA)
Asst. Company Secretary

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH, 2010

PARTICULARS	SCHEDULE	2009-2010 (Rs.)	2008-2009 (Rs.)
I. INCOME			
Sales		24,12,29,23,596	16,68,02,48,734
Profit on settlement of contracts (Net)		83,94,67,129	87,12,28,418
Brokerage Income		—	1,18,55,594
Other Income	13	8,27,07,786	6,99,71,849
Profit on Sale of investments (Net)		12,59,08,567	—
Increase in Stock-in-Trade	14	1,83,23,431	20,59,37,389
		25,18,93,30,509	17,83,92,41,984
II. EXPENDITURE			
Purchases		24,02,41,38,285	17,02,09,19,804
Operational Expenses	15	43,89,52,091	47,07,73,522
Administrative Expenses	16	15,12,98,066	9,34,55,211
Personnel Expenses	17	16,16,29,847	28,62,56,596
Financial Expenses	18	1,96,33,958	77,38,606
Loss on Sale/Conversion of investments (Net)		—	5,73,16,118
Loss on Sale and discarded Fixed Assets		2,88,99,741	1,71,11,315
Miscellaneous Expenditure Written Off		—	7,500
Depreciation		2,67,63,454	4,53,33,952
		24,85,13,15,442	17,99,89,12,624
III. PROFIT/(LOSS) FOR THE YEAR	(I-II)	33,80,15,067	(15,96,70,640)
— Prior period adjustments		4,33,463	(87,682)
— Excess Provision of Employees Benefits written back (Refer Note 8 of Schedule 20)		3,40,28,542	—
— Provision written back which was made earlier against surplus on conversion of Stock in trade to Investment.		—	1,88,38,626
PROFIT/(LOSS) BEFORE TAX		37,24,77,072	(14,09,19,696)
Deferred Tax Adjustments		(4,52,54,000)	3,39,75,000
Provision for Taxation – Current	19	(8,87,00,000)	(11,46,000)
(Short)/Excess Provision for Income Tax		(25,63,078)	2,87,728
PROFIT/(LOSS) AFTER TAX		23,59,59,994	(10,78,02,968)
Balance Brought Forward		86,83,75,720	99,73,63,659
SURPLUS AVAILABLE FOR APPROPRIATION		1,10,43,35,714	88,95,60,691
APPROPRIATIONS			
Dividend on Equity Shares			
— Interim Dividend		1,05,73,052	—
— Proposed Dividend		—	52,86,526
Dividend Distribution Tax		17,96,891	8,98,445
Transfer to General Reserve		5,00,00,000	1,50,00,000
Balance carried to Balance Sheet		1,04,19,65,771	86,83,75,720
		1,10,43,35,714	88,95,60,691
EARNINGS PER SHARE			
Basic & Diluted (Par value of Re 1/-)		4.46	(2.04)
(Refer Note 14 of Schedule 20)			
NOTES ON ACCOUNTS	20		

As per our report of even date annexed.

For **RAM RATTAN & ASSOCIATES**
Chartered Accountants
Firm Registration No: 004472N

For and on behalf of the Board of Directors

(CA. RAM RATTAN GUPTA)
Partner
M. No. 083427

(BRIJ RATTAN BAGRI)
Chairman

(VIKRAM RATHI)
Executive Director

Place : New Delhi
Date : 31st August, 2010

(VIKASH RAWAL)
Chief Financial Officer

(KASHVI MALHOTRA)
Asst. Company Secretary

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2010

	2009-2010 Rs.	2008-2009 Rs.
A) CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit/(Loss) before Taxation	37,24,77,072	(14,09,19,696)
Adjustment for:		
(Profit)/Loss on Sale of Investments	(12,59,08,567)	5,73,16,118
Provision written back which was made earlier against surplus on conversion of stock into investment	—	(1,88,38,626)
Surplus on Withdrawal of Stock-In-Trade	(93,70,836)	
Depreciation	2,67,63,454	4,53,33,952
Interest paid to Banks	1,37,23,055	11,34,301
Interest paid to others	17,81,533	26,29,115
Miscellaneous Expenditure written off	—	7,500
Income from Investment	(3,96,731)	(90,000)
Loss on Sale and discarded Fixed Assets	2,88,99,741	1,71,11,315
Operating profit before Working Capital changes	30,79,68,721	(3,63,16,021)
Adjustment for:		
Trade & Other receivables excluding Direct Taxes	(23,75,82,455)	(91,02,178)
Inventories (Refer Note 3(i) of Schedule 20)	(1,83,23,431)	(20,59,37,389)
Trade payables	4,58,55,427	(12,63,75,112)
Cash generated from operations	9,79,18,262	37,77,30,700
Direct taxes paid	(6,04,46,241)	(1,59,97,701)
NET CASH FLOW FROM OPERATING ACTIVITIES (A)	3,74,72,021	(39,37,28,401)
B) CASH FLOW FROM INVESTING ACTIVITIES:		
Additions to Fixed Assets (Including Capital WIP)	(1,54,87,174)	(4,31,86,487)
Sale of Fixed Assets	1,01,37,834	1,16,54,827
Income from Investment	3,96,731	90,000
Purchase of Investments	(12,84,77,041)	(90,00,000)
Sale of Investments	17,24,05,308	19,79,00,524
NET CASH FLOW FROM INVESTING ACTIVITIES (B)	3,89,75,658	15,74,58,864

C) CASH FLOW FROM FINANCING ACTIVITIES:

Unsecured Loans	4,30,00,000	—
Interest paid to Banks	(1,37,23,055)	(11,34,301)
Loan to Subsidiaries	(7,16,00,000)	—
Interest paid to others	(17,81,533)	(26,29,115)
Secured Loans	15,38,36,731	20,50,51,179
Dividend on Equity Shares	(1,58,59,578)	—
Tax on Dividend	(26,95,336)	—
NET CASH FLOW FROM FINANCING ACTIVITIES (C)	9,11,77,230	20,12,87,763
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	16,76,24,908	(3,49,81,774)
CASH AND CASH EQUIVALENTS - OPENING BALANCE	62,83,35,901	66,33,17,675
CASH AND CASH EQUIVALENTS - CLOSING BALANCE	79,59,60,809	62,83,35,901

For **RAM RATTAN & ASSOCIATES**
 Chartered Accountants
 Firm Registration No: 004472N

(CA. RAM RATTAN GUPTA)
 Partner
 M. No. 083427

Place : New Delhi
 Date : 31st August, 2010

For and on behalf of the Board of Directors

(BRIJ RATTAN BAGRI)
 Chairman

(VIKASH RAWAL)
 Chief Financial Officer

(VIKRAM RATHI)
 Executive Director

(KASHVI MALHOTRA)
 Asst. Company Secretary

SCHEDULES FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS ACCOUNT

	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
<u>SCHEDULE - 1</u>		
SHARE CAPITAL		
<u>Authorised</u>		
Equity :		
7,50,00,000 Equity Shares of Re.1/- each (Previous Year: 7,50,00,000 Equity Shares of Re.1/-each).	7,50,00,000	7,50,00,000
Preference :		
5,00,000 Preference Shares of Rs.100/-each (Previous Year: 5,00,000 Preference Shares of Rs.100/- each).	5,00,00,000	5,00,00,000
	12,50,00,000	12,50,00,000
<u>Issued, Subscribed and Paid up</u>		
Equity :		
5,28,65,258 Equity Shares of Re.1/- each (Previous Year : 5,28,65,258 Shares of Re.1/- each)		
Of the above Shares		
No. of Shares Particulars		
40,00,000 Issued for cash as fully paid-up.	40,00,000	40,00,000
80,00,000 Allotted as fully paid-up bonus shares by capitalization of Securities Premium in 1995-96.	80,00,000	80,00,000
1,95,00,000 Allotted pursuant to a Scheme of Amalgamation in 1996-97.	1,95,00,000	1,95,00,000
1,89,00,000 Allotted as fully paid-up bonus shares by capitalization of Securities Premium in 1998-99.	1,89,00,000	1,89,00,000
24,65,258 Allotted as fully paid-up shares pursuant to a Scheme of Amalgamation in 2004-2005.	24,65,258	24,65,258
5,28,65,258	5,28,65,258	5,28,65,258

	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
--	-------------------------	-------------------------

SCHEDULE - 2

RESERVES AND SURPLUS

Capital Reserve

As per last Balance Sheet	7,10,28,970	7,10,28,970
---------------------------	-------------	-------------

Capital Redemption Reserve

As per last Balance Sheet	2,50,00,000	2,50,00,000
---------------------------	-------------	-------------

Securities Premium

As per last Balance Sheet	2,50,47,040	2,50,47,040
---------------------------	-------------	-------------

General Reserve

As per last Balance Sheet	17,50,00,000	16,00,00,000
Add: Transferred from Profit & Loss Account	5,00,00,000	1,50,00,000
	22,50,00,000	17,50,00,000

Profit & Loss Account

As per Annexed Profit & Loss Account	1,04,19,65,771	86,83,75,720
	1,38,80,41,781	1,16,44,51,730

SCHEDULE - 3

SECURED LOANS

Loans and Advances from Banks

— Working Capital (Including interest accrued and due) (Secured against pledge of FDR's & Securities)	37,17,34,981	19,20,10,902
---	--------------	--------------

from Others

— Term Loan (Secured against plots at Noida)	13,41,864	2,72,29,212
	37,30,76,845	21,92,40,114

UNSECURED LOANS

Other Loans and Advances

i) From a Director	3,55,00,000	—
ii) From Others	75,00,000	—
	4,30,00,000	—

SCHEDULE - 4

FIXED ASSETS

(Amount in Rs.)

DESCRIPTION	GROSS BLOCK (AT COST)				DEPRECIATION				NET BLOCK (WDV)	
	As At 01.04.2009	Additions	Deductions	As At 31.03.2010	As At 01.04.2009	For the Year	Deductions	As At 31.03.2010	As At 31.03.2010	As At 31.03.2009
BUILDINGS	1,68,98,278	—	89,09,741	79,88,537	36,82,825	6,49,462	25,85,007	17,47,280	62,41,257	1,32,15,453
LAND	65,65,700	—	—	65,65,700	—	—	—	—	65,65,700	65,65,700
COMPUTERS ETC.	15,55,81,439	55,51,875	6,50,91,650	9,60,41,664	11,45,17,570	1,46,73,741	5,46,90,253	7,45,01,058	2,15,40,606	4,10,63,869
OFFICE EQUIPMENTS	1,64,37,135	6,42,180	62,32,408	1,08,46,907	74,76,028	11,75,133	31,90,283	54,60,878	53,86,029	89,61,107
TELECOM EQUIPMENTS	1,62,85,372	3,62,013	22,35,303	1,44,12,082	88,55,174	10,24,347	14,19,881	84,59,640	59,52,442	74,30,198
UPS & GENERATORS	1,56,79,563	10,50,000	39,31,736	1,27,97,827	74,89,331	11,45,919	19,59,162	66,76,088	61,21,739	81,90,232
FURNITURE & FIXTURES	6,12,76,256	64,53,636	2,96,06,639	3,81,23,253	2,56,19,849	61,16,653	1,34,24,104	1,83,12,398	1,98,10,855	3,56,56,407
VEHICLES	1,12,68,031	8,96,129	7,74,572	1,13,89,588	42,64,266	19,49,048	4,75,784	57,37,530	56,52,058	70,03,765
ASSETS BELOW RS.5000/-	13,09,831	29,151	9,28,268	4,10,714	13,09,831	29,151	9,28,268	4,10,714	—	—
TOTAL FIXED ASSETS	30,13,01,605	1,49,84,984	11,77,10,317	19,85,76,272	17,32,14,874	2,67,63,454	7,86,72,742	12,13,05,586	7,72,70,686	12,80,86,731
CAPITAL WORK-IN PROGRESS	—	5,02,190	—	5,02,190	—	—	—	—	5,02,190	—
GRAND TOTAL	30,13,01,605	1,54,87,174	11,77,10,317	19,90,78,462	17,32,14,874	2,67,63,454	7,86,72,742	12,13,05,586	7,77,72,876	12,80,86,731
PREVIOUS YEAR	31,93,63,837	4,31,86,487	6,12,48,719	30,13,01,605	16,03,63,499	4,53,33,952	3,24,82,577	17,32,14,874	12,80,86,731	15,90,00,338

	Face Value Rs.	As At 31.03.2010		As At 31.03.2009	
		Qty.	Rs.	Qty.	Rs.
SCHEDULE - 5					
INVESTMENTS (AT COST)					
LONG TERM INVESTMENTS (TRADE)					
QUOTED*					
(FULLY PAID-UP)					
VBC Ferro Alloys Limited	10	173534	4,29,84,372	—	—
Shree Renuka Sugars Ltd	1	500000	NIL	—	—
Reliance Industries Ltd.	10	50700	NIL	—	—
Jindal Steel & Power Ltd.	1	100000	NIL	—	—
Total 'A'			4,29,84,372		—
(*Refer Note 3 of Schedule 20)					
LONG TERM INVESTMENTS (NON-TRADE)					
UNQUOTED (FULLY PAID-UP)					
Equity Shares of :					
The Delhi Stock Exchange Association Ltd.	1	80000	4,90,500	80000	4,90,500
The Calcutta Stock Exchange Association Ltd.	1	250	26,22,000	250	26,22,000
The Uttar Pradesh Stock Exchange Association Ltd.	2000	1	4,03,500	1	4,03,500
Bombay Stock Exchange Ltd.	1	11401	17,43,652	11401	17,43,652
Orient Overseas Pvt. Ltd.	100	80000	1,00,00,000	—	—
Singhal Agro Industries Ltd.	100	80000	1,00,00,000	—	—
Midvalley Entertainment Limited	10	200000	1,50,00,000	200000	1,50,00,000
Sidharth Automat India Private Limited	10	150000	1,35,00,000	—	—
Railtech Infraventure Private Limited	10	100000	60,00,000	—	—
Subsidiaries					
BLB Global Business Ltd. (Mauritius)	US\$ 1	107500	48,83,361	107500	48,83,361
BLB Institute of Financial Markets Limited	10	1900000	1,90,00,000	1900000	1,90,00,000
BLB Commodities Pvt Ltd.(w.e.f. 11th May,2009)	10	4500000	4,51,80,300	270000	27,00,000
BLB Realty Ventures Limited	10	100000	10,00,000	100000	10,00,000
Total 'B'			12,98,23,313		4,78,43,013
Total 'A' + 'B'			17,28,07,685		4,78,43,013
Aggregate cost of Quoted Investments			4,29,84,372		—
Aggregate cost of Unquoted Investments			12,98,23,313		4,78,43,013
Aggregate Market Value of Quoted Investments			21,19,20,690		—

SCHEDULE - 6

INVENTORIES

(As valued and certified by one of the Directors of the Company)

Securities held as Stock-in-trade	44,39,66,754	45,92,56,859
	44,39,66,754	45,92,56,859

	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
<u>SCHEDULE - 7</u>		
SUNDRY DEBTORS		
(Unconfirmed, unsecured but considered good)		
Debts outstanding for more than 6 months (Refer Note 5 of Schedule 20)	8,92,52,376	9,08,30,936
	<u>8,92,52,376</u>	<u>9,08,30,936</u>
<u>SCHEDULE - 8</u>		
CASH AND BANK BALANCES		
Cash in hand	15,01,122	19,64,263
Balance with scheduled banks		
— In Current account	1,09,67,718	1,30,97,685
— In Fixed Deposits	77,83,02,949	61,32,08,674
Cheques/drafts in hand	51,89,020	65,279
	<u>79,59,60,809</u>	<u>62,83,35,901</u>
<u>SCHEDULE - 9</u>		
OTHER CURRENT ASSETS		
Stamps in hand	15,711	16,611
FDR Interest accrued but not due	1,13,25,597	83,26,648
Margin Money with Stock Exchanges	21,06,97,390	1,45,49,890
Stock Exchange Receivables	7,87,981	14,48,845
	<u>22,28,26,679</u>	<u>2,43,41,994</u>
<u>SCHEDULE - 10</u>		
LOANS AND ADVANCES		
(Unsecured, Considered good)		
Advances recoverable in cash or in kind or for value to be received		
— Against purchase of Properties	13,89,47,477	9,46,52,018
— Others	1,64,52,904	1,16,25,587
Loans to Subsidiaries	7,16,00,000	—
Taxes paid	9,16,63,904	3,39,84,389
Prepaid Expenses	51,62,845	53,30,932
Security Deposits	3,29,15,554	4,11,93,912
	<u>35,67,42,684</u>	<u>18,67,86,838</u>

	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
<u>SCHEDULE - 11</u>		
CURRENT LIABILITIES		
Sundry Creditors		
— Due to Director	1,29,77,241	1,91,900
— Due to Others	9,47,46,550	9,66,57,855
Unclaimed Dividends	20,19,178	13,33,012
Mark to Market margins on Equity Index / Stock Future	3,68,54,880	1,44,479
Equity Index/Stock Options Premium Account	3,09,73,121	—
	17,75,70,970	9,83,27,246
<u>SCHEDULE - 12</u>		
PROVISIONS		
Taxation	9,43,88,289	58,91,936
Employees Benefits	5,21,19,720	8,55,08,017
Proposed Dividend	—	52,86,526
Tax on Proposed Dividend	—	8,98,445
	14,65,08,009	9,75,84,924
<u>SCHEDULE - 13</u>		
OTHER INCOME		
Income from DP Operations	—	1,86,785
Dividend Income		
— from Investments	3,96,731	90,000
— from Others	38,48,760	16,68,989
Interest Income	5,75,08,892	5,06,59,554
Surplus on Withdrawal of Stock-In-Trade	93,70,836	—
Miscellaneous Income	1,15,82,567	1,73,66,521
	8,27,07,786	6,99,71,849
<u>SCHEDULE - 14</u>		
INCREASE IN STOCK-IN-TRADE		
Opening Stock	45,92,56,859	25,33,19,470
Less: Stocks withdrawn & taken to Investments (Refer Note 3(i) of Schedule 20)	3,36,13,536	—
Net Opening Stock	42,56,43,323	25,33,19,470
Less: Closing Stock	44,39,66,754	45,92,56,859
	1,83,23,431	20,59,37,389

	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
<u>SCHEDULE - 15</u>		
OPERATIONAL EXPENSES		
Stock Exchange Expenses	7,34,12,224	9,70,73,090
SEBI Registration Fees	38,02,769	52,34,034
Securities Transaction Tax	30,66,76,228	35,82,77,620
Stock Exchange Subscription Charges	1,18,021	1,17,836
V-SAT Maintenance Charges	25,77,310	23,40,050
Insurance Charges	75,907	94,286
Depository Transaction Charges	8,29,007	6,26,286
Telecommunication Expenses	56,52,720	44,79,438
Professional Fees to Dealers	4,37,66,917	25,30,882
Software Licenses & Maintenance	20,40,988	—
	43,89,52,091	47,07,73,522

SCHEDULE - 16
ADMINISTRATIVE & OTHER EXPENSES

Advertisement	4,61,323	4,49,477
Auditors' Remuneration	3,30,900	3,70,600
Bad Debts & Miscellaneous Balances Written off	16,55,163	6,11,601
Computer Expenses	15,03,429	14,30,345
Donations	9,11,00,992	2,05,52,772
Electricity Expenses	52,43,796	67,81,488
Legal & Professional Charges	69,51,448	80,14,055
Listing Fees	44,361	44,784
Postage & Telegram	3,75,432	10,90,202
Printing & Stationery	4,84,837	8,25,251
Rates & Taxes	6,35,670	9,02,181
Rent	3,33,26,788	4,01,55,337
Repair & Maintenance	19,46,580	27,47,483
Shareholders' Meeting Expenses	1,99,662	1,04,613
Sundry Expenses	16,66,254	14,48,872
Telephone Expenses	13,19,308	25,58,139
Travelling & Conveyance	26,84,676	42,68,574
Vehicle Running & Maintenance	13,67,447	10,99,437
	15,12,98,066	9,34,55,211

	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
<u>SCHEDULE - 17</u>		
PERSONNEL EXPENSES		
Salary, Bonus, Incentives & Others	13,18,83,326	27,12,39,710
Employer's Contribution to P.F. ESI. Etc.	50,38,892	64,35,780
Contribution to LIC Gratuity Fund	5,65,808	13,28,219
Staff Welfare	18,28,901	23,26,577
Staff Training & Development Expenses	29,64,463	15,516
Recruitment Expenses	9,80,042	11,12,957
Directors' Remuneration	1,83,68,415	37,97,837
	<u>16,16,29,847</u>	<u>28,62,56,596</u>
<u>SCHEDULE - 18</u>		
FINANCIAL EXPENSES		
Bank Guarantee Commission	40,99,445	38,49,338
Bank Charges	29,925	1,25,852
Interest paid to Banks	1,37,23,055	11,34,301
Interest paid to others	17,81,533	26,29,115
	<u>1,96,33,958</u>	<u>77,38,606</u>
<u>SCHEDULE - 19</u>		
PROVISION FOR TAX EXPENSES		
Income Tax	8,86,00,000	—
Wealth Tax	1,00,000	1,21,000
Fringe Benefit Tax	—	10,25,000
	<u>8,87,00,000</u>	<u>11,46,000</u>

SCHEDULE-20

NOTES TO ACCOUNTS

1) Significant Accounting Policies:

a) Basis of preparation of financial statements

The financial statements are prepared on accrual basis under the historical cost convention in accordance with the applicable accounting standards referred to in section 211(3C) and other relevant provisions of the Companies Act, 1956.

b) Use of Estimates

The preparations of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

c) Fixed Assets

Fixed assets are stated at cost of acquisition and include other incidental expenses, if any, less accumulated depreciation. Capital work in progress represents fixed assets that are not yet ready for their intended use before the Balance sheet date.

d) Depreciation

- i) Depreciation on all fixed assets is provided on written down value method in the manner as specified in Schedule XIV to the Companies Act, 1956.
- ii) Depreciation on assets costing Rs. 5,000/- or below is provided at the rate of hundred percent.

e) Investments

- i) Investments are classified into Long term Investments and Current Investments. Investments which are intended to be held for one year or more are classified as Long term Investments and Investments which are intended to be held for less than one year are classified as current Investments
- ii) Long Term Investments are carried at cost.

f) Inventories

- i) The securities acquired with the intention of trading are considered as Stock in trade and disclosed as Current assets.
- ii) The stock in trade of quoted securities is valued at the lower of cost or market price, the cost is determined on First in First out (FIFO) basis.
- iii) The Units of open-ended Mutual Fund Schemes are valued at lower of the cost or closing NAV, the cost is determined on First in First out basis.

g) Borrowing Costs

Borrowing costs are capitalized as part of the cost of qualifying asset when it is possible that will result in future economic benefits and the cost can be measured reliably. Other borrowing costs are recognized as an expense in the period in which they are incurred.

h) Employee Benefits

Retirement benefits are dealt with in the following manner: -

- i) Provident fund is accounted on accrual basis with contribution made to appropriate Government Authorities.
- ii) Leave encashment is determined and paid on the basis of accumulated leaves to the credit of each employee at the month end.
- iii) Liability for gratuity is funded with the Life Insurance Corporation of India (LIC) and premium based on actuarial valuation paid to LIC is charged to Profit & Loss account.

i) Revenue Recognition

- i) Revenue from sales is recognized at the completion of each settlement of the capital market segment of the Stock Exchange.
- ii) In respect of non-delivery based transactions in capital market segment, the profit/loss is accounted for at the end of each settlement.
- iii) In respect of derivative market segment, almost all the open interests are covered in capital market segment. As such the negative impact of open interest, which is covered in the capital market, is taken at nil. The open interests which are not covered in the capital market segment and currency derivative segment, are accounted for in the accounts on the basis of recommendations given by ICAI.

- iv) Income from Dividends is recognized when the right to receive payment is established.
- v) In respect of interest & other income, the company recognizes income on accrual basis.

j) Taxation

- i) The provision for current taxes is made after taking into consideration benefits admissible under the provisions of the Income tax Act, 1961 and the Wealth Tax Act, 1957.
- ii) Deferred tax is recognised on timing differences being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

k) Foreign Exchange Transactions

- i) Transactions denominated in foreign currency are recorded at the exchange rate prevailing at the time of the transaction.
- ii) Monetary assets and liabilities related to foreign currency transactions remaining unsettled at the end of the year are translated at year-end rates and the difference in translation of monetary assets and liabilities and realized gains and losses on foreign exchange transactions other than those relating to fixed assets are recognized in the Profit and Loss Account.

l) Impairment of Assets

- i) The company makes an assessment at each balance date whether any indication exists that an asset has been impaired. An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. The company recognizes the impairment loss in the profit & loss account in the year in which an asset is identified as impaired.
- ii) The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount as on the balance sheet date.

m) Provisions and Contingent liabilities

- i) The company creates a provision where there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation.
- ii) A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may but probably will not require an outflow of resources.
- iii) Where there is a remote likelihood of outflow of resources in respect of a possible obligation or a present obligation, no provision or disclosure is made.

n) Operating Lease

Assets acquired on lease wherein a significant portion of risk & rewards of ownership are retained by the lessor are classified as operating lease. Lease rentals paid on such leases are charged to revenue on accrual basis as an expense on a systematic basis over the term of lease.

2) Contingent liabilities

- i) Guarantees issued by banks on behalf of the Company as on 31/03/2010 : Rs. 3,200 Lacs. (Previous year : Rs.2,950 Lacs).
- ii) Amount payable towards the purchase of immovable properties as on 31/03/2010 : Rs. 439.30 lacs (Previous year : Rs. 1723.79 lacs).
- iii) Disputed Income Tax liabilities not acknowledged as debt and under appeals : Rs.196.40 Lacs. (Previous year : Rs. 156.74)
- iv) The State Government of Maharashtra had levied stamp duty on the company under the Bombay Stamp Act, 1958 for the period from 01/04/2001 to 23/06/2006. However the company has disputed the same with Hon'ble Delhi High Court & Hon'ble Bombay High Court and the matter is subjudice. Hence, the liability on account of stamp duty cannot be ascertained and no provision on this account has been made in the books.

- 3) i)** During the year the Company has withdrawn 1,73,534 equity shares of VBC Ferro Alloys Ltd from stock-in-trade and taken to investment account at its original cost of Rs. 429.84 Lacs. The surplus arising upon such withdrawal amounting to Rs. 93.70 Lacs has been shown under the Other Income in Schedule - 13.
- ii)** During the year, the Company received 2,58,400 equity shares of Jindal Steel & Power Limited, 50,700 equity shares of Reliance Industries Limited and 5,00,000 equity shares of Shree Renuka Sugars Limited as bonus shares during the normal course of business and has taken the said bonus shares to Long Term Investment account at Nil Value. Out of total bonus shares of Jindal Steel & Power Limited, the Company has sold 1,58,400 equity shares during the year.

- 4) The Company made donations of Rs. 911.00 Lacs for Charitable objects in accordance with the Special Resolution passed by the Shareholders in the Extraordinary General Meeting held on 6th February, 2010 and the provisions of Section 293(1)(e) of the Companies Act, 1956 (Previous year : Rs. 205.52 Lacs).
- 5) Sundry debtors include :
- Rs. 876.90 Lacs given to The Calcutta Stock Exchange Association Limited to tide over the payment crisis, which erupted in March 2001. A suit for recovery is pending with the Hon'ble Delhi High Court and the management is confident of recovery thereof (Previous year : Rs.876.90 Lacs).
 - Rs. 15.62 Lacs due from various parties are under arbitration proceedings and the management is confident of recovery thereof (Previous year: Rs.15.62 Lacs).
- 6) In the opinion of the Board of Directors, the aggregate value of Current Assets, Loans and Advances on realization, in the ordinary course of business, will not be less than the amount at which these are stated in the Balance Sheet.
- 7) Bank Fixed Deposits are pledged as follows:
- Rs.2,887.25 Lacs with Stock Exchanges towards capital adequacy deposits/margins (Previous year: Rs.2,057.25 Lacs).
 - Rs.4,895.78 Lacs with banks against various facilities provided by them (Previous Year: Rs.4,074.84 Lacs).
- 8) The Company has created a provision for Rs. 62.19 Lacs for the year under the head 'Employees Benefits' in Schedule '12' towards special incentive for a certain category of staff payable at the time of their successful completion of the agreed tenure of service (Previous year: Rs. 80.95 Lacs). The company has made total payments of Rs. 55.79 Lacs to such staff (Previous year: Rs. 196.36 Lacs). The Company has reversed Rs.340.28 Lacs from the accumulated provision since some of such staff left the company before the completion of agreed tenure. (Previous year : Rs. Nil)
- 9) Details of Shares, ETF's, Debentures and Units of Mutual Funds held as stock-in-trade is as follows:

Particulars	Face Value Rs.	As At 31.03.2010		As At 31.03.2009	
		Qty.	Amount Rs.	Qty.	Amount Rs.
<u>STOCK IN HAND</u>					
<u>FULLY PAID-UP EQUITY SHARES</u>					
(A) FREE SHARES					
Aban Offshore Ltd.	2	2,400	27,90,120	—	—
ABB Ltd.	2	12,500	1,03,08,798	7,000	27,26,401
ACC Ltd.	10	2,271	21,34,905	—	—
Adani Enterprises Ltd.	1	1	470	—	—
Aksh Optifibre Ltd.	5	—	—	3,14,000	30,61,500
Alstom Projects India Ltd.	10	—	—	3,600	9,83,268
Ambuja Cements Ltd.	2	—	—	330	23,132
Ansal Properties & Infrastructure Ltd.	5	—	—	1,000	24,900
Axis Bank Ltd.	10	2,250	25,93,764	1,400	5,17,876
Bajaj Auto Ltd.	10	3,200	63,08,768	—	—
Bajaj Hindustan Ltd.	1	2,885	3,91,495	—	—
Bank Of India	10	1,900	5,93,807	1,900	3,98,418
BEML Ltd.	10	1,126	11,76,604	—	—
Bgr Energy Systems Ltd.	10	4,400	22,24,368	—	—
Bharat Heavy Electricals Ltd.	10	3,430	81,41,882	7195	1,08,54,229
Bharti Airtel Ltd.	5	5,501	17,18,397	—	—
Bharat Petroleum Corporation Ltd	10	16,467	83,84,665	400	1,41,009
Bhushan Steel Ltd.	10	10,000	1,66,41,764	—	—
Bilpower Ltd.	10	—	—	25,000	24,27,500
Canara Bank	10	22,036	90,06,393	14,375	21,77,355
Century Textiles & Industries Ltd.	10	12,940	65,59,469	57,481	1,18,14,177
Cipla Ltd.	2	13,750	46,21,538	6,450	13,32,104
Colgate Palmolive (India) Ltd.	1	14,850	1,00,28,205	—	—
Crompton Greaves Ltd.	2	2	511	—	—
Deccan Gold Mines Ltd.	1	—	—	1	15
Divi's Laboratories Ltd.	2	—	—	9,920	88,77,590
DLF Limited	2	900	2,66,130	4,800	8,03,040
Dr. Reddy's Laboratories Ltd.	5	13,202	1,67,93,056	800	3,58,528

Particulars	As At 31.03.2010			As At 31.03.2009	
	Face Value Rs.	Qty.	Amount Rs.	Qty.	Amount Rs.
Educomp Solutions Ltd.	2	2,240	16,74,960	1,350	27,79,800
Etc Networks Ltd.	10	6,140	14,25,400		
Fame India Ltd.	10	5,000	4,25,250	—	—
The Federal Bank Ltd.	10	851	2,17,048	—	—
Financial Technologies (India) Ltd.	2	2,400	37,64,640	8,400	48,39,192
First Custodian Fund India Ltd.	10	—	—	20	267
First Source Solutions Ltd.	10	47,500	13,63,250	—	—
Gail (India) Ltd.	10	22,500	91,64,055	13,086	30,72,007
The Great Eastern Shipping Company Ltd.	10	6,711	19,74,376	—	—
Gmr Infrastructure Ltd.	1	1,17,478	69,00,588	—	—
Goodyear India Ltd.	10	20,000	54,40,050	—	—
Grasim Industries Ltd.	10	352	9,90,827	704	10,94,861
Gujarat State Fertilizers & Chemicals Ltd.	10	3,300	6,76,984	—	—
Gujarat Nre Coke Ltd.	10	9,000	7,87,050	—	—
Heatshrink Technologies Ltd	10	45	45	45	45
Hero Honda Motors Ltd.	2	10	19,444	—	—
Hindalco Industries Ltd.	1	13,994	25,04,356	3,86,817	1,94,50,606
Hindustan Adhesives Ltd.	10	—	—	335	2,693
Hindustan Oil Exploration Co. Ltd.	10	—	—	19,199	11,50,020
Hindustan Construction Company Ltd.	1	54,600	73,19,488	—	—
Hindustan Petroleum Corporation Ltd.	10	9,100	28,57,113	6,300	14,07,997
Hindustan Unilever Ltd.	1	—	—	10,000	23,48,691
Hindustan Zinc Ltd.	10	3,500	42,13,164	—	—
Housing Development And Infrastructure Ltd.	10	5,418	15,51,444	18,576	14,45,059
Housing Development Finance Corporation Ltd.	10	660	17,69,267	1,910	26,97,302
ICICI Bank Ltd.	10	—	—	4,102	13,65,146
IDBI Bank Ltd.	10	240	2,76,000	—	—
Idea Cellular Ltd.	10	—	—	1,78,201	89,27,870
Indiabulls Real Estate Ltd.	2	1,300	1,89,878	—	—
The India Cements Ltd.	10	50	6,483	—	—
Indian Hume Pipe Co. Ltd.	10	—	—	10,000	26,05,000
Indian Bank Ltd.	10	13,200	21,87,661	15,496	12,50,897
Indian Overseas Bank	10	53,052	47,03,964	17,708	8,07,485
Infosys Technologies Ltd.	5	3,443	90,06,716	4,820	62,96,204
Infrastructure Development Finance Company Ltd.	10	—	—	2,24,210	1,21,29,761
ITC Ltd.	1	3,375	8,81,301	13,715	24,46,391
IVRCL Infrastructure & Projects Ltd.	2	20,468	33,46,391	5,730	6,93,773
Jaiprakash Associates Ltd.	2	75	11,216	1,000	84,100
Jet Airways (India) Ltd.	10	—	—	9,570	15,49,940
Jindal Steel & Power Ltd.	1	1,920	13,49,952	7,340	87,91,768
JSW Steel Ltd.	10	—	—	1,650	3,30,842
Kingfisher Airlines Ltd.	10	17,000	7,95,600	—	—
Larsen & Toubro Ltd.	2	10,001	1,63,01,757	14,663	95,27,018
LIC Housing Finance Ltd.	10	1,700	13,87,062	—	—
Mahanagar Telephone Nigam Ltd.	10	76,781	55,80,763	—	—
Mahindra & Mahindra Ltd.	5	624	6,66,638	—	—
Maruti Suzuki India Ltd.	5	400	5,58,990	12,815	97,97,976
McLeod Russell India Ltd.	5	8,100	21,88,097	—	—
Mercator Lines Ltd.	1	14,845	8,26,124	—	—
Micro Inks	10	2	1,247	—	—
Moser—Bear (I) Ltd.	10	29,700	21,68,100	—	—
Mphasis Ltd.	10	2,400	14,89,080	—	—
Mundra Port And Special Economic Zone Ltd.	10	900	6,73,179	—	—
Nagarjuna Construction Co. Ltd.	2	—	—	15,988	9,11,429
Nagarjuna Fertilizer & Chemicals Ltd.	10	82,208	25,08,227	2,10,000	35,33,459
Nava Bharat Ventures Ltd.	2	3,000	11,72,307	—	—
NTPC Ltd.	10	38,263	77,06,503	38,379	68,90,510

Particulars	As At 31.03.2010			As At 31.03.2009	
	Face Value Rs.	Qty.	Amount Rs.	Qty.	Amount Rs.
NHPC Ltd.	10	35,000	10,65,750	—	—
Oil Country Tubular Ltd.	10	30,000	30,61,500	—	—
Oil & Natural Gas Corporation Ltd.	10	7,433	78,80,235	11,014	85,46,822
Oracle Financial Services Software Ltd.	5	1,200	27,55,116	—	—
Pan India Corporation Ltd.	10	1,61,689	1,29,351	1,61,689	97,013
Pentamedia Graphics Ltd.	1	6,000	15,540	6,000	8,280
Power Grid Corporation Of India Ltd.	10	9,671	10,32,254	40	3,666
Punj Lloyd Ltd.	2	29,996	52,91,660	16,500	12,15,152
Punjab National Bank	10	20	18,417	—	—
Ranbaxy Laboratories Ltd.	5	26,402	1,23,74,036	15,937	25,53,682
Rap Media Ltd.	10	—	—	33,000	6,13,800
Reliance Capital Ltd.	10	—	—	21,528	76,09,072
Reliance Communications Ltd.	5	4	656	14,792	25,86,381
Reliance Infrastructure Ltd.	10	—	—	9,824	50,64,763
Reliance Industries Ltd.	10	1,500	14,91,884	12,375	1,87,26,145
Reliance Natural Resources Ltd.	5	—	—	1,525	59,331
Reliance Petroleum Ltd.	10	—	—	11,820	11,19,466
Reliance Power Ltd.	10	—	—	1,09,998	1,12,58,295
Ritesh Properties & Industries Ltd.	10	—	—	3	45
Sesa Goa Ltd.	1	—	—	15,415	13,69,221
Shree Renuka Sugars Ltd.	1	25,000	17,82,500	70,000	56,81,209
Shri Lakshmi Cotsyns Ltd	10	2,60,000	2,85,88,100	3,44,500	85,78,050
Siemens Ltd.	2	4,512	33,38,425	3,028	7,57,133
Software Technology Group International Ltd.	10	25,000	1,64,750	25,000	1,28,750
Southern Online Bio Technologies Ltd.	10	—	—	1,45,234	11,41,539
State Bank Of India	10	—	—	264	2,81,714
Steel Authority Of India Ltd.	10	1,351	3,18,269	38,700	36,68,712
Sterlite Industries (India) Ltd.	2	5,694	46,71,415	26,281	93,98,086
Sun Pharmaceuticals Industries Ltd.	5	796	13,67,476	5,397	56,41,761
Tantia Constructions Ltd.	10	—	—	60,000	19,29,000
Tata Communications Ltd.	10	14,961	41,92,712	2,577	13,28,935
Tata Consultancy Services Ltd.	1	12,000	93,67,800	30,166	1,59,34,002
Tata Motors Ltd.	10	—	—	44,150	79,42,667
Tata Power Co. Ltd.	10	8,500	1,15,58,864	13,800	1,04,62,330
Tata Steel Ltd.	10	—	—	31,419	62,26,905
Tata Motors - Dvr	10	—	—	6	1,545
Tech Mahindra Ltd.	10	1,200	10,23,720	—	—
Titan Industries Ltd.	10	1,031	18,49,808	3,707	28,64,185
Tulip Telecom Ltd.	10	500	4,20,425	—	—
Unitech Ltd.	2	36,000	25,86,600	—	—
Union Bank Of India	10	—	—	94	13,060
United Spirits Ltd.	10	3,000	39,64,200	500	3,24,475
VBC Ferro Alloys Ltd	10	—	—	1,73,534	3,36,13,536
Voltas Ltd.	1	11,002	19,41,113	33,598	15,32,027
Welcure Drugs & Pharmaceuticals Ltd.	10	1,06,857	2,79,628	1,06,857	2,26,537
Welspun Gujarat Stahl Rohren Ltd.	5	33,601	91,79,793	—	—
Wipro Ltd.	2	13,006	91,94,592	33,007	80,80,061
West Coast Paper Mills Ltd.	2	25,000	15,30,000	—	—
Zee Entertainment Enterprises Ltd.	1	11,200	30,04,400	31,200	30,53,506
TOTAL (A)			36,71,48,133		35,43,90,010
(B) SHARES PLEDGED WITH BANKS					
ABB Ltd.	2	—	—	3,500	13,63,200
Ambuja Cements Ltd.	2	—	—	17,000	11,91,626
Axis Bank Ltd.	10	—	—	13,000	48,08,844
Bharat Heavy Electricals Ltd.	10	—	—	600	9,05,147
Bharat Petroleum Corporation Ltd.	10	—	—	4,000	14,10,090

Particulars	As At 31.03.2010			As At 31.03.2009	
	Face Value Rs.	Qty.	Amount Rs.	Qty.	Amount Rs.
Gail (India) Ltd.	10	—	—	6,500	15,25,909
Hindustan Petroleum Corporation Ltd.	10	—	—	2,500	6,64,149
Hindustan Unilever Ltd.	1	—	—	32,000	75,15,813
ICICI Bank Ltd.	10	—	—	8,500	28,28,800
Infosys Technologies Ltd.	5	—	—	2,000	26,12,533
ITC Ltd.	1	—	—	11,000	19,62,107
IVRCL Infrastructure & Projects Ltd.	2	—	—	10,000	12,10,773
Jaiprakash Associates Ltd.	2	—	—	8,000	6,72,800
Jindal Steel & Power Ltd.	1	—	—	4,500	53,90,049
NTPC Ltd.	10	—	—	38,000	68,22,465
Oil & Natural Gas Corporation Ltd.	10	—	—	7,000	54,31,973
Punj Lloyd Ltd.	2	—	—	33,000	24,30,304
Reliance Infrastructure Ltd.	10	—	—	9,500	48,97,725
Reliance Industries Ltd.	10	—	—	2,000	30,26,448
Reliance Natural Resources Ltd.	5	—	—	70,000	27,23,406
Reliance Petroleum Ltd.	10	—	—	25,000	23,67,737
Steel Authority Of India Ltd.	10	—	—	42,000	39,81,548
Tata Consultancy Services Ltd.	1	—	—	30,000	1,58,46,319
Tata Power Co. Ltd.	10	—	—	2,200	16,67,908
Tata Steel Ltd.	10	—	—	48,000	95,13,079
Voltas Ltd.	1	—	—	20,000	9,11,974
Wipro Ltd.	2	—	—	9,000	22,03,185
Zee Entertainment Enterprises Ltd.	1	—	—	36,000	35,23,275
TOTAL (B)			—		9,94,09,186
(C) DEBENTURES					
L&T Finance Ltd.	1000	5,122	53,98,639	—	—
Trent Ltd. (NCD)	10	783	3,85,675	300	1,20,000
Tata Capital Ltd.	1000	2,012	22,65,999	—	—
TOTAL (C)			80,50,313		1,20,000
(D) EXCHANGE TRADED FUNDS					
Reliance Mutual Fund					
– Gold Exchange Traded Fund	100	200	3,12,394	—	—
Benchmark Mutual Fund					
– NiftyBees	10	62,622	3,29,50,621	—	—
Benchmark Mutual Fund					
– Gold Benchmark Exchange Traded Scheme	100	13,700	2,20,04,986	—	—
TOTAL (D)			5,52,68,001		—
(E) FULLY PAID-UP UNITS OF MUTUAL FUNDS					
Reliance Mutual Fund	10	97,800	10,00,489	97,800	6,80,479
RNRL Fund – Growth	10	2,44,499	24,73,300	2,44,499	15,37,604
BSL Special Situation Fund-Growth	10	3,91,198	38,27,521	3,91,198	20,58,406
Fidelity India Growth	10	97,800	10,00,000	97,800	5,61,174
ABN Amro 3yrs Reg. Plan	10	50,000	5,00,000	50,000	5,00,000
Sundaram-BNP Paribas Smile Fund(G)	10	75,909	23,48,997	—	—
DSP Black Rock India Mutual Fund	10	16,958	7,50,000	—	—
HDFC – Top 200 Fund (G)	10	8,942	16,00,000	—	—
TOTAL (E)			1,35,00,307		53,37,663
TOTAL (A to E)			44,39,66,754		45,92,56,859

Note: Units of Mutual Funds have been rounded off to nearest unit.

9A) Details of Equity Index Futures, Equity Index options, Equity Stock Futures , Equity Stock Options, Currency Futures & Interest Rate futures contracts where the company is having Open Interests as on balance sheet date:

i) Equity Index/Stock Futures Contracts

Name of Future	Series of Future	Nature of Position (Long/Short)	No. of Contracts	No. of Units Involved	Daily Settlement Price As on 31.03.2010 (Rs.)
FUTIDX-BANKNIFTY	29-Apr-10	SHORT	446	11,150	9,485.45
FUTIDX-MINIFTY	29-Apr-10	SHORT	300	6,000	5,260.55
FUTIDX-NIFTY	29-Apr-10	SHORT	2,038	1,01,900	5,261.60
FUTIDX-NIFTY	27-May-10	SHORT	12	600	5,267.35
FUTSTK-ABAN	29-Apr-10	SHORT	7	2,800	1,163.45
FUTSTK-ABAN	27-May-10	LONG	1	400	1,156.50
FUTSTK-ABB	29-Apr-10	SHORT	16	8,000	832.85
FUTSTK-ACC	29-Apr-10	LONG	131	49,256	955.20
FUTSTK-AMBUJACEM	29-Apr-10	SHORT	75	3,09,300	119.95
FUTSTK-ANDHRABANK	29-Apr-10	LONG	10	23,000	108.40
FUTSTK-AXISBANK	29-Apr-10	SHORT	28	12,600	1,171.20
FUTSTK-AXISBANK	27-May-10	LONG	1	450	1,162.85
FUTSTK-BAJAJ-AUTO	29-Apr-10	SHORT	51	10,200	2,021.00
FUTSTK-BAJAJHIND	29-Apr-10	SHORT	2	2,850	136.60
FUTSTK-BANKBARODA	29-Apr-10	LONG	5	3,500	637.45
FUTSTK-BANKINDIA	29-Apr-10	LONG	2	1,900	341.70
FUTSTK-BEL	29-Apr-10	SHORT	4	1,104	2,209.35
FUTSTK-BEML	29-Apr-10	SHORT	4	1,500	1,055.55
FUTSTK-BGREENERGY	29-Apr-10	SHORT	25	10,000	541.30
FUTSTK-BHARTIARTL	29-Apr-10	LONG	300	1,50,000	312.90
FUTSTK-BHEL	27-May-10	SHORT	2	300	2,386.75
FUTSTK-BHEL	29-Apr-10	LONG	31	4,650	2,394.10
FUTSTK-BHUSANSTL	29-Apr-10	SHORT	11	5,500	1,688.85
FUTSTK-BPCL	29-Apr-10	SHORT	12	6,600	518.95
FUTSTK-BPCL	27-May-10	SHORT	13	7,150	522.70
FUTSTK-CAIRN	29-Apr-10	SHORT	10	12,500	306.75
FUTSTK-CANBK	29-Apr-10	SHORT	21	16,800	412.60
FUTSTK-CENTURYTEX	29-Apr-10	SHORT	6	5,088	511.05
FUTSTK-CIPLA	29-Apr-10	SHORT	11	13,750	339.60
FUTSTK-COLPAL	29-Apr-10	SHORT	53	29,150	675.05
FUTSTK-DENABANK	29-Apr-10	SHORT	19	99,750	78.85
FUTSTK-DRREDDY	29-Apr-10	SHORT	13	5,200	1,278.70
FUTSTK-EDUCOMP	29-Apr-10	LONG	133	49,875	743.90
FUTSTK-FEDERALBNK	29-Apr-10	SHORT	1	851	268.20
FUTSTK-FINANTECH	29-Apr-10	SHORT	7	1,050	1,575.80
FUTSTK-FSL	29-Apr-10	SHORT	5	47,500	28.90
FUTSTK-GAIL	29-Apr-10	SHORT	22	24,750	411.00
FUTSTK-GMRINFRA	29-Apr-10	SHORT	47	1,17,500	63.15
FUTSTK-HCC	29-Apr-10	SHORT	26	54,600	134.60
FUTSTK-HDFC	29-Apr-10	LONG	28	4,200	2,720.45
FUTSTK-HDFCBANK	29-Apr-10	SHORT	41	8,200	1,937.55
FUTSTK-HDIL	29-Apr-10	SHORT	6	4,644	287.30
FUTSTK-HEROHONDA	27-May-10	LONG	2	400	1,861.50
FUTSTK-HEROHONDA	29-Apr-10	LONG	39	7,800	1,872.50
FUTSTK-HINDALCO	29-Apr-10	SHORT	73	2,56,814	182.00
FUTSTK-HINDPETRO	27-May-10	SHORT	3	1,950	319.55
FUTSTK-HINDUNILVR	29-Apr-10	SHORT	4	4,000	237.50
FUTSTK-HINDZINC	29-Apr-10	SHORT	7	3,500	1,212.60

Name of Future	Series of Future	Nature of Position (Long/Short)	No. of Contracts	No. of Units Involved	Daily Settlement Price As on 31.03.2010 (Rs.)
FUTSTK-IBREALEST	29-Apr-10	SHORT	1	1,300	153.15
FUTSTK-IDBI	29-Apr-10	SHORT	1	2,400	115.45
FUTSTK-INDIACEM	29-Apr-10	SHORT	87	1,26,150	132.50
FUTSTK-INDIANB	29-Apr-10	SHORT	3	6,600	175.65
FUTSTK-INFOSYSTCH	24-Jun-10	SHORT	1	200	2,650.85
FUTSTK-INFOSYSTCH	29-Apr-10	LONG	398	79,600	2,626.40
FUTSTK-IOB	29-Apr-10	SHORT	16	47,200	92.20
FUTSTK-IOB	27-May-10	LONG	3	8,850	89.55
FUTSTK-ITC	29-Apr-10	SHORT	5	5,625	264.80
FUTSTK-IVRCLINFRA	29-Apr-10	SHORT	6	12,000	166.30
FUTSTK-IVRCLINFRA	27-May-10	LONG	1	2,000	166.45
FUTSTK-JINDALSTEL	29-Apr-10	SHORT	106	1,01,760	706.90
FUTSTK-JPASSOCIAT	29-Apr-10	SHORT	18	30,384	150.05
FUTSTK-JSWSTEEL	29-Apr-10	LONG	11	4,532	1,241.20
FUTSTK-KFA	29-Apr-10	SHORT	4	17,000	47.10
FUTSTK-KOTAKBANK	29-Apr-10	LONG	31	17,050	751.30
FUTSTK-LICHSGFIN	29-Apr-10	SHORT	10	4,250	875.90
FUTSTK-LT	29-Apr-10	LONG	933	1,86,600	1,637.10
FUTSTK-M&M	29-Apr-10	SHORT	1	624	542.80
FUTSTK-MARUTI	29-Apr-10	SHORT	2	400	1,422.80
FUTSTK-MCDOWELL-N	29-Apr-10	SHORT	13	3,250	1,328.30
FUTSTK-MCLEODRUSS	29-Apr-10	SHORT	3	2,700	270.60
FUTSTK-MLL	29-Apr-10	SHORT	3	14,700	55.85
FUTSTK-MOSERBAER	29-Apr-10	SHORT	9	22,275	73.40
FUTSTK-MPHASIS	29-Apr-10	SHORT	1	800	622.15
FUTSTK-MTNL	29-Apr-10	SHORT	17	54,400	73.45
FUTSTK-NAGARCONST	29-Apr-10	SHORT	1	2,000	162.65
FUTSTK-NAGARFERT	29-Apr-10	SHORT	14	73,500	30.90
FUTSTK-NTPC	29-Apr-10	SHORT	21	34,125	207.70
FUTSTK-ONGC	29-Apr-10	SHORT	22	4,950	1,101.15
FUTSTK-ORIENTBANK	29-Apr-10	LONG	6	7,200	322.30
FUTSTK-PUNJLLOYD	29-Apr-10	SHORT	16	24,000	178.50
FUTSTK-RANBAXY	29-Apr-10	SHORT	28	22,400	477.75
FUTSTK-RANBAXY	27-May-10	LONG	1	800	477.85
FUTSTK-RELIANCE	29-Apr-10	SHORT	176	52,800	1,080.50
FUTSTK-RELINFRA	29-Apr-10	SHORT	37	10,212	1,003.80
FUTSTK-RELMEDIA	29-Apr-10	SHORT	2	1,200	217.75
FUTSTK-RENUKA	29-Apr-10	SHORT	105	5,25,000	71.65
FUTSTK-SAIL	29-Apr-10	SHORT	40	54,000	252.65
FUTSTK-SBIN	29-Apr-10	SHORT	152	20,064	2,087.70
FUTSTK-SIEMENS	29-Apr-10	SHORT	5	3,760	742.50
FUTSTK-STER	29-Apr-10	LONG	106	46,428	851.05
FUTSTK-SUNPHARMA	29-Apr-10	SHORT	3	675	1,791.75
FUTSTK-TATACOMM	29-Apr-10	SHORT	42	22,050	282.20
FUTSTK-TATACOMM	27-May-10	SHORT	1	525	283.25
FUTSTK-TATAMOTORS	29-Apr-10	SHORT	4	3,400	745.65
FUTSTK-TATAMOTORS	27-May-10	LONG	5	4,250	741.15
FUTSTK-TATAPOWER	29-Apr-10	SHORT	36	7,200	1,380.60
FUTSTK-TATASTEEL	29-Apr-10	LONG	2	1,528	631.85
FUTSTK-TCS	29-Apr-10	LONG	351	3,51,000	785.70
FUTSTK-TECHM	29-Apr-10	SHORT	9	5,400	857.70

Name of Future	Series of Future	Nature of Position (Long/Short)	No. of Contracts	No. of Units Involved	Daily Settlement Price As on 31.03.2010 (Rs.)
FUTSTK-TITAN	29-Apr-10	SHORT	3	618	1,843.60
FUTSTK-TULIP	29-Apr-10	SHORT	1	500	845.55
FUTSTK-UCOBANK	29-Apr-10	LONG	41	2,05,000	56.90
FUTSTK-UNITECH	29-Apr-10	SHORT	8	36,000	73.80
FUTSTK-VOLTAS	29-Apr-10	SHORT	4	10,800	178.05
FUTSTK-WELGUJ	29-Apr-10	SHORT	22	35,200	275.25
FUTSTK-WIPRO	29-Apr-10	SHORT	5	3,000	706.45
FUTSTK-ZEEL	29-Apr-10	SHORT	16	22,400	268.75
FUTSTK-ZEEL	27-May-10	LONG	3	4,200	267.30

ii) Equity Index/Stock Options Contracts

Name Of Option	Series Of Option	Strike Price	Option Type	Nature Of Position Long/Short	No. Of Contracts	No. Of Units Involved	Daily Settlement Price (Rs.) As On 31/03/2010
OPTIDX-BANKNIFTY	29-Apr-10	9500	CE	SHORT	10	500	9,459.60
OPTIDX-BANKNIFTY	29-Apr-10	9600	CE	SHORT	10	500	9,459.60
OPTIDX-BANKNIFTY	29-Apr-10	9700	CE	SHORT	10	500	9,459.60
OPTIDX-NIFTY	29-Apr-10	4300	PE	SHORT	67	3,350	5,249.10
OPTIDX-NIFTY	29-Apr-10	4400	CE	SHORT	8	400	5,249.10
OPTIDX-NIFTY	29-Apr-10	4400	PE	SHORT	11	550	5,249.10
OPTIDX-NIFTY	29-Apr-10	4500	CE	SHORT	14	700	5,249.10
OPTIDX-NIFTY	29-Apr-10	4500	PE	SHORT	2	100	5,249.10
OPTIDX-NIFTY	29-Apr-10	4600	PE	SHORT	3	150	5,249.10
OPTIDX-NIFTY	29-Apr-10	4700	CE	SHORT	1	50	5,249.10
OPTIDX-NIFTY	29-Apr-10	4800	PE	SHORT	500	25,000	5,249.10
OPTIDX-NIFTY	29-Apr-10	4900	PE	SHORT	502	25,100	5,249.10
OPTIDX-NIFTY	29-Apr-10	5000	PE	SHORT	1,058	52,900	5,249.10
OPTIDX-NIFTY	29-Apr-10	5300	CE	SHORT	1	50	5,249.10
OPTIDX-NIFTY	29-Apr-10	5400	CE	SHORT	2,301	1,15,050	5,249.10
OPTIDX-NIFTY	29-Apr-10	5500	CE	SHORT	2,859	1,42,950	5,249.10
OPTIDX-NIFTY	29-Apr-10	5600	CE	SHORT	2,300	1,15,000	5,249.10
OPTIDX-NIFTY	29-Apr-10	5700	CE	SHORT	300	15,000	5,249.10
OPTIDX-NIFTY	27-May-10	5400	CE	SHORT	200	10,000	5,249.10
OPTIDX-NIFTY	27-May-10	5500	CE	SHORT	800	40,000	5,249.10
OPTIDX-NIFTY	27-May-10	5600	CE	SHORT	2,200	1,10,000	5,249.10
OPTIDX-NIFTY	27-May-10	5700	CE	SHORT	2,200	1,10,000	5,249.10
OPTIDX-NIFTY	27-May-10	5800	CE	SHORT	1,200	60,000	5,249.10
OPTIDX-NIFTY	29-Apr-10	5200	CE	LONG	1	50	5,249.10
OPTIDX-NIFTY	29-Apr-10	4700	PE	LONG	5	250	5,249.10
OPTIDX-NIFTY	29-Apr-10	4600	CE	LONG	6	300	5,249.10
OPTIDX-NIFTY	29-Apr-10	4300	CE	LONG	69	3,450	5,249.10
OPTSTK-BAJAJHIND	29-Apr-10	180	CA	SHORT	2	2,850	135.70
OPTSTK-BHARTIARTL	29-Apr-10	340	CA	SHORT	12	6,000	312.55
OPTSTK-CAIRN	29-Apr-10	340	CA	SHORT	1	1,250	305.65
OPTSTK-CIPLA	29-Apr-10	360	CA	SHORT	1	1,250	338.35
OPTSTK-DLF	29-Apr-10	260	PA	SHORT	2	1,600	308.90
OPTSTK-DLF	29-Apr-10	280	PA	SHORT	5	4,000	308.90
OPTSTK-DLF	29-Apr-10	320	CA	SHORT	4	3,200	308.90
OPTSTK-DLF	29-Apr-10	340	CA	SHORT	11	8,800	308.90
OPTSTK-DLF	29-Apr-10	360	CA	SHORT	2	1,600	308.90
OPTSTK-EDUCOMP	29-Apr-10	820	CA	SHORT	1	375	747.75
OPTSTK-EDUCOMP	29-Apr-10	840	CA	SHORT	6	2,250	747.75
OPTSTK-EDUCOMP	29-Apr-10	900	CA	SHORT	2	750	747.75
OPTSTK-HDFCBANK	29-Apr-10	2050	CA	SHORT	6	1,200	1,933.50
OPTSTK-HINDALCO	29-Apr-10	190	CA	SHORT	4	14,072	181.25

Name Of Option	Series Of Option	Strike Price	Option Type	Nature Of Position Long/Short	No. Of Contracts	No. Of Units Involved	Daily Settlement Price (Rs.) As On 31/03/2010
OPTSTK-HINDALCO	29-Apr-10	200	CA	SHORT	6	21,108	181.25
OPTSTK-ICICIBANK	29-Apr-10	840	PA	SHORT	5	1,750	952.50
OPTSTK-ICICIBANK	29-Apr-10	860	PA	SHORT	6	2,100	952.50
OPTSTK-ICICIBANK	29-Apr-10	980	CA	SHORT	1	350	952.50
OPTSTK-ICICIBANK	29-Apr-10	1000	CA	SHORT	22	7,700	952.50
OPTSTK-ICICIBANK	29-Apr-10	1020	CA	SHORT	12	4,200	952.50
OPTSTK-ICICIBANK	29-Apr-10	1040	CA	SHORT	8	2,800	952.50
OPTSTK-INFOSYSTCH	29-Apr-10	2400	PA	SHORT	36	7,200	2,615.95
OPTSTK-INFOSYSTCH	29-Apr-10	2450	PA	SHORT	40	8,000	2,615.95
OPTSTK-INFOSYSTCH	29-Apr-10	2500	PA	SHORT	33	6,600	2,615.95
OPTSTK-INFOSYSTCH	29-Apr-10	2550	PA	SHORT	10	2,000	2,615.95
OPTSTK-INFOSYSTCH	29-Apr-10	2850	CA	SHORT	2	400	2,615.95
OPTSTK-INFOSYSTCH	29-Apr-10	2900	CA	SHORT	17	3,400	2,615.95
OPTSTK-INFOSYSTCH	29-Apr-10	3000	CA	SHORT	109	21,800	2,615.95
OPTSTK-INFOSYSTCH	29-Apr-10	3050	CA	SHORT	6	1,200	2,615.95
OPTSTK-INFOSYSTCH	29-Apr-10	3100	CA	SHORT	8	1,600	2,615.95
OPTSTK-JINDALSTEL	29-Apr-10	780	CA	SHORT	7	6,720	703.10
OPTSTK-JINDALSTEL	29-Apr-10	800	CA	SHORT	3	2,880	703.10
OPTSTK-JSWSTEEL	29-Apr-10	1400	CA	SHORT	2	824	1,234.80
OPTSTK-LT	29-Apr-10	1450	PA	SHORT	5	1,000	1,630.85
OPTSTK-LT	29-Apr-10	1500	PA	SHORT	22	4,400	1,630.85
OPTSTK-LT	29-Apr-10	1550	PA	SHORT	21	4,200	1,630.85
OPTSTK-LT	29-Apr-10	1700	CA	SHORT	2	400	1,630.85
OPTSTK-LT	29-Apr-10	1750	CA	SHORT	5	1,000	1,630.85
OPTSTK-LT	29-Apr-10	1800	CA	SHORT	24	4,800	1,630.85
OPTSTK-PNB	29-Apr-10	1040	CA	SHORT	1	300	1,012.75
OPTSTK-RELIANCE	29-Apr-10	950	PA	SHORT	3	900	1,074.25
OPTSTK-RELIANCE	29-Apr-10	960	PA	SHORT	1	300	1,074.25
OPTSTK-RELIANCE	29-Apr-10	1000	PA	SHORT	8	2,400	1,074.25
OPTSTK-RELIANCE	29-Apr-10	1200	CA	SHORT	27	8,100	1,074.25
OPTSTK-RELIANCE	29-Apr-10	1250	CA	SHORT	12	3,600	1,074.25
OPTSTK-RENUKA	29-Apr-10	70	PA	SHORT	1	5,000	71.30
OPTSTK-SAIL	29-Apr-10	270	CA	SHORT	4	5,400	252.55
OPTSTK-SBIN	29-Apr-10	1800	PA	SHORT	38	5,016	2,078.20
OPTSTK-SBIN	29-Apr-10	1950	PA	SHORT	2	264	2,078.20
OPTSTK-SBIN	29-Apr-10	2150	CA	SHORT	7	924	2,078.20
OPTSTK-SBIN	29-Apr-10	2200	CA	SHORT	50	6,600	2,078.20
OPTSTK-SBIN	29-Apr-10	2250	CA	SHORT	65	8,580	2,078.20
OPTSTK-SBIN	29-Apr-10	2300	CA	SHORT	20	2,640	2,078.20
OPTSTK-SBIN	29-Apr-10	2350	CA	SHORT	4	528	2,078.20
OPTSTK-SBIN	29-Apr-10	2400	CA	SHORT	3	396	2,078.20
OPTSTK-STER	29-Apr-10	900	CA	SHORT	2	876	849.95
OPTSTK-TATAMOTORS	29-Apr-10	640	PA	SHORT	1	850	757.70
OPTSTK-TATAMOTORS	29-Apr-10	660	PA	SHORT	6	5,100	757.70
OPTSTK-TATAMOTORS	29-Apr-10	800	CA	SHORT	7	5,950	757.70
OPTSTK-TATAMOTORS	29-Apr-10	820	CA	SHORT	2	1,700	757.70
OPTSTK-TATAMOTORS	29-Apr-10	840	CA	SHORT	10	8,500	757.70
OPTSTK-TATASTEEL	29-Apr-10	560	PA	SHORT	1	764	632.05
OPTSTK-TATASTEEL	29-Apr-10	680	CA	SHORT	4	3,056	632.05
OPTSTK-TATASTEEL	29-Apr-10	700	CA	SHORT	11	8,404	632.05
OPTSTK-TATASTEEL	29-Apr-10	720	CA	SHORT	1	764	632.05
OPTSTK-TCS	29-Apr-10	720	PA	SHORT	1	1,000	780.65
OPTSTK-TCS	29-Apr-10	740	PA	SHORT	8	8,000	780.65
OPTSTK-TCS	29-Apr-10	760	PA	SHORT	11	11,000	780.65
OPTSTK-TCS	29-Apr-10	860	CA	SHORT	20	20,000	780.65
OPTSTK-TCS	29-Apr-10	880	CA	SHORT	12	12,000	780.65
OPTSTK-TCS	29-Apr-10	900	CA	SHORT	9	9,000	780.65

iii) **Currency/Interest Rate Future Contracts**

Name of Future	Series of Future	Nature of Position (Long/Short)	No. of Contracts	No. of Units Involved	Daily Settlement Price As on 31.03.2010 (Rs.)
FUTCUR-EURINR	28-Apr-10	SHORT	62	62,000	60.7075
FUTCUR-USDINR	28-Apr-10	LONG	285	2,85,000	45.0325
FUTCUR-USDINR	27-May-10	LONG	500	5,00,000	45.1550
FUTCUR-USDINR	28-Apr-10	SHORT	13	13,000	45.0325
FUTCUR-USDINR	27-May-10	LONG	13	13,000	45.1525
FUTIRD-10YGS7	28-Jun-10	SHORT	737	14,74,000	93.3650

- 10) Deferred Tax Assets / Liabilities for the year are accounted for in accordance with Accounting Standard 22 "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India. The details of Deferred Tax Assets are as follows:

	As at 31/03/2010	(Rupees in Lacs) As at 31/03/2009
Deferred Tax Liabilities		
Difference between Book and Tax Depreciation	—	(45.87)
Gain in unsold stock-in-trade which was converted from Investment.	(17.30)	—
Deferred Tax Asset		
Difference between Book and Tax Depreciation	56.68	—
Brought forward Capital losses	4.81	103.50
Brought forward Business losses	—	321.60
Provision for Employees Benefits	173.14	290.64
Net Deferred Tax Asset/(Liability)	217.33	669.87

- 11) Legal and Professional charges include Rs. 4,19,500/- paid for income tax matters to a non executive director of the Company. (Previous year : Rs. NIL)

12) **Related Party Disclosure**

I) **List of Related Parties**

a) **Key Management Personnel & Relatives**

- 1) Sh Brij Rattan Bagri (Chairman), Relatives: Smt. Neerja Bagri (Wife), Ms. Nanditaa Bagri (Daughter), Sh. Siddhartha Bagri (Son)
- 2) Sh. Vikram Rathi (Executive Director)
- 3) Sh. Satish Kumar Sharma (Executive Director) Relatives: Sh. D.K. Sharma (Brother), Sh. Arun Kumar Sharma (Brother).

b) **Subsidiary Enterprises**

- 1) BLB Global Business Limited*
- 2) BLB Institute of Financial Markets Limited
- 3) BLB Realty Ventures Limited
- 4) BLB Commodities Pvt. Ltd.(w.e.f 11th May,2009)

c) **Associate Enterprises**

- 1) Manu Properties Pvt. Ltd.*

*During the year the company did not enter into any transaction with the said parties.

II) Related Party Transactions

(Rs. in Thousands)

Sl. No.	Nature of Transactions	Key Management Personnel/Relatives		Subsidiary Enterprise	
		2009-10	2008-09	2009-10	2008-09
1)	Receipts of DP Service charges	—	1	—	—
2)	Brokerage Income	—	20	—	—
3)	Interest Received	—	—	4,18	—
4)	Recovery of expenses	—	—	70,09	105,52
5)	Interest Paid on Loans	6,82	7,11	—	—
6)	Salary/Remuneration/Commission	1,99,07	61,62	—	—
7)	Staff Training & Development Expenses	—	—	29,23	—
8)	Legal & Professional Charges	14,37	18,41	—	—
9)	Investments in shares	34,71	—	3,90,00	90,00
10)	Share Application Money	—	—	35,00	(90,00)
11)	Loan granted:				
	— Sums granted	—	—	7,26,00	—
	— Sums received Back	—	—	10,00	—
	— Closing Balance	—	—	7,16,00	—
12)	Loans taken:				
	— Sums accepted	8,05,00	148,00	—	—
	— Sums repaid	3,75,00	148,00	—	—
	— Closing Balance	4,30,00	—	—	—
13)	Interim Dividend Paid	71,34	—	—	—
14)	Dividend Paid (2008-09)	35,67	—	—	—
15)	Purchase of Fixed Assets	—	—	1,02,97	—

The figures have been rounded to nearest thousand.

13) Segment Accounting

Since the Company's operations primarily comprise of trading in shares, securities and derivatives as such there is no other reportable segment as specified by Accounting Standard 17 issued by The Institute of Chartered Accountants of India.

14) Earning Per Share

Particulars	2009-2010 Rs.	2008-2009 Rs.
i) Net Profit/(Loss) after tax	23,59,59,994	(10,78,02,968)
ii) Weighted average number of equity shares of Re. 1/-for Earnings Per Share computation.	5,28,65,258	5,28,65,258
iii) Earnings Per Share (Basic & Diluted)	4.46	(2.04)

15) Loans and Advances in the nature of Loans (As required by clause 32 of the listing agreement with the stock exchanges):
A. Loans and Advances in the nature of Loans to Subsidiary and Associates (Rs. in Lacs)

Name of the Company	Relationship	Balance as at		Maximum Balance during the year	
		31st March 2010	31st March 2009	2009-10	2008-09
		Rs.	Rs.	Rs.	Rs.
1. BLB Commodities Pvt. Ltd.	Subsidiary	700	—	700	—
2. BLB Institute of Financial Markets Ltd.	Subsidiary	—	—	10	—
3. BLB Reality Ventures Ltd.	Subsidiary	16	—	16	—

B. Loanees have made no investments in shares of the company

16) Managerial Remuneration

- a) Managerial remuneration under section 198 of the Companies Act, 1956 paid or payable for the Financial Year to the Directors is as under:

Particulars	2009-2010 Rs.	2008-2009 Rs.
Salary Allowances, Incentive, etc	33,99,695	37,75,858
Contribution to PF	18,720	21,979
	34,18,415	37,97,837
Commission to Non Executive Director	1,49,50,000	—
Total	1,83,68,415	37,97,837

- b) Computation of Net Profit in accordance with Section 198 / 349 of the Companies Act, 1956. (Rs. in Lacs)

Particulars	Year ended 31st Mar 2010	Year ended 31st Mar 2009
Profit / (Loss) before Tax as per Profit & Loss A/c	3724.77	(1,409.19)
Add: Commission to Non Executive Director	149.50	—
Salary Allowances, Incentive, to Whole Time Directors	34.18	37.98
Loss on Sale and discarded Fixed Assets	288.99	171.11
	4,197.44	(1,200.10)
Less: Excess of expenditure over income for the previous financial year deducted under Section 349(4)(I).	(1,200.10)	—
Net Profit/(Loss) as per section 198/349 of The Companies Act, 1956.	2,997.34	(1,200.10)
Maximum permissible remuneration under section 198 of the company @ 10% of profit computed above to Executive Directors / (in the event of inadequate profits maximum permissible ceiling as decided by the Remuneration Committee from time to time).	299.73	54.00
Maximum permissible remuneration under section 198 of the company 5% of profit computed above to Non-Executive Director. (see note below)	149.87	—

NOTE : The company received necessary permission from the Ministry of Corporate Affairs vide their letter No.12/952/2007-CL.VII dated 8-4-2008 under various provisions of the Companies Act, 1956 to make payment of commission @ 5% of the net profits w.e.f. 01/07/2007 to the Non-Executive Director Sh. Brij Rattan Bagri for a period of five years.

17) Auditors' remuneration includes :

Particulars	2009-2010 Rs.	2008-2009 Rs.
Audit Fees	2,04,055	2,04,055
Tax Audit Fees	16,545	16,545
Certification Work	1,10,300	1,50,000
	3,30,900	3,70,600

18) Details of tax deducted at source is as follows:

Particulars	2009-2010 Rs.	2008-2009 Rs.
Interest Income	59,43,935	1,11,88,071
Others	8,62,909	23,86,963
	68,06,844	1,35,75,034

19) Operating Leases

Since all existing Operating Leases entered into by the Company are cancelable on serving a notice of one to three months, as such no information is required to be furnished as per Accounting Standard AS-19.

20) The Company has not received any intimation from 'Suppliers' regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid / payable as required under the said Act have not been given.

21) Additional information pursuant to the provisions of Part-II of the Schedule-VI of the Companies Act, 1956 in respect of the trading activities are as under:

(Rupees in Lacs)				
Particulars	2009-2010		2008-2009	
	Qty.	Amount	Qty.	Amount
Opening Stock				
a) Equity Shares, ETF's & Debentures	38.66	4,539.19	8.08	2,451.61
Less: Shares withdrawn from stock	1.73	336.13	—	—
	36.93	4,203.06	8.08	2,451.61
b) Units of Mutual Funds	8.81	53.38	8.83	81.58
Total	45.74	4,256.44	16.91	2,533.19
Purchases (Net)				
a) Equity Shares, ETF's & Debentures	808.27	2,10,529.38	614.92	1,28,585.04
b) Units of Mutual Funds	1,503.18	29,712.00	2,074.28	41,624.16
Total	2,311.45	2,40,241.38	2,689.20	1,70,209.20
Sales				
a) Equity Shares, ETF's & Debentures	826.65	2,11,553.83	584.34	1,25,121.27
b) Units of Mutual Funds	1,502.16	29,675.41	2,074.29	41,681.22
Total	2,328.81	2,41,229.24	2,658.63	1,66,802.49
Closing Stock				
a) Equity Shares, ETF's & Debentures	18.55	4,304.66	38.66	4,539.19
b) Units of Mutual Funds	9.83	135.00	8.81	53.38
Total	28.38	4,439.66	47.47	4,592.57

22) Previous year's figures have been regrouped and/or rearranged wherever necessary to conform to this year classification.

23) Statement Pursuant to Part-IV of Schedule VI to the Companies Act, 1956.

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. REGISTRATION DETAILS :

Registration No. : 12767 State Code : 55
 Balance Sheet Date : Date Month Year
31 03 2010

II. CAPITAL RAISED DURING THE YEAR (Amount in Rs. Thousands) :

Public Issue : NIL Right Issue : NIL
 Bonus Issue : NIL Private Placement : NIL

III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (Amount in Rs. Thousands) :

Total Liabilities : 1856984 Total Assets : 1856984

SOURCES OF FUNDS

Paid up Capital : 52865 Reserves & Surplus : 1388042
 Secured Loan : 373077 Unsecured Loans : 43000

APPLICATION OF FUNDS

Net Fixed Assets : 77773 Investments : 172808
 Deferred Tax Assets : 21733 Net Current Assets : 1584670

IV. PERFORMANCE OF COMPANY (Amount in Rs. Thousands) :

Turnover/Incomes & Others : 25189331 Total Expenditure : 24816854
 Profit before Tax : 372477 Profit After Tax : 235960
 Basic & Diluted Earning Per Share (Rs.) : 4.46 Dividend % (Equity Shares) : 20

V. GENERIC NAMES OF THREE PRINCIPAL PRODUCTS/SERVICES OF COMPANY :

Item Code No. (ITC Code) : -
 Product/Service Description : **DEALING IN SHARES AND SECURITIES**

As per our report of even date annexed.

For **RAM RATTAN & ASSOCIATES**
 Chartered Accountants
 Firm Registration No: 004472N

For and on behalf of the Board of Directors

(**CA. RAM RATTAN GUPTA**)
 Partner
 M. No. 083427

(**BRIJ RATTAN BAGRI**)
 Chairman

(**VIKRAM RATHI**)
 Executive Director

Place : New Delhi
 Date : 31st August, 2010

(**VIKASH RAWAL**)
 Chief Financial Officer

(**KASHVI MALHOTRA**)
 Asst. Company Secretary

**STATEMENT PURSUANT TO SECTION 212 OF THE COMPANIES ACT, 1956
RELATING TO THE SUBSIDIARY COMPANY**

Name of the subsidiary company	BLB Global Business Limited	BLB Institute of Financial Markets Limited	BLB Commodities Private Limited	BLB Realty Ventures Limited
1. Financial year of the subsidiary ended on	31st March, 2010	31st March, 2010	31st March, 2010	31st March, 2010
2. Share of the subsidiary company on the above date and extent of holding				
i) Equity Shares	USD 1,07,500 (1,07,500 share of USD 1 each fully Paid-up) (equivalent for INR 48,83,361/-)	Rs.1,90,00,000/- (19,00,000 shares of Rs. 10/- each fully Paid-up)	Rs.4,50,00,000/- (45,00,000 shares of Rs. 10/- each fully Paid-up)	Rs.10,00,000/- (1,00,000 shares of Rs. 10/- each fully Paid-up)
ii) Extent of Holding	100%	100%	100%	100%
3. Net aggregate amount of Profits (Losses) of the subsidiary company for the above financial year so far as it concerns the member of BLB Limited.				
i) dealt with in the account of BLB Limited	NIL	NIL	NIL	NIL
ii) Not dealt with in the accounts of BLB Limited	USD 7,732 equivalent to INR (4,18,464)	20,57,410	22,35,369	(2,05,915)
4. Net aggregate amount of profit/ (Losses) of previous financial years of the subsidiary company as far as it concerns members of BLB Limited.				
i) Dealt with in the accounts of BLB Limited.	NIL	NIL	NIL	NIL
ii) Not dealt with in the accounts of BLB Limited.	USD 96,961 equivalent to INR (44,07,631)	48,34,856	28,00,505	(3,87,145)

For and on behalf of the Board of Directors

(BRIJ RATTAN BAGRI)
Chairman

(VIKRAM RATHI)
Executive Director

Place : New Delhi
Date : 31st August, 2010

(VIKASH RAWAL)
Chief Financial Officer

(KASHVI MALHOTRA)
Asst. Company Secretary

BLB GLOBAL BUSINESS LIMITED

CORPORATE INFORMATION

		Date Appointed	Date Resigned
DIRECTORS	Mr. Ashraf Ramtoola	7 October, 2003	—
	Mr. Vikram Rathi	7 October, 2003	—
	Mrs. Rooksana Shahabally	11 July, 2008	—
ADMINISTRATOR & SECRETARY	International Management (Mauritius) Ltd. 4th Floor, Les Cascades Building Edith Cavell Street, Port Louis REPUBLIC OF MAURITIUS		
REGISTERED OFFICE	4th Floor, Les Cascades Building Edith Cavell Street Port Louis REPUBLIC OF MAURITIUS		
AUDITORS	Morison (Mauritius) Public Accountants 1st Floor, Fairfax House 21, Mgr Gonin Street Port Louis REPUBLIC OF MAURITIUS		
BANKERS	HSBC Bank (Mauritius) Limited 6 th Floor, HSBC Centre 18 Cybercity Ebene		

REPORT OF THE DIRECTORS

The directors have pleasure in submitting their annual report together with the audited financial statements for the year ended 31 March 2010.

INCORPORATION

The Company was incorporated in the Republic of Mauritius on 7 October 2003 as a private company limited by shares.

PRINCIPAL ACTIVITY

The activities of the Company include trading in commodities and metals listed on international markets, trading in ADRs and GDRs, trading exchange traded funds, currency derivatives, non-deliverable forwards and interest rate derivatives as permitted by the Financial Services Commission on April 23, 2010.

RESULTS AND DIVIDENDS

The results for the year are as shown in the statement of comprehensive income.

The directors do not recommend the payment of any dividend.

DIRECTORS

The present membership of the Board is set out on page 2.

DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE FINANCIAL STATEMENTS

Company law requires the directors to prepare financial statements for each financial year, which present fairly the financial position, financial performance, changes in equity and cash flows of the Company. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether International Financial Reporting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors confirm that they have complied with the above requirements in preparing the financial statements.

The directors are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Mauritius Companies Act 2001. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

By order of the board:

for **International Management (Mauritius) Ltd**
Company secretary

Date : 2nd August, 2010

CERTIFICATE FROM THE SECRETARY

We certify that, to the best of our knowledge and belief, the Company has filed with the Registrar of Companies all such returns as are required of the Company under the Mauritius Companies Act 2001 in terms of Section 166(d) for the year ended 31 March 2010.

for **International Management (Mauritius) Ltd**
Company Secretary

Date : 2nd August, 2010

INDEPENDENT AUDITORS' REPORT

TO THE SHAREHOLDER OF BLB GLOBAL BUSINESS LIMITED

This report is made solely to the shareholder of BLB Global Business Limited, the "Company", as a body in accordance with Section 205 of the Mauritius Companies Act 2001. Our audit work has been undertaken so that we might state to the Company's shareholder those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's shareholder as a body, for our audit work, for this report, or for the opinions we have formed.

Report on the Financial Statements

We have audited the financial statements of the Company which comprise the statement of financial position at 31 March 2010, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Directors' Responsibility for the Financial Statements

The directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and in compliance with the requirements of the Mauritius Companies Act 2001. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements on pages 7 to 17 give a true and fair view of the financial position of the Company at 31 March 2010, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards and comply with the Mauritius Companies Act 2001.

Report on Other Legal and Regulatory Requirements

Mauritius Companies Act 2001

- we have no relationship with, or any interests in, the Company other than in our capacity as auditors;
- we have obtained all the information and explanations we have required; and
- in our opinion, proper accounting records have been kept by the Company as far as appears from our examination of those records.

Morison Mauritius

Public Accountants

Pudmanee R Beeharry, FCCA

Signing Partner

Date : 2nd August, 2010

Port Louis, Mauritius

BALANCE SHEET AT 31ST MARCH 2010

	Notes	2010 INR	2010 USD	2009 INR	2009 USD
ASSETS					
Current assets					
Other receivables	5	25,053	555	1,04,230	2,055
Cash at bank		4,76,633	10,559	11,38,157	22,440
		<u>5,01,686</u>	<u>11,114</u>	<u>12,42,387</u>	<u>24,495</u>
Total assets		<u>5,01,686</u>	<u>11,114</u>	<u>12,42,387</u>	<u>24,495</u>
EQUITY AND LIABILITIES					
Capital and reserves					
Share capital	6	48,83,361	1,07,500	48,83,361	1,07,500
Revenue deficit		(44,07,631)	(96,961)	(39,89,167)	(89,870)
		<u>4,75,730</u>	<u>10,539</u>	<u>8,94,194</u>	<u>17,630</u>
Current liabilities					
Other payables	7	25,956	575	3,48,193	6,865
Total equity and liabilities		<u>5,01,686</u>	<u>11,114</u>	<u>12,42,387</u>	<u>24,495</u>

Approved by the Board of Directors on **02-08-2010** and signed on its behalf by

Sd/-
Director

Sd/-
Director

INCOME STATEMENT FOR THE YEAR ENDED 31ST MARCH 2010

	Notes	2010 INR	2010 USD	2009 INR	2009 USD
INCOME					
		—	—	—	—
		—	—	—	—
Expenses					
Licence fees		83,607	1,740	78,665	1,740
Management fees		1,20,125	2,500	113,025	2,500
Accountancy and audit fees		87,691	1,825	82,508	1,825
Professional fees		35,365	736	29,387	650
Bank charges		4,325	90	4,521	100
Courier and fax		9,610	200	6,781	150
Transaction charges		—	—	2,170	48
Exchange Loss		—	—	16,366	362
		<u>3,40,723</u>	<u>7,091</u>	<u>3,33,423</u>	<u>7,375</u>
Profit/(loss) for the year		<u>(3,40,723)</u>	<u>(7,091)</u>	<u>(3,33,423)</u>	<u>(7,375)</u>
Total comprehensive loss for the year		<u>(3,40,723)</u>	<u>(7,091)</u>	<u>(3,33,423)</u>	<u>(7,375)</u>

The notes on pages 11 to 17 form an integral part of these financial statements.

Auditors' report on pages 5 and 6.

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2010

	Share capital		Revenue deficit		Total	
	USD	INR	USD	INR	USD	INR
At 1 April 2008	1,07,500	48,83,361	(82,495)	(38,83,911)	25,005	9,99,450
Total Comprehensive loss for the year	—	—	(7,375)	(3,33,423)	(7,375)	(3,33,423)
Exchange Rate Reserve	—	—	—	2,28,167	—	2,28,167
At 31 March 2009	1,07,500	48,83,361	(89,870)	(39,89,167)	17,630	8,94,194
At 1 April 2009	1,07,500	48,83,361	(89,870)	(39,89,167)	17,630	8,94,194
Total Comprehensive loss for the year	—	—	(7,091)	(3,40,723)	(7,091)	(3,40,723)
Exchange Rate Diff	—	—	—	(77,741)	—	(77,741)
At 31 March 2010	1,07,500	48,83,361	(96,961)	(44,07,631)	10,539	4,75,730

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2010

	2010 INR	2010 USD	2009 INR	2009 USD
Operating activities				
Loss for the year before taxation	(3,40,723)	(7,091)	(3,33,423)	(7,375)
<i>Adjustments for:</i>				
Decrease in other receivables	75,075	1,500	1,75,189	3,875
(Decrease)/Increase in trade and other receivables	(2,83,931)	(6,290)	3,19,029	6,290
Exchange Rate difference	(1,11,945)	—	—	—
<i>Net cash (used in)/generated from operating activities</i>	(6,61,524)	(11,881)	1,60,795	2,790
Net (decrease)/increase in cash and cash equivalents	(6,61,524)	(11,881)	1,41,509	2,790
Cash and cash equivalents at beginning of the year	11,38,157	22,440	9,96,648	19,650
Cash and cash equivalents at end of the year	4,76,633	10,559	11,38,157	22,440
Cash and cash equivalents consist of:				
Cash at bank and cash in hand	4,76,633	10,559	11,38,157	22,440

The notes on pages 11 to 17 form an integral part of these financial statements.
Auditors' report on pages 5 and 6.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2010

1. COMPANY PROFILE

BLB Global Business Limited is an offshore private Company limited by shares incorporated in the Republic of Mauritius on 7 October 2003 under the Companies Act 2001 and was granted a Category 1 Global Business Licence on 8 October 2003 under the Financial Services Act 2007.

The activities of the Company include trading in commodities and metals listed on international markets, trading in ADRs and GDRs, trading exchange traded funds, currency derivatives, non-deliverable forwards and interest rate derivatives as permitted by the Financial Services Commission on April 23, 2010. Its registered office is at Les Cascades, Edith Cavell Street, Port Louis, Republic of Mauritius.

2. ADOPTION OF NEW AND REVISED INTERNATIONAL FINANCIAL REPORTING STANDARDS (IFRS)

In the current year, the Company has adopted all of the new and revised standards and interpretations issued by the International Accounting Standards Board (the "IASB") and the International Financial Reporting Interpretations Committee ("IFRIC") of the IASB that are relevant to its operations and effective for accounting year beginning on 01 April 2009.

At the date of authorisation of these financial statements, the following Standards and Interpretations were in issue but not yet effective.

IFRS 1	First-time Adoption of International Financial Reporting Standards - Amendment relating to oil and gas asses and determining whether an arrangement contains a lease (revised July 2009) (effective from annual periods beginning on or after 1 January 2010)
IFRS 2	Share-based Payment - Amendment relating to group cash-settled share-based payment transactions (June 2009) (effective from annual periods beginning on or after 1 January 2010)
IFRS 5	Non-current Assets Held for Sale and Discontinued Operations - Amendments resulting from April 2008 Annual Improvements to IFRSs (April 2009) (effective from annual periods beginning on or after 1 January 2010)
IFRS 8	Operating Segments – Amendments resulting from April 2009 Annual Improvements to IRSs (April 2009) (effective from annual periods beginning on or after 1 January 2010)
IFRS 9	Financial instruments - Classification and Measurement (November 2009) (effective from annual periods beginning on or after 1 January 2013)
IFRS for SMEs	International Financial Reporting Standard for Small and Medium-sized Entities (Original issue 2009) (effective immediately on issue)
IAS 1	Presentation of Financial Statements - Amendments resulting from April 2009 Annual Improvements to IFRSs (April 2009) (effective from annual periods beginning on or after 1 January 2010)
IAS 7	Statement of Cash Flows-Amendments resulting from April 2009 Annual Improvements to IFRSs (April 2009) (effective from annual periods beginning on or after 1 January 2010)
IAS 17	Leases- Amendments Resulting from April 2009 Annual Improvements to IFRSs (April 2009) (effective from annual periods beginning on or after 1 January 2010)
IAS 24	Related party disclosures - Revised definition of related parties (November 2009) (effective from annual periods beginning on or after 1 January 2011)
IAS 32	Financial Instruments: Presentation - Amendments relating to classification of rights issues (Revised 2009) (effective from annual periods beginning on or after 1 February 2010)
IAS 36	Impairment of Assets - Amendments resulting from April 2009 Annual Improvements to IFRSs (April 2009) (effective from annual periods beginning on or after 1 January 2010)
IAS 39	Financial Instruments: Recognition and Measurement - Amendments resulting from April 2009 Annual Improvements to IFRSs (April 2009) (effective from annual periods beginning on or after 1 January 2010)
IFRIC 8	Scope of IFRS 2 (effective periods beginning on or after 1 May 2006 withdrawn as of 1 January 2010)
IFRIC 11	IFRS 2: Group and Treasury Share Transactions (effective periods beginning on or after 1 March 2007 withdrawn as of 1 January 2010)
IFRIC 14	IAS 19 – The Limit on a Define Benefit Asset, Minimum Funding Requirements and their Interaction (effective periods beginnings on or after 1 January 2008; November 2009 amendment with respect to voluntary prepaid contributions is effective for annual periods beginning on or after 1 January 2011)
IFRIC 19	Extinguishing Financial Liabilities with Equity Instruments (effective periods beginning on or after 1 July 2010)

The directors anticipate that the adoption of these Standards and Interpretations in future periods will have no material impact on the financial statements of the Company for the year ended 31 March 2010.

3. ACCOUNTING POLICIES

(a) Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) including International Accounting Standards (IAS) and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC") issued by the International Accounting Standards Board (IASB).

The preparation of financial statements in conformity with IFRS requires management to make estimates and assumptions that affect reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the reporting date and the reported amounts of revenues and expenses during the reporting year. Actual results could differ from those estimates.

(b) Basis of preparation

The financial statements are prepared under the historical cost convention except that available for sale investments are stated at their fair value. Financial assets and liabilities and non-financial assets and liabilities are stated at amortised cost or historical cost.

The principal accounting policies adopted in the preparation of these financial statements are set out below.

(c) Foreign currencies

Foreign currency transactions are translated at the exchange rates prevailing at the date of the transactions. Difference in exchange resulting from the settlement of such transactions is recognised in the statement of comprehensive income. Monetary assets and liabilities denominated in foreign currencies are translated at year-end exchange rates, unless hedged by forward foreign exchange contracts, in which case the rates specified in such forward contracts are used. Difference in exchange thereon is recognised in the statement of comprehensive income.

(d) Cash and cash equivalents

Cash comprises cash at bank and bank overdraft. Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

(e) Revenue recognition

Revenues earned are recognised as follows:

Interest income – as it accrues unless collectibility is in doubt.

Dividend income – when the shareholder's right to receive payment is established.

(f) Provisions

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, which, it is probable will result in an outflow of economic benefits that can be reasonably estimated to settle that obligation. At time of the effective payment, the provision is deducted from the corresponding expenses. All known risks at reporting date are reviewed in detail and provision is made where necessary.

(g) Financial instruments

Financial assets and liabilities are recognised on the statement of financial position when the Company has become a party to the contractual provisions of the financial instrument.

The Company's policies in respect of the main financial instruments are as follows:

- **Other receivables**

Other receivables are stated at their nominal values as reduced by appropriate allowances for irrecoverable amounts.

- **Other payables**

Other payables are stated at their nominal values.

- **Cash resources**

Cash resources are measured at fair values.

4. CRITICAL ACCOUNTING JUDGEMENTS AND ESTIMATES

Critical accounting judgements in applying the Company's accounting policies

In the process of applying the company's accounting policies, which are described in Note 3, the directors have made the following judgements that have the most significant effect on the amounts recognised in the financial statements:-

Determination of functional currency

The determination of the functional currency of the Company is critical since recording of transactions and exchange differences arising there from are dependent on the functional currency selected. As described in Note 3, the directors have considered those factors described therein and have determined that the functional currency of the Company is the United States Dollar (USD)

5. OTHER RECEIVABLES

	2010 INR	2010 USD	2009 INR	2009 USD
Prepayments	<u>25,053</u>	<u>555</u>	<u>1,04,230</u>	<u>2,055</u>

6. SHARE CAPITAL

Authorised share capital

1,000,000 ordinary shares of USD 1.00 each	—	10,00,000	—	10,00,000
--	---	-----------	---	-----------

Issued and fully paid

107,500 ordinary shares of USD 1.00 each	<u>48,83,361</u>	<u>1,07,500</u>	<u>48,83,361</u>	<u>1,07,500</u>
--	------------------	-----------------	------------------	-----------------

7. OTHER PAYABLES

Accruals	25,956	575	3,48,193	6,865
----------	--------	-----	----------	-------

8. TAXATION

The company is liable to pay tax in Mauritius at the rate of 15 %. However, the company is entitled to foreign tax credit which is the higher of:

- deemed foreign tax credit of 80% of Mauritius tax charge, and
- withholding tax suffered on foreign source income. In addition to the withholding tax credit, in the case of dividend income, tax credit is available for any foreign tax imposed on the profits out of which dividend income was directly and indirectly received. Capital gains of the company are exempt from tax in Mauritius.

The unused tax losses to reduce future taxation amount to USD 62,829 as at 31 March 2010 (2009: USD 55,738) can be carried forward for set off against income derived in the five succeeding income years. The time limit of the five income years shall not apply for the carried forward of any amount of less that is attributable to annual allowance claimed in respect of capital expenditure on or after 1 July 2007.

9. FINANCIAL INSTRUMENTS

(a) Values of financial instruments

Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arm's length transaction. The Company's financial assets and liabilities include cash and cash equivalents, receivables and payables. The carrying amounts of these assets and liabilities approximate their fair values.

(b) Currency profile

The currency profile of the Company's financial assets and liabilities is summarised as follows:

	Financial assets 2010	Financial liabilities 2010	Financial assets 2009	Financial liabilities 2009
United States Dollar	<u>10,559</u>	<u>575</u>	<u>22,440</u>	<u>6,865</u>
	<u>10,559</u>	<u>575</u>	<u>22,440</u>	<u>6,865</u>

Financial risk factors

The Company activities expose the Company to a variety of financial risks; credit risk, liquidity risk and the market risk. The Company's financial instruments comprise, other receivable, cash and cash equivalents and other items such as accruals which arise from its operations.

The Company held no derivative instruments during the year ended 31 March 2010.

Credit Risk

Credit risk arises when a failure by counterparty to discharge their obligations could reduce the amount of future cash inflows from financial assets on hand at the reporting date.

The Company's credit risk arises principally from cash and cash equivalents. The Company's policy is to maintain its cash balance and short term deposits with a reputable banking institution and to monitor the placement of cash and deposit balances on an ongoing basis.

Liquidity risk

Liquidity risk arises when the maturity of assets and liabilities of a company do not match.

Market Risk**(a) Cash flow and fair value interest rate risk**

The Company's cash flow is monitored at regular intervals by the Board. The interest rates at which the cash and deposits are placed are fixed in nature and hence the Company is not exposed to the risk of fluctuating interest rates. Since financial statements of the Company show cash at amortised cost, the question of fair value risk for the same does not arise.

(b) Foreign currency risk

The Company has financial assets and liabilities denominated in foreign currencies. Consequently, the Company is exposed to the risk that exchange rate of the USD relative to foreign currencies may change in a manner, which has a material effect on the reported values of the Company's assets and liabilities, which are denominated in foreign currencies.

Capital risk management

The Company's objectives when managing the capital are to safeguard the ability to continue as a going concern in order to provide returns and value for its shareholder.

10. RELATED PARTY TRANSACTIONS

The Company did not have any transaction with related party during the year ended 31 March 2010.

11. CAPITAL COMMITMENTS

The Company has no commitment at 31 March 2010.

12. CONTINGENT LIABILITIES

At 31 March 2010, the Company has no litigation claims outstanding, pending or threatened against, which could have a material effect on the Company's financial position or results of operations.

13. EVENTS AFTER THE REPORTING DATE

There have been no events after the reporting date, which would require disclosure for adjustment to the 31 March 2010 financial statements.

14. REPORTING CURRENCY

The financial statements are presented in United States Dollars (USD).

15. HOLDING COMPANY

The directors regard BLB Limited, incorporated in India, as the holding company.

BLB INSTITUTE OF FINANCIAL MARKETS LIMITED

BOARD OF DIRECTORS

Sh. Brij Rattan Bagri	<i>Chairman</i>
Sh. Vikash Rawal	<i>Director</i>
Dr. Suresh Chand Gupta	<i>Director</i>
Ms. Nanditaa Bagri	<i>Director</i>
Sh. Ram Pal Sharma	<i>Director</i>
Sh. Manas Jain	<i>Director</i>

PRINCIPAL BANKERS

HDFC Bank Limited
ICICI Bank Limited

AUDITORS

M/s. Rohit K.C. Jain & Co.
Chartered Accountants
New Delhi

REGISTERED OFFICE

4764/23-A, Ansari Road
Darya Ganj
New Delhi - 110 002

DIRECTORS' REPORT

Dear Shareholders,

Your Directors take immense pleasure in presenting their Fifth Directors' Report on business and operations of the Company along with the Audited Accounts for the financial year ended on 31st March, 2010.

FINANCIAL PERFORMANCE

For the Financial Year ended 31st March, 2010 is as under:

(Rs. in Lacs)

Particulars	Year Ended 31st March, 2010	Year Ended 31st March, 2009
Income	555.31	964.17
Less : Expenditures	530.55	890.42
Prior Period Adjustments	0.45	6.16
Profit before Tax	24.31	67.59
Less: Provision for the Taxation :		
— Fringe Benefit Tax	—	2.80
— Current Tax	14.00	12.93
— Deferred Tax	(10.14)	7.73
— Taxes Related to earlier years	(0.12)	0.04
Profit after Tax	20.57	44.09
Add: Balance brought forward from last year	27.77	(16.32)
Profit carried to Balance Sheet	48.34	27.77

During the year under review your Company has earned Profit after Tax of Rs. 20.57 lacs as against Rs. 44.09 lacs for the previous financial year.

DIVIDEND

Your directors wish to plough back the profit of the Company for its business as such we are not recommending any dividend for the period under review.

RESERVES

Your Directors do not recommend any transfer to reserves for the period under review.

PUBLIC DEPOSITS

The company has not accepted any public deposits under section 58A of the Companies Act, 1956 during the period under review.

DISCLOSURES

The Board of Directors in their held on 30th October, 2009 decided to convert the Company into Limited Liability Partnership (LLP). The Limited Liability Partnership is a new form of organisation. However due to legal and taxation ambiguity the Board of Directors decided to withdraw the application for conversion.

The Company has decided to sell the long term education business activity of the Company to BLB Society for Education & Research.

STATEMENT UNDER SECTION 217 (2A) OF THE COMPANIES ACT, 1956

There are no employee in the company, drawing salary beyond the limit as specified under section 217(2A) of the Companies Act, 1956.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to the requirement of Section 217 (2AA) of the Companies Act, 1956, your directors wish to state that:

- (i) in the preparation of the annual accounts, applicable accounting standards had been followed along with proper explanation relating to material departures,
- (ii) 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 a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the company for that period,
- (iii) the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities,
- (iv) the directors have prepared annual accounts for the financial year 2009-10 on a going concern basis.

DIRECTORS

During the year under review Sh. Gian Chand Sharma and Sh. Siddharth Bagri resigned from the Whole Time Directorship and Directorship of the Company respectively due to personal reasons. The Board accepted their resignation and placed on record sincere gratitude for their contribution during the tenure of Directorship.

Dr. Suresh Chand Gupta and Ms. Nanditaa Bagri retire at the ensuing Annual General Meeting and being eligible offers themselves for reappointment. Your Directors recommend re-appointment of Dr. Suresh Chand Gupta and Ms. Nanditaa Bagri for your approval.

AUDITORS

M/s. Rohit K.C Jain & Co., Chartered Accountants, New Delhi were appointed as Statutory Auditors, up to the conclusion of the ensuing Annual General Meeting of the Company under the provisions of Section 224 of the Companies Act, 1956. They being eligible for reappointment have consented to act as auditors of the Company, if reappointed. The necessary certificate pursuant to the provisions of Section 224 (1B) of the Companies Act, 1956 has been received from them. Your Directors recommend re-appointment of M/s Rohit K.C. Jain & Co., Chartered Accountants as the Statutory Auditors of the Company for your approval.

AUDITORS REPORT

M/s Rohit K.C. Jain & Co., Chartered Accountants, have given their report on accounts of the company for the Financial Year ending on 31st March 2010, there is no adverse remark, statement or qualification in their report.

SECRETARIAL COMPLIANCE CERTIFICATE

M/s RSJ Associates, Company Secretaries, New Delhi were appointed by your Board to obtain a Compliance Certificate under the provisions of Section 383A of the Companies Act, 1956 and Companies (Compliance Certificate) Rules, 2001 for the financial year ended on 31st March, 2010. There is no adverse remark, statement or qualification in their report.

STATUTORY DISCLOSURES

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings/Outgo and Activities relating to Exports: -

- a) In view of the nature of activities which are being carried on by the Company, Rules 2A and 2B of the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 concerning conservation of energy and technology absorption respectively are not applicable to the Company.
- b) There were no activities relating to exports; initiatives taken to increase exports; development of new export markets for products and services and export plans.
- c) There were no inflow or outflow of foreign exchange during the year under review.

ACKNOWLEDGEMENT

We are grateful to our Shareholders, Employees, Bankers, Creditors and other Government and Private Agencies for their continuous cooperation and faith they have shown in the Company.

On behalf of Board of Directors
For BLB Institute of Financial Markets Limited

Place : New Delhi

Dated : 25th August, 2010

(BRIJ RATTAN BAGRI)
Chairman

AUDITORS' REPORT

To the Member's of BLB Institute of Financial Markets Limited

1. We have audited the attached Balance Sheet of BLB Institute of Financial Markets Limited as at 31st March, 2010 and the related Profit and Loss Account of the Company for the year ended on 31st March, 2010 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 have conducted our audit in accordance with 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 statements presentation. We believe that our audit provides a reasonable basis for our opinion.
3. 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, we enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, 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 purpose of our audit;
 - ii) in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - iii) the Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of account;
 - iv) in our opinion the Balance Sheet and Profit & Loss Account 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 and taken on record by the Board of Directors, we report that none of the Directors of the Company is disqualified as on 31st March, 2010, from being appointed as a Director under Clause (g) of Sub-Section (1) of Section 274 of the Companies Act, 1956; and
 - vi) in our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the notes appearing thereon give the information required by the Companies Act, 1956, in the manner so required and give a 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, 2010;
 - b) in the case of the Profit and Loss Account, of the Profit of the Company for the year ended on 31st March, 2010; and
 - c) in the case of the Cash Flow Statement, of the Cash Flow of the Company for the year ended on 31st March, 2010.

For **ROHIT K C JAIN & CO.**
Chartered Accountants
F.R.No 020422N

Place : New Delhi
Dated : 25th August, 2010

(CA. ROHIT JAIN)
Partner
M. No. 099444

ANNEXURE TO THE AUDITORS' REPORT
(Referred to in Paragraph 3 of our report of even date)

- i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - b) In our opinion, the fixed assets have been physically verified by the management at reasonable intervals, having regard to the size of the company and the nature of its assets. No material discrepancies between the book records and the physical inventory were noticed.
 - c) Based on our scrutiny of records of the company and according to the information and explanations given to us, we report that the company has disposed off substantial part of its fixed assets during the year as the same, however the same has not affected the Going Concern assumption of the company.
- ii) a) As explained to us, the inventories have been physically verified by the management at reasonable intervals during the year.
 - b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c) The company is maintaining proper records of inventories and as explained to us and looking to the nature of activities carried by the company, discrepancies noticed on verification of stocks and book records were not material.
- iii) a) 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. Accordingly, para 4 (iii) (a) to (d) of the Order, are not applicable.
 - b) The Company has taken unsecured loans from two parties, including the Holding Company, covered in the register maintained under Section 301 of the Act. The maximum balance and closing balance in both the accounts was Rs. 30 lacs and zero respectively and the rate of interest and other terms and conditions of loans taken by the company are prima facie not prejudicial to the interest of the company. Payment of the principal amount and interest have also been regular in these accounts.
- iv) Having regard to the nature of the company's business and based on our scrutiny of records of the company and according to the information and explanations given to us, there are adequate internal control system commensurate with the size of the company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our Audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- v) a) In our opinion and according to the information and explanations given to us, we are of the opinion that Particulars of Contracts or arrangements referred to in section 301 of the Companies Act, 1956 have been entered in the register required to be maintained under that Section; and
 - b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangements have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- vi) According to the information and explanations given to us, the requirement of clause (vi) of paragraph 4 of the Order is not applicable since the company has not accepted any deposits from the public.
- vii) In our opinion, the company has an adequate internal audit system commensurate with the size and nature of its business.
- viii) Looking to the nature of business carried by the Company, the provisions of Clause 4(viii) of the Companies (Auditor's Report) Order 2003 regarding maintenance of cost records are not applicable to the Company.
- ix) a) The company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Work Contract Tax, Service Tax and other material statutory dues applicable to it. According to the information and explanations given to us, no undisputed amount payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Work Contract Tax, Service Tax were in arrears as at 31st March 2010 for a period of more than six months from the date they became payable.
 - b) According to the records and informations & explanations given to us, there are no dues in respect of Provident Fund, Employees' State Insurance, Income Tax, Work Contract Tax, Service Tax which have not been deposited on account of any dispute as on 31st March 2010.

- x) Since the Company does not have accumulated losses as at 31.03.2010, as such the provisions of Clause 4(x) of the Companies (Auditor's Report) Order 2003 are not applicable to the company.
- xi) In our opinion and according to the information and explanations given to us, the Company has not borrowed any monies from banks or financial institution or issued any debentures till 31st March 2010. Hence the question of reporting on defaults in repayment of dues to banks or financial institution or debentures does not arise.
- xii) In our opinion and according to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities, the provisions of Clause 4(xii) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
- xiii) In our opinion, the company is not a chit fund or a nidhi / mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xiv) As per records of the Company and the information and explanations given to us by the management, Company is not dealing or trading in shares, securities, however the company has made certain investments in shares and securities. In our opinion, the Company has maintained proper records of transactions and contracts of investments and has made timely entries therein. The aforesaid investments have been held by the Company in its own name except to the extent of exemption granted under Section 49 of the Companies Act, 1956.
- xv) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions.
- xvi) According to the records of the company and the information and explanations given to us, the company has not obtained any term loans. Hence, comments under the clause are not called for.
- xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that funds raised on short-term basis have not been used for long-term investment.
- xviii) The company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act.
- xix) The Company has not issued any debentures during the year hence the provisions of Clause 4(xix) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
- xx) The Company has not raised any money by way of public issue during the year, hence the provisions of Clause 4(xx) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
- xxi) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

For **ROHIT K C JAIN & CO.**
Chartered Accountants
F.R. No. 020422N

Place : New Delhi
Dated : 25th August, 2010

(CA. ROHIT JAIN)
Partner
M. No. 099444

BALANCE SHEET AS AT 31ST MARCH, 2010

	SCHEDULE	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
I) SOURCES OF FUNDS:			
1) SHAREHOLDERS' FUNDS			
Share Capital	1	1,90,00,000	1,90,00,000
Reserves and Surplus	2	48,34,856	27,77,447
		<u>2,38,34,856</u>	<u>2,17,77,447</u>
2) DEFERRED TAX LIABILITIES (Refer Note no.3 of Schedule 16)		—	10,08,000
Total		<u><u>2,38,34,856</u></u>	<u><u>2,27,85,447</u></u>
II) APPLICATION OF FUNDS:			
1) FIXED ASSETS	3		
Gross Block		1,56,42,734	2,56,64,512
Less: Depreciation		88,62,616	91,06,437
Net Block		<u>67,80,118</u>	<u>1,65,58,075</u>
2) DEFERRED TAX ASSETS (Refer Note no.3 of Schedule 16)		6,500	—
3) INVESTMENT	4	1,03,20,150	28,20,150
4) CURRENT ASSETS, LOANS AND ADVANCES (Refer Note no.4 of Schedule 16)			
Sundry Debtors	5	1,58,400	3,89,441
Cash and Bank Balances	6	82,08,400	9,10,829
Other Current Assets	7	2,53,559	74,455
Loans and Advances	8	1,08,82,479	1,47,16,015
		<u>1,95,02,838</u>	<u>1,60,90,740</u>
Less : CURRENT LIABILITIES AND PROVISIONS			
Current Liabilities	9	98,26,250	1,08,34,338
Provisions	10	29,73,000	19,23,000
		<u>1,27,99,250</u>	<u>1,27,57,338</u>
NET CURRENT ASSETS		<u>67,03,588</u>	<u>33,33,402</u>
5) MISCELLANEOUS EXPENDITURE (to the extent not written off or adjusted)	11	24,500	73,820
Total		<u><u>2,38,34,856</u></u>	<u><u>2,27,85,447</u></u>
NOTES TO ACCOUNTS	16		

As per our report of even date annexed

 For **ROHIT K C JAIN & CO.**
 Chartered Accountants
 F.R. No. 020422N

For and on behalf of the Board of Directors

(CA. ROHIT JAIN)
 Partner
 M. No. 099444

(BRIJ RATTAN BAGRI)
 Chairman

(VIKASH RAWAL)
 Director

 Place : New Delhi
 Date : 25th August, 2010

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH, 2010

PARTICULARS	SCHEDULE	2009-2010 Rs.	2008-2009 Rs.
INCOME			
Fee Income (Net of Service Tax)		4,74,54,445	9,30,33,377
Sale of Books		64,02,140	14,01,720
Net Gain on Investments		54,029	—
Other Income		13,62,862	19,79,741
Profit on Sale of Fixed Assets		2,57,733	1,847
		<u>5,55,31,209</u>	<u>9,64,16,685</u>
EXPENDITURE			
Administrative & Other Expenses	12	1,46,43,898	2,70,90,504
Operational & Marketing Expenses	13	1,33,47,695	2,72,72,609
Personnel Expenses	14	1,93,07,618	2,83,33,833
Financial Expenses	15	1,88,933	1,62,869
Cenvat		8,14,290	9,53,438
Miscellaneous Expenditure Written Off		49,320	49,320
Depreciation		47,03,497	51,79,153
		<u>5,30,55,251</u>	<u>8,90,41,726</u>
PROFIT BEFORE TAX AND PRIOR PERIOD ITEMS		<u>24,75,958</u>	<u>73,74,959</u>
— Prior period adjustments		(45,299)	6,15,772
PROFIT BEFORE TAX		<u>24,30,659</u>	<u>67,59,187</u>
Less : Provision for Tax			
— Fringe Benefit Tax		—	2,80,000
— Current Tax		14,00,000	12,93,000
— Deferred Tax		(10,14,500)	7,73,000
— Taxes Relating to Earlier Years		(12,250)	4,077
PROFIT AFTER TAX		<u>20,57,409</u>	<u>44,09,110</u>
Balance brought forward from last year		27,77,447	(16,31,663)
SURPLUS AVAILABLE FOR APPROPRIATIONS		<u>48,34,856</u>	<u>27,77,447</u>
EARNING PER SHARE (Rs.)			
Earning Per Share - Basic		1.08	2.41
Earning Per Share - Diluted		1.08	2.36
(Refer Note no.8 of Schedule 16)			

NOTES TO ACCOUNTS

16

As per our report of even date annexed

For **ROHIT K C JAIN & CO.**
Chartered Accountants F.R.No 020422N

For and on behalf of the Board of Directors

(CA. ROHIT JAIN)
Partner
M. No. 099444

(BRIJ RATTAN BAGRI)
Chairman

(VIKASH RAWAL)
Director

Place : New Delhi
Date : 25th August, 2010

CASH FLOW STATEMENT FOR THE PERIOD FROM 1ST APRIL, 2009 TO 31ST MARCH, 2010

	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
A) CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit before Taxation and Extra-ordinary items	24,30,659	67,59,187
Adjustment for:		
Depreciation	47,03,497	51,79,153
Miscellaneous Expenditure written off	49,320	49,320
Loss/ (Profit) on Sale of Fixed Assets	(2,57,733)	(1,847)
Operating profit before working Capital changes	69,25,743	1,19,85,813
Adjustment for:		
Trade & Other receivables excluding Direct Taxes	51,88,274	28,51,542
Trade payables	(10,08,089)	(1,37,98,012)
Cash generated from operations	1,11,05,928	10,39,342
Direct taxes paid	(16,40,550)	(15,98,027)
NET CASH FLOW FROM OPERATING ACTIVITIES (A)	94,65,378	(5,58,685)
B) CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Investment	(75,00,000)	—
Additions to Fixed Assets	(54,14,117)	(82,95,715)
Capital Work in Progress	—	—
Sale of Fixed Assets	1,07,46,310	11,850
NET CASH FLOW FROM INVESTING ACTIVITIES (B)	(21,67,807)	(82,83,865)
C) CASH FLOW FROM FINANCING ACTIVITIES:		
Share Application Money	—	—
Share Capital	—	—
Unsecured loans	—	—
NET CASH FLOW FROM FINANCING ACTIVITIES (C)	—	—
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	72,97,571	(88,42,550)
CASH AND CASH EQUIVALENTS - OPENING BALANCE	9,10,829	97,533,78
CASH AND CASH EQUIVALENTS - CLOSING BALANCE	82,08,400	9,10,829

For **ROHIT K C JAIN & CO.**
Chartered Accountants
F.R.No 020422N

(**CA. ROHIT JAIN**)
Partner
M. No. 099444

Place : New Delhi
Date : 25th August, 2010

For and on behalf of the Board of Directors

(**BRIJ RATTAN BAGRI**)
Chairman

(**VIKASH RAWAL**)
Director

SCHEDULES FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS ACCOUNT

As At 31.03.2010
Rs.

As At 31.03.2009
Rs.

SCHEDULE - 1

SHARE CAPITAL

Authorised

Equity :

20,00,000 Equity Shares of Rs.10/- each

(Previous Year: 20,00,000 Equity Shares of Rs.10/- each)

2,00,00,000

2,00,00,000

2,00,00,000

2,00,00,000

Issued, Subscribed & Paid up

Equity :

19,00,000 Equity Shares of Rs.10/- each, fully paid up.

(Previous Year: 19,00,000 Equity Shares of Rs.10/- each, fully paid up)

1,90,00,000

1,90,00,000

1,90,00,000

1,90,00,000

SCHEDULE - 2

RESERVES AND SURPLUS

Surplus as per Profit & Loss Account

48,34,856

27,77,447

48,34,856

27,77,447

SCHEDULE - 3

FIXED ASSETS

(Amount in Rs.)

DESCRIPTION	GROSS BLOCK (AT COST)				DEPRECIATION				NET BLOCK (WDV)	
	As At 01.04.2009	Additions	Deductions	As At 31.03.2010	As At 01.04.2009	For the Year	Deductions	As At 31.03.2010	As At 31.03.2010	As At 31.03.2009
COMPUTERS	1,48,30,092	3,75,300	61,37,607	90,67,785	70,04,086	28,27,624	33,81,205	64,50,505	26,17,280	78,26,006
UPS & GENERATOR	13,43,016	—	12,96,516	46,500	1,71,771	1,33,223	2,83,265	21,729	24,771	11,71,245
OFFICE EQUIPMENTS	20,00,141	6,35,764	10,85,047	15,50,858	4,22,986	2,45,221	1,92,218	4,75,989	10,74,869	15,77,155
ELECTRICAL EQUIPMENTS	41,768	—	—	41,768	15,177	3,699	—	18,876	22,892	26,591
TELECOM EQUIPMENTS	7,99,279	19,300	3,13,026	5,05,553	1,39,204	85,934	64,292	1,60,846	3,44,707	6,60,075
FURNITURE & FIXTURES	62,70,775	43,62,441	65,95,629	40,37,587	9,95,926	13,83,402	10,18,268	13,61,060	26,76,527	52,74,849
LIBRARY BOOKS	23,786	—	—	23,786	1,632	3,082	—	4,714	19,072	22,154
ASSETS BELOW RS.5000/-	3,55,655	21,312	8,070	3,68,897	3,55,655	21,312	8,070	3,68,897	—	—
TOTAL FIXED ASSETS	2,56,64,512	54,14,117	1,54,35,895	1,56,42,734	91,06,437	47,03,497	49,47,318	88,62,616	67,80,118	1,65,58,075
PREVIOUS YEAR	1,73,85,771	1,15,37,940	32,59,199	2,56,64,512	39,34,255	51,79,153	6,971	91,06,437	1,65,58,075	1,34,51,516

	Face Value Rs.	Qty.	As At 31.03.2010 Rs.	Qty.	As At 31.03.2009 Rs.
<u>SCHEDULE - 4</u>					
INVESTMENTS					
(AT COST)					
LONG TERM INVESTMENTS (TRADE)					
QUOTED					
(FULLY PAID-UP)					
Reliance Power Limited	10	10027	28,20,150	10027	28,20,150
Aggregate cost of Quoted Investments			28,20,150		28,20,150
CURRENT INVESTMENTS (NON TRADE)					
At lower of cost or net realisable value					
Investment in units of Mutual Fund					
UNQUOTED					
(Fully Paid—Up)					
Reliance Liquid Fund (NAV Rs. 22.0796)	10	342147.041	75,00,000	—	—
Aggregate Cost of Unquoted Investments (Refer Note no. 17 of Schedule 16 for the investments Purchased and sold during the year)			75,00,000		—
Total Investments			1,03,20,150		28,20,150
Aggregate Market Value of Quoted Investments			14,98,535		10,26,263
<u>SCHEDULE - 5</u>					
SUNDRY DEBTORS					
(Unconfirmed but considered good)					
For Services within Six Months			1,58,400		3,89,441
For Services more than Six Months			—		—
			1,58,400		3,89,441
<u>SCHEDULE - 6</u>					
CASH AND BANK BALANCES					
Cash in hand			3,04,345		3,86,504
Balance with scheduled banks					
— In Current accounts			6,85,044		7,170
— In Fixed Deposits			72,19,011		5,17,155
			82,08,400		9,10,829
<u>SCHEDULE - 7</u>					
OTHER CURRENT ASSETS					
Inventories (Refer Note no. 1(e) of Schedule 16)			2,51,399		70,721
(As valued & certified by one of the Directors)			2,160		3,734
Interest accrued but not due			2,53,559		74,455

	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
<u>SCHEDULE - 8</u>		
LOANS AND ADVANCES		
(Unsecured, Considered good)		
Advances recoverable in cash or in kind or for value to be received	4,06,484	54,10,898
Taxes paid	32,16,391	19,13,591
Prepaid Expenses (Refer Note no. 9 of Schedule 16)	62,49,104	63,81,026
Security Deposits	10,10,500	10,10,500
	<u>1,08,82,479</u>	<u>1,47,16,015</u>
<u>SCHEDULE - 9</u>		
CURRENT LIABILITIES		
Sundry Creditors		
— Due to Directors	64,227	35,985
— Due to Others	51,22,468	48,78,454
Fees received in advance	46,39,555	59,19,899
	<u>98,26,250</u>	<u>1,08,34,338</u>
<u>SCHEDULE - 10</u>		
PROVISIONS		
Provision for Fringe Benefit Tax	2,80,000	5,30,000
Provision for Current Tax	26,93,000	13,93,000
	<u>29,73,000</u>	<u>19,23,000</u>
<u>SCHEDULE - 11</u>		
MISCELLANEOUS EXPENDITURE		
(to the extent not written off or adjusted)		
Preliminary Expenses	—	24,820
Share Issue Expenses	24,500	49,000
	<u>24,500</u>	<u>73,820</u>

	2009-2010 Rs.	2008-2009 Rs.
<u>SCHEDULE - 12</u>		
ADMINISTRATIVE & OTHER EXPENSES		
Auditors' Remuneration (Refer Note no.10 of Schedule 16)	20,000	1,50,000
Computer Expenses	3,90,978	8,84,341
Conveyance expenses	1,99,027	15,86,004
Commission & Brokerage	6,37,344	2,02,775
Festival Expenses	27,031	27,973
Electricity & Water Expenses	14,29,256	27,87,321
Generator Repair & Maintenance	59,413	55,715
Hire Charges (Refer Note no.11- II of Schedule 16)	13,23,000	29,04,000
Internet Expenses & Portal	1,77,376	3,52,020
Legal & Professional Charges	6,42,051	9,73,256
Office & Miscellaneous Expenses	6,53,299	7,13,246
Office Repair & Maintenance	5,20,938	2,61,692
Postage & Telegram	73,563	3,92,735
Printing & Stationery	6,08,844	12,53,972
Rent (Refer Note no.11 - II of Schedule 16)	68,99,126	1,18,90,366
Rates & Taxes	30,158	1,62,269
Telephone Expenses	5,30,554	17,12,155
Traveling Expenses	4,21,940	7,80,664
	1,46,43,898	2,70,90,504
<u>SCHEDULE - 13</u>		
OPERATIONAL & MARKETING EXPENSES		
Advertisement	97,19,595	1,72,89,543
Course material & Other Deliverables	19,27,725	23,24,258
Business Promotion Expenses	5,99,432	7,31,196
Commission & Incentives	—	6,19,222
Faculty Charges	10,12,943	62,09,518
CFP Registration Charges	88,000	50,000
Practical Training Expenses	—	37,500
Examination Fee	—	11,372
	1,33,47,695	2,72,72,609
<u>SCHEDULE - 14</u>		
PERSONNEL EXPENSES		
Director's Remuneration (Refer Note no. 13 of Schedule 16)	7,95,088	6,95,950
Salary, Bonus & Others	1,70,68,423	2,54,81,956
Employer's Contribution to Provident fund	7,25,836	11,42,571
Gratuity	2,85,815	2,15,637
Staff Welfare Expenses	2,75,526	3,22,246
Staff Training & Development Expenses	—	5,429
Recruitment Expenses	1,56,930	4,70,044
	1,93,07,618	2,83,33,833
<u>SCHEDULE - 15</u>		
FINANCIAL EXPENSES		
Bank Charges	22,830	89,181
Interest Paid	1,66,103	73,688
	1,88,933	1,62,869

SCHEDULE - 16

NOTES TO ACCOUNTS

1) Significant Accounting Policies:

a) Basis of preparation of financial statements

- i) The accompanying Financial Statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on accrual basis. GAAP comprises of mandatory accounting standards issued by the Institute of Chartered Accountants of India (ICAI) and the provisions of the Companies Act, 1956.
- ii) The Company follows mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis.
- iii) **Use of Estimates:** The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as at the date of financial statements and reported amounts of revenue and expenses during the reporting period. Actual results may differ from these estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

b) Fixed Assets

Fixed assets are stated at cost of acquisition and include other incidental expenses, if any, less accumulated depreciation. Capital work in progress represents fixed assets that are not yet ready for their intended use before the Balance sheet date.

c) Depreciation

Depreciation on fixed assets is provided on written down value method on pro-rata basis at rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956.

d) Investments

- i) Investments are classified into Long term Investments and Current Investments. Investments which are intended to be held for one year or more are classified as Long term Investments and Investments which are intended to be held for less than one year are classified as current Investments
- ii) Long Term Investments are carried at cost. Current investments are stated at lower of cost and net realizable value.

e) Inventories

- i) Inventory of course material is valued at cost or net realizable value whichever is lower. Cost is determined on FIFO basis.

f) Miscellaneous Expenditure

Preliminary Expenses and share issue expenses are amortized over a period of five years.

g) Employee Benefits

Retirement benefits are dealt with in the following manner: -

- i) Provident fund is accounted on accrual basis with contribution made to appropriate Government Authorities.
- ii) Leave encashment is determined and paid on the basis of accumulated leaves to the credit of each employee at the month end.
- iii) Liability for gratuity is funded with the Max New York Life Insurance Company Limited (MNYL) and premium based on actuarial valuation paid to MNYL is charged to Profit & Loss account.

h) Revenue Recognition

- i) Revenue from Classroom Coaching is spread proportionately over the batch period.
- ii) Revenue from Prospectus and other educational deliverables are recognized on actual sale basis.
- iii) Revenue from online educational services is recognized upon receipt of subscription fee.
- iv) Revenue in respect of Distance Learning Programme is recognized on dispatch of Study material.
- v) Income from Training is recognized on rendering of services over the period of instructions.
- vi) Interest income is recognized on accrual basis.
- vii) Licensee Fee is recognized at the time of execution of agreement.

i) Income Tax

- i) Tax expense for the year, comprising current tax and deferred tax are provided in the accounts for determination of net profit for the year.
- ii) Current tax is calculated on the basis of applicable provisions of the Income Tax Act, 1961.
- iii) Deferred tax is recognised on timing differences being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

j) Impairment of Assets

- i) The company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists the company estimates the recoverable amount of the assets or the recoverable amount of the cash generating unit to which the assets belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the profit & loss account.
- ii) If at the balance sheet date there is an indication that the assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

k) Provisions, Contingent liabilities and Contingent Assets

- i) The company creates a provision where there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation.
 - ii) A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may but probably will not require an outflow of resources.
 - iii) When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote no provision or disclosure is made.
- Contingent assets are neither recognized nor disclosed in the financial statements.

l) Operating Lease

The Company has entered into operating lease agreements. The operating lease agreements are one under which assets have been transferred by the lessor to the lessee for use purposes and risk & rewards of ownership are retained by the lessor. Lease rentals in respect of operating lease are recognized as revenue expenditure and accordingly charged to revenue on accrual basis.

m) Borrowing Cost

Borrowing costs that are attributable to the acquisition or construction of qualifying fixed assets are capitalized as part of the cost of such assets till such time as the asset is ready for its intended use or sale. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use or sale and other borrowing costs are recognized as an expense in the period in which they are incurred.

n) Intangible Assets

Intangible assets are recognized only if it is probable that the future economic benefits that are attributable to the assets will flow to the enterprise and the cost of the asset can be measured reliably. The intangible assets are recorded at cost and are carried at cost less accumulated amortization and accumulated impairment losses, if any.

2) Contingent liabilities

Estimated amount of contracts remaining to be executed for capital account as on 31/03/2010 is Nil (Previous year Rs. 5.10 lacs).

3) Deferred Tax Assets / Liabilities for the year are accounted for in accordance with Accounting Standard 22 "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India. The details of Deferred Tax Assets/ Liabilities are as follows:

	<u>As at 31/03/2010</u>	<u>As at 31/03/2009</u>
<u>Deferred Tax Liabilities</u>		
Depreciation differences	—	(10,08,000)
<u>Deferred Tax Assets</u>		
Timing Differences	<u>6,500</u>	<u>—</u>
Net Deferred Tax Assets/(Liabilities)	<u>6,500</u>	<u>(10,08,000)</u>

4) In the opinion of the Board of Directors, the aggregate value of Current Assets, Loans and Advances on realization, in the ordinary course of business, will not be less than the amount at which these are stated in the Balance Sheet.

5) Operating Leases

Since all existing Operating Leases entered into by the Company are cancelable on serving a notice of one to three months, as such there is no information required to be furnished as per Accounting standard AS-19.

6) The Company has not received any intimation from 'Suppliers' regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid / payable as required under the said Act have not been given.

7) Segment Accounting

Since the Company's operations primarily comprise of providing education and training in India hence there is no other reportable segment specified by Accounting Standard 17 issued by The Institute of Chartered Accountants of India.

8) Earning Per Share

Computation of Basic and Diluted Earnings Per Share having a face value of Rs.10/- each. (Amount in Rs.)

Particulars	2009-2010 Rs.	2008-2009 Rs.
i) Net Profit/(Loss) as per Profit & Loss Account available for Equity Shareholders.	20,57,409	44,13,187
ii) Weighted average number of equity shares for Earnings Per Share computation.		
a) For Basic Earnings per Share.	19,00,000	18,33,425
b) For Diluted Earnings per Share.	19,00,000	18,66,713
iii) Earnings Per Share		
Basic	1.08	2.41
Diluted	1.08	2.36

- 9) Prepaid Expenses are the period costs and include a sum of Rs. 51.01 lacs for marketing expenses relating to various courses/ programs and Rs. 11.25 lacs on account of deferred cost of laptops given to students which are written off to Profit and Loss over the respective course duration. (Previous year Rs. 61.05 lacs and Nil respectively).

10) Auditors' remuneration includes:

Particulars	2009-2010 Rs.	2008-2009 Rs.
Audit Fees	16,000	16,000
Tax Audit Fees	4,000	4,000
Other Services	—	1,30,000
	<u>20,000</u>	<u>1,50,000</u>

11) Related Party Disclosure

I) List of Related Party

a) Key Management Personnel & Relatives

Sh. Brij Rattan Bagri (Chairman)*, Sh G.C.Sharma (Whole Time Director)

b) Holding Enterprise

BLB Limited

* During the year the company has not entered into any transactions with the said party.

II) Related Party Transactions

(Rs. in Thousand)

Sl. No.	Nature of Transactions	Key Management Personnel & Relatives		Holding Enterprise	
		2009-10	2008-09	2009-10	2008-09
1)	Amount Paid on account of reimbursement of expenses including Rent	—	—	56,87	76,51
2)	Course Fee Received	—	—	29,23	—
3)	Salary/Remuneration	7,95	6,96	—	—
4)	Equity Share Capital	—	—	—	90,00
5)	Interest Paid	1,20	—	36,00	—
6)	Sale of Fixed Assets	—	—	1,02,97	—
7)	Loans taken:				
	— Sums accepted	20,00	—	10,00	—
	— Sums repaid	20,00	—	10,00	—
	— Closing Balance	—	—	—	—
8)	Hire Charges	—	—	13,23	29,04

- 12) The Company has been advised that the computation of net profits for the purpose of Directors' Remuneration under Section 349 of the Companies Act, 1956 need not be enumerated since no commission has been paid to the Directors. Fixed monthly remuneration has been paid to the whole Time Director pursuant to Section 1 of Part II of the Schedule XIII of the Companies Act, 1956.

13) **Remuneration to Directors includes:**

Particulars	2009-2010 Rs.	2008-2009 Rs.
Salary and Leave Encashment	3,67,332	3,13,487
Allowances & Others	4,27,756	3,82,463
Contribution to Provident Fund	9,360	10,116
	8,04,448	7,06,066

- 14) Company follows Rule 6(3) and 6(3A) of the Cenvat Credit Rules, 2004 and utilizes the Service Tax paid on input services allocable to the service tax liability on taxable services. As per the said rules CENVAT for service tax on input services utilized for Exempt Services is not available and as such an amount of Rs. 8,14,290 attributable to exempt services has been written off to Profit and Loss Account

15) **Details of tax deducted at source is as follows:**

Particulars	2009-2010 Rs.	2008-2009 Rs.
Interest Income	12,299	76,606
Others	3,56,455	16,738
	3,68,754	93,344

- 16) Intangible assets like Website Development Cost and Software Costs are included under the head of Computers and are amortized at normal rates of depreciation applicable to computers.

17) Details of investments purchased and sold during the year:

Particulars	Purchase		Sale	
	Qty	Amount Rs.	Qty	Amount Rs.
Reliance Liquid Fund	5,51,480.523	1,20,00,000	2,09,333.482	45,54,029
	5,51,480.523	1,20,00,000	2,09,333.482	45,54,029

- 18) The Company has decided to transfer its Long Term course related Education Activity to BLB Society for Education and Research along with related fixed assets and liabilities. The disclosure required by the Accounting Standard 24 "Discontinuing Operations", in respect of initial disclosure event is given below:

Amount in thousands.

	For the year ended March 31, 2010
Carrying amounts as at balance sheet of total assets	14,080
Carrying amounts as at balance sheet of total liabilities	5,226

Figures relating Revenue, Expenses, Pre-tax Profit/Loss and Cash Flow could not be derived as the separate figures of these are not available from accounts.

- 19) Previous year's figures have been regrouped and/ or rearranged wherever necessary to conform to this year's classification.

20) Statement Pursuant to Part-IV of Schedule-VI to the Companies Act, 1956.

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. REGISTRATION DETAILS :

Registration No. :

1	4	2	0	4	2
---	---	---	---	---	---

 State Code :

5	5
---	---

 Balance Sheet Date : Date

3	1
---	---

 Month

0	3
---	---

 Year

2	0	1	0
---	---	---	---

II. CAPITAL RAISED DURING THE YEAR (Amount in Rs. Thousands) :

Public Issue :

N	I	L
---	---	---

 Issue as per Scheme of Merger :

N	I	L
---	---	---

 Bonus Issue :

N	I	L
---	---	---

 Private Placement :

N	I	L
---	---	---

III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (Amount in Rs. Thousands) :

Total Liabilities :

2	3	8	3	5
---	---	---	---	---

 Total Assets :

2	3	8	3	5
---	---	---	---	---

SOURCES OF FUNDS

Paid up Capital :

1	9	0	0	0
---	---	---	---	---

 Reserves & Surplus

4	8	3	5
---	---	---	---

 Deferred Tax Liabilities :

N	I	L
---	---	---

APPLICATION OF FUNDS

Net Fixed Assets :

	6	7	8	0
--	---	---	---	---

 Deferred Tax Assets :

				6
--	--	--	--	---

 Investment :

1	0	3	2	0
---	---	---	---	---

 Net Current Assets :

6	7	0	4
---	---	---	---

 Misc. Expenditure :

		2	5
--	--	---	---

 Profit & Loss Account :

N	I	L
---	---	---

IV. PERFORMANCE OF COMPANY (Amount in Rs. Thousands) :

Turnover/Incomes & Others :

5	5	5	3	1
---	---	---	---	---

 Total Expenditure & Exceptional Items :

5	3	0	1	0
---	---	---	---	---

 Profit before Tax :

2	4	3	1
---	---	---	---

 Profit After Tax :

2	0	5	7
---	---	---	---

 Earning per Share :
 Basic :

1	.	0	8
---	---	---	---

 Dividend % (Equity Shares) :

N	I	L
---	---	---

 Diluted :

1	.	0	8
---	---	---	---

V. GENERIC NAMES OF THREE PRINCIPAL PRODUCTS/SERVICES OF COMPANY :

Item Code No. (ITC Code) :

-

 Product/Service Description : The Company is engaged in providing Education and Training hence no ITC code had been specified.

As per our report of even date annexed

For **ROHIT K C JAIN & CO.**
Chartered Accountants
F.R.No 020422N

For and on behalf of the Board of Directors

(CA. ROHIT JAIN)
Partner
M. No. 099444

(BRIJ RATTAN BAGRI)
Chairman

(VIKASH RAWAL)
Director

Place : New Delhi
Date : 25th August, 2010

BLB REALTY VENTURES LIMITED

BOARD OF DIRECTORS

Sh. Brij Rattan Bagri

Chairman

Sh. Vikram Rathi

Director

Ms. Nanditaa Bagri

Director

BANKERS

**HDFC Bank Limited
New Delhi**

**The Royal Bank of Scotland
New Delhi**

AUDITORS

**M/s. Bindal Saurabh & Co.
Chartered Accountants,
New Delhi**

REGISTERED OFFICE

**4764/23-A, Ansari Road
Darya Ganj, New Delhi – 110002**

DIRECTORS' REPORT

Dear Shareholders,

We are pleased to present you the Third Annual Report of your Company along with the Audited Accounts for the period ended 31st March, 2010.

FINANCIAL PERFORMANCE

For the financial year ended 31st March, 2010 is as under:

(Figures in Rs.)

Particulars	Year Ended 31st March, 2010	Year Ended 31st March, 2009
Loss Before Tax	2,05,915	1,72,035
Less: Provision for taxation	—	—
Loss after tax	2,05,915	1,72,035
Add: Deficit brought forward from last year	1,81,230	9,195
Deficit carried forward to next year	3,87,145	1,81,230

Your Company is yet to commence the business activities.

DIVIDEND

Your Directors do not recommend any dividend for the period under review.

RESERVES

Your Directors do not recommend any transfer to reserves for the period under review.

PUBLIC DEPOSITS

The company has not accepted any deposits during the period under review.

DISCLOSURES

The Board of Directors in their meeting held on 09th February, 2010 had approved to withdraw the application for the merger of the Company with M/s BLB Commodities Private Limited, a BLB Group Company filed with the Hon'ble High Court of Delhi.

STATEMENT UNDER SECTION 217 (2A) OF THE COMPANIES ACT, 1956

There is no employee in the Company drawing salary beyond the limit, as specified under section 217 (2A) of the Companies Act, 1956.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to the requirement of Section 217 (2AA) of the Companies Act, 1956. Your directors wish to state that:

- (i) in the preparation of the annual accounts, applicable accounting standards had been followed along with proper explanation relating to material departures;
- (ii) 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 a true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the company for that period;
- (iii) the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) the directors have prepared annual accounts for the Financial Year ended on 31st March, 2010 on a going concern basis.

DIRECTORS

Presently Sh. Brij Rattan Bagri, Sh. Vikram Rathi and Ms. Nanditaa Bagri are serving the Company as its Directors.

Sh. Vikram Rathi retires at the ensuing Annual General Meeting and being eligible offers himself for re-appointment. Your directors recommend re-appointment of Sh. Vikram Rathi for your approval.

AUDITORS

CA, Saurabh Bindal, Chartered Accountants had resigned from the post of Statutory Auditors of the Company w.e.f. 10th May, 2010. Further to fill this casual vacancy M/s. Bindal Saurabh & Co., Chartered Accountants were appointed as Statutory Auditors of the Company by the shareholders in the Extra Ordinary General Meeting of the Company held on 30th June, 2010. M/s. Bindal Saurabh & Co., Chartered Accountants shall hold the office until conclusion of the ensuing Annual General Meeting of the Company.

M/s. Bindal Saurabh & Co., Chartered Accountants being eligible for re-appointment and have consented to act as Statutory Auditors of the Company, if appointed. The necessary Certificate pursuant to the provisions of Section 224 (1B) of the Companies Act, 1956 has been received from M/s. Bindal Saurabh & Co., Chartered Accountants. Your Directors recommend re-appointment of M/s. Bindal Saurabh & Co., Chartered Accountants as the Statutory Auditors of the Company for your approval.

AUDITORS REPORT

M/s. Bindal Saurabh & Co., Chartered Accountants, have given their report on accounts of the Company for the Financial Year ending on 31st March 2010 there is no adverse remark, statement or qualification in their report.

SECRETARIAL COMPLIANCE CERTIFICATE

M/s RSJ Associates, Company Secretaries were appointed by your Board to provide a Compliance Certificate under the provisions of Section 383A of the Companies Act, 1956 and Companies (Compliance Certificate) Rules, 2001 for the financial year ended on 31st March, 2010. There is no adverse remark, statement or qualification in their report.

STATUTORY DISCLOSURES

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings/Outgo and activities relating to Exports: -

- a) In view of the nature of activities which are being carried on by the Company, Rules 2A and 2B of the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 concerning conservation of energy and technology absorption respectively are not applicable to the Company.
- b) There were no activities relating to exports; initiatives taken to increase exports; development of new export markets for products and services and export plans.
- c) There were no inflow or outflow of foreign exchange during the year under review.

ACKNOWLEDGEMENT

We are grateful towards our Shareholders, Employees, Bankers, Creditors and other Government and Private Agencies for their continuous cooperation and faith they have shown in the Company.

On behalf of Board of Directors
BLB REALTY VENTURES LIMITED

Place : New Delhi
Dated : 27th August, 2010

(BRIJ RATTAN BAGRI)
Chairman

AUDITORS' REPORT

To the Members of BLB Realty Ventures Limited

1. We have audited the attached Balance Sheet of BLB Realty Ventures Limited as at 31st March, 2010 and the related Profit and Loss Account of the Company for the year ended on 31st March, 2010 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 have conducted our audit in accordance with 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 statements presentation. We believe that our audit provides a reasonable basis for our opinion.
3. 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, we enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, 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 purpose of our audit;
 - ii) in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - iii) the Balance Sheet, Profit & Loss Account & Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - iv) in our opinion the Balance Sheet, Profit & Loss Account & 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 and taken on record by the Board of Directors, we report that none of the Directors of the Company is disqualified as on 31st March, 2010, from being appointed as a Director under Clause (g) of Sub-Section (1) of Section 274 of the Companies Act, 1956; and
 - vi) in our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the notes appearing thereon give the information required by the Companies Act, 1956, in the manner so required and give a 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, 2010;
 - b) in the case of the Profit and Loss Account, of the Loss of the Company for the year ended on 31st March, 2010; and
 - c) in the case of the Cash Flow Statement, of the Cash Flow of the Company for the year ended on 31st March, 2010.

For **BINDAL SAURABH & Co.**
Chartered Accountants
F.R. No. 022709N

(CA. SAURABH BINDAL)
Proprietor
M. No. 095283

Place : New Delhi
Dated : 27th August, 2010

ANNEXURE TO THE AUDITORS' REPORT
(Referred to in Paragraph 3 of our report of even date)

- i) The Company does not own any Fixed Assets hence the provisions of Clause 4(i) (a) to (c) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
- ii) The Company does not have any Inventory hence the provisions of Clause 4(ii) (a) to (c) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
- iii) a) Since the Company has not granted any loan, secured or unsecured to any parties covered in the register maintained under section 301 of the Companies Act, 1956 during the year hence the provisions of sub clause (b) to (d) of Clause 4(iii) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
e) The Company has taken unsecured loans from a company listed in the register maintained under Section 301 of the Companies Act, 1956 during the year. The maximum amount involved during the year was Rs 16 Lacs and the year-end balance of such loan was Rs. 16 lacs
f) In our opinion, the rate of interest and other terms and conditions of such unsecured loans taken by the Company are prima facie, not prejudicial to the interest of the Company.
g) In our opinion and according to information and explanations given to us, the Company was regular in repaying the principal amounts as stipulated and interest thereon.
- iv) Having regard to the nature of the company's business and based on our scrutiny of records of the company and according to the information and explanations given to us, there are adequate internal control system commensurate with the size of the company and the nature of its business. However there is no purchase of inventory and fixed assets or sale of goods and services during the year.
- v) a) In our opinion and according to the information and explanations given to us, we are of the opinion that Particulars of Contracts or arrangements referred to in section 301 of the Companies Act, 1956 have been entered in the register required to be maintained under that Section.
b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangements have been made at prices which are reasonable having regard to the prevailing market price at the relevant time.
- vi) The company has not accepted any deposits from the public accordingly clause 4(vi) of the Companies (Auditor's Report) Order 2003 is not applicable to the Company.
- vii) In our opinion, the company has an adequate internal audit system commensurate with the size and nature of its business.
- viii) Looking to the nature of business carried by the Company, the provisions of Clause 4(viii) of the Companies (Auditor's Report) Order 2003 regarding maintenance of cost records are not applicable to the Company.
- ix) There are no statutory dues applicable to the company hence the provisions of the Clause 4(ix) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
- x) The Company was incorporated on 1st June 2007. Since a period of five years has not elapsed from the date of incorporation as at Balance Sheet date, we are of the opinion that no comment is required under the provisions of Clause 4(x) of the Companies (Auditor's Report) Order 2003 regarding erosion of 50% or more of net worth and cash losses in the current financial year.
- xi) In our opinion and according to the information and explanations given to us, the Company has not borrowed any monies from banks or financial institution or issued any debentures till 31st March 2010. Hence the question of reporting on defaults in repayment of dues to banks or financial institution or debentures does not arise.
- xii) In our opinion and according to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities, the provisions of Clause 4(xii) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.

- xiii) In our opinion, the company is not a chit fund or a nidhi / mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xiv) As per records of the Company and the information and explanations given to us by the management, Company is not dealing or trading in shares, securities and other investments.
- xv) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions.
- xvi) According to the records of the company and the information and explanations given to us, the company has not obtained any term loans. Hence, comments under the clause are not called for.
- xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that no funds have been raised on short-term basis.
- xviii) The Company has not made any preferential allotment of shares during the year hence the provisions of clause 4(xviii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xix) The Company has not issued any debentures during the year hence the provisions of Clause 4(xix) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
- xx) The Company has not raised any money by way of public issue during the year, hence the provisions of Clause 4(xx) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
- xxi) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

For **BINDAL SAURABH & Co.**
Chartered Accountants
F.R. No. 022709N

(CA. SAURABH BINDAL)
Proprietor
M. No. 095283

Place : New Delhi
Dated : 27th August, 2010

BALANCE SHEET AS AT 31ST MARCH, 2010

	SCHEDULE	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
I) SOURCES OF FUNDS:			
1) SHAREHOLDERS' FUNDS			
Share Capital	1	10,00,000	10,00,000
Share Application Money		35,00,000	—
		<u>45,00,000</u>	<u>10,00,000</u>
2) LOAN FUNDS:			
Unsecured Loan	2	16,00,000	—
Total		<u>61,00,000</u>	<u>10,00,000</u>
II APPLICATION OF FUNDS:			
1) CURRENT ASSETS, LOAN and ADVANCES			
Cash & Bank Balance	3	37,02,051	2,11,510
Loans and Advances	4	15,60,000	—
		<u>52,62,051</u>	<u>2,11,510</u>
Less: Current Liabilities	5	9,516	6,500
Net Current Assets		<u>52,52,535</u>	<u>2,05,010</u>
2) MISCELLANEOUS EXPENDITURE	6	4,60,320	6,13,760
3) PROFIT & LOSS ACCOUNT	7	3,87,145	1,81,230
Total		<u>61,00,000</u>	<u>10,00,000</u>
NOTES TO ACCOUNTS	8		

As per our report of even date annexed

For and on behalf of the Board of Directors

For **BINDAL SAURABH & Co.**
 Chartered Accountants
 F.R. No. 022709N

(CA. SAURABH BINDAL)
Proprietor
 M. No. 095283

(BRIJ RATTAN BAGRI)
Chairman

(VIKRAM RATHI)
Director

Place : New Delhi
Date : 27th August, 2010

PROFIT & LOSS ACCOUNT FOR THE PERIOD 01.04.2009 TO 31.03.2010

PARTICULARS	SCHEDULE	As At 2009-2010 Rs.	As At 2008-2009 Rs.
INCOME			
Income		—	—
		—	—
		—	—
EXPENDITURE			
Professional Charges		8,800	7,500
Audit Fees		2,500	2,500
Legal Expenses		4,000	4,000
Filing Fees		7,020	4,595
Other Expenses		15,000	—
Interest Expenses		15,155	—
Miscellaneous Expenditures written off		1,53,440	1,53,440
LOSS BEFORE TAX		(2,05,915)	(1,72,035)
Less: Provision for Tax		—	—
LOSS AFTER TAX		(2,05,915)	(1,72,035)
Balance Brought Forward		(1,81,230)	(9,195)
DEFICIT CARRIED TO BALANCE SHEET		(3,87,145)	(1,81,230)
EARNING PER SHARE (Rs.)			
Earning Per Share – Basic		(2.06)	(1.72)
Earning Per Share - Diluted (Refer Note no. vi of Schedule 6)		(2.04)	(1.72)

NOTES TO ACCOUNTS

8

As per our report of even date annexed

For and on behalf of the Board of Directors

For **BINDAL SAURABH & Co.**

Chartered Accountants

F.R. No. 022709N

(CA. SAURABH BINDAL)

Proprietor

M. No. 095283

(BRIJ RATTAN BAGRI)

Chairman

(VIKRAM RATHI)

Director

Place : New Delhi

Date : 27th August, 2010

CASH FLOW STATEMENT FOR THE PERIOD 01.04.2009 to 31.03.2010

	2009-2010 Rs.	2008-2009 Rs.
A) CASH FLOW FROM OPERATING ACTIVITIES:		
Net Loss before taxation and Extra Ordinary items	(2,05,915)	(1,72,035)
Miscellaneous Expenditure Written off.	1,53,440	1,53,440
Adjustment for:		
Trade and Other receivables	(15,60,000)	—
Trade payables	3,016	1,828
NET CASH FLOW FROM OPERATING ACTIVITIES (A)	(16,09,459)	(16,767)
 B) CASH FLOW FROM INVESTING ACTIVITIES:		
NET CASH FLOW FROM INVESTING ACTIVITIES (B)	Nil	Nil
 C) CASH FLOW FROM FINANCING ACTIVITIES:		
Share Application Money	35,00,000	—
Unsecured Loan	16,00,000	—
NET CASH FLOW FROM FINANCING ACTIVITIES (C)	51,00,000	Nil
 NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	34,90,541	(16,767)
CASH AND CASH EQUIVALENTS - OPENING BALANCE	2,11,510	2,28,277
CASH AND CASH EQUIVALENTS - CLOSING BALANCE	37,02,051	2,11,510

For **BINDAL SAURABH & Co.**
Chartered Accountants
F.R. No. 022709N

(CA. SAURABH BINDAL)
Proprietor
M. No. 095283

Place : New Delhi
Date : 27th August, 2010

For and on behalf of the Board of Directors

(BRIJ RATTAN BAGRI)
Chairman

(VIKRAM RATHI)
Director

SCHEDULES FORMING PART OF BALANCE SHEET

	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
<u>SCHEDULE - 1</u>		
SHARE CAPITAL		
Authorised Capital		
Rs. 10,00,00,000 (Rupees Ten Crore only) divided into		
1,00,00,000 (One Crore only) Equity Shares of Rs. 10/- each.	10,00,00,000	10,00,00,000
	<u>10,00,00,000</u>	<u>10,00,00,000</u>
Issued & paid-up capital		
1,00,000 Equity Shares of Rs.10/- each fully paid up.	10,00,000	10,00,000
	<u>10,00,000</u>	<u>10,00,000</u>
<u>SCHEDULE - 2</u>		
UNSECURED LOAN		
From BLB Limited (Holding Company)	16,00,000	—
	<u>16,00,000</u>	<u>—</u>
<u>SCHEDULE - 3</u>		
CASH & BANK BALANCE		
Cash-in-Hand	93,960	99,460
Balance with Schedule Bank	36,08,091	1,12,050
	<u>37,02,051</u>	<u>2,11,510</u>
<u>SCHEDULE - 4</u>		
LOANS AND ADVANCES		
Advances for Plot	15,60,000	—
	<u>15,60,000</u>	<u>—</u>
<u>SCHEDULE - 5</u>		
CURRENT LIABILITIES & PROVISIONS		
Expenses Payable	9,516	6,500
	<u>9,516</u>	<u>6,500</u>
<u>SCHEDULE - 6</u>		
MISCELLANEOUS EXPENDITURE		
(To the extent not written off or adjustment)		
Share Issue Expenses	4,60,320	6,13,760
	<u>4,60,320</u>	<u>6,13,760</u>
<u>SCHEDULE - 7</u>		
PROFIT & LOSS ACCOUNT		
Opening balance	1,81,230	9,195
Add: Deficit as per Profit & Loss Account	2,05,915	1,72,035
	<u>3,87,145</u>	<u>1,81,230</u>

SCHEDULE - 8

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

1) Significant Accounting Policies:

a) Basis of preparation of financial statements

The financial statements are prepared on accrual basis under the historical cost convention in accordance with the applicable accounting standards referred to in section 211(3C) and other relevant provisions of the Companies Act, 1956.

b) Use of Estimates

The preparations of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

c) Miscellaneous Expenditure

Preliminary expenses are amortized over a period of five years from the commencement of business.

d) Income Tax

- i) Tax expense for the year, comprising current tax and deferred tax are provided in the accounts for determination of net profit for the year.
- ii) Current tax is calculated on the basis of applicable provisions of the Income tax Act, 1961.
- iii) Deferred tax is recognised on timing differences being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

e) Impairment of Assets

- i) The company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists the company estimates the recoverable amount of the assets or the recoverable amount of the cash generating unit to which the assets belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the profit & loss account.
- ii) If at the balance sheet date there is an indication that the assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

f) Provisions and Contingent liabilities

- i) The company creates a provision where there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation.
- ii) A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may but probably will not require an outflow of resources.
- iii) When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote no provision or disclosure is made.

g) Borrowing Costs

Borrowing costs are capitalized as part of the cost of qualifying asset when it is possible that will result in future economic benefits and the cost can be measured reliably. Other borrowing costs are recognized as an expense in the period in which they are incurred.

2) Notes to Accounts:

- i) Amount payable towards the purchase of Plot to NOIDA as on 31/03/2010 : Rs. 146.70 lacs (Previous year : Nil).
- ii) The Company has not received any intimation from 'Suppliers' regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid / payable as required under the said Act have not been given.
- iii) **Segment Accounting** The Company has not yet commenced its business as such there is no reportable segment as specified by Accounting Standard 17 issued by The Institute of Chartered Accountants of India.
- iv) During the year Company had made an application to NOIDA authority for allotment of plot in Institutional category. NOIDA Authority vide its letter dated 26th March, 2010 has intimated about the allotment of plot measuring 2040 sq mtrs to the Company on 90 year lease. Initial amount paid along with the application has been shown under the head Loans & Advances.

v) **Related Party Disclosure**

i) **List of Related Party**

a) **Key Management Personnel & Relatives**

Sh. Brij Rattan Bagri (Chairman) *

b) **Holding Enterprise**

BLB Limited

*During the year the company has not entered into any transactions with the said party.

ii) **Related Party Transactions**

(Rs.in Thousands)

S.No.	Nature of Transactions	Key Management Personnel & Relatives		Holding Enterprise	
		2009-2010	2008-2009	2009-2010	2008-2009
1.	Share Application Money	—	—	35,00	—
2.	Loan Taken				
	— Sums Accepted	—	—	16,00	—
	— Sums Repaid	—	—	—	—
	— Closing Balance	—	—	16,00	—
3.	Interest Paid on ICDs	—	—	15	—

vi) **Earning Per Share**

Computation of Basic and Diluted Earnings Per Share.

Particulars	2009-2010 (Rs.)	2008-2009 (Rs.)
a) Net Loss as per Profit & Loss Account available for Equity Shareholders	2,05,915	1,72,035
b) Weighted average number of equity shares for Earnings Per Share computation. (in nos.)		
i) For Basic Earnings per Share.	1,00,000	1,00,000
ii) For Diluted Earnings per Share.	1,00,959	1,00,000
c) Earnings Per Share		
Basic	(2.06)	(1.72)
Diluted	(2.04)	(1.72)

vii) The deferred tax assets have not been recognized in the books of accounts, there being no virtual certainty that sufficient future taxable income will be available against which such deferred tax can be realized.

viii) **Auditors' remuneration includes:**

Particulars	2009-2010 (Rs.)	2008-2009 (Rs.)
Audit Fees	2,000	2,000
Other Services	500	500
	<u>2,500</u>	<u>2,500</u>

ix) Previous year's figures have been regrouped and/or rearranged wherever necessary to conform to this year classification.

x) Statement Pursuant to Part-IV of Schedule-VI to the Companies Act, 1956.

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. REGISTRATION DETAILS :

Registration No. : 164266 State Code : 55

Balance Sheet Date : Date Month Year
31 03 2010

II. CAPITAL RAISED DURING THE YEAR (Amount in Rs. Thousands) :

Public Issue : NIL Right Issue : NIL

Bonus Issue : NIL Private Placement : NIL

III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (Amount in Rs. Thousands) :

Total Liabilities : 6100 Total Assets : 6100

SOURCES OF FUNDS

Paid up Capital : 1000 Reserves & Surplus : NIL

Share Application Money : 3500 Unsecured Loan : 1600

APPLICATION OF FUNDS

Net Fixed Assets : NIL Misc. Expenditure : 460

Net Current Assets : 5253 Profit & Loss A/c : 387

IV. PERFORMANCE OF COMPANY (Amount in Rs. Thousands) :

Turnover/Incomes & Others : NIL Total Expenditure : 206

Loss before Tax : 206 Loss After Tax : 206

Earning Per Share (Rs.) :
 Basic : (2.06) Dividend % (Equity Shares) : NA

Diluted : (2.04)

V. GENERIC NAMES OF THREE PRINCIPAL PRODUCTS/SERVICES OF COMPANY AS PER MONETARY TERMS:

Item Code No. (ITC Code) : NA Product/Service Description : NA

As per our report of even date annexed

For and on behalf of the Board of Directors

For **BINDAL SAURABH & Co.**
 Chartered Accountants
 F.R. No. 022709N

(CA. SAURABH BINDAL)
 Proprietor
 M. No. 095283

(BRIJ RATTAN BAGRI)
 Chairman

(VIKRAM RATHI)
 Director

Place : New Delhi
 Date : 27th August, 2010

BLB COMMODITIES PRIVATE LIMITED

BOARD OF DIRECTORS

Sh. Brij Rattan Bagri	<i>Chairman</i>
Sh. Vikram Rathi	<i>Director</i>
Dr. Suresh Chand Gupta	<i>Director</i>

BANKERS

HDFC Bank Limited
New Delhi

AUDITORS

M/s. Rohit K.C. Jain & Co.
Chartered Accountants
New Delhi

REGISTERED OFFICE

4764/23-A, Ansari Road
Darya Ganj, New Delhi – 110002

DIRECTORS' REPORT

Dear Shareholders,

Your Directors take immense pleasure in presenting the Seventh Directors' Report on the business and operations of the Company together with the Audited Accounts for the financial year ended on 31st March, 2010.

FINANCIAL PERFORMANCE

Financial performance for the financial year ended 31st March, 2010 is as under:

(Rs. in lacs)

Particulars	Year Ended March 31, 2010	Year Ended March 31, 2009
Profit/(Loss) before tax	36.71	(7.68)
Less: Provision for Taxation		
— Current Tax	7.50	—
— Fringe Benefit Tax	—	0.01
— Deferred Tax	4.27	(0.35)
— Relating to earlier Years	2.59	—
Profit/(Loss) After Tax	22.35	(7.34)
Add: Balance brought forward from last year	7.45	14.79
Surplus available for appropriation	29.80	7.45

During the year under review company has earned a Profit after Tax of Rs. 22.35 lacs as against Loss after Tax of Rs. 7.34 lacs during the previous financial year. The performance of the Company has improved from the last financial year and the Board of Directors are confident that in the coming years the performance and profitability will continue to get better.

DIVIDEND

Your Directors do not recommend any dividend for the period under review.

RESERVES

Your Directors do not recommend any transfer to reserves for the period under review.

PUBLIC DEPOSITS

The Company has not accepted any Public Deposits during the period under review.

DISCLOSURES

Your Company has obtained Trading cum Clearing membership of National Multi Commodity Exchange of India Limited (NMCE), ACE Derivatives and Commodity Exchange Limited (ACE) and Indian Commodity Exchange Limited (ICX). The Company has also got in principal approval for Trading membership of NCDEX Spot Exchange Limited.

The Board of Directors in their meeting held on 22nd March, 2010 had approved to withdraw the application for the merger of M/s. BLB Realty Ventures Limited, a BLB Group Company with the Company.

STATEMENT OF PARTICULARS OF EMPLOYEES

There is no employee in the Company drawing salary beyond the limit as specified under Section 217 (2A) of Companies Act, 1956.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to the requirement of Section 217 (2AA) of the Companies Act, 1956 your Director's confirm that:

- (i) in the preparation of the annual accounts, applicable Accounting Standards had been followed along with proper explanation relating to material departures;
- (ii) 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 a true and fair view of the State of Affairs of the Company at the end of the financial year and of the profit of the Company for the period under review;
- (iii) 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;
- (iv) the Directors have prepared the annual accounts for the Financial Year ended on 31st March, 2010 on a going concern basis.

DIRECTORS

Presently Sh. Brij Rattan Bagri, Dr. Suresh Chand Gupta and Sh. Vikram Rathi are serving the Company as its Directors.

Sh. Vikram Rathi retires at the ensuing Annual General Meeting and being eligible offers himself for re-appointment. Your directors recommend re-appointment of Sh. Vikram Rathi for your approval.

AUDITORS

M/s Rohit K.C. Jain & Co., Chartered Accountants, Statutory Auditors retire at the conclusion of the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment. They being eligible for reappointment have consented to act as auditors of the company, if appointed. The Company has received a certificate from the auditors to the effect that their re-appointment, if made, would be in accordance with Section 224 of the Companies Act, 1956. Your Directors recommend re-appointment of M/s Rohit K.C. Jain & Co., Chartered Accountants as the Statutory Auditors of the Company for your approval.

AUDITORS REPORT

M/s Rohit K.C. Jain & Co., Chartered Accountants, have given their report on accounts of the Company for the financial year ending on 31st March 2010. There are no adverse remarks, statements or qualification in their report.

SECRETARIAL COMPLIANCE CERTIFICATE

M/s RSJ Associates, Company Secretaries were appointed to provide a Compliance Certificate under the provisions of Section 383A of the Companies Act, 1956 and Companies (Compliance Certificate) Rules, 2001 for the financial year ended on 31st March, 2010. They have provided the necessary Compliance Certificate which does not contain any adverse remarks, statements or qualification.

STATUTORY DISCLOSURES

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings/Outgo and Activities relating to Exports: -

- a) In view of the nature of activities which are being carried on by the Company, Rules 2A and 2B of the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 concerning conservation of energy and technology absorption respectively are not applicable to the Company.
- b) There were no activities relating to exports; initiatives taken to increase exports; development of new export markets for products and services and export plans.
- c) There were no inflow or outflow of foreign exchange during the year under review.

ACKNOWLEDGEMENT

We are grateful towards our Shareholders, Employees, Bankers, Creditors, FMC, and all the Commodity Exchanges where Company is a member, other Government and Private Agencies for their continuous co-operation and faith they have shown in the Company.

For and on behalf of the Board of
BLB Commodities Private Limited

Place : New Delhi
Date : 27th August, 2010

(Brij Rattan Bagri)
Chairman

AUDITORS' REPORT

To the Member of
BLB Commodities Private Limited
New Delhi.

1. We have audited the attached Balance Sheet of **BLB Commodities Private Limited** as at **31st March, 2010** and the related Profit and Loss Account of the Company 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 have conducted our audit in accordance with 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 statements presentation. We believe that our audit provides a reasonable basis for our opinion.
3. 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, we enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, 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 purpose of our audit;
 - ii) in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - iii) the Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of account;
 - iv) in our opinion the Balance Sheet and Profit & Loss Account 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 and taken on record by the Board of Directors, we report that none of the Directors of the Company is disqualified as on 31st March, 2010, from being appointed as a Director under Clause (g) of Sub-Section (1) of Section 274 of the Companies Act, 1956; and
 - vi) in our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the notes appearing thereon give the information required by the Companies Act, 1956, in the manner so required and give a 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, 2010; and
 - b) in the case of the Profit and Loss Account, of the Profit of the Company for the year ended on that date.
 - c) in the case of the Cash Flow Statement, of the Cash Flows for the year ended on that date.

For **ROHIT K C JAIN & CO.**
Chartered Accountants
F.R.No 020422N

Place : New Delhi
Dated : 27th August, 2010

(**CA. ROHIT JAIN**)
Partner
M. No. 099444

ANNEXURE TO THE AUDITORS' REPORT

(Referred to in Paragraph 3 of our report of even date)

- i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
b) In our opinion, the fixed assets have been physically verified by the management at reasonable intervals, having regard to the size of the company and the nature of its assets. No material discrepancies between the book records and the physical inventory were noticed.
c) Based on our scrutiny of records of the company and according to the information and explanations given to us, we report that there was no sale of fixed assets during the financial year ended on 31.03.2010, substantial or otherwise. Hence the question of reporting whether the sale of any substantial part of fixed assets has affected the going concern of the company does not arise.
- ii) a) The stock in trade of commodities of the company lying with the NCDEX/MCX/NSEIL accredited warehouses and other warehouses is physically verified by the management with the warehouse/storage receipt received from the respective warehouses. The commodities held in Demat form with custodian, are verified with the Demat statements received from them on regular basis.
b) In our opinion the procedure followed for physical verification of inventory by the Management is reasonable & adequate in relation to the size of the company and the nature of its business.
c) In our opinion, the Company has maintained proper inventory records. No discrepancies were noticed on verification of stocks referred above, as compared to book records.
- iii) a) Since the Company has not granted any loan, secured or unsecured to any parties covered in the register maintained under section 301 of the Companies Act, 1956 during the year hence the provisions of sub clause (b) to (d) of Clause 4(iii) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
e) The Company has taken unsecured loans from two companies and three individuals listed in the register maintained under Section 301 of the Companies Act, 1956 during the year. The maximum amount involved during the year was Rs 980 Lacs and the year-end balance of such loans was Rs. 725 lacs.
f) In our opinion, the rate of interest and other terms and conditions of such unsecured loans taken by the Company are prima facie, not prejudicial to the interest of the Company.
g) In our opinion and according to information and explanations given to us, the Company was regular in repaying the principal amounts as stipulated and interest thereon.
- iv) Having regard to the nature of the company's business and based on our scrutiny of records of the company and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the company and the nature of its business with regard to purchase of inventory, fixed assets and sale of goods and services.
- v) a) In our opinion and according to the information and explanations given to us, we are of the opinion that Particulars of Contracts or arrangements referred to in section 301 of the Companies Act, 1956 have been entered in the register required to be maintained under that Section; and
b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangement entered in the register maintained under Section 301 of the Companies Act, 1956 and exceeding the value of Rs. Five Lakhs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- vi) The company has not accepted any deposits from the public.
- vii) In our opinion, the company has an adequate internal audit system commensurate with the size and nature of its business.
- viii) Looking to the nature of business carried by the Company, the provisions of Clause 4(viii) of the Companies (Auditor's Report) Order 2003 regarding maintenance of cost records are not applicable to the Company.
- ix) a) The company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Income Tax, Service Tax, VAT, Sales Tax and other material statutory dues applicable to it.

- b) According to the information and explanations given to us, no undisputed amount payable in respect of Provident Fund, Income Tax, Service Tax, VAT and Sales Tax were in arrears as at 31st March 2010 for a period of more than six months from the date they became payable.
- c) According to the records and information & explanations given to us, there are no dues in respect of Provident Fund, Income Tax, Service Tax, Profession Tax, VAT and Sales Tax which have not been deposited except the followings:

Name of statute	Nature of Dues	Amount (In lacs)	Period to which the amount relates	Forum where disputes are pending
Income Tax Act, 1961.	Income Tax	1.50	Assessment Year 2007-08	Appellate authority.

- x) Since the Company does not have accumulated losses as at 31st March, 2010, as such the provisions of Clause 4(x) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xi) In our opinion and according to the information and explanations given to us, the Company has not borrowed any monies from banks or financial institution or issued any debentures till 31st March 2010. Hence the question of reporting on defaults in repayment of dues to banks or financial institution or debentures does not arise.
- xii) In our opinion and according to the information and explanations given to us, since the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities, the provisions of Clause 4(xii) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
- xiii) In our opinion, the company is not a chit fund or a nidhi / mutual benefit fund/society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xiv) As per records of the Company and the information and explanations given to us by the management, Company is not dealing or trading in shares, securities, however the company has made certain investments in shares and securities. In our opinion, the Company has maintained proper records of transactions and contracts of investments and has made timely entries therein. The aforesaid investments have been held by the Company in its own name except to the extent of exemption granted under Section 49 of the Companies Act, 1956.
- xv) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions
- xvi) According to the records of the company and the information and explanations given to us, the company has not obtained any term loans.
- xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that funds raised on short-term basis have not been used for long-term investment.
- xviii) The Company has made preferential allotment of shares during the year to its Holding Company. In our opinion, the price at which the shares have been allotted by the company are prima facie, not prejudicial to the interest of the company.
- xix) The Company has not issued any debentures during the year, hence the provisions of Clause 4(xix) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
- xx) The Company has not raised any money by way of public issue during the year, hence the provisions of Clause 4(xx) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
- xxi) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

For **ROHIT K C JAIN & CO.**
 Chartered Accountants
 F.R.No 020422N

Place : New Delhi
 Dated : 27th August, 2010

(**CA. ROHIT JAIN**)
 Partner
 M. No. 099444

BALANCE SHEET AS AT 31ST MARCH, 2010

	SCHEDULE	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
I) SOURCES OF FUNDS:			
1) Shareholders' Funds			
Share Capital	1	4,50,00,000	60,00,000
Reserves and Surplus	2	29,80,805	7,45,436
		<u>4,79,80,805</u>	<u>67,45,436</u>
2) Deferred Tax Liabilities (Refer Note 8 of Schedule 18)		1,42,500	—
3) LOAN FUNDS			
Unsecured Loan	3	7,25,37,264	1,21,99,658
Total		<u>12,06,60,569</u>	<u>1,89,45,094</u>
II APPLICATION OF FUNDS:			
1) FIXED ASSETS	4		
Gross Block		63,78,941	62,20,417
Less : Depreciation		<u>55,02,350</u>	<u>51,40,262</u>
Net Block		8,76,591	10,80,155
3) DEFERRED TAX ASSETS		—	2,84,500
4) CURRENT ASSETS, LOANS AND ADVANCES			
Cash and Bank Balances	5	3,41,59,104	87,60,031
Stock-in-Trade	6	5,90,29,701	—
Loans and Advances	7	45,56,185	11,06,284
Other Current Assets	8	<u>2,46,30,971</u>	<u>75,65,506</u>
		<u>12,23,75,961</u>	<u>1,74,31,821</u>
Less: CURRENT LIABILITIES AND PROVISIONS			
Current Liabilities	9	23,70,891	2,00,304
Provisions	10	<u>10,44,078</u>	<u>55,078</u>
		<u>34,14,969</u>	<u>2,55,382</u>
Net Current Assets		<u>11,89,60,992</u>	<u>1,71,76,439</u>
5) MISCELLANEOUS EXPENDITURE (to the extent not written off or adjusted)	11	8,22,986	4,04,000
Total		<u>12,06,60,569</u>	<u>1,89,45,094</u>
NOTES TO ACCOUNTS	18		

As per our report of even date annexed

For **ROHIT K C JAIN & CO.**
Chartered Accountants F.R.No 020422N

For and on behalf of the Board of Directors

(CA. ROHIT JAIN)
Partner
M. No. 099444

(BRIJ RATTAN BAGRI)
Chairman

(VIKRAM RATHI)
Director

Place : New Delhi
Date : 27th August, 2010

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH, 2010

PARTICULARS	SCHEDULE	2009-2010 (Rs.)	2008-2009 (Rs.)
I. INCOME			
Sales		1,67,20,411	—
Net Income from Commodities Business		1,18,95,717	4,65,005
Other Income	12	9,65,487	2,88,554
Net Increase in Stock	13	5,90,29,701	—
		8,86,11,316	7,53,559
II. EXPENDITURE			
Purchases		7,74,86,622	—
Operational Expenses	14	34,14,664	4,55,778
Administrative Expenses & Other Expenses	15	7,71,335	1,21,002
Financial Expenses	16	22,74,096	2,59,656
Personnel Expenses	17	3,88,490	658
Depreciation	4	3,62,088	5,73,339
Miscellaneous Expenditure Written Off		2,30,997	1,01,000
		8,49,28,292	15,11,433
III. PROFIT/(LOSS) BEFORE TAX & PRIOR PERIOD ITEMS (I-II)		36,83,024	(7,57,874)
— Prior period adjustments		(12,055)	(10,032)
PROFIT/(LOSS) BEFORE TAX		36,70,969	(7,67,906)
Less: Provision of Current Tax		7,50,000	—
Less: Deferred Tax Adjustment		4,27,000	(34,500)
Less: Fringe Benefit Tax		—	1,050
Less: Provision of Taxes relating to earlier year		2,58,600	—
PROFIT/(LOSS) AFTER TAX		22,35,369	(7,34,456)
Balance Brought Forward from last year		7,45,436	14,79,892
SURPLUS AVAILABLE FOR APPROPRIATION		29,80,805	7,45,436
Basic and Diluted Earnings per Share			
(Refer Note 12 of Schedule 18)		1.06	(1.22)

NOTES TO ACCOUNTS

18

As per our report of even date annexed

For **ROHIT K C JAIN & CO.**
 Chartered Accountants
 F.R.No 020422N

For and on behalf of the Board of Directors

(CA. ROHIT JAIN)
 Partner
 M. No. 099444

(BRIJ RATTAN BAGRI)
 Chairman

(VIKRAM RATHI)
 Director

Place : New Delhi
 Date : 27th August, 2010

CASH FLOW STATEMENT FOR THE PERIOD FROM 1ST APRIL, 2009 TO 31ST MARCH, 2010

	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
A) CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit / (Loss) before Taxation and Extra-ordinary items	36,70,969	(7,67,906)
Adjustment for:		
Depreciation	3,62,088	5,73,339
Interest on Unsecured Loans	20,24,526	2,22,763
Income from Investments	(44,300)	—
Miscellaneous Expenditure written off	2,30,997	1,01,000
	<u>62,44,280</u>	<u>1,29,196</u>
Operating profit before working Capital changes		
Adjustment for:		
Trade & Other receivables excluding Direct Taxes	(7,96,85,910)	(58,05,212)
Trade payables	21,70,588	(2,54,443)
	<u>(7,12,71,042)</u>	<u>59,30,459</u>
Cash generated from operations		
Direct taxes paid	1,21,242	(69,619)
Preliminary Expenses	(6,49,983)	(5,05,000)
	<u>(7,17,99,783)</u>	<u>(65,05,078)</u>
NET CASH FLOW FROM OPERATING ACTIVITIES (A)		
B) CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Fixed Assets	(1,58,524)	—
Purchase of Investment	(4,25,44,300)	—
Sale of Investment	4,25,44,300	—
Income from Investments	44,300	—
	<u>(1,14,224)</u>	<u>—</u>
NET CASH FLOW FROM INVESTING ACTIVITIES (B)		
C) CASH FLOW FROM FINANCING ACTIVITIES:		
Share Capital	3,90,00,000	—
Interest on Unsecured Loans	(20,24,526)	(2,22,763)
Unsecured loans	6,03,37,606	1,21,99,658
	<u>9,73,13,080</u>	<u>1,19,76,895</u>
NET CASH FLOW FROM FINANCING ACTIVITIES (C)		
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	2,53,99,073	54,71,817
CASH AND CASH EQUIVALENTS - OPENING BALANCE	87,60,031	32,88,214
CASH AND CASH EQUIVALENTS - CLOSING BALANCE	<u>3,41,59,104</u>	<u>87,60,031</u>

For **ROHIT K C JAIN & CO.**
Chartered Accountants F.R.No 020422N

(CA. ROHIT JAIN)
Partner
M. No. 099444

Place : New Delhi
Date : 27th August, 2010

For and on behalf of the Board of Directors

(BRIJ RATTAN BAGRI)
Chairman

(VIKRAM RATHI)
Director

SCHEDULES FORMING PART OF THE BALANCE SHEET AND PROFIT & LOSS ACCOUNT

	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
<u>SCHEDULE - 1</u>		
SHARE CAPITAL		
<u>Authorised</u>		
Equity :		
50,00,000 Equity Shares of Rs.10/- each (Previous Year: 7,50,000 Equity Shares of Rs.10/-each).	5,00,00,000	75,00,000
	<u>5,00,00,000</u>	<u>75,00,000</u>
<u>Issued, Subscribed and Paid up</u>		
Equity :		
45,00,000 Equity Shares of Rs.10/- each (Previous Year : 6,00,000 Shares of Rs.10/- each) (Refer to Note 3 of Schedule 18)	4,50,00,000	60,00,000
	<u>4,50,00,000</u>	<u>60,00,000</u>
<u>SCHEDULE - 2</u>		
RESERVES AND SURPLUS		
<u>Profit & Loss Account</u>		
Surplus as per Profit & Loss Account	29,80,805	7,45,436
	<u>29,80,805</u>	<u>7,45,436</u>
<u>SCHEDULE - 3</u>		
UNSECURED LOANS		
From Directors & Relatives	—	1,20,00,000
From others	7,25,00,000	—
Interest accrued and due	37,264	1,99,658
	<u>7,25,37,264</u>	<u>1,21,99,658</u>

SCHEDULE - 4

FIXED ASSETS

(Amount in Rs.)

DESCRIPTION	GROSS BLOCK (AT COST)				DEPRECIATION				NET BLOCK (WDV)	
	As At 01.04.2009	Additions	Deductions	As At 31.03.2010	As At 01.04.2009	For the Year	Deductions	As At 31.03.2010	As At 31.03.2010	As At 31.03.2009
COMPUTERS ETC.	56,74,476	38,000	—	57,12,476	48,84,890	3,18,552	—	52,03,442	5,09,034	7,89,586
TELECOM EQUIPMENTS	5,39,560	1,20,524	—	6,60,084	2,48,991	43,536	—	2,92,527	3,67,557	2,90,569
ASSETS BELOW RS.5000/-	6,381	—	—	6,381	6,381	—	—	6,381	—	—
TOTAL FIXED ASSETS	62,20,417	1,58,524	—	63,78,941	51,40,262	3,62,088	—	55,02,350	8,76,591	10,80,155
PREVIOUS YEAR	62,20,417	—	—	62,20,417	45,66,923	5,73,339	—	51,40,262	10,80,155	16,53,494

	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
--	-------------------------	-------------------------

SCHEDULE - 5

CASH AND BANK BALANCES

Cash in hand	1,80,056	44,897
Balance with scheduled banks		
— In Current account	1,70,85,784	9,25,134
— In Fixed Deposits	1,66,40,000	77,90,000
— Cheques & Drafts in Hands	2,53,264	—
	<u>3,41,59,104</u>	<u>87,60,031</u>

SCHEDULE - 6

STOCK-IN-TRADE

(As valued and certified by one of the Directors of the company)

Commodities held as Stock-in-Trade	5,90,29,701	—
(Refer to Note 7A of Schedule 18)		
	<u>5,90,29,701</u>	<u>—</u>

SCHEDULE - 7

LOANS AND ADVANCES

(Unsecured, Considered good)

Advances recoverable in cash or in kind or for value to be received	26,25,559	3,08,062
Taxes paid	4,04,277	5,45,119
Prepaid Expenses	6,20,349	1,97,103
Security Deposits	8,86,000	36,000
Other Deposits	20,000	20,000
	<u>45,56,185</u>	<u>11,06,284</u>

SCHEDULE - 8

OTHER CURRENT ASSETS

Deposits with Exchanges	201,00,000	74,51,922
Receivable from Exchange	43,74,052	3,550
Accrued Interest on Deposits	1,56,919	1,10,034
	<u>2,46,30,971</u>	<u>75,65,506</u>

	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
<u>SCHEDULE - 9</u>		
CURRENT LIABILITIES		
Sundry Creditors	21,34,125	1,57,260
TDS Payable	2,11,540	33,599
Mark to Market margins on unexpired contracts	25,226	9,445
	<u>23,70,891</u>	<u>2,00,304</u>
<u>SCHEDULE - 10</u>		
PROVISIONS		
Income Tax	10,05,000	—
Fringe Benefit Tax	39,078	55,078
	<u>10,44,078</u>	<u>55,078</u>
<u>SCHEDULE - 11</u>		
MISCELLANEOUS EXPENDITURE		
Share Issue Expense	2,31,000	—
Membership Expenses	5,91,986	4,04,000
	<u>8,22,986</u>	<u>4,04,000</u>
<u>SCHEDULE - 12</u>		
OTHER INCOME		
Income from Mutual Fund	44,300	—
Interest Income	8,37,599	2,88,554
Miscellaneous Income	83,588	—
	<u>9,65,487</u>	<u>2,88,554</u>
<u>SCHEDULE - 13</u>		
INCREASE / (DECREASE) IN STOCK		
Opening Stock	—	—
Less: Closing Stock	5,90,29,701	—
Net Increase in Stock	<u>5,90,29,701</u>	<u>—</u>

	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
<u>SCHEDULE - 14</u>		
OPERATIONAL EXPENSES		
Warehousing & Testing Charges	6,55,845	562
Insurance Charges	7,513	8,145
Commission and Brokerage	2,04,301	—
Consumables Expenses	1,13,913	—
Freight Expenses	2,471	—
Broker Notes, Stamps etc.	—	2,033
Annual Subscription	2,07,812	1,39,012
Tele Communication Expenses	3,75,080	74,932
Transaction Charges	15,44,237	1,63,279
DP Charges	29,121	9,815
ATS Expenses	2,20,600	—
VSAT & ODIN Charges	53,771	58,000
	<u>34,14,664</u>	<u>4,55,778</u>
<u>SCHEDULE - 15</u>		
ADMINISTRATIVE & OTHER EXPENSES		
Advertisement	28,672	500
Computer Expenses	4,36,776	—
Audit Fees	37,490	33,000
Legal & Professional Fees	1,61,383	48,397
Mobile and Telephone Expenses	13,789	14,904
Postage Expenses	329	57
Printing & Stationery	4,281	1,522
Conveyance, Tour & Travel Expenses	77,164	12,123
Rates & Taxes	5,950	2,664
Office & Miscellaneous Expenses	5,501	7,835
	<u>7,71,335</u>	<u>1,21,002</u>
<u>SCHEDULE - 16</u>		
FINANCIAL EXPENSES		
Bank Guarantee Commission	2,36,315	—
Bank Charges	13,255	36,893
Interest on Unsecured Loans	20,24,526	2,22,763
	<u>22,74,096</u>	<u>2,59,656</u>
<u>SCHEDULE - 17</u>		
PERSONNEL EXPENSES		
Salary, Bonus, Incentives & Others	3,66,781	—
Employer's Contribution to P.F. Etc.	20,838	—
Staff Welfare	871	658
	<u>3,88,490</u>	<u>658</u>

SCHEDULE - 18

NOTES TO ACCOUNTS

1) Significant Accounting Policies:

a) Basis of preparation of financial statements

The financial statements are prepared on accrual basis under the historical cost convention in accordance with the applicable accounting standards referred to in section 211(3C) and other relevant provisions of the Companies Act, 1956.

b) Use of Estimates

The preparations of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

c) Fixed Assets

Fixed assets are stated at cost of acquisition and include other incidental expenses, if any, less accumulated depreciation.

d) Depreciation

Depreciation on fixed assets is provided on written down value method on pro-rata basis at the rates prescribed in Schedule XIV to the Companies Act, 1956.

e) Investments

Long Term Investments are carried at cost. Short Term Investments are carried at Cost or Fair Value whichever is lower.

f) Inventories

Stock in trade of commodities is valued at the lower of cost or market price (the cost excludes VAT, Excise Duty and Premium which are subsequently recoverable). The cost is determined on First In First Out (FIFO) basis.

g) Miscellaneous Expenditure

- i) Preliminary expenses and Share Issue Expenses are amortized over a period of five years.
- ii) Membership fee given to Various Commodity Exchanges is being treated as deferred revenue expenditure and same is being written off in Five years.

h) Borrowing Costs

Borrowing costs are capitalized as part of the cost of qualifying asset when it is possible that will result in future economic benefits and the cost can be measured reliably. Other borrowing costs are recognized as an expense in the period in which they are incurred.

i) Employee Benefits

Retirement benefits are dealt with in the following manner: -

- i) Provident fund is accounted on accrual basis with contribution made to appropriate Government Authorities.
- ii) Leave encashment is determined and paid on the basis of accumulated leaves to the credit of each employee at the month end.
- iii) The company provides for gratuity to all employees in terms of payment of Gratuity Act, 1972. the liabilities is determined on the basis of Actuarial Valuation and is funded with MAX New York Life Insurance Company Limited.

j) Revenue Recognition

- i) Revenue from sales is recognized at the time of delivery of goods.
- ii) In case of non-delivery based transactions 'Mark to Market' is accounted for at the end of the trading day based upon the Mark to Market margin provided by the Exchanges.
- iii) Dividend income is accounted for on receipt basis.
- iv) The negative impact of Mark to Market margin on the open interest at the Commodity Exchanges wherever backed by physical commodities is reversed from Mark to Market margin Account. However the open interests which are not backed by physical commodities are accounted for on the basis of Guidance Note issued by the ICAI on Accounting for Equity Index and Equity Stock futures and Options.

- v) In respect of transactions covered by future contracts, the difference between the future rate and the spot/exchange rate at the date of transaction is recognized as income or expense over the life of the contract. Any profit or loss on arising on the cancellation of future contracts is recognized as income or as expense for the period.
- vi) In respect of Interest & Other heads of income, the company follows the practice of recognizing income on accrual basis.

k) Income Tax

- i) Tax expense for the year, comprising current tax and deferred tax are provided in the accounts for determination of net profit for the year.
- iii) Deferred tax is recognized on timing differences being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

l) Impairment of Assets

- i) The company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists the company estimates the recoverable amount of the assets or the recoverable amount of the cash generating unit to which the assets belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the profit & loss account.
- ii) If at the balance sheet date there is an indication that the assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

m) Provisions and Contingent liabilities

- i) The company creates a provision where there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation.
- ii) A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may but probably will not require an outflow of resources.
- iii) When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote no provision or disclosure is made.

2. Contingent liabilities not provided for:

(Rupees in Lacs)

PARTICULARS	AS AT31.03.2010	AS AT31.03.2009
Guarantees issued by banks on behalf of the company.	300.00	123.00

- 3) The company had received Share application Money for allotment of 3900000 equity shares having a face value of Rs.10/- each fully paidup at par from its holding Company BLB Limited and the same has been allotted during the year.

4) Other Deposits

The Company has NSC of Rs. 10,000/- pledged with Asstt Commissioner (Sales tax), Ahmedabad (Gujarat) and NSC of Rs. 10,000/- pledged with Sachiv, Krishi Upaj Mandi Simiti Vishisth Shreni (Anaj), Bikaner.

- 5) In the opinion of the Board of Directors, the aggregate value of Current Assets, Loans and Advances on realization, in the ordinary course of business, will not be less than the amount at which these are stated in the Balance Sheet.

6) Bank Fixed Deposits have been pledged as follows:

- i) Rs. 15 Lacs with National Commodity & Derivatives Exchanges Limited (Previous year Rs. 15 Lacs).
- ii) Rs. 150 Lacs with HDFC Bank against Bank Guarantee in favour of various Commodity Exchanges. (Previous year Rs.61.50 Lacs).

7) A) Details of Commodities held as stock-in-trade is as follows:
(Amount in Lacs)

Particulars	As on 31.03.2010		As on 31.03.2009	
	Qty. (in MT)	Amount	Qty. (in MT)	Amount
Channa	501.490	104.01	—	—
Guarseed	348.589	80.21	—	—
Guargum	347.684	153.99	—	—
Mild Steel Ingots	423.992	110.23	—	—
Jeera	123.485	132.82	—	—
Barley	100.462	8.24	—	—
Silver	0.003	0.79	—	—
		590.29		

B) Details of Commodities future contracts where the company is having open interest as on Balance Sheet date:

COMMODITY FUTURE CONTRACT DETAILS	CONTRACT SERIES	NATURE OF POSITION (LONG/SHORT)	NO. OF CONTRACT INVOLVED	MULTIPLIER		DAILY SETTLEMENT PRICE (DSP) AS ON 31.03.2010	
				LOT SIZE	UNITS	Rs.	Basis of DSP
ICEX							
LEAD	30-APR-10	LONG	43	5000	KG	96.80	KG
COPPERCATHODE	30-APR-10	LONG	20	1000	KG	351.30	KG
COPPERCATHODE	30-JUN-10	LONG	48	1000	KG	352.55	KG
MCX							
BARLEY	20-Apr-10	SHORT	10	100	QTL	878.00	QTL
CHANADEL	20-Apr-10	SHORT	50	100	KG	2,349.00	PER 100 KG
COPPER	30-Apr-10	SHORT	93	1,000	KG	351.35	KG
COPPER	30-Jun-10	SHORT	25	1,000	KG	352.45	KG
CPO	30-Apr-10	SHORT	3	1,000	KG	362.90	PER 10 KG
CPO	31-May-10	LONG	3	1,000	KG	364.40	PER 10 KG
CRUDEOIL	19-Apr-10	LONG	16	100	BARREL	3,751.00	BARREL
GOLD	05-Apr-10	LONG	1	100	GM	16,295.00	PER 10 GM
GOLD	05-Jun-10	LONG	14	100	GM	16,436.00	PER 10 GM
GOLDM	05-Jun-10	SHORT	110	10	GM	16,450.00	PER 10 GM
GOLDM	05-May-10	SHORT	93	10	GM	16,380.00	PER 10 GM
LEAD	28-May-10	SHORT	1	5,000	KG	97.95	KG
LEAD	30-Apr-10	SHORT	42	5,000	KG	96.90	KG
LEAD	31-Mar-10	SHORT	147	5,000	KG	95.75	KG
NICKEL	30-Apr-10	SHORT	5	250	KG	1,121.20	KG
NICKEL	28-May-10	LONG	5	250	KG	1,122.20	KG
REFSOYOIL	15-Apr-10	SHORT	11	1,000	KG	448.10	PER 10 KG
REFSOYOIL	15-May-10	SHORT	6	1,000	KG	449.85	PER 10 KG
SILVER	05-May-10	LONG	4	30	KG	26,935.00	KG
SILVERM	30-Apr-10	SHORT	1	5	KG	26,934.00	KG
SILVERM	30-Jun-10	SHORT	26	5	KG	27,131.00	KG
ZINC	28-May-10	SHORT	1	5,000	KG	106.50	KG
ZINC	30-Apr-10	LONG	1	5,000	KG	105.90	KG
NCDEX							
CHARJDDDEL	18-Jun-10	SHORT	10	10	QTL	2,456.00	QTL
CHARJDDDEL	20-May-10	SHORT	30	10	QTL	2,377.00	QTL
CHARJDDDEL	20-Apr-10	LONG	40	10	QTL	2,289.00	QTL
CHLL334GTR	18-Jun-10	SHORT	5	10	QTL	4,977.00	QTL

COMMODITY FUTURE CONTRACT DETAILS	CONTRACT SERIES	NATURE OF POSITION (LONG/SHORT)	NO. OF CONTRACT INVOLVED	MULTIPLIER		DAILY SETTLEMENT PRICE (DSP) AS ON 31.03.2010		
				LOT SIZE	UNITS	Rs.	Basis of DSP	
CHLL334GTR	20-Apr-10	LONG	5	10	QTL	4,691.00		QTL
COPPER	30-Jun-10	SHORT	1	1,000	KG	353.20		KG
COPPER	30-Apr-10	LONG	36	1,000	KG	352.15		KG
CRUDEOIL	19-May-10	LONG	100	1	BARREL	3740.00		BARREL
CRUDEOIL	19-Apr-10	SHORT	1700	1	BARREL	3,731.00		BARREL
GARGUMJDR	20-May-10	SHORT	85	10	QTL	4,706.00		QTL
GARGUMJDR	20-Apr-10	SHORT	185	10	QTL	4,626.00		QTL
GARSEJDR	20-Apr-10	SHORT	510	10	QTL	2,301.00		QTL
JEERAUNJHA	20-Apr-10	SHORT	42	10	QTL	11,199.00		QTL
JEERAUNJHA	20-May-10	SHORT	81	10	QTL	11,470.00		QTL
RMSEEDJPR	20-May-10	SHORT	20	50	KG	504.40	PER 20 KG	
RMSEEDJPR	20-Apr-10	LONG	20	50	KG	505.35	PER 20 KG	
STEELONG	20-Apr-10	SHORT	500	1	MT	29,280.00		MT
SYBEANIDR	20-Apr-10	SHORT	30	10	QTL	2,0380.00		QTL
SYBEANIDR	18-Jun-10	SHORT	40	10	QTL	1,951.00		QTL
SYBEANIDR	20-May-10	LONG	40	10	QTL	1,993.00		QTL
SYBEANIDR	20-Jul-10	LONG	70	10	QTL	1,917.50		QTL
SYOREFIDR	20-Apr-10	SHORT	40	100	KG	449.95	PER 10 KG	
SYOREFIDR	18-Jun-10	LONG	50	100	KG	450.60	PER 10 KG	
SYOREFIDR	20-May-10	LONG	140	100	KG	449.60	PER 10 KG	

- 8) Deferred Tax Assets / Liabilities for the year are accounted for in accordance with Accounting Standard 22 "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India. The details of Deferred Tax Assets/Liabilities are as follows:

	(Amount in Rs.)	
	As at 31.03.2010	As at 31.03.2009
Deferred Tax Liabilities		
Depreciation differences	(1,42,500)	(2,09,900)
Deferred Tax Assets		
Business Losses Carried Forward	—	4,94,400
Net Deferred Tax Assets/(Liabilities)	(1,42,500)	2,84,500

9) Segment Accounting

Since the Company's operations primarily comprise of Dealing in Commodities, Commodity Futures broadly falling in one segment as such there is no other reportable segment as specified by Accounting Standard 17 issued by The Institute of Chartered Accountants of India.

10) Related Party Disclosure

i) List of Related Party

a) Key Management Personnel & Relatives

- 1) Sh. Brij Rattan Bagri (Director) Relatives: Smt. Neerja Bagri (Wife), Ms Nanditaa Bagri (Daughter)
Sh. Siddharth Bagri (Son)*

b) Holding Enterprise

BLB Limited (w.e.f 11th May, 2009)

* During the year the company has not entered into any transactions with the said party.

II) Related Party Transactions
(Rs. in Thousands)

S.No.	Nature of Transactions	Key Management Personnel/Relatives		Holding Enterprise	
		2009-10	2008-09	2009-10	2008-09
1)	Loans taken:				
	— Opening Balance	1,20,00	—	—	—
	— Sums accepted	2,90,00	1,21,00	7,00,00	—
	— Sums repaid	4,10,00	1,00	—	—
	— Closing Balance	—	1,20,00	7,00,00	—
2)	Interest Paid	9,68	2,23	3,67	—
3)	Share Capital	—	—	3,90,00	—

11) Expenditure in Foreign Currency: NIL (Previous year 'NIL')

12) Earning Per Share

Particulars	2009-2010 (Rs.)	2008-2009 (Rs.)
i) Net Profit/(Loss) after tax	22,35,369	(7,34,456)
ii) Weighted average number of equity shares of Rs. 10/-for Earnings Per Share computation.		
For Basic Earning per Share	21,17,260	6,00,000
For Diluted Earning per Share	21,17,260	6,00,000
iii) Earnings Per Share (in Rs.)		
Basic	1.06	(1.22)
Diluted	1.06	(1.22)

13) Auditors' remuneration includes :

Audit Fees	22,060	19,800
Tax Audit Fees	11,030	13,200
Other Fees	4,400	—
	37,490	33,000

14) Details of tax deducted at source is as follows :

Interest Income	77,253	58,999
	77,253	58,999

15) Additional information pursuant to the provisions of Part-II of the Schedule-VI of the Companies Act, 1956 in respect of the trading activities are as under:

(Amount in Lacs)

Trading Particulars of Commodities	2009-2010		2008-2009	
	Qty. (In MT)	Amount	Qty. (In MT)	Amount
Opening Stock				
Purchases	2315.6	774.86	—	—
Sales	469.9	167.20	—	—
Closing Stock	1845.7	590.29	—	—

Note: The purchase quantity shown above is net of short/excess quantity received and quantity withdrawn by assayers for assign.

16) The Company has not received any intimation from 'Suppliers' regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid / payable as required under the said Act have not been given.

17) Balances grouped under Sundry Debtors, Sundry Creditors & Advances Recoverable in cash or in kind are subject to confirmation from respective parties.

18) Previous year's figures have been regrouped and/or rearranged wherever necessary to conform to this year classification.

19) Statement Pursuant to Part-IV of Schedule-VI to the Companies Act, 1956.

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I. REGISTRATION DETAILS :

Registration No. :

1	2	1	9	1	8
---	---	---	---	---	---

 State Code :

5	5
---	---

Balance Sheet Date : Date

3	1
---	---

 Month

0	3
---	---

 Year

2	0	1	0
---	---	---	---

II. CAPITAL RAISED DURING THE YEAR (Amount in Rs. Thousands) :

Public Issue :

N	I	L
---	---	---

 Right Issue :

N	I	L
---	---	---

Bonus Issue :

N	I	L
---	---	---

 Private Placement :

3	9	0	0	0
---	---	---	---	---

III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (Amount in Rs. Thousands) :

Total Liabilities :

1	2	0	6	6	0
---	---	---	---	---	---

 Total Assets :

1	2	0	6	6	0
---	---	---	---	---	---

SOURCES OF FUNDS

Paid up Capital :

	4	5	0	0	0
--	---	---	---	---	---

 Reserves & Surplus :

		2	9	8	1
--	--	---	---	---	---

Deferred Tax Liability :

			1	4	2
--	--	--	---	---	---

 Unsecured Loan :

	7	2	5	3	7
--	---	---	---	---	---

APPLICATION OF FUNDS

Net Fixed Assets :

			8	7	6
--	--	--	---	---	---

 Misc. Expenditure :

			-	-	-
--	--	--	---	---	---

Net Current Assets :

1	1	8	9	6	1
---	---	---	---	---	---

 Profit & Loss A/c :

			8	2	3
--	--	--	---	---	---

IV. PERFORMANCE OF COMPANY (Amount in Rs. Thousands) :

Turnover/Incomes & Others :

	8	8	6	1	1
--	---	---	---	---	---

 Total Expenditure :

	8	4	9	4	0
--	---	---	---	---	---

Profit before Tax :

		3	6	7	1
--	--	---	---	---	---

 Profit After Tax :

		2	2	3	5
--	--	---	---	---	---

Basic & Diluted Earning per Share :

		1	.	0	6
--	--	---	---	---	---

 Dividend % (Equity Shares) :

			N	I	L
--	--	--	---	---	---

V. GENERIC NAMES OF THREE PRINCIPAL PRODUCTS/SERVICES OF COMPANY AS PER MONETARY TERMS:

Item Code No. (ITC Code) :

N	A
---	---

Product/Service Description : **Trading in Commodities, Commodity Derivative, Hedging, etc.**

As per our report of even date annexed

For **ROHIT K C JAIN & CO.**
Chartered Accountants F.R.No 020422N

For and on behalf of the Board of Directors

(CA. ROHIT JAIN)
Partner
M. No. 099444

(BRIJ RATTAN BAGRI)
Chairman

(VIKRAM RATHI)
Director

Place : New Delhi
Date : 27th August, 2010

AUDITORS' REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS

The Board of Directors
BLB Limited
New Delhi.

We have audited the attached Consolidated Balance Sheet of BLB Limited (the Company) and its subsidiaries ("the Group") as at March, 31, 2010 and also the Consolidated Profit and Loss Account and the Consolidated Cash Flow Statement for the year ended on that date, annexed thereto. These financial statements are the responsibility of the Company's management and have been prepared by the management on the basis of separate financial statements and other financial information regarding components. Our responsibility is to express an opinion on the financial statements based on our audit.

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.

We did not audit the financial statements of all the subsidiaries, whose financial statements reflect total assets of Rs.1749.83 Lacs as at 31st March 2010, the total revenue of Rs. 747.77 Lacs and cash flows amounting to Rs.320.35 Lacs for the year then ended. These financial statements and other financial information have been audited by other auditors whose reports have been furnished to us, and our opinion is based solely on the report of other auditors.

We report that the consolidated financial statements have been prepared by the Company's Management in accordance with the requirements of Accounting Standard (AS) 21, on Consolidated Financial Statements, issued by The Institute of Chartered Accountants of India.

Based on our audit and on consideration of reports of other auditors on separate financial statements and on the other financial information of the components, and to the best of our information and according to the explanations given to us, we are of the opinion that the Consolidated Financial Statements give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) in the case of the Consolidated Balance Sheet of the state of affairs of the Group as at March 31, 2010;
- b) in the case of the Consolidated Profit and Loss Account of the profit for the year ended on that date; and
- c) in the case of the Consolidated Cash Flow Statement of the Cash Flows for the year ended on that date.

For **RAM RATTAN & ASSOCIATES**
Chartered Accountants
Firm Registration No: 004472N

Place : New Delhi
Date : 31st August, 2010

(**CA. RAM RATTAN GUPTA**)
Partner
M. No. 083427

CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2010

	SCHEDULE	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
I) SOURCES OF FUNDS:			
1) Shareholders' Funds			
Share Capital	1	5,28,65,258	5,28,65,258
Reserves and Surplus	2	1,38,99,49,535	1,16,31,14,218
		1,44,28,14,793	1,21,59,79,476
2) Loan Funds	3		
Secured		37,30,76,846	21,92,40,114
Unsecured		4,55,37,264	—
		41,86,14,110	21,92,40,114
TOTAL		1,86,14,28,903	1,43,52,19,590
II APPLICATION OF FUNDS:			
1) Fixed Assets	4		
Gross Block		21,96,65,116	32,69,66,116
Less : Depreciation		13,56,70,552	18,23,21,310
		8,39,94,564	14,46,44,806
Capital Work-in-Progress		5,02,190	—
Net Block		8,44,96,754	14,46,44,806
2) Investments	5	11,30,64,174	2,58,05,423
3) Deferred Tax Asset (Refer Note 10 of Schedule 21)		2,15,97,000	6,59,79,000
4) Current Assets, Loans And Advances			
Inventories	6	50,29,96,455	45,92,56,859
Sundry Debtors	7	8,94,10,776	9,09,39,762
Cash and Bank Balances	8	84,25,06,998	63,05,96,397
Other Current Assets	9	24,77,11,209	2,44,16,449
Loans and Advances	10	29,86,66,401	20,17,72,894
		1,98,12,91,839	1,40,69,82,361
Less : Current Liabilities And Provisions			
Current Liabilities	11	18,98,03,583	10,91,11,921
Provisions	12	15,05,25,087	9,97,67,659
		34,03,28,670	20,88,79,580
Net Current Assets		1,64,09,63,169	1,19,81,02,781
5) Miscellaneous Expenditure (to the extent not written off or adjusted)	13	13,07,806	6,87,580
TOTAL		1,86,14,28,903	1,43,52,19,590
NOTES ON ACCOUNTS	21		

As per our report of even date annexed.

For **RAM RATTAN & ASSOCIATES**

Chartered Accountants

Firm Registration No: 004472N

(CA. RAM RATTAN GUPTA)

Partner

M. No. 083427

Place : New Delhi

Date : 31st August, 2010

For and on behalf of the Board of Directors

(BRIJ RATTAN BAGRI)

Chairman

(VIKASH RAWAL)

Chief Financial Officer

(VIKRAM RATHI)

Executive Director

(KASHVI MALHOTRA)

Asst. Company Secretary

CONSOLIDATED PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH, 2010

PARTICULARS	SCHEDULE	2009-2010 (Rs.)	2008-2009 (Rs.)
I. INCOME			
Sales		24,13,96,44,006	16,68,02,48,734
Profit on Settlement of Contracts (Net)		85,13,62,846	87,12,28,418
Brokerage Income		—	1,18,55,594
Fee Income from Students		4,48,04,445	9,45,35,023
Other Income	14	8,40,64,557	6,14,17,790
Profit on Sale of Investment		12,59,08,567	—
Increase in Stock-in-Trade	15	7,73,53,132	20,59,37,389
		25,32,31,37,553	17,92,52,22,948
II EXPENDITURE			
Purchases		24,10,16,24,907	17,02,09,19,804
Operational Expenses	16	45,57,14,451	49,80,28,071
Administrative Expenses	17	16,09,69,278	11,10,78,930
Personnel Expenses	18	17,86,75,955	31,45,90,429
Financial Expenses	19	2,16,98,489	79,05,996
Loss on Sale/Conversion of investments (Net)		—	5,73,16,118
Loss on Sale and discarded fixed assets		2,95,74,840	1,71,09,468
Miscellaneous Expenditure Written Off		4,33,757	2,10,260
Depreciation		3,18,29,038	5,05,13,105
		24,98,05,20,715	18,07,76,72,181
III PROFIT/(LOSS) BEFORE TAX AND PRIOR PERIOD ITEMS (I-II)		34,26,16,838	(15,24,49,233)
— Prior period adjustments		3,46,292	(7,03,454)
— Excess Provision of Employees Benefits written back (Refer Note 9 of Schedule 21)		3,40,28,542	—
— Provision written back which was made earlier against surplus on conversion of Stock in trade to Investment.		—	1,88,38,626
PROFIT/(LOSS) BEFORE TAX		37,69,91,672	(13,43,14,061)
Deferred Tax Adjustments		(4,46,66,500)	3,32,02,000
Provision for Taxation - Current	20	(9,08,50,000)	(28,17,000)
Short/(Excess) Provision for Income Tax		(28,09,427)	2,87,728
PROFIT/(LOSS) AFTER TAX		23,86,65,745	(10,36,41,333)
Share of Net Loss of Associate		—	(6,40,330)
PROFIT/(LOSS) AFTER TAX AND SHARE OF LOSS OF ASSOCIATE		23,86,65,745	(10,42,81,663)
Balance brought forward		86,70,38,208	99,25,04,842
SURPLUS AVAILABLE FOR APPROPRIATIONS		1,10,57,03,953	88,82,23,179
APPROPRIATIONS			
Dividend on Equity Shares			
— Interim Dividend		1,05,73,052	—
— Proposed Dividend		—	52,86,526
Dividend Distribution Tax		17,96,891	8,98,445
Transfer to General Reserve		5,00,00,000	1,50,00,000
Balance carried to Balance Sheet		1,04,33,34,010	86,70,38,208
		1,10,57,03,953	88,82,23,179
EARNING PER SHARE (Rs.)			
Basic & Diluted (Par value of Re 1/-) (Refer Note 13 of Schedule 21)		4.51	(1.97)

NOTES ON ACCOUNTS

21

As per our report of even date annexed.

For **RAM RATTAN & ASSOCIATES**

Chartered Accountants

Firm Registration No: 004472N

(CA. RAM RATTAN GUPTA)

Partner

M. No. 083427

Place : New Delhi

Date : 31st August, 2010

For and on behalf of the Board of Directors

(BRIJ RATTAN BAGRI)

Chairman

(VIKASH RAWAL)

Chief Financial Officer

(VIKRAM RATHI)

Executive Director

(KASHVI MALHOTRA)

Asst. Company Secretary

**CONSOLIDATED CASH FLOW STATEMENT FOR THE
YEAR ENDED 31ST MARCH, 2010**

	2009-2010 Rs.	2008-2009 Rs.
A) CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit/(Loss) before Taxation	37,69,91,672	(13,43,14,061)
Adjustment for:		
(Profit)/Loss on Sale of Investments	(12,59,08,567)	5,73,16,118
Provision written back which was made earlier against surplus on conversion of stock into investment	—	(1,88,38,626)
Surplus on Withdrawal of Stock-In-Trade	(93,70,836)	—
Depreciation	3,18,29,039	5,05,13,105
Interest Paid to Banks	1,38,53,186	12,07,989
Interest paid to others	34,39,210	26,29,115
Miscellaneous Expenditure written off	4,33,757	2,10,260
Loss on Sale and discarded Fixed Assets	2,95,74,840	1,71,09,468
Prior period items	29,817	—
Income from investment	(4,95,060)	(90,000)
	<u>(5,66,14,614)</u>	<u>11,00,57,429</u>
Operating profit before Working Capital changes	32,03,77,058	(2,42,56,632)
Adjustment for:		
Trade & Other receivables excluding Direct Taxes	(25,15,80,193)	(1,51,92,491)
Inventories	(7,73,53,132)	(20,55,82,124)
Trade payables	4,72,47,682	(14,02,50,442)
	<u>(28,16,85,643)</u>	<u>(36,10,25,057)</u>
Cash generated from operations	3,86,91,415	(38,52,81,689)
Direct taxes paid	(6,19,65,549)	(1,75,95,728)
NET CASH FLOW FROM OPERATING ACTIVITIES (A)	(2,32,74,134)	(40,28,77,417)
B) CASH FLOW FROM INVESTING ACTIVITIES:		
Cash and cash Equivalent on Consolidation	87,60,031	—
Additions to Fixed Assets (including Capital WIP)	(1,07,62,614)	(5,14,82,202)
Income from Investment	4,95,060	90,000
Sale of Fixed Assets	1,05,86,947	1,16,66,677
Purchase of Investments	(9,69,77,041)	—
Sale of Investments	17,24,05,308	19,79,00,524
NET CASH FLOW FROM INVESTING ACTIVITIES (B)	8,45,07,691	15,81,74,999

	2009-2010 Rs.	2008-2009 Rs.
C) CASH FLOW FROM FINANCING ACTIVITIES:		
Preliminary Expenses	(6,49,983)	—
Dividend on Equity Shares	(1,58,59,578)	—
Tax on Dividend	(26,95,336)	—
Unsecured Loans	3,33,37,606	—
Interest paid to Banks	(1,38,53,186)	(12,07,989)
Interest paid to Others	(34,39,210)	(26,29,115)
Secured Loans	15,38,36,731	20,50,51,179
NET CASH FLOW FROM FINANCING ACTIVITIES (C)	15,06,77,044	20,12,14,075
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	21,19,10,601	(4,34,88,343)
CASH AND CASH EQUIVALENTS – OPENING BALANCE	63,05,96,397	67,40,84,740
CASH AND CASH EQUIVALENTS - CLOSING BALANCE	84,25,06,998	63,05,96,397

 For **RAM RATTAN & ASSOCIATES**
Chartered Accountants

Firm Registration No: 004472N

(CA. RAM RATTAN GUPTA)
Partner
M. No. 083427

For and on behalf of the Board of Directors

(BRIJ RATTAN BAGRI)
Chairman
(VIKRAM RATHI)
Executive Director
Place : New Delhi
Date : 31st August, 2010
(VIKASH RAWAL)
Chief Financial Officer
(KASHVI MALHOTRA)
Asst. Company Secretary

**SCHEDULES FORMING PART OF THE CONSOLIDATED BALANCE SHEET AND
CONSOLIDATED PROFIT & LOSS ACCOUNT**

	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
<u>SCHEDULE - 1</u>		
SHARE CAPITAL		
<u>Authorised</u>		
Equity :		
7,50,00,000 Equity Shares of Re.1/- each (Previous Year: 7,50,00,000 Equity Shares of Re.1/-each).	7,50,00,000	7,50,00,000
Preference :		
5,00,000 Preference Shares of Rs.100/-each (Previous Year: 5,00,000 Preference shares of Rs.100/- each).	5,00,00,000	5,00,00,000
	12,50,00,000	12,50,00,000
<u>Issued, Subscribed and Paid up</u>		
Equity :		
5,28,65,258 Equity Shares of Re.1/- each (Previous Year : 5,28,65,258 Equity Shares of Re.1/- each).	5,28,65,258	5,28,65,258
Of the above Shares		
No. of Shares		
40,00,000	40,00,000	40,00,000
80,00,000	80,00,000	80,00,000
1,95,00,000	1,95,00,000	1,95,00,000
1,89,00,000	1,89,00,000	1,89,00,000
24,65,258	24,65,258	24,65,258
5,28,65,258	5,28,65,258	5,28,65,258
<u>SCHEDULE - 2</u>		
RESERVES AND SURPLUS		
<u>Capital Reserve</u>		
As per last Balance Sheet	7,10,28,970	7,10,28,970
<u>Capital Reserve (on consolidation)</u>		
Capital Reserve on consolidation	7,19,815	
Less: Goodwill on consolidation	1,80,300	5,39,515
<u>Capital Redemption Reserve</u>		
As per last Balance Sheet	2,50,00,000	2,50,00,000
<u>Securities Premium</u>		
As per last Balance Sheet	2,50,47,040	2,50,47,040
<u>General Reserve</u>		
As per last Balance Sheet	17,50,00,000	16,00,00,000
Add: Transferred from Profit & Loss Account	5,00,00,000	1,50,00,000
<u>Profit & Loss Account</u>		
As per Annexed Profit & Loss Account	1,04,33,34,010	86,70,38,208
	1,38,99,49,535	1,16,31,14,218

As At 31.03.2010
Rs.

As At 31.03.2009
Rs.

SCHEDULE - 3

SECURED LOANS

Loans and Advances

from Banks

— Working Capital (Including interest accrued and due) (Secured against pledge of FDR's & Securities)	37,17,34,981	19,20,10,902
--	---------------------	--------------

from Others

— Term Loan (Secured against plots at Noida)	13,41,865	2,72,29,212
---	------------------	-------------

37,30,76,846

21,92,40,114

UNSECURED LOANS

Other Loans and Advances

i) From a Director	3,55,00,000	—
ii) From Others(Including interest accrued and due)	1,00,37,264	—
	4,55,37,264	—

SCHEDULE - 4

FIXED ASSETS

(Amount in Rs.)

DESCRIPTION	GROSS BLOCK (AT COST)					DEPRECIATION					NET BLOCK (WDV)	
	As At 01.04.2009	Opening of BCPL as on 01.04.2009 on Consoli- dation	Additions	Deductions	As At 31.03.2010	As At 01.04.2009	Opening of BCPL as on 01.04.2009 on Consoli- dation	For the Year	Deductions	As At 31.03.2010	As At 31.03.2010	As At 31.03.2009
LAND	65,65,700	—	—	—	65,65,700	—	—	—	—	—	65,65,700	65,65,700
BUILDINGS	1,68,98,278	—	—	89,09,741	79,88,537	36,82,825	—	6,49,462	25,85,007	17,47,280	62,41,257	1,32,15,453
COMPUTERS	17,04,11,531	56,74,476	24,12,678	6,87,31,207	10,97,67,478	12,15,21,655	48,84,890	1,78,19,917	5,80,71,454	8,61,55,008	2,36,12,470	4,88,89,876
OFFICE EQUIPMENTS	1,84,79,043	—	6,32,544	66,44,021	1,24,67,566	79,14,191	—	14,24,053	33,82,501	59,55,743	65,11,823	1,05,64,852
TELECOM EQUIPMENTS	1,70,84,651	5,39,560	2,52,837	22,99,595	1,55,77,453	89,94,378	2,48,991	11,53,816	14,84,175	89,13,010	66,64,443	80,90,273
UPS & GENERATORS	1,70,22,579	—	—	42,15,001	1,28,07,578	76,61,102	—	12,79,142	22,42,427	66,97,817	61,09,761	93,61,477
LIBRARY BOOKS	23,786	—	—	—	23,786	1,632	—	3,082	—	4,714	19,072	22,154
FURNITURE & FIXTURES	6,75,47,031	—	60,16,977	3,12,71,370	4,22,92,638	2,66,15,775	—	75,00,055	1,44,42,372	1,96,73,458	2,26,19,180	4,09,31,256
VEHICLES	1,12,68,031	—	8,94,929	7,74,572	1,13,88,388	42,64,266	—	19,49,048	4,75,784	57,37,530	56,50,858	70,03,765
ASSETS BELOW RS.5000/-	16,65,486	6,381	50,463	9,36,338	7,85,992	16,65,486	6,381	50,463	9,36,338	7,85,992	—	—
TOTAL FIXED ASSETS	32,69,66,116	62,20,417	1,02,60,428	12,37,81,845	21,96,65,116	18,23,21,310	51,40,262	3,18,29,038	8,36,20,058	13,56,70,552	8,39,94,564	14,46,44,806
CAPITAL WORK-IN PROGRESS	—	—	5,02,190	—	5,02,190	—	—	—	—	—	5,02,190	—
GRAND TOTAL	32,69,66,116	62,20,417	1,07,62,618	12,37,81,845	22,01,67,306	18,23,21,310	51,40,262	3,18,29,038	8,36,20,058	13,56,70,552	8,44,96,754	14,46,44,806
PREVIOUS YEAR	33,67,49,608	—	5,75,65,048	6,73,48,540	32,69,66,116	16,42,97,754	—	5,05,13,105	3,24,89,549	18,23,21,310	14,46,44,806	17,24,51,854

	Face Value Rs.	As At 31.03.2010		As At 31.03.2009	
		Qty.	Rs.	Qty.	Rs.
SCHEDULE - 5					
INVESTMENTS (AT COST)					
LONG TERM INVESTMENTS (TRADE)					
QUOTED (FULLY PAID-UP)					
Jindal Steel & Power Ltd.	1	100000	NIL	—	—
Reliance Industries Ltd.	10	50700	NIL	—	—
Reliance Power Ltd.	10	10027	28,20,150	10027	28,20,150
Shree Renuka Sugars Ltd	1	500000	NIL	—	—
VBC Ferro Alloys Limited	10	173534	4,29,84,372	—	—
(Refer Note 4 of Schedule 21)					
Total 'A'			4,58,04,522		28,20,150
LONG TERM INVESTMENTS (NON-TRADE)					
UNQUOTED (FULLY PAID-UP)					
Equity Shares of :					
The Delhi Stock Exchange Association Ltd.	1	80000	4,90,500	80000	4,90,500
The Calcutta Stock Exchange Association Ltd.	1	250	26,22,000	250	26,22,000
The Uttar Pradesh Stock Exchange Association Ltd.	2000	1	4,03,500	1	4,03,500
BLB Commodities Pvt. Ltd.	10	—	—	270000	27,00,000
Add: Accumulated profits from associate company.				<u>25,621</u>	27,25,621
Bombay Stock Exchange Ltd.	1	11401	17,43,652	11401	17,43,652
Orient Overseas Pvt. Ltd.	100	80000	1,00,00,000	—	—
MIDVALLEY Entertainment Ltd.	10	200000	1,50,00,000	200000	1,50,00,000
Singhal Agro Industries Ltd.	100	80000	1,00,00,000	—	—
Siddharth Automat India Private Limited	10	150000	1,35,00,000	—	—
Railtech Infraventure Private Limited	10	100000	60,00,000	—	—
CURRENT INVESTMENTS (NON-TRADE)					
UNQUOTED					
MUTUAL FUNDS					
Reliance Liquid Fund	10	342147	75,00,000	—	—
Total 'B'			6,72,59,652		2,29,85,273
Total 'A' + 'B'			11,30,64,174		2,58,05,423
Aggregate value of unquoted Investments			6,72,59,652		2,29,85,273
Aggregate value of quoted Investments			4,58,04,522		28,20,150
Market Value of Quoted Investments			21,34,19,225		10,26,263

	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
<u>SCHEDULE - 6</u>		
INVENTORIES		
(As valued and certified by one of the Directors)		
Shares & Securities	44,39,66,754	45,92,56,859
Commodities	5,90,29,701	—
	<u>50,29,96,455</u>	<u>45,92,56,859</u>
<u>SCHEDULE - 7</u>		
SUNDRY DEBTORS		
(Unconfirmed, unsecured but considered good)		
i) Debts outstanding for more than 6 months (Refer Note 6 of Schedule 21)	8,92,52,376	9,08,30,937
ii) Other Debts	1,58,400	1,08,825
	<u>8,94,10,776</u>	<u>9,09,39,762</u>
<u>SCHEDULE - 8</u>		
CASH AND BANK BALANCES		
Cash in hand	20,79,484	24,50,227
Balance with scheduled banks		
— In Current account	3,28,23,270	1,43,55,061
— In Fixed Deposits	80,21,61,960	61,37,25,829
Cheques/drafts in hand	54,42,284	65,280
	<u>84,25,06,998</u>	<u>63,05,96,397</u>
<u>SCHEDULE - 9</u>		
OTHER CURRENT ASSETS		
Stamps in hand	15,711	16,611
Other Consumables	2,51,399	74,455
FDR Interest accrued but not due	1,14,84,676	83,26,648
Margin Money with Stock Exchanges	23,07,97,390	1,45,49,890
Stock Exchange Receivables	51,62,033	14,48,845
	<u>24,77,11,209</u>	<u>2,44,16,449</u>

	As At 31.03.2010 Rs.	As At 31.03.2009 Rs.
<u>SCHEDULE - 10</u>		
LOANS AND ADVANCES		
(Unsecured, Considered good)		
Advances recoverable in cash or in kind or for value to be received		
— Against Purchase of Property	14,05,07,477	9,46,52,018
— Others	1,60,09,999	1,70,36,485
Taxes paid	9,52,84,572	3,60,63,792
Prepaid Expenses	1,20,32,299	1,18,16,187
Security Deposits	3,48,32,054	4,22,04,412
	29,86,66,401	20,17,72,894
<u>SCHEDULE - 11</u>		
CURRENT LIABILITIES		
Sundry Creditors		
— Due to Directors	1,30,41,468	2,27,885
— Due to others	10,68,89,710	10,74,06,545
Unclaimed Dividends	20,19,178	13,33,012
Mark to Market Margins – Future contracts	3,68,80,106	1,44,479
Equity Index/Stock Options Premium Account	3,09,73,121	—
	18,98,03,583	10,91,11,921
<u>SCHEDULE - 12</u>		
PROVISIONS		
Taxation	9,84,05,367	80,74,671
Employee's Benefits	5,21,19,720	8,55,08,017
Proposed Dividend	—	52,86,526
Tax on Proposed Dividend	—	8,98,445
	15,05,25,087	9,97,67,659
<u>SCHEDULE - 13</u>		
MISCELLANEOUS EXPENDITURE		
(to the extent not written off or adjusted)		
Preliminary Expenses	5,91,986	24,820
Share Issue Expenses	7,15,820	6,62,760
	13,07,806	6,87,580

	2009-2010 Rs.	2008-2009 Rs.
<u>SCHEDULE - 14</u>		
OTHER INCOME		
Income from DP Operations	—	1,86,785
Dividend Income		
— from Investments	4,95,060	90,000
— from Others	38,48,760	16,68,989
Interest Income	5,80,52,532	5,06,59,554
Surplus on Withdrawal of Stock-In-Trade	93,70,836	—
Miscellaneous Income	1,22,97,369	88,12,462
	8,40,64,557	6,14,17,790
<u>SCHEDULE - 15</u>		
INCREASE IN STOCK		
Opening Stock	45,92,56,859	25,33,19,470
Less: Stocks withdrawn & taken to Investments (Refer Note 4(i) of Schedule 21)	(3,36,13,536)	—
Net Opening stock	42,56,43,323	25,33,19,470
Less: Closing Stock	50,29,96,455	45,92,56,859
Increase in stock	7,73,53,132	20,59,37,389
<u>SCHEDULE - 16</u>		
OPERATIONAL EXPENSES		
Stock Exchange Expenses	7,49,56,461	9,70,73,090
SEBI Registration Fees	38,02,769	52,34,034
Securities Transaction Tax	30,66,76,228	35,82,77,620
Stock Exchange Subscription Charges	3,25,833	1,17,836
V-SAT Maintenance Charges	26,31,081	23,40,050
Insurance Charges	83,420	94,286
Depository Transaction Charges	8,58,128	6,28,456
Telecommunication Expenses	60,27,800	44,79,438
Educational Institute Expenses	1,33,47,696	2,72,52,379
Commodity Spot business Expenses	9,76,530	—
Professional Fees to Dealers	4,37,66,917	25,30,882
Software Licenses & Maintenance	22,61,588	—
	45,57,14,451	49,80,28,071

	2009-2010 Rs.	2008-2009 Rs.
--	------------------	------------------

SCHEDULE - 17

ADMINISTRATIVE & OTHER EXPENSES

Advertisement	4,89,995	4,49,477
Auditors' Remuneration	4,78,572	4,75,608
Bad Debts & Miscellaneous Balances Written off	16,55,163	6,11,601
Computer Expenses	23,31,183	23,14,686
Donation	9,11,00,992	2,05,52,772
Electricity Expenses	66,73,052	95,51,544
Legal & Professional Charges	85,60,500	94,73,998
Listing Fees	44,361	44,784
Postage & Telegram	4,58,933	14,89,719
Printing & Stationery	10,97,962	20,79,223
Rates & Taxes	7,55,376	10,64,450
Rent	3,45,39,143	4,44,15,903
Repair & Maintenance	25,26,931	30,64,890
Shareholders' Meeting Expenses	1,99,662	1,04,613
Sundry Expenses	32,66,173	30,32,251
Telephone Expenses	20,41,026	46,18,732
Traveling & Conveyance	33,82,807	66,35,242
Vehicle Running & Maintenance	13,67,447	10,99,437
	16,09,69,278	11,10,78,930

SCHEDULE - 18

PERSONNEL EXPENSES

Salary, Bonus, Incentives & Others	14,93,18,530	29,68,74,951
Employer's Contribution to P.F. ESI. etc.	57,85,566	75,68,235
Contribution to Gratuity Fund	8,51,623	15,43,856
Staff Welfare	21,05,298	26,48,823
Staff Training & Development Expenses	3,14,463	20,945
Recruitment Expenses	11,36,972	15,83,001
Directors' Remuneration	1,91,63,503	43,50,618
	17,86,75,955	31,45,90,429

SCHEDULE - 19

FINANCIAL EXPENSES

Bank Guarantee Commission	43,35,759	38,49,338
Bank Charges	70,334	2,19,554
Interest paid to Banks	1,38,53,186	12,07,989
Interest paid to others	34,39,210	26,29,115
	2,16,98,489	79,05,996

SCHEDULE - 20

PROVISION FOR TAX EXPENSES

Income Tax	9,07,50,000	12,36,000
Wealth Tax	1,00,000	1,21,000
Fringe Benefit Tax	—	14,60,000
	9,08,50,000	28,17,000

SCHEDULE-21

NOTES TO CONSOLIDATED FINANCIAL STATEMENT OF THE COMPANY, ITS SUBSIDIARIES AND ASSOCIATES

1) Principles of Consolidation:

Subsidiary Companies

The Consolidated Financial Statements are prepared in accordance with Accounting Standard (AS) 21 on Consolidated Financial Statements issued by The Institute of Chartered Accountants of India. The Consolidated Financial Statements comprise of the financial statement of BLB Limited and its subsidiaries. The accounts of Foreign Subsidiary have been prepared with the local laws and applicable international financial reporting standards. Reference in these notes to the 'Group' shall mean BLB Limited and its 'Subsidiaries' namely BLB Global Business Limited (BGBL), BLB Realty Ventures Limited (BRVL), BLB Commodities Private Limited (BCPL) and BLB Institute of Financial Markets Limited (BIFM), Further the company shall mean BLB Limited. The company has netted the capital reserve from the goodwill arising on acquisition of (BCPL) in the consolidated balance sheet and has shown the net capital reserve under the head 'Reserves & Surplus'. The details of Subsidiary Companies which are included in consolidation and the Parent Company's holding therein is as under:-

Name of the Subsidiary	Percentage of Holding	Place of Incorporation	Financial Year Ended on
BLB Global Business Limited	100%	Mauritius	31st March, 2010
BLB Institute of Financial Markets Limited	100%	India	31st March, 2010
BLB Realty Ventures Limited	100%	India	31st March, 2010
BLB Commodities Private Limited	100%	India	31st March, 2010

2) Significant Accounting Policies:

a) Basis of preparation of financial statements

The financial statements are prepared on accrual basis under the historical cost convention in accordance with the applicable accounting standards referred to in section 211(3C) and other relevant provisions of the Companies Act, 1956.

b) Use of Estimates

The preparations of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

c) Fixed Assets

Fixed assets are stated at cost of acquisition and include other incidental expenses, if any, less accumulated depreciation. Capital work in progress represents fixed assets that are not yet ready for their intended use before the Balance sheet date.

d) Depreciation

- Depreciation on all fixed assets is provided on written down value method in the manner as specified in Schedule XIV to the Companies Act, 1956.
- Depreciation on assets costing Rs. 5,000/- or below is provided at the rate of hundred percent.

e) Investments

- Investments are classified into Long term Investments and Current Investments. Investments which are intended to be held for one year or more are classified as Long term Investments and Investments which are intended to be held for less than one year are classified as current Investments
- Long Term Investments are carried at cost.

f) Inventories

- The securities acquired with the intention of trading are considered as Stock in trade and disclosed as Current assets.
- Stock in trade of quoted securities is valued at the lower of cost or market price, the cost is determined on First In First Out (FIFO) basis.
- The units of open-ended Mutual Fund Schemes are valued at lower of the cost or closing NAV, the cost is determined on First In First Out basis.

iv) Stock in trade of commodities is valued at the lower of cost or market price on First In First Out (FIFO) basis.

g) Miscellaneous Expenditure

- i) Preliminary Expenses and share issue expenses are amortized over a period of five years.
- ii) Membership fee given to Various Commodity Exchanges is being treated as deferred revenue expenditure and same is being written off in five years.

h) Borrowing Costs

Borrowing costs are capitalized as part of the cost of qualifying asset when it is possible that will result in future economic benefits and the cost can be measured reliably. Other borrowing costs are recognized as an expense in the period in which they are incurred.

i) Employee Benefits

Retirement benefits are dealt with in the following manner: -

- i) Provident fund is accounted on accrual basis with contribution made to appropriate Government Authorities.
- ii) Leave encashment is determined and paid on the basis of accumulated leaves to the credit of each employee at the month end.
- iii) Liability for gratuity is funded with the Life Insurance Corporation of India (LIC) and Max New York Life Insurance Company Limited (MNYLICL). Premiums based on actuarial valuation paid are charged to Profit & Loss account.

j) Revenue Recognition

I. In respect of company

- i) Revenue from sales is recognized at the completion of each settlement of the capital market segment of the Stock Exchange.
- ii) In respect of non-delivery based transactions in capital market segment, the profit/loss is accounted for at the end of each settlement.
- iii) In respect of derivative market segment, almost all the open interests are covered in capital market segment. As such the negative impact of open interest, which are covered in the capital market, is taken at nil. The open interests which are not covered in the capital market segment and currency derivative segment are accounted for in the books on basis of recommendations given by ICAI.
- iv) Income from Dividends is recognized when the right to receive payment is established.

II. In respect of BCPL

- i) The negative impact of Mark to Market margin on the open interest at the Commodity Exchanges wherever backed by physical commodities is reversed from Mark to Market margin Account. However the open interests which are not backed by physical commodities are accounted for on the basis of Guidance Note issued by the ICAI on Accounting for Equity Index and Equity Stock futures and Options.
- ii) In respect of physical commodities transactions covered by future contracts, the difference between the future rate and the spot/exchange rate at the date of transaction is recognized as income or expense over the life of the contract. Any profit or loss on arising on the cancellation of future contracts is recognized as income or as expense for the period.

III. In respect of BIFM

- i) Revenue from Classroom Coaching & training are spread proportionately over the batch period.
- ii) Revenue from Prospectus and other educational deliverables are recognized on actual sale basis.
- iii) Revenue from online educational services is recognized upon receipt of subscription fee.

IV In respect of Interest and Other heads of income, the company's income on accrual basis.

k) Taxation

- i) The provision for current taxes is made after taking into consideration benefits admissible under the provisions of the Income tax Act, 1961 and the Wealth Tax Act, 1957.
- ii) Deferred tax is recognised on timing differences being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

l) Foreign Exchange Transactions

- i) Transactions denominated in foreign currency are recorded at the exchange rate prevailing at the time of the transaction.
- ii) Monetary assets and liabilities related to foreign currency transactions remaining unsettled at the end of the year are translated at year-end rates and the difference in translation of monetary assets and liabilities and realized gains and losses on foreign exchange transactions other than those relating to fixed assets are recognized in the Profit and Loss Account.

m) Impairment of Assets

- i) The company makes an assessment at each balance date whether any indication exists that an asset has been impaired. An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. The company recognizes the impairment loss in the profit & loss account in the year in which an asset is identified as impaired.
- ii) The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount as on the balance sheet date.

n) Provisions and Contingent liabilities

- i) The company creates a provision where there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation.
- ii) A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may but probably will not require an outflow of resources.
- iii) Where there is a remote likelihood of outflow of resources in respect of a possible obligation or a present obligation, no provision or disclosure is made.

o) Operating Lease

Assets acquired on lease wherein a significant portion of risk & rewards of ownership are retained by the lessor are classified as operating lease. Lease rentals paid on such leases are charged to revenue on accrual basis as an expense on a systematic basis over the term of lease.

3) Contingent liabilities

- i) Guarantees issued by banks on behalf of the Group as on 31/03/2010 Rs. 3,500 Lacs. (Previous year Rs.2,950 Lacs).
 - ii) The remaining consideration payable towards the purchase of immovable properties by the Group as on 31/03/2010 on estimated basis is Rs. 586.00 lacs (Previous year Rs. 1,728.89 lacs).
 - iii) The State Government of Maharashtra had levied stamp duty on the company under the Bombay Stamp Act, 1958 for the period from 01/04/2001 to 23/06/2006. However the company has disputed the same with Hon'ble Delhi High Court & Hon'ble Bombay High Court and the matter is subjudice. Hence, the liability on account of stamp duty cannot be ascertained and no provision on this account has been made in the books.
 - iv) Disputed Income Tax liabilities not acknowledged as debt and under appeals Rs.196.40 Lacs. (Previous Year Rs. 156.74)
- 4) i)** During the year the Company has withdrawn 1,73,534 equity shares of VBC Ferro Alloys Ltd from stock-in-trade and taken to investment account at its original cost of Rs. 429.84 Lacs. The surplus arising upon such withdrawal amounting to Rs. 93.70 Lacs has been shown under the Other Income in Schedule - 14.
- ii)** During the year, the Company received 2,58,400 equity shares of Jindal Steel & Power Limited, 50,700 equity shares of Reliance Industries Limited and 5,00,000 equity shares of Shree Renuka Sugars Limited as bonus shares during the normal course of business and has taken the said bonus shares to Long Term Investment account at Nil Value. Out of total bonus shares of Jindal Steel & Power Limited, the Company has sold 1,58,400 equity shares during the year.
- 5)** The Company made donations of Rs. 911.00 lacs for Charitable objects in accordance with the Special Resolution passed by the Shareholders in the Extraordinary General Meeting held on 6th February, 2010 and the provisions of Section 293(1)(e) of the Companies Act, 1956 (Previous year Rs. 205.52 lacs).
- 6)** Sundry debtors include :
- i) Rs. 876.90 Lacs given to The Calcutta Stock Exchange Association Limited by the Company to tide over the payment crisis, which erupted in March 2001. A suit for recovery is pending with the Hon'ble Delhi High Court and the management is confident of recovery thereof (Previous year : Rs.876.90 Lacs).
 - ii) Rs. 15.62 Lacs due from various parties to the Company are under arbitration proceedings and the management is confident of recovery thereof (Previous year: Rs.15.62 Lacs).
- 7)** The course material in hand as on 31/03/2010 has been shown as other consumable under Schedule no. 9 and is valued at cost or net realizable value whichever is lower on FIFO basis.
- 8)** Bank Fixed Deposits of the Group are pledged as follows:
- i) Rs. 2,902.25 Lacs with Stock Exchanges towards capital adequacy deposits/margins (Previous year Rs. 2,057.25 Lacs).
 - ii) Rs. 5,045.78 Lacs with banks against various facilities provided by them (Previous Year Rs. 4,074.84 Lacs).

- 9) The Company has created a provision for Rs. 62.19 Lacs for the year under the head 'Employees Benefits' in Schedule '12' towards special incentive for a certain category of staff payable at the time of their successful completion of the agreed tenure of service (Previous year: Rs. 80.95 Lacs). The company has made total payments of Rs. 55.79 Lacs to such staff (Previous year: Rs. 196.36 Lacs). The Company has reversed Rs.340.28 Lacs from the accumulated provision since some of such staff left the company before the completion of agreed tenure. (Previous year : Rs. Nil)
- 10) Deferred Tax Assets / Liabilities for the year are accounted for in accordance with Accounting Standard 22 "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India. The details of Deferred Tax Assets are as follows:-

Particulars	(Amount in Lacs)	
	As at 31/03/2010	As at 31/03/2009
Deferred Tax Liability		
Difference between Book and Tax Depreciation	—	(55.95)
Gain in unsold stock-in-trade which was converted from Investment.	(17.30)	—
Deferred Tax Asset		
Difference between Book and Tax Depreciation	55.32	—
Brought forward Capital losses	4.81	103.50
Brought forward Business losses	—	321.60
Provision for Employees Benefits	173.14	290.64
Net Deferred Tax Asset	215.97	659.79

11) **Related Party Disclosure**

I) **List of Related Parties**

a) **Key Management Personnel & Relatives**

- 1) Sh. Brij Rattan Bagri (Chairman), Relatives: Smt. Neerja Bagri (Wife), Ms. Nanditaa Bagri (Daughter), Sh. Siddhartha Bagri (Son)
- 2) Sh. Vikram Rathi (Executive Director)
- 3) Sh. Satish Kumar Sharma (Executive Director), (Relative: Sh. D.K. Sharma (Brother), Sh. Arun Sharma (Brother),
- 4) Sh. G.C. Sharma (Whole Time Director-BIFM)

b) **Associate Enterprises**

- 1) Manu Properties Pvt. Ltd.*

*During the year the group did not enter into any transaction with the said parties.

II) **Related Party Transactions**

(Rs. in Thousands)

Sl. No.	Nature of Transactions	Key Management Personnel & Relatives	
		2009-10	2008-09
1)	Receipts of DP Service charges	—	1
2)	Brokerage Income	—	20
3)	Interest Paid on Loans	17,70	7,11
4)	Salary/Remuneration/Commission	2,07,02	67,05
5)	Loans taken:		
	— Opening Balance	1,20,00	—
	— Sums accepted	11,15,00	1,48,00
	— Sums repaid	80,500	1,48,00
	— Closing Balance	43,000	—
6)	Legal & Professional Charges	14,37	18,41
7)	Interim Dividend Paid	71,34	—
8)	Dividend Paid (2008—09)	35,67	—
9)	Investments in shares	34,71	—

The figures rounded to nearest one thousand.

12) Segment Accounting

Since the Company's operations primarily comprise of trading in shares, securities and derivatives as such there is no other reportable segment as specified by Accounting Standard 17 issued by The Institute of Chartered Accountants of India.

13) Earning Per Share

Particulars	2009-2010 Rs.	2008-2009 Rs.
i) Net (Loss)/Profit after tax	23,86,65,745	(10,42,81,663)
ii) Weighted average number of equity shares of Re. 1/-for Earnings Per Share computation.	5,28,65,258	5,28,65,258
iii) Earnings Per Share (Basic & Diluted)	4.51	(1.97)

14) Operating Leases

Since all existing Operating Leases entered into by the Group are cancelable on serving a notice of one to three months, as such there is no information required to be furnished as per Accounting standard AS-19.

15) Previous year's figures have been regrouped and/or rearranged wherever necessary to conform to this year classification.

As per our report of even date annexed.

For **RAM RATTAN & ASSOCIATES**

Chartered Accountants

Firm Registration No: 004472N

(CA. RAM RATTAN GUPTA)

Partner

M. No. 083427

Place : New Delhi

Date : 31st August, 2010

For and on behalf of the Board of Directors

(BRIJ RATTAN BAGRI)

Chairman

(VIKRAM RATHI)

Executive Director

(VIKASH RAWAL)

Chief Financial Officer

(KASHVI MALHOTRA)

Asst. Company Secretary

BLB LIMITED

Registered Office: 4764/23-A, Ansari Road, Daryaganj, New Delhi- 110002

NOTICE

Notice is hereby given that the 29th Annual General Meeting of the members of the Company will be held on Wednesday the 29th day of September, 2010 at 11:30 a.m. at PHD Chamber of Commerce and Industry, PHD House, 4/2 Siri Institutional Area, August Kranti Marg, New Delhi-110016 to transact the following business: -

ORDINARY BUSINESS

1. To receive, consider, approve and adopt the Audited Balance Sheet as at 31st March, 2010 and the Profit and Loss Account for the year ended on that date together with the Schedules, Reports of the Auditors and Directors thereon.
2. To appoint a Director in place of Shri Brij Rattan Bagri, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a Director in place of Dr. Suresh Chand Gupta, who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint M/s. Ram Rattan & Associates, Chartered Accountants, as Statutory Auditors of the Company to hold the office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS:

5. Re-appointment and payment of remuneration to Shri Vikram Rathi as an Executive Director of the Company.

To consider and, if thought fit, to pass with or without modifications, the following resolution as a **Special Resolution**:

“RESOLVED THAT pursuant to Sections 198, 269, 309, 310, Schedule XIII and other applicable provisions, if any, of the Companies Act, 1956 and any amendment or re-enactment thereof and subject to such other approvals as may be necessary, the Company hereby accords its consent for the re-appointment of Shri Vikram Rathi, as an Executive Director of the Company for a period of three years with effect from 30th January, 2011.

RESOLVED FURTHER THAT the consent of the shareholders be and is hereby accorded to the Board of Directors of the Company to fix and pay the remuneration to Sh. Vikram Rathi within the overall limit of Rs. 30 lacs per annum (gross) or in the event of loss or inadequacy of profits in any year during his tenure the aforesaid remuneration and perquisites shall be minimum remuneration subject to the compliance of Schedule XIII of the Companies Act, 1956.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all such further acts, deeds, things and to take all such actions as may be required to give effect to the above said resolution.”

By Order of the Board of
BLB Limited

Place: New Delhi
Date: 31st August, 2010

(Vikram Rathi)
Executive Director

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. IN ORDER TO BE EFFECTIVE, PROXY FORM MUST BE RECEIVED BY THE COMPANY AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.**
2. An Explanatory Statement pursuant to section 173(2) of the Companies Act, 1956 in respect of Special Business is appended below.
3. The Register of Members and the Share Transfer Books of the Company shall remain closed for one day only on Wednesday, the 22nd day of September, 2010.
4. Members who have not got their shares dematerialized are advised to do the same in their own interest.

5. Members holding shares in physical form are requested to notify the change in their address, if any, at the earliest to the Company or its Registrar and Share Transfer Agents and if the shares are in electronic mode to their respective Depository Participant.
6. Members who have not encashed their dividend warrants, hereby requested to deposit their dividend warrant to their respective bank account and get it encashed. The Dividend amount remaining unclaimed/ unpaid for a period of seven years from the date of declaration will be transferred to Investor Education and Protection Fund and no claim will lie against those amount.
7. Members who hold shares in dematerialized form are requested to bring their Client ID and DP ID number for easy identification and attendance at the meeting.
8. Members attending the meeting are requested to bring their copy of Annual Report.
9. Members may send their queries relating to the accounts, if any, in writing, at the Registered Office of the Company at least 10 days in advance from the date of meeting so as to make the reply available at Annual General Meeting.
10. Additional Information with respect to appointment/re-appointment of Directors as per Clause 49 of the Listing Agreement is appended to this notice.
11. The documents referred in the Notice are available for inspection till the date of ensuing Annual General Meeting on all working days between 10:00 a.m. to 01:00 p.m.

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956:

Item No. 5

The members of the Company in their 24th Annual General Meeting held on 30th September, 2005 appointed Sh. Vikram Rathi as Executive Director of the Company with effect from 31st January 2006 for a period of 5 years upto 30th January, 2011.

Considering the contribution of Sh. Vikram Rathi toward overall achievement of organizational goal the Board of Directors recommends to re-appoint Sh. Vikram Rathi as an Executive Director of the Company for a further period of 3 years.

As per the provisions of Section 198, 269, 309, 310 read with Schedule XIII of the Companies Act, 1956, appointment and payment of remuneration to the Executive Director requires shareholders approval in the General Meeting.

The information as required under Schedule XIII to the Companies Act, 1956 is as under :-

I. GENERAL INFORMATION:

- (1) **Nature of Industry** : Stock Broking and allied Services
- (2) **Date of commencement of commercial operation** : 04.12.1981
- (3) **In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus** : Not Applicable

(4) Financial Performance:

(Rs. in Lacs)

S. No.	Particulars	2009-10	2008-09
1.	Total Income	251893.30	178392.42
2.	Total Expenditure	248513.15	179989.13
3.	Profit/(Loss) before Tax	3724.77	(1409.10)
4.	Profit/(Loss) after Tax	2359.60	(1080.91)

(5) Export performance and net foreign exchange collaborations: NIL

(6) Foreign investments or collaborators, if any: NIL

II. INFORMATION ABOUT THE APPOINTEE:

- (1) **Background Details:** Sh. Vikram Rathi, aged 44 years, is a Fellow member of Institute of Chartered Accountants of India and has a total work experience of 21 years.

(2) **Past remuneration:**

Name	Designation	Salary	Perquisites	Incentives	Total
Sh. Vikram Rathi	Executive Director	1376425/-	Nil	536000/-	1912425/-

- (3) **Job profile and his suitability, Recognition or awards:** Sh. Vikram Rathi is Chartered Accountant by qualification and is contributing and advising on the corporate, legal and financial affairs of the company. He plays a vital role in the management and administration of the affairs of the Company. Sh. Vikram Rathi is a member of the Technology Upgradation Committee of Association of National Exchanges Members of India, Northern Region.

- (4) **Remuneration Proposed:** As set out in the special resolution at the item no. 5 of the Notice for Convening the 29th Annual General Meeting of the Company.

The appointment and remuneration to Executive Director has been approved by the Remuneration Committee.

- (5) **Comparative remuneration profile with respect to industry, size of the company, profile of the position and person (in case of expatriates the relevant details would be w.r.t. the country of his origin):** Taking into consideration the size of the Company, the profile of Sh. Vikram Rathi and the responsibilities shouldered by him, the aforesaid remuneration package is commensurate with the remuneration packages paid to managerial position in other Companies.

- (6) **Pecuniary relationship directly or indirectly with the company, or relationship with managerial personnel, if any:** Besides, the remuneration proposed, Sh. Vikram Rathi does not have any other pecuniary relationship with the Company and Managerial Personnel.

III. OTHER INFORMATION:

1) **Reasons of loss or inadequate profit:**

For the past several years the Company has been earning profits except one or two years. However, in view of cascading effects of global recession during the financial year 2008-09, the performance of the Company was adversely affected. During the financial year 2009-10 the Company has recorded profits.

2) **Steps taken or proposed to be taken for improvement:**

The Company has earned profits during the financial 2009-10 and is hopeful to perform better in coming financial years. The Company has taken appropriate steps to maintain and improve the profitability in future.

3) **Expected increase in profitability:**

The Company shall take all the reasonable steps and measures to maintain and improve the profitability. However the same cannot be predicted.

IV. DISCLOSURE:

- (1) The disclosure on remuneration package payable to the Executive Director contained in the Notice for convening the 29th Annual General Meeting of the Company.

- (2) All the relevant information pertaining to the Executive Directors and other Directors required to be disclosed in the Directors' Report under the heading "Corporate Governance" is attached to the Annual Report.

The Board of Directors recommends to re-appoint Sh. Vikram Rathi as an Executive Director for a period of 3 years at a total remuneration as mentioned in the resolution and recommends the same for your approval as a Special Resolution.

None of the Directors except Sh. Vikram Rathi is concerned or interested in the said resolution.

The Explanatory Statement together with the accompanying notice may also be regarded as an abstract and memorandum of interest for the terms of appointment and remuneration of Sh. Vikram Rathi, as an Executive Director of the Company under section 302 of the Companies Act, 1956.

For and on behalf of the Board of
BLB Limited

Place: New Delhi
 Date: 31st August, 2010

(Vikram Rathi)
 Executive Director

ADDITIONAL INFORMATION WITH RESPECT TO RE-APPOINTMENT OF SHRI BRIJ RATTAN BAGRI AND DR. SURESH CHAND GUPTA AS DIRECTORS, AS PER CLAUSE 49 OF THE LISTING AGREEMENT

At the ensuing Annual General Meeting, Shri Brij Rattan Bagri and Dr. Suresh Chand Gupta, Directors of the Company are liable to retire by rotation and being eligible, offer themselves for their re-appointment. Pursuant to Clause 49 of the Listing Agreement, their brief particulars are mentioned herein below:

Shri Brij Rattan Bagri

Shri Brij Rattan Bagri, aged about 59 years is a B.Sc. and MBA and is a businessman by profession. He being the Promoter of the Company he has been associated with the Company since its inception. During his association, Company has been enriched by his glorious experience of around 36 years in capital market. He has expertise in the matters relating to various facets of stock broking, investment, depository operations, etc. It is due to his vision, farsightedness, valuable guidance and able leadership that the Company has achieved such great heights. He has proved himself as an asset for the Company by his long continued sincerity and dedication.

Shri Brij Rattan Bagri is Director cum Chairman of the Company holding 32309490 equity shares of the Company. He holds Directorships in BLB Institute of Financial Markets Limited, BLB Realty Ventures Limited and BLB Commodities Private Limited subsidiary companies of the Company. He is Member of the Audit Committee and Remuneration Committee of the Company.

Shri Brij Rattan Bagri does not hold any Chairmanship / Membership of Audit Committee, Shareholders' / Investors' Grievance Committee or Remuneration Committee of other Public Limited Company whether listed or not.

Dr. Suresh Chand Gupta

Dr. Suresh Chand Gupta, an Independent Director of the Company aged about 66 years is a Post Graduate in Commerce and an MBA from Faculty of Management Studies (FMS), University of Delhi and M. Phil from Delhi School of Economics and PHD from FMS, University of Delhi and author of books on development banking for rural development. Dr. Gupta has expertise in the matters relating to finance, accounts, marketing and management. Dr. Gupta is a renowned educationalist and is presently working as reader in University of Delhi and has an experience around 46 years.

Dr. Suresh Chand Gupta is a Director in BLB Institute of Financial Markets Limited and BLB Commodities Private Limited. He is Chairman of the Audit Committee, Shareholders' / Investors' Grievance-cum-Share Transfer Committee, Remuneration Committee and Selection Committee and Member of Investment Committee of the Company. Dr. Suresh Chand Gupta holds 3004 equity shares in the Company.

He does not hold any Chairmanship / Membership of any committee of any other company whether listed or not.