



**GANESH HOLDINGS LIMITED**

**ANNUAL REPORT  
2010-2011**

**AUDITOR :  
KARNAVAT & CO.**

# GANESH HOLDINGS LIMITED

(REG.OFF.: 7/5, MALAD CHS LTD., PODAR ROAD, MALAD (E) MUMBAI 400 097)

## NOTICE

NOTICE is hereby given that the 29<sup>th</sup> Annual General Meeting of the members of GANESH HOLDINGS LIMITED will be held at the registered office of the company at 7/5, Malad CHS Ltd., Poddar Road Malad (East) Mumbai 400 097 on Thursday 29<sup>th</sup> September, 2011 at 10:00 A.M. for transacting the following business.

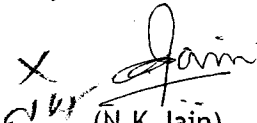
### ORDINARY BUSINESS

1. To consider and adopt the Audited Profit & Loss Account of the company for the year ending 31<sup>st</sup> March, 2011 and the Balance Sheet as at 31<sup>st</sup> March, 2011 together with the report of the Board of Directors and Auditors thereto.
2. To appoint Auditors and to fix their remuneration.

### SPECIAL BUSINESS

3. To Consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:  
"RESOLVED THAT Smt. Lalitha Ranka, who was appointed as an additional Director of the Company under Section 260 of the Companies Act, 1956 and who holds office up to the date of this Annual General Meeting, and in respect of whom the Company has received a notice in writing proposing her candidature for the office of the Director as per Section 257 of the Companies Act, 1956, and who is eligible for appointment to the office of the Director, be and is hereby appointed a Director of the Company, liable to retire by rotation."
4. To Consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:  
"RESOLVED THAT Shri N.K.Jain, who was appointed as an additional Director of the Company under Section 260 of the Companies Act, 1956 and who holds office up to the date of this Annual General Meeting, and in respect of whom the Company has received a notice in writing proposing his candidature for the office of the Director as per Section 257 of the Companies Act, 1956, and who is eligible for appointment to the office of the Director, be and is hereby appointed a Director of the Company, liable to retire by rotation."

By order of the Board

X   
(N.K.Jain)  
DIRECTOR

Dated : 04-08-2011  
Mumbai

### NOTES:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself/ herself. A proxy need not be a member of the company. A blank form of proxy is enclosed and if intended to be used it should be returned to the Company not less than forty-eight hours before the commencement of the Annual General Meeting, duly completed.
2. The Share Transfer Books and Register of Members of the company will remain closed from 26-09-2011 to 29-09-2011 (both days inclusive).

# GANESH HOLDINGS LIMITED

(REGD.OFF.7/5, MALAD CHS LTD., PODDAR ROAD, MALAD (E), MUMBAI 400 097)

## DIRECTOR'S REPORT

To,  
The Members,

The Directors of your company have pleasure in presenting their Report and Audited Statements of Accounts for the year ended March 31, 2011.

### FINANCIAL RESULTS

The salient features of the Company's financial results for the year under review are summarized below :

Particulars	For the year Ended 31/03/2011 (Amount in Rs.)	For the year Ended 31/03/2010 (Amount in Rs.)
Profit/(Loss) before taxation	999476	1242801
Less : Provision for Taxation	320000	321000
Less :- Income tax Demand	2423	1445
Less : - Excess Provision of Income Tax written back	-	(328)
Profit for the year	677053	920684
Add : Balance brought forward	9546304	8625620
Balance carried to Balance Sheet	<b>10223357</b>	<b>9546304</b>

### DIVIDEND

To Conserve the Resources and to strengthen the financial position of the company, your directors have not recommended any dividend for the year under review.

### DIRECTORS

In accordance with the provisions of the Section 260 of the Companies Act, 1956, the Board of Directors of the Company, in its meeting held on 01-02-2011 has appointed Smt.Lalitha Ranka as an additional Director on the Board of the Company and further in its meeting held on 01-03-2011 has appointed Shri N.K.Jain as additional Director on the Board of the Company.

The Company has received notices under Section 257 of the companies Act, 1956, from members proposing the candidatures of Smt.Lalitha Ranka and Shri N.K.Jain as Directors of the Company. Requisite approvals for their respective appointment as Directors of the Company have been sought at the ensuing Annual General Meeting and the Board recommends their appointments for the consideration of the members of the company.

None of these Additional directors are disqualified for being appointed as directors of the company, as specified in Section 274(1) (g) of the companies Act, 1956.

Further Smt.Smriti Ranka and Shri J.P.Kahndelwal have resigned from the Board of Directors of the company and their resignations from the Directorship were approved and accepted by the company. The Board places on record its appreciation for their guidance during the respective tenures as Directors of the company.

### PARTICULARS OF EMPLOYEES

There was no employee during the year, covered by section 217 (2A) of the Companies Act 1956, read with the Companies (Particulars of Employees) Rules, 1975.

Cont. ... 2

**PARTICULARS OF ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE OUTGO**

The company is not covered under any of the industry specified in schedule under rule 2(A) of the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 as such the company is not required to submit particulars of Energy Conservation as required under Rule 2(A) and there is no activity which should be disclosed as per Rule 2(B) and 2(C) about Technology Absorption and Foreign Outgo.

**AUDITORS**

M/s Karnavat & Co., Chartered Accountants, Mumbai will cease to be Auditors of the Company at the conclusion of the ensuing Annual General Meeting and being eligible, they offered themselves for re-appointment.

**COMPLIANCE CERTIFICATE**

Your company has complied with all the provisions of companies Act, 1956, a certificate to this effect has been obtained from Practising Company Secretaries, Mumbai.

**RESPONSIBILITY STATEMENT**

Your Directors confirm :

- a) That in the preparation of the Annual Accounts, the applicable accounting standards have been followed and that no material departures have been made from the same;
- b) That they 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 affairs of the Company at the end of the financial year and of the Profit or Loss of the Company for the period;
- c) That they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) That they have prepared the Annual accounts on a going concern basis.

**CORPORATE GOVERNANCE**

The Company is making all efforts for complying the provisions relating to Corporate Governance pursuant to clause 49 of the Listing Agreement with Stock Exchange.

**FOR AND ON BEHALF OF THE BOARD**

Sd/-  
(N.K.Jain)  
DIRECTOR

Place : Mumbai  
Dated : 04-08-2011

**CERTIFIED TRUE COPY**

For GANESH HOLDINGS LIMITED

  
Director / Authorized Signatory

## AUDITORS' REPORT

### TO THE MEMBERS OF GANESH HOLDINGS LIMITED

1. We have audited the attached Balance Sheet of **GANESH HOLDINGS LIMITED** as at **31<sup>ST</sup> March, 2011** and also the Profit and Loss Account for the year ended on that date annexed thereto and the cash flow statement for the year ended on that date. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with 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 presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 as amended by the Companies (Auditor's Report) (Amendment) Order 2004 (together the 'Order'), issued by the Government of India in terms of Section 227(4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. We have to further report that:
  - (a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (b) 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;
  - (c) The balance sheet and the profit and loss account dealt with by this report are in agreement with the books of account;
  - (d) In our opinion, the balance sheet and the profit and 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;
  - (e) On the basis of written representations received from the directors, as on 31<sup>st</sup> March, 2011 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31<sup>st</sup> March, 2011 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;

- (f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with significant accounting policies and notes on accounts in schedule 8 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:
- (i) In the case of the Balance Sheet, of the state of affairs of the Company as at **31<sup>st</sup> March 2011**; and
  - (ii) In the case of the Profit and Loss Account, of the **Profit** for the year ended on that date.
  - (iii) In the case of the Cash Flow Statement of the Cash Flows for the year ended on that date.

For and on behalf of  
**KARNAVAT & CO.**  
Chartered Accountants  
Firm Reg.no 104863W

192, Dr. D.N. Road  
Mumbai-400001  
Dated: 12<sup>th</sup> August, 2011

Sd/-  
(Krishna Karundia)  
Partner  
Membership No. 036681

**CERTIFIED TRUE COPY**

**For GANESH HOLDINGS LIMITED**

Director  Authorized Signatory

## GANESH HOLDINGS LIMITED

### ANNEXURE TO THE AUDITORS' REPORT

Referred to in paragraph 3 of our report of even date:

- (i) As per the information and explanations given to us, the Company does not have any fixed assets and hence in our opinion the requirement of clause (i)(a), (i)(b), and (i)(c) of Paragraph 4 of the above Order are not applicable.
- (ii) As per the information and explanations given to us, the Company does not have any inventory and hence in our opinion the requirement of clause (ii)(a), (ii)(b), and (ii)(c) of Paragraph 4 of the above Order are not applicable.
- (iii) (a) As per the information and explanations given to us, the company has not granted any loan secured or unsecured to Company, firms or other party covered in the register maintained under section 301 of the Companies Act, 1956 during the year. Accordingly, in our opinion, the requirement of clauses (iii)(b) to (iii)(d) of paragraph 4 of the above Order are not applicable to the Company.  
  
(b) As per the information and explanations given to us, the company has not taken any loan, secured or unsecured to Company, firms or other party covered in the register maintained under section 301 of the Companies Act, 1956 during the year, and hence, in our opinion, the requirement of Clause (iii)(f) to (iii)(g) of paragraph 4 of the above Order are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchases of inventory and with regard to the sale of inventory. During the course of our audit, no major weakness has been notice in the internal controls.
- (v) Based on the audit procedures applied by us and according to the Information and explanations provided by the management, we are of the opinion that there are no transactions except for the loan transactions referred to in Paragraph (iii) above, that needs to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered. Accordingly, in our opinion and according to the information and explanations given to us, requirement of Paragraph 4(v)(b) of the aforesaid Order is not applicable to the company.
- (vi) In our opinion and according to the information and explanations given to us, the company has not accepted deposits from the public to which provisions of Sections 58 A and 58 AA or any other relevant provisions of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 are applicable. We are informed by the management that no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal.
- (vii) As informed to us though there is *no formal internal audit system*, in our opinion, the Company's internal system is adequate and commensurate with the size and nature of its business.
- (viii) The Central Government has not prescribed the maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956;

- (ix) (a) According to the records of the company, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, custom duty, excise-duty, cess and other statutory dues applicable to it.
- (b) According to the information and explanation given to us, no undisputed amounts payable in respect of income-tax, service-tax, wealth-tax, sales tax, customs duty, excise duty and cess were outstanding as at 31<sup>st</sup> March, 2011 for a period of more than six months from the date they became payable.
- (c) According to the information and explanations given to us, there are no dues of income tax, wealth tax, service tax, sales tax, customs duty, and excise duty and cess, which have not been deposited on account of any dispute.
- (x) The company has no operational accumulated losses. The company's losses are primarily due to gift of shares. The company has not incurred cash losses during the financial year covered by our audit and also in the immediately preceding financial year.
- (xi) Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that there are no dues payable to financial institution, debenture holder, or bank.
- (xii) Based on our examination of documents and records, we are of the opinion that the company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The Company is not a chit fund or nidhi, mutual benefit fund/ society. Therefore the provision of clause 4 (xiii) of the Order are not applicable to the company.
- (xiv) Based on our examination of the records and evaluation of the related internal controls, we are of the opinion that proper records have been maintained of the transaction and contracts and timely entries have been made in those records. We also report that the company has held the shares, securities, debentures and other investments in its own name.
- (xv) The Company has not given any guarantee for loans taken by others from banks or financial institutions. Accordingly, provisions of clause (xv) of Paragraph 4 of the aforesaid Order are not applicable to the Company.
- (xvi) During the period covered by our audit report, no term loan has been raised by the Company and, therefore, requirement of clause (xvi) of Paragraph 4 of the Order is not applicable to the Company.
- (xvii) Based on our examination of the balance sheet of the Company as at 31<sup>st</sup> March 2011, we report that the Company has not raised any long term funds during the year and no funds raised on short term basis have been used for the long term purposes.
- (xviii) According to the information and explanations given to us, during the period covered by our audit report, the Company has not made preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956 and, therefore, the requirement of clause (xviii) of Paragraph 4 of the Order is not applicable to the Company.



- (xix) According to the information and explanations given to us, during the period covered by our audit report, the Company has not issued any debentures and hence in our opinion, the question of creating securities does not arise.
- (xx) According to the information and explanations given to us, during the period covered by our audit report, no public issue has been made by the Company during the year and requirement of clause (xx) of Paragraph 4 of the Order is not applicable to the Company.
- (xxi) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and to the best of our knowledge and belief, and according to the information and explanations given to us by the management, which have been relied upon by us, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For and on behalf of  
**KARNAVAT & CO.**  
Chartered Accountants  
Firm Reg.no 104863W

192, Dr. D.N. Road  
Mumbai-400001  
Dated: 4<sup>th</sup> August, 2011

Sd/-  
(Krishna Karundia)  
Partner  
Membership No. 036681

**CERTIFIED TRUE COPY**

**For GANESH HOLDINGS LIMITED**

**Director**  **Authorised Signatory**

**GANESH HOLDINGS LIMITED**  
**BALANCE SHEET AS AT 31ST MARCH, 2011**

	<i>Schedule</i>	As at 31-03-2011 (Rupees)	As at 31-03-2010 (Rupees)
<b>I. SOURCES OF FUND</b>			
Shareholders Funds			
Share Capital	1	2,400,000	2,400,000
Reserves and Surplus	2	13,349,432	12,672,379
<b>Total</b>		<b>15,749,432</b>	<b>15,072,379</b>
<b>II. APPLICATION OF FUND</b>			
Investments	3	14,213,247	13,603,886
Current Assets, Loans and Advances	4		
Cash and Bank Balances		60,534	196,172
Loans and Advances		1,633,002	1,292,661
	(A)	<u>1,693,536</u>	<u>1,488,833</u>
Less: Current Liabilities and Provisions	5		
Current Liability		157,351	20,340
	(B)	<u>157,351</u>	<u>20,340</u>
Net Current Assets(A-B)		<u>1,536,185</u>	<u>1,468,493</u>
<b>Total</b>		<b>15,749,432</b>	<b>15,072,379</b>
Significant Accounting Policies and Notes Forming Part of Accounts	8		

As per our Report of even date attached  
For and on behalf of  
**KARNAVAT & CO.**  
Chartered Accountants

On behalf of the Board of  
Directors

192, Dr.D.N.Road  
Mumbai 400 001  
Dated : 4th August,2011

Sd/-  
(Krishna Karundia)  
Partner  
Membership No. 036681.

Sd/-  
**(Lalitha Ranka)**  
Director

Sd/-  
**(N.K.Jain)**  
Director

**CERTIFIED TRUE COPY**

**For GANESH HOLDINGS LIMITED**

*(Signature)*  
**Director / Authorised Signatory**

**GANESH HOLDINGS LIMITED**  
**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011**

	Schedule	Year Ended 31-03-2011 (Rupees)	Year Ended 31-03-2010 (Rupees)
<b>I. INCOME</b>			
Interest Income	6	1,203,604	1,315,480
<b>Total</b>		<b>1,203,604</b>	<b>1,315,480</b>
<b>II. EXPENDITURE</b>			
Administrative and Other Expenses	7	204,128	72,679
<b>Total</b>		<b>204,128</b>	<b>72,679</b>
<b>Profit before Taxation</b>		<b>999,476</b>	<b>1,242,801</b>
Less :Provision for Taxation			
Current Tax		320,000	321,000
Income Tax Adjustments of earlier years		2,423	1,117
<b>Profit for the year after Tax</b>		<b>677,053</b>	<b>920,684</b>
Balance of Profit brought forward		9,546,304	8,625,620
<b>Balance Profit carried to Balance Sheet</b>		<b>10,223,357</b>	<b>9,546,304</b>
Earnings per Equity Share (Face value of Rs. 10/- per share) Basic and diluted		2.82	3.84
Significant Accounting Policies and Notes Forming Part of Accounts	8		

As per our Report of even date attached  
For and on behalf of  
**KARNAVAT & CO.**  
Chartered Accountants

On behalf of the Board of  
Directors


Sd/-  
**(Lalitha Ranka)**  
Director

Sd/-  
**(N.K.Jain)**  
Director

192, Dr.D.N.Road  
Mumbai 400 001  
Dated : 4th August,2011

Sd/-  
(Krishna Karundia)  
Partner  
Membership No. 036687

**For GANESH HOLDINGS LIMITED**

  
Director / Authorized Signatory

**GANESH HOLDINGS LIMITED**  
**SCHEDULES FORMING PART OF ACCOUNTS**

	As at 31-03-2011 (Rupees)	As at 31-03-2010 (Rupees)
<b>SCHEDULE - 1 SHARE CAPITAL</b>		
Authorised:		
2,50,000 Equity shares of Rs.10 each	2,500,000	2,500,000
Total	<u>2,500,000</u>	<u>2,500,000</u>
Issued, Subscribed & paid up		
2,40,000 Equity shares of Rs.10 each fully paid up	2,400,000	2,400,000
Total	<u>2,400,000</u>	<u>2,400,000</u>
<b>SCHEDULE - 2 RESERVE AND SURPLUS</b>		
Capital Reserve	2,812,075	2,812,075
General Reserve	314,000	314,000
Profit and Loss Account	10,223,357	9,546,304
Total	<u>13,349,432</u>	<u>12,672,379</u>
<b>SCHEDULE - 3 INVESTMENTS</b>		
<u>Long-term (At Cost)</u>		
Unquoted, Non-trade		
<b>In Bonds</b>		
ICICI Bank -Bonds (No. of Bonds-151 )	1,510,000	1,510,000
NABARD- Bhavishya Nirman Bonds (No. of Bonds-182 )	1,501,500	1,501,500
<b>In Fixed Deposit Accounts</b>		
UCO Bank	1,237,286	1,192,386
State Bank of India	5,900,000	5,900,000
The Bank of Rajasthan limited	4,064,461	3,500,000
Total	<u>14,213,247</u>	<u>13,603,886</u>
(Aggregate Book Value of Unquoted Investments Rs. 14,213,247/- P.Y. Rs. 13,603,886/-)		
<b>SCHEDULE - 4 CURRENT ASSETS, LOANS AND ADVANCES</b>		
A) CURRENT ASSETS		
Cash & Bank Balances		
Cash & Cash Equivalents	9,945	12,238
Current Account with Scheduled Bank	50,589	183,934
Total	<u>60,534</u>	<u>196,172</u>
B) LOANS AND ADVANCES		
(Unsecured, considered good)		
Advance Income-tax (Net of Provisions)	36,209	3,269
Accrued Interest on FDR	1,539,033	1,231,632
Accrued Interest from ICICI Bonds	57,760	57,760
Total	<u>1,633,002</u>	<u>1,292,661</u>
<b>SCHEDULE - 5 CURRENT LIABILITIES AND PROVISIONS</b>		
A) CURRENT LIABILITIES		
Other Liabilities		
Total	<u>157,351</u>	<u>20,340</u>

	As at 31-03-2011 (Rupees)	As at 31-03-2010 (Rupees)
<b>SCHEDULE - 6 INTEREST INCOME</b>		
Interest on Bonds (Gross) (TDS Rs.15,100/- Previous Year Rs.30,200/-)	151,000	151,000
Interest on FDRs (Gross) (TDS Rs.105,263/- Previous Year Rs.116,646/-)	1,052,604	1,164,480
Total	<u>1,203,604</u>	<u>1,315,480</u>

**SCHEDULE -7 ADMINISTRATIVE AND OTHER EXPENSES**

Salaries	120,000	-
Conveyance	620	-
Legal & Professional charges	30,850	34,110
Directors' Fees	2,500	-
Interest On Bank O/D	-	7,873
Filing Fees	2,530	1,530
Listing & SEBI Fees	22,060	11,030
Auditors' Remuneration		
Audit Fees	17,250	15,500
Service Tax on audit fees	1,777	1,616
Reimbursement of expenses	-	780
Bank charges	1,145	185
Printing & Stationary	4,106	-
Miscellaneous Expenses	1,260	-
Postage & Courier expenses	30	55
Total	<u>204,128</u>	<u>72,679</u>

**GANESH HOLDINGS LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2011**

	2010-11 (In lakhs)	2009-10 (In lakhs)
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net profit before Tax and Extra Ordinary Activities	9.99	12.43
Adjustments for :		
Profit On Sale of Investments	-	-
Operating Profit before Working Capital Changes	<u>9.99</u>	<u>12.43</u>
Adjustments for :		
Inventories	-	-
Trade and other receivables	(3.40)	(11.98)
Trade payables and Provisions	1.37	2.56
Cash Generated from Operations	<u>7.96</u>	<u>3.01</u>
Direct Taxes (paid)/refund received	3.55	(3.22)
Net Cash from operating Activities	<u><u>11.52</u></u>	<u><u>(0.21)</u></u>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>	-	-
Net Cash from Investing Activities	<u>-</u>	<u>-</u>
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>	-	-
Net Cash from Financing Activities	<u>-</u>	<u>-</u>
<b>NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<u><u>11.52</u></u>	<u><u>(0.21)</u></u>
Cash and Cash Equivalents Opening Balance	1.96	1.68
Cash and Cash Equivalents Closing Balances	0.61	1.96
<b>NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS</b>	<u><u>(1.35)</u></u>	<u><u>0.28</u></u>
		(0.49)

Note: 1. Cash and cash equivalents comprises of

a. Cash in hand	0.10	0.12
b. Bank balance in current accounts	0.51	1.84

2. Previous year figures have been regrouped, wherever necessary to confirm to current year's classificati

AS PER OUR REPORT OF EVEN DATE ATTACHED

For and on behalf of

**KARNAVAT & CO.**

Chartered Accountants

Sd/-

(Krishna Karundia)

Partner

Membership No.036681

192, Dr.D.N.Road

Mumbai 400 001

Dated :04-08-2011

For and on behalf of Board  
of Directors

Sd/-

(Lalitha Ranka)

Director

Sd/-

(N.K.Jain)

Director

**CERTIFIED TRUE COPY**

**For GANESH HOLDINGS LIMITED**

Director / Authorised Signatory

**SCHEDULE - 8**

**SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS.**

**A SIGNIFICANT ACCOUNTING POLICIES**

**1. BASIS OF PREPARATION OF FINANCIAL STATEMENTS:**

The financial statements are prepared under the historical cost convention in accordance with the prescribed Accounting Standards and the relevant presentational requirements of the Companies Act, 1956. Accounting policies not stated explicitly otherwise are consistent with generally accepted accounting principles.

**2. USE OF ESTIMATES:**

The preparation of financial statement in conformity with generally accepted accounting principles requires management to make estimate and assumption that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statement and the result of operation during the reporting period end. Although these estimate are based upon management's best knowledge of current events and action, actual result could differ from these estimates.

**3. RECOGNITION OF INCOME AND EXPENDITURE:**

Items of Profit & Loss account are recognized on accrual basis, as they are earned or incurred.

**4. INVESTMENTS:**

Investments held for long term are stated at cost.

**5. INVENTORIES:**

Stock of shares is valued on average cost basis.

**6. TAXATION:**

- i. Provision for current tax is made and retained in the accounts on the basis of estimated tax liability as per applicable provisions of the Income Tax Act, 1961 and considering assessment orders and decisions of appellate authorities.
- ii. Deferred Tax for timing difference between tax profits and book profits is accounted for, using tax rates and laws that have been enacted or substantively enacted as of the Balance Sheet Date. Deferred Tax Assets/Liabilities are recognized to the extent there is reasonable certainty that these assets/liabilities can be realized/accrue in future.

**7. EARNINGS PER SHARE:**

The Earnings considered in ascertaining the Company's EPS comprises the Net Profit after Tax and includes the post tax effect of any extraordinary items. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the year.

**8. PROVISION FOR CONTINGENT LIABILITIES:**

Contingent liabilities are not provided for in the accounts but the same are disclosed in notes to accounts, if any.

Provision is not discounted to its present value and is determined based on the last estimate required to settle the obligation at the year end. These are reviewed at each year end and adjusted to reflect the best current estimate.

## B NOTES ON ACCOUNTS

- 1) In the opinion of the Board of Directors the current Assets, Loans and Advances have a value on realization in the ordinary course of business, at least equal to the amount at which they are stated in the foregoing Balance Sheet and adequate provision for all known liabilities of the company have been made.
- 2) Provision for gratuity is not made as there is no employee in the company.
- 3) There are no Micro Small and Medium Enterprises, as defined in the Micro, Small and Medium Enterprises Development Act 2006, to whom the Company owes dues on account of principal amount together with interest and accordingly no additional disclosures have been made.
- 4) The above information regarding Micro, Small and Medium Enterprises is on the basis of information available with the Company and this has been relied upon by the auditors
- 5) The Company has a single segment namely "Shares and Securities". Therefore the Company's business does not fall under different business segments as defined by AS- 17- "Segmental Reporting" issued by ICAI.
- 6) Related Parties Disclosures (AS-18)

	<u>2010-11</u>	<u>2009-10</u>
a)		
(i) <b>Key Management Personnel:</b>		
Meena Ranka	-	Director
Smriti Ranka	-	Director
J. P. Khandelwal	-	Director
Lalitha Ranka	Director	-
N.K.Jain	Director	-
(ii) <b>Enterprises owned or significantly influenced by any management personnel or their relatives:</b>		
Bombay Vyapar pratishan (Proprietor- Meena Ranka)		
b) Transaction with Related Parties		
<b>Key Management Personnel:</b>		
Directors Remuneration		
Meena Ranka	NIL	NIL
Smriti Ranka	NIL	NIL
J. P. Khandelwal	NIL	NIL
Lalitha ranka	NIL	NIL
N.K.Jain	Rs.2500/-	NIL
<b>Enterprises owned or significantly influenced by any management personnel or their relatives:</b>		
Bombay Vyapar pratishan	NIL	NIL
c) <b>Outstanding Balance as at 31-03-2011</b>	NIL	NIL
(Maximum Balance outstanding during the previous year)	NIL	NIL



7) Earnings Per Share (As-20):

	2010-11	2009-10
Profit after taxation	677,053	920,684
Nominal Value per share	10.00	10.00
Weighted Average Number of equity Shares outstanding	240,000	240,000
Basic and diluted earnings per share	<b>2.82</b>	<b>3.84</b>

- 8) There is no tax affect of timing difference and therefore no provision for deferred tax has been made in the books of accounts during the year, in terms of Accounting Standard 22, "Accounting for taxation of Income" issued by The Institute of Chartered Accounts of India.
- 9) Additional information pursuant to Part-II of Schedule VI of the Companies Act, 1956 is not disclosed it is not applicable to the nature of business carried on by the Company.
- 9) a) Previous year figures have been regrouped and rearranged wherever necessary to make them comparable with current year's figures.
- b) Figures have been rounded off to nearest rupee.

**(Signatures to Schedules "1" to "8")**

AS PER OUR REPORT OF EVEN DATE ATTACHED

For and on behalf of  
**KARNAVAT & CO.**  
Chartered Accountants

On behalf of the Board of  
Directors

Sd/-  
(Lalitha Ranka)  
Director

Sd/-  
(Krishna Karundia)  
Partner  
Membership No. 036681

Sd/-  
(N.K.Jain)  
Director

192, Dr. D.N. Road  
Mumbai - 400001  
Dated: 4<sup>th</sup> August, 2011

**CERTIFIED TRUE COPY**

**For GANESH HOLDINGS LIMITED**

  
Director / Authorised Signatory

**ADDITIONAL INFORMATION PURSUANT TO PART IV OF SCHEDULE VI OF THE COMPANIES ACT, 1956.**

**BALANCE SHEET AND COMPANY'S GENERAL BUSINESS PROFILE**

**I. REGISTRATION DETAILS**

Registration No. : 11-28251  
 State Code : 11  
 Balance Sheet Date : 31<sup>st</sup> March, 2011

**II. CAPITAL RAISED DURING THE YEAR (AMOUNT IN Rs.)**

Public Issue	Nil	Bonus Issue	Nil
Right Issue	Nil	Private Placement	Nil

**III. POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (AMOUNT IN Rs.)**

Total liabilities	15,749,432	Total Assets	15,749,432
SOURCES OF FUNDS:		APPLICATION OF FUNDS:	
Paid up Capital	2,400,000	Net Fixed Assets	Nil
Reserves & Surplus	13,349,432	Investments	14,213,247
Share Application money	Nil	Net Current Assets	1,536,185
Secured loans	Nil	Misc. Expenditure	-
Unsecured loans	Nil	Accumulated Losses	Nil

**IV. PERFORMANCE OF COMPANY (AMOUNT IN Rs.)**

Turnover	1,203,604	Total Expenditure	204,128
Profit/(Loss) before tax	999,476	Profit/(Loss) after tax	677,053
Earning per share	2.827	Dividend Rate	0.00 %

**V. GENERIC NAMES OF THE PRINCIPAL PRODUCTS, SERVICES OF THE COMPANY:**

Product Description  
 Shares & Securities

Item Code No.  
 N.A.

Place: Mumbai

Date: 4<sup>th</sup> August, 2011

Sd/-

(Lalitha Ranka)

Director

Sd/-

(N.K.Jain)

Director

**CERTIFIED TRUE COPY**

**For GANESH HOLDINGS LIMITED**

Director  Authorised Signatory