

ICICI TRUSTEESHIP SERVICES LIMITED
8TH ANNUAL REPORT AND ACCOUNTS 2006-2007
Directors

Sanjiv Kerkar, *Chairman*
Girish Mehta
N. D. Shah
S. D. Israni

Auditors

C. C. Chokshi & Co.
Chartered Accountants

Manohar Kamath
Compliance Officer

Registered Office

ICICI Bank Towers
Bandra-Kurla Complex
Mumbai - 400 051

directors' report

to the members

Your Directors have pleasure in presenting the Eighth Annual Report of the Company with the audited statement of accounts for the year ended March 31, 2007.

FINANCIAL HIGHLIGHTS

The summary of the financial results for the year under review is as follows:

	<i>Fiscal 2006</i>	Fiscal 2007
		(Rupees)
Gross Income	329,011	421,558
Profit Before Tax	305,191	378,565
Provision for tax	105,000	140,000
Profit After Tax	200,191	238,565
Transfer to Reserves	200,191	238,565

Your Directors do not recommend payment of dividend for the year ended March 31, 2007.

OPERATIONAL REVIEW

The main object of the Company is to act as trustee for mutual funds, offshore funds, pension funds, provident funds, venture capital funds, insurance funds, collective or private investment schemes, employee welfare or compensation schemes etc., and to devise various schemes for dealing with or in connection with aforesaid purposes including raising funds in any manner in India or abroad and to deploy funds so raised and earn reasonable returns on their investments and to act as trustees generally for any purpose and to acquire, hold, manage, dispose of all or any securities or money market instruments or property or assets and receivables or financial assets or any other assets or property.

The Company continues to act as the trustee of ICICI Securities Fund, ICICI Venture Capital Fund, ICICI Eco-net Fund, ICICI Emerging Sectors Trust, ICICI Property Trust, and certain beneficiaries of specified endowment policy "ICICI Pru Save 'n' Protect" issued by ICICI Prudential Life Insurance Company Limited. In terms of the Scheme of Amalgamation of ICICI Limited, ICICI Capital Services Limited and ICICI Personal Financial Services Limited (Transferor Companies) with ICICI Bank Limited (Transferee Company), the Company is holding the shares pledged in favour of one or more Transferor Companies in trust for the benefit of persons for whose benefit the pledge had been created.

Your Company has during the period under review accepted the offers to act as trustees of ICICI Knowledge Park (IKP) Trust, Institute of Financial Management and Research (IFMR) Trust and Disha Trust.

PUBLIC DEPOSITS

During the year under review, the Company has not accepted deposits under Section 58-A of the Companies Act, 1956.

DIRECTORS

In terms of the provisions of the Articles of Association of the Company, N.D. Shah would retire at the forthcoming Annual General Meeting and being eligible, offers himself for re-appointment.

AUDITORS

C. C. Chokshi & Co., Chartered Accountants, Mumbai, will retire as the statutory auditors of the Company at the ensuing Annual General Meeting. They have expressed their desire of not being re-appointed as Statutory Auditors of the

Company. The Board of Directors has placed on record their sincere appreciation of the professional service rendered by C. C. Chokshi & Co., Chartered Accountants. The Board at its Meeting held on April 20, 2007 has proposed the appointment of Khandelwal Jain & Co., Chartered Accountants as the statutory auditors to audit the accounts of the Company for the financial year ending March 31, 2008. You are requested to consider their appointment.

FOREIGN EXCHANGE EARNING AND EXPENDITURE

There was no income or expenditure in foreign currency during the period under review.

PERSONNEL AND OTHER MATTERS

Since your Company does not have any employees, provisions of Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 are not applicable.

Since your Company does not own any manufacturing facility, the disclosure of information on other matters required to be disclosed in terms of Section 217 (1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988, are not applicable and hence not given.

DIRECTORS' RESPONSIBILITY STATEMENT

The Directors confirm that:

- in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- the Directors had 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;
- the Directors had 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; and
- the Directors had prepared the annual accounts on a going concern basis.

ACKNOWLEDGEMENTS

Your Company is grateful to the Securities and Exchange Board of India for its support and advice during the period under review.

The Company would also like to express its gratitude for the support and guidance received from ICICI Bank, the holding Company and also from other group companies.

For and on behalf of the Board

SANJIV KERKAR
Chairman

Mumbai, April 20, 2007

auditors' report



to the Members of ICICI Trusteeship Services Limited

1. We have audited the attached Balance Sheet of ICICI Trusteeship Services Limited, as at March 31, 2007 and also the Profit and Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. 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 financial statement 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 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 paragraphs 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 purposes 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 the books;
 - iii) The balance sheet, profit and loss account and cash flow statement dealt with by this report are in agreement with the books of account;
 - iv) In our opinion, the balance sheet, profit and loss account and cash flow statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956;
- v) On the basis of the written representations received from the directors as on March 31, 2007 and taken on record by the board of directors, we report that none of the directors is disqualified as on March 31, 2007 from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.
 - vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts, read with the significant accounting policies and notes to accounts, 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 March 31, 2007;
 - b) in the case of the profit and loss account, of the profit 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 C. C. CHOKSHI & CO.
Chartered Accountants

P. R. BARPANDE
Partner
Membership No. 15291

Mumbai, April 20, 2007

annexure to the auditors' report

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

- i) The Company does not have any fixed assets and hence the provisions of clause 4 (i) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- ii) The activities of the Company and the nature of its business do not involve the use of inventory. Accordingly, the provisions of clause 4 (ii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- iii) The Company has neither granted nor taken any loans, secured or unsecured to / from companies, firms or other parties covered in the Register maintained under Section 301 of the Companies Act, 1956. Accordingly, the provisions of clause 4 (iii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- iv) In our opinion and according to the information and explanations given to us, there is an internal control system for the sale of services, which *needs to be strengthened*, to be commensurate with the size of the Company and the nature of its business. The activities of the Company do not involve purchase of inventory and fixed assets and sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system.
- v) We are informed that there are no transactions that need to be entered into a Register in pursuance of Section 301 of the Companies Act, 1956 and hence in our opinion, the provisions of clause 4 (v) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- vi) The Company has not accepted any deposits from the public and hence provisions of clause 4 (vi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- vii) The Company has neither paid up capital and reserves exceeding Rs. 50 lakhs as at the commencement of the financial year nor did the average annual turnover for a period of three consecutive financial years immediately preceding the financial year concerned exceed five crores rupees, and hence the question of adequacy of the internal audit system does not arise.
- viii) According to information and explanations given to us, the Central Government has not prescribed the maintenance of the cost records under Clause (d) of sub section (1) of Section 209 of the Companies Act, 1956.
- ix) In respect of statutory dues:
 - (a) According to the information and explanations given to us, the Company has been generally regular in depositing undisputed statutory dues, including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, cess and any other material statutory dues, wherever applicable, with the appropriate authorities during the year.
 - (b) According to the information and explanations given to us, there are no cases of non-deposit of disputed Income Tax / Sales Tax / Service Tax / Custom Duty / Excise Duty / Cess, with the appropriate authority.
- x) The Company has no accumulated losses at the end of the financial year and it has not incurred any cash losses in the financial year covered by our audit and in the immediately preceding financial year.
- xi) In our opinion and according to the information and explanations given to us the Company has not defaulted in the repayment of dues to banks. The Company has not borrowed any amounts from financial institutions or by issue of debentures.
- xii) According to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by the way of pledge of shares, debentures and any other securities, hence the question of maintenance of adequate records for this purpose does not arise.

annexure to the auditors' report

Continued

- xiii) In our opinion and according to the information and explanations given to us, 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) In our opinion, the Company is not dealing or trading in shares, securities, debentures and other investments. Therefore, the provisions of clause 4 (xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- xv) The Company has not given any guarantee for loans taken by others from banks or financial institutions.
- xvi) To the best of our knowledge and belief, and according to the information and explanations given to us, the company has neither availed nor utilised any term loans during the year.
- xvii) According to information and explanations given to us, and on an overall examination of the Balance Sheet of the Company, funds raised on short term basis have, prima-facie, 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 Companies Act, 1956.
- xix) The Company has not issued any debentures during the year and hence the question of creation of security or charge in respect of debentures issued does not arise.
- xx) The Company has not raised funds by way of public issue during the year. Therefore, 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 was noticed or reported during the year.

For C. C. CHOKSHI & CO.
Chartered Accountants

P. R. BARPANDE
Partner
Membership No. 15291

Mumbai, April 20, 2007

balance sheet

profit and loss account

ICICI Trusteeship Services

as at March 31, 2007

for the year ended March 31, 2007

	Schedule	Rupees	March 31, 2006		Schedule	Rupees	March 31, 2006
SOURCES OF FUNDS:				INCOME			
Shareholders' funds :				Trusteeship fees (gross) 369,004 250,100			
Share Capital	1	500,000	500,000	(Tax deducted at source, Rs. 23,400; previous year Rs. 15,525)			
Reserves and Surplus	2	<u>1,246,042</u>	<u>1,007,477</u>	Interest on deposits with banks etc. (gross)		52,479	75,875
		1,746,042	1,507,477	(Tax deducted at source: Rs. 11,685 ; previous year Rs. 16,938)			
Corpus fund (Refer note no.1)		11,000	11,000	Income from long term investments:			
				Dividend		75	500
TOTAL		<u>1,757,042</u>	<u>1,518,477</u>	Profit on sale of investments		—	2,536
APPLICATION OF FUNDS:				EXPENDITURE			
Investments				Payment to auditors			
Current assets, loans and advances:	3	4,010	—	Directors' fees		10,000	13,334
A. Current assets				Profession tax		4,500	5,000
Cash and bank balances	4	1,808,097	1,646,772	Filing fees		2,500	2,500
Sundry debtors (unsecured and considered good)				Legal and Professional fees [including Rs. 10,000 (previous year Rs.Nil) in respect of earlier years]		3,000	1,500
- Other debts		78,441	—	Irrecoverable advances written off		20,800	—
B. Loans and advances	5	10,778	12,971	Miscellaneous expenses		—	618
		1,897,316	1,659,743	Interest - others		—	868
<i>Less : Current liabilities and provisions</i>				Profit before tax		378,565	305,191
Current liabilities	6	133,369	141,266	Provision for taxation		140,000	105,000
Provisions	7	10,915	—	Profit after tax		238,565	200,191
		144,284	141,266	Balance brought forward from previous year		1,007,477	807,286
Net current assets		1,753,032	1,518,477	Balance carried to Balance Sheet		1,246,042	1,007,477
TOTAL		<u>1,757,042</u>	<u>1,518,477</u>	Earnings per share - Basic and Diluted (Refer note no. 7 of schedule 8)		4.77	4.00
Significant accounting policies & notes to accounts	8			Significant accounting policies and notes to accounts	8		

As per our attached Report of even date

For C. C. CHOKSHI & CO.
Chartered Accountants

P. R. BARPANDE
Partner

Mumbai, April 20, 2007

For and on behalf of the Board of Directors

SANJIV KERKAR
Chairman

GIRISH MEHTA
Director

MANOHAR KAMATH
Compliance Officer

Mumbai, April 20, 2007

As per our attached Report of even date

For C. C. CHOKSHI & CO.
Chartered Accountants

P. R. BARPANDE
Partner

Mumbai, April 20, 2007

For and on behalf of the Board of Directors

SANJIV KERKAR
Chairman

GIRISH MEHTA
Director

MANOHAR KAMATH
Compliance Officer

Mumbai, April 20, 2007

schedules

forming part of the Accounts

	Rupees	March 31, 2006	Rupees	March 31, 2006
SCHEDULE 1				
SHARE CAPITAL				
Authorised :				
1,000,000 equity shares of Rs. 10 each	<u>10,000,000</u>	<u>10,000,000</u>		
	<u>10,000,000</u>	<u>10,000,000</u>		
Issued, subscribed and paid up				
50,000 equity shares of Rs. 10 each, fully paid up ¹	<u>500,000</u>	<u>500,000</u>		
	<u>500,000</u>	<u>500,000</u>		
1. All the above equity shares are held by ICICI Bank Limited (the holding company) and its nominees				
SCHEDULE 2				
RESERVES AND SURPLUS				
Surplus in Profit and Loss account	<u>1,246,042</u>	<u>1,007,477</u>		
	<u>1,246,042</u>	<u>1,007,477</u>		
SCHEDULE 3				
INVESTMENTS (AT COST)				
Long term investments				
Trade Investments (At Cost)				
In equity shares				
Quoted, Fully paid				
Firstsource Solutions Limited (formerly ICICI OneSource Limited) -100 (previous year Nil) shares of Rs. 10 each (market value as on March 31, 2007 Rs. 7,225; as on March 31, 2006 Rs. Nil)	<u>1,000</u>	<u>—</u>		
	<u>1,000</u>	<u>—</u>		
Unquoted, Fully paid				
ICICI West Bengal Infrastructure Development Corporation Limited-100 (previous year Nil) shares of Rs. 10 each	<u>1,000</u>	<u>—</u>		
ICICI Venture Funds Management Company Limited-1 (previous year Nil) share of Rs. 10 each	<u>10</u>	<u>—</u>		
ICICI Kinfra Limited - 200 (previous year Nil) shares of Rs. 10 each	<u>2,000</u>	<u>—</u>		
	<u>3,010</u>	<u>—</u>		
	<u>4,010</u>	<u>—</u>		
SCHEDULE 4				
CASH AND BANK BALANCES				
Bank balances with scheduled banks (Refer Note No.1)				
— in current accounts	<u>564,496</u>	<u>294,634</u>		
— in savings account	<u>11,993</u>	<u>11,584</u>		
— in fixed deposit account (including interest accrued: Rs. 21,490) (previous year Rs. 131,629)	<u>1,231,608</u>	<u>1,340,554</u>		
	<u>1,808,097</u>	<u>1,646,772</u>		
SCHEDULE 5				
LOANS AND ADVANCES				
(Unsecured and considered good)				
Advances recoverable in cash or in kind or for value to be received	<u>—</u>	<u>2,193</u>		
Advance payment of income tax etc. (net of provision for tax)	<u>10,778</u>	<u>10,778</u>		
	<u>10,778</u>	<u>12,971</u>		
SCHEDULE 6				
CURRENT LIABILITIES				
Sundry creditors:	<u>133,369</u>	<u>141,266</u>		
Total outstanding dues of creditors other than small scale industrial undertakings	<u>133,369</u>	<u>141,266</u>		
SCHEDULE 7				
PROVISIONS				
Provision for taxation (net of advance payment of tax)	<u>10,915</u>	<u>—</u>		
	<u>10,915</u>	<u>—</u>		
Note: Provision for income tax is netted from advance tax each assessment yearwise and disclosed accordingly for the previous year as well.				
SCHEDULE 8				
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS				
1. Basis of preparation of financial statements:				
The accompanying financial statements have been prepared under the historical cost convention in accordance with generally accepted accounting principles and the provisions of the Companies Act, 1956 and the the applicable Accounting Standards issued by the Institute of Chartered Accountants of India ("ICAI").				
2. Use of estimates:				
The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the financial statements and the reported income and expenses during the reported period. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Future results could differ from these estimates.				
3. Revenue recognition:				
Income from Trusteeship Fees is accounted on accrual basis. Interest income and other dues are accounted on accrual basis. Dividend is accounted on an accrual basis when the right to receive the dividend is established.				
4. Income taxes:				
Income tax expense represents the aggregate of the current tax and deferred tax charge. Current period taxes are determined in accordance with the Income Tax Act, 1961. Deferred tax is computed in accordance with the requirements of the Accounting Standard 22 on "Accounting for Taxes on Income" issued by the ICAI.				
5. Investments:				
Investments classified as long-term investments are stated at cost. Provision is made to recognise a decline if any, other than temporary in the value of investments.				
6. Contingent liabilities:				
The Company estimates the probability of any loss that might be incurred on outcome of contingencies on the basis of information available up to the date on which the financial statements are prepared. A provision is recognised when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are determined based on management estimate required to settle the obligation at the balance sheet date, supplemented by experience of similar transactions. These are reviewed at each balance sheet date and adjusted to reflect the current management estimates. In cases where the available information indicates that the loss on the contingency is reasonably possible but the amount of loss cannot be reasonably estimated, a disclosure is made in the financial statements. In case of remote possibility neither provision nor disclosure is made in the financial statements.				

Note: Advance payment of income tax is net of provision each assessment yearwise and also reclassified for the previous year on that basis.

schedules

Notes to Accounts

- The Company in the earlier years, in terms of the Indenture of Trust, received Rs. 1,000/- as corpus fund from ICICI Prudential Life Insurance Company Limited and Rs. 10,000/- from erstwhile ICICI Limited (ICICI), for setting up ICICI Securities Fund, which had been deposited in the bank account and is included under "Schedule 4 Cash and Bank Balances".

- Payment to auditors include:

	March 31, 2007	<i>March 31, 2006</i>
	Rupees	<i>Rupees</i>
Statutory audit fees	10,000	<i>10,000</i>
Certification Fees	—	<i>3,000</i>
Out of pocket expenses	—	<i>334</i>
	<u>10,000</u>	<i><u>13,334</u></i>

- Current Liabilities include an amount of Rs. 25,693 (March 31, 2006: Rs. 131,266) payable to ICICI Bank Limited (holding company) towards reimbursement of expenses paid by ICICI Bank Limited on behalf of the Company.

- Related party information

- Names of related parties and nature of relationship are as follow:

Nature of relationship	Name of party
1. Holding company	ICICI Bank Limited
2. Fellow subsidiary	ICICI Venture Funds Management Company Limited, ICICI Prudential Life Insurance Company Limited

- Transaction with related parties for the year ended March 31, 2007

(Amounts in Rupees)

Nature of Transaction	Holding Company	Fellow Subsidiary	Total
Trusteeship Fees	100,000 (100,000)	150,100 (150,100)	250,100 (250,100)
Interest on deposits with banks, etc.	52,479 (75,875)	— (—)	52,479 (75,875)
Dividend	— (—)	— (500)	— (500)
Bank balances	1,808,097 (1,646,772)	— (—)	1,808,097 (1,646,772)
Investments	— (—)	10 (—)	10 (—)
Sale proceeds of investments	— (2,736)	— (—)	— (2,736)
Corpus Funds	10,000 (10,000)	1,000 (1,000)	11,000 (11,000)

Notes:

- Related party relationship is as identified by the Company and relied upon by the Auditors.
- Figures in brackets represent previous year figures.

- The Company is engaged in the business of acting as trustee for funds, which constitute the only segment of the Company.
- Tax expense for the period is on the basis of current tax since there are no timing differences resulting into tax expense / tax saving on the deferred tax basis.
- Earning per share is calculated as follows :

(Amount in Rupees except per share data)

	March 31, 2007	<i>March 31, 2006</i>
a. Net profit after tax	238,565	<i>200,191</i>
b. Weighted average number of Equity Shares outstanding Basic and Diluted	50,000	<i>50,000</i>
c. Face value of equity-share	10	<i>10</i>
d. Earning per share-basic and diluted	4.77	<i>4.00</i>

- There are no suppliers as defined under the "Micro, Small and Medium Enterprises Development Act, 2006" and hence the disclosures relating thereto under the said Act are not applicable.
- The amounts in the balance sheet and profit and loss account are rounded off to the nearest Rupee.
- Figures of the previous year have been regrouped to confirm to current period's presentation.

Signatures to Schedules 1 to 8

As per our attached Report of even date

For C. C. CHOKSHI & CO.
Chartered Accountants

P. R. BARPANDE
Partner

Mumbai, April 20, 2007

For and on behalf of the Board of Directors

SANJIV KERKAR
Chairman

GIRISH MEHTA
Director

Mumbai, April 20, 2007

cash flow statement

for the year ended March 31, 2007

	Rupees	Year ended March 31, 2006
A. Cash Flow from Operating Activities:		
Net Profit before taxation	378,565	305,191
<i>Adjustments for:</i>		
Dividend Income	(75)	(500)
Profit on sale of investments	(—)	(2,536)
Interest on deposits with banks etc. (gross)	(52,479)	(75,875)
Interest - others	—	868
	<hr/>	<hr/>
Operating Profit before Working Capital Changes	326,011	227,148
<i>Adjustments for:</i>		
Trade Payables and Other Liabilities	(7,897)	100,016
Trade and other Receivables	(76,248)	—
	<hr/>	<hr/>
Cash generated from Operations	241,866	327,164
Taxes paid	(129,085)	(114,654)
	<hr/>	<hr/>
Net cash flow from Operations Activities - A	(112,781)	212,510
	<hr/>	<hr/>
B. Cash Flow from Investing Activities:		
Interest on deposits with banks etc. (gross)	52,479	75,875
Dividend received	75	500
Proceeds from sale of investments	—	2,736
Purchase of Investments	(4,010)	—
	<hr/>	<hr/>
Net cash from Investing Activities - B	48,544	79,111
	<hr/>	<hr/>
C. Cash Flow from Financing Activities :		
Interest - others	—	(868)
	<hr/>	<hr/>
Net Cash from(used in) /used in Financing Activities - C	—	(868.00)
	<hr/>	<hr/>
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	161,325	290,753
	<hr/>	<hr/>
Cash and Cash Equivalents as at beginning of the year	1,646,772	1,356,019
	<hr/>	<hr/>
Cash and Cash Equivalents as at end of the year	1,808,097	1,646,772

Notes to Cash Flow Statement

- Components of cash and cash equivalent include bank balances in Current, Savings and deposit accounts.
- The Cash Flow Statement has been prepared in accordance with the requirement of Accounting Standard (AS-3) "Cash Flow Statements" issued by the Institute of Chartered Accountants of India.
- Figures of the previous year have been regrouped, wherever necessary to correspond with current year's figures.

As per our attached Report of even date

For C. C. CHOKSHI & CO.
Chartered Accountants

P. R. BARPANDE
Partner

For and on behalf of the Board of Directors

SANJIV KERKAR
Chairman

GIRISH MEHTA
Director

MANOHAR KAMATH
Compliance Officer

Mumbai, April 20, 2007

Mumbai, April 20, 2007

**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE
AS PER PART IV, SCHEDULE VI OF THE COMPANIES ACT, 1956**

1. Registration details

Registration No.

0	1	1	9	6	8	3
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 State Code

1	1
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Balance Sheet Date

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0	3
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2	0	0	7
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Date Month Year

2. Capital raised during the Year (Amount in Rupees)

Public Issue

							N	I	L
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 Bonus Issue

							N	I	L
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Rights Issue

							N	I	L
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 Private Placement

							N	I	L
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3. Position of mobilisation and deployment of funds (Amount in Rupees)

Total Liabilities

		1	9	0	1	3	2	6
--	--	---	---	---	---	---	---	---

 Total Assets

		1	9	0	1	3	2	6
--	--	---	---	---	---	---	---	---

Sources of Funds (Amount in Rupees)

Paid-up Capital

		5	0	0	0	0	0
--	--	---	---	---	---	---	---

 Reserves and Surplus

		1	2	4	6	0	4	2
--	--	---	---	---	---	---	---	---

Secured Loans

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

 Unsecured Loans

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

Application of Funds (Amount in Rupees)

Net Fixed Assets

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

 Investments

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

Net Current Assets

		1	7	5	3	0	3	2
--	--	---	---	---	---	---	---	---

 Miscellaneous Expenditure

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

Accumulated Losses

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

4. Performance of the Company (Amount in Rupees)

Turnover (Gross Income inclg. other income)

		4	2	1	5	5	8
--	--	---	---	---	---	---	---

 Total Expenditure

		4	2	9	9	3
--	--	---	---	---	---	---

Profit Before Tax

		3	7	8	5	6	5
--	--	---	---	---	---	---	---

 Profit After Tax

		2	3	8	5	6	5
--	--	---	---	---	---	---	---

Earnings Per Share in Rupees

		4	.	7	7
--	--	---	---	---	---

 Dividend Rate %

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

5. Generic names of principal products/ services of the Company

Trustees for Funds

							N	A
--	--	--	--	--	--	--	---	---

 Item Code

As per our attached Report of even date

For C. C. CHOKSHI & CO.
Chartered Accountants

P. R. BARPANDE
Partner

Mumbai, April 20, 2007

For and on behalf of the Board of Directors

SANJIV KERKAR
Chairman

GIRISH MEHTA
Director

Mumbai, April 20, 2007