

SHRIYAM

BROKING INTERMEDIARY LIMITED



**15th
ANNUAL REPORT
2009 - 2010**

SHRIYAM

BROKING INTERMEDIARY LIMITED

BOARD OF DIRECTORS

Shri Bhupendra Shroff

Shri R. Sundaresan

Shri Viraf Katrak

Shri Yogendra Chaturvedi - Executive Director

Shri Makhanlal Chaturvedi

AUDITORS

Rajen Damani & Associates

BANKERS

HDFC Bank Ltd.

REGISTERED OFFICE

712 - 713, Tulsiani Chambers

212, Nariman Point, MUMBAI - 400 021.

Tel. No.:- 022-40090500/40090600

Fax No.:- 022-40090621

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NOTICE

Notice is hereby given that the Fifteenth Annual General Meeting of **SHRIYAM BROKING INTERMEDIARY LIMITED** will be held on Friday, 27th August 2010 at 10 A.M. at the Registered office of the company at 712-713, Tulsiani Chambers, 212, Nariman Point, Mumbai-400021 to transact with or without modification(s), as may be permissible the following business:

AS ORDINARY BUSINESS:

As Ordinary Resolution:

1. To receive, consider and adopt the Directors Report and Audited Balance-Sheet, Profit & Loss Account and Cash Flow Statement for the year ended 31st March, 2010 and Auditors Report thereon.
2. To appoint Director in place of Mr. Viraf Katrak who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint Auditors of the Company and to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

Notes for the Members Attention:-

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member.

By Order of the Board,

Mumbai
Dated: 26th May 2010

Yogendra Chaturvedi
Executive Director.


SHRIYAM
BROKING INTERMEDIARY LIMITED
DIRECTORS' REPORT

TO,

THE MEMBERS OF**Shriyam Broking Intermediary Limited**

Mumbai.

Your Directors have pleasure in presenting the Fifteenth Annual Report of your company together with Audited Statement of Accounts for the year ended 31st March 2010.

1. FINANCIAL RESULTS

(Rs.in lacs)

	2009-10	2008-09
Gross Revenue	205.83	468.31
Expenditure	134.53	355.15
Profit before Depreciation and Preliminary Expenses written off	71.30	113.16
Less: Depreciation and Preliminary Expenses written off	4.65	10.83
Profit before Taxation	66.65	102.33
Less: Provision for taxation		
Current Tax	15.50	38.00
Deferred Tax	0.36	(0.47)
Fring Benefit Tax	-	0.70
Taxation adjustments of P.Y. (Net)	10.85	-
Profit after Taxation	39.94	64.10
Add (less): Prior Period Adjustments	0.61	(0.44)
Profit after Prior Period Adjustments	39.33	64.54
Surplus / (deficit) brought forward from previous years	3,063.69	2,999.15
Profit available for appropriation	3,103.02	3,063.69
Appropriations	-	-
Balance carried to Balance Sheet	3,103.02	3,063.69

2. DIVIDEND:

With a view to further conserve the financial resources of the company, your Directors have not recommended any dividend

3. PERFORMANCE:

Your Company posted modest operational results during the year under report in view of lower volumes of brokerage generated from Institutional business. The gross brokerage earned during the year was at Rs.162.03 lakhs as against Rs.318.89 lakhs during the previous year resulting in a decline in net earnings before tax to Rs.66.65 lakhs as against Rs.102.33 lakhs achieved during the previous year.

4. DIRECTORS:

Mr. Viraf Katrak, Director retire by rotation at the forthcoming Annual General Meeting and being eligible, offers himself for re-appointment.

5. DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the required under section 217(2AA) of the

Companies Act, 1956 with respect to the Directors' Responsibility Statement, it is hereby confirmed:

- (i) That in the preparation of the annual accounts for the financial year ended 31st March 2010, the applicable accounting standards had been followed along with proper explanations relating to material departures;
- (ii) That the Directors had 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 year under review.
- (iii) That the Directors had taken proper and sufficient care for maintenance of adequate accounting records on 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) That the Directors have prepared the annual accounts on a going concern basis.

6. AUDITORS:

The Company's Auditor - M/s Rajen Damani & Associates, Chartered Accountants, hold office upto the conclusion of the ensuing Annual General Meeting. The Company has received a requisite certificate from them pursuant to Section 224(1B) of the Companies Act, 1956, confirming their eligibility for re-appointment as Auditors of the Company.

7. CONSTITUTION OF AUDIT COMMITTEE:

As required by the provisions of Section 292A of the Companies Act, 1956, the Board of Directors had constituted Audit Committee comprising of three Directors i.e. Mr. R. Sundaresan, Mr. Viraf Katrak and Mr. Yogendra Chaturvedi. During the year audit committee meetings were held on 23rd June 2009, 29th July 2009, 26th October 2009 and 27th January 2010

8. DEPOSITS:

The Company has not accepted any deposits from the public. Hence no information is required to be appended to this report

9. STATUTORY INFORMATION:**1. Personnel:**

None of the employees are paid remuneration above the limit stipulated in section 217(2A).

2. Particulars required to be furnished by the Companies (Disclosure of particulars to the Report of Board of Directors) Rules, 1988:

- (i) Part A & B pertaining to conservation of Energy and Technology Absorption are not applicable to the Company.
- (ii) Foreign Exchange earning and outgo: The Company has neither earned any Foreign Exchange nor incurred any Foreign Exchange outflow during the year.

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10. ACKNOWLEDGEMENT:

Your Directors express their appreciation of the co-operation and assistance received from the bankers, Exchanges, business constituents and holding company – Shardul Securities Limited during the year under review.

Your Directors also wish to place on record their deep sense of appreciation for the commitment displayed by all executives, officers and staff, resulting in the successful performance during the year.

For and on behalf of the Board

Place : Mumbai **R. Sundaresan** **Yogendra Chaturvedi**

Date : 26th May, 2010 Director Executive Director

Regd Office :

712-713, Tulsiani Chambers,
212, Nariman Point,
Mumbai - 400 021.

AUDITORS' REPORT

To

The Members,
SHRIYAM BROKING INTERMEDIARY LTD.

We have audited the attached Balance Sheet of ' SHRIYAM BROKING INTERMEDIARY LTD.', as at 31st March 2010, the Profit & 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.

We have conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements. An audit also 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.

1. As required by the Companies (Auditor's Report) Order, 2003 issued by Central Government of India, in terms of Section 227(4A) of the Companies Act 1956, we enclose in the Annexure hereto a statement on the matters specified in the paragraphs 4 and 5 of the said order, to the extent applicable to Company.
2. Further to our comments in the Annexure referred to in paragraph (1) above, we report that:
 - a) 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;
 - 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, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - d) In our opinion the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the mandatory 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 at 31st March 2010 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 in terms of Section 274(1)(g) 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 together with the notes 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:
 - i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2010;
 - ii) in the case of Profit and Loss Account, of the Profit of the Company for the year ended on that date.
 - iii) in the case of the Cash Flow Statement, of the Cash Flow for the year ended on that date.

For RAJEN DAMANI & ASSOCIATES
Chartered Accountants
(Registration No. 116762W)

Place: Mumbai
Dated: 26th May, 2010

CA Rajen .J. Damani
(Partner)
Membership No: 034375


SHRIYAM
BROKING INTERMEDIARY LIMITED

ANNEXURE TO THE AUDITOR'S REPORT OF SHRIYAM BROKING INTERMEDIARY LTD. FOR THE YEAR ENDED 31ST MARCH 2010.

(Referred to in paragraph 1 of our report of the 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) As explained to us, the fixed assets have been physically verified by the management in accordance with a phased programme of verification, which in our opinion is reasonable, considering the size and nature of its business. No material discrepancies were noticed on such verifications.
 - c) In our opinion and as per the information and explanations given to us, during the year, the Company has not disposed off any substantial part of fixed assets during the year and the going concern status of the company is not affected.
- ii. In respect of loans:
 - a) The Company has not taken loans, secured or unsecured from companies, firms or parties covered in register maintained under section 301 of the companies Act, 1956.
 - b) The Company has not given loans secured or unsecured to any companies covered in the register maintained under section 301 of the Companies Act, 1956.

Hence clause (iii) (b) to (iii) (d) of paragraph 4 of the Companies (Auditor's Report) orders 2003 are not applicable to the company.
- iii. 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 nature of its business for the purchases and sale of securities and fixed assets and services rendered related to broking activities etc. Further, on the basis of our examination of the books and records of the company, and according to the information and explanations given to us, we have neither come across nor have been informed of any continuing failure to correct major weakness in the aforesaid internal controls.
- iv. In respect of the contracts or arrangements referred to in Section 301 of the Companies Act, 1956:
 - a) According to the information and explanation given to us, we are of the opinion that transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956, have been so entered.
 - b) In our opinion and according to the information and explanations given to us, the transactions of broking services, in pursuance of contracts or arrangement required to be entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of Rs.5,00,000 in respect of each party during the year have been made at prices, which appears reasonable having regard to the prevailing market prices at the relevant time.
- v. The Company has not accepted deposits from public and hence directives issued by Reserve Bank of India and provisions of section 58A and 58AA of the Companies Act, 1956 and rules framed there under. Therefore the provisions of Clause (vi) of paragraph 4 of the order are not applicable

for the year under audit.

- vi. In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.
- vii. In respect of statutory dues:
 - a) According to the information and explanations given and records as produced and examined by us, in our opinion the undisputed statutory dues in respect of Investor Education and Protection Fund, Sales tax, Provident fund, Employees State Insurance, Income tax, Service tax and other material statutory dues as applicable have been regularly deposited by the Company during the year with appropriate authorities. According to the information and explanation given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at March 31, 2010 for a period of more than six months from the date of becoming payable.
 - b) The Wealth tax, Customs duty, Excise duty and Cess are not applicable to the Company.
 - c) According to the information and explanations given to us, there are no such statutory dues, which have not been deposited on account of any dispute except income tax dispute of Rs.25.39 lacs for A.Y.2007-08 which is pending with Commissioner of Income Tax (Appeals). However, the company has paid Rs.10 lacs under protest.
- viii. The company has positive net worth at the end of the financial year. The Company has no accumulated losses and has not incurred any cash losses during the current financial year and the immediately preceding financial year.
- ix. The company has maintained proper records in respect of investment in shares and timely entries have been made therein. The investments are held by the company in its own name except to the extent of exemption granted u/s 49 of the Companies Act, 1956.
- x. According to the information and explanations given to us the company has not obtained any term loans.
- xi. According to the information and explanation given to us and on overall examination of the Balance Sheet of the Company, we are of the opinion that there are no funds raised on short term basis that have been applied for long term investment.
- xii. During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor have we been informed of such case by the management.

In view of the nature of activities carried by the Company, clause no (ii), (viii) and (xiii) of Companies (Auditor's Report) Order, 2003 are not applicable to the Company. Further in view of the absence of conditions prerequisite to the reporting requirement of clauses (xi), (xii), (xv), (xviii), (xix) and (xx) the said clauses are, at present, not applicable.

For RAJEN DAMANI & ASSOCIATES
 Chartered Accountants
 (Registration No. 116762W)

Place: Mumbai
 Dated: 26th May, 2010

CA Rajen .J. Damani
 (Partner)
 Membership No: 034375

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BALANCE SHEET AS AT 31st MARCH, 2010

		As at 31st March, 2010		(Rs. in Lacs) As at 31st March, 2009	
I SOURCES OF FUNDS					
1 Shareholders Fund					
Share Capital	A	1,000.00		1,000.00	
Reserves & Surplus	B	3,103.02	4,103.02	3,063.69	4,063.69
2 Deferred Tax Liability			34.24		33.88
Total			4,137.26		4,097.57
II APPLICATION OF FUNDS					
1 Fixed Assets	C				
Gross Block		323.09		323.09	
Less: Depreciation		90.45		85.80	
Net Block			232.64		237.29
2 Investments	D		3,292.30		3,243.95
3 Current Assets, Loans & Advances					
Current Assets	E	594.35		422.65	
Loans & Advances	F	1,144.48		321.06	
Less: Current Liabilities	G	1,738.83		743.71	
		1,126.51		127.38	
Total			612.32		616.33
Total			4,137.26		4097.57

Signification Accounting Policies & Notes to Accounts M

As per our report of even date
For Rajen Damani & Associates
 Chartered Accountant
Rajen J Damani
 Partner, Mem. No. 034375
 Place: Mumbai
 Date : 26.05.2010

For and behalf of the Board

Bhupendra K. Shroff	Director
R. Sundaresan	Director
Viraf Katrak	Director
Yogendra Chaturvedi	Executive Director
Makhan Lal Chaturvedi	Director

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

		For the year ended 31st March, 2010		(Rs. In Lacs) For the year ended 31st March, 2009	
INCOME					
From Operations	H	185.54		469.05	
Profit/(Loss) on sale of Investments		14.40		(5.08)	
Other Income	I	5.89	205.83	4.34	468.31
EXPENDITURE					
Administrative & Other Expenses	J	110.77		220.28	
Rent, Rates & Taxes	K	18.23		2.37	
Interest & Financial Charges	L	5.53		132.50	
Depreciation	C	4.65	139.18	10.83	365.98
Profit Before Tax			66.65		102.33
Provision For Taxation					
Current Tax		15.50		38.00	
Deferred Tax		0.36		(0.47)	
Fring Benefit Tax		-	15.86	0.7	38.23
Taxation adjustment of previous years (Net)		10.85	10.85	-	-
Profit after Tax			39.94		64.10
Prior period Expenses / (Income)			0.61		(0.44)
Profit after prior period adjustment			39.33		64.54
Balance Brought forward		3,063.69	3,063.69	2,999.15	2,999.15
Profit available for appropriation			3,103.02		3,063.69
APPROPRIATION					
Balance carried to Balance Sheet			3,103.02		3,063.69
			3,103.02		3,063.69
Basic And Diluted Earning per share			0.39		0.65

Signification Accounting Policies & Notes to Accounts M

As per our report of even date
For Rajen Damani & Associates
 Chartered Accountant
Rajen J Damani
 Partner, Mem. No. 034375
 Place: Mumbai
 Date : 26.05.2010

For and behalf of the Board

Bhupendra K. Shroff	Director
R. Sundaresan	Director
Viraf Katrak	Director
Yogendra Chaturvedi	Executive Director
Makhan Lal Chaturvedi	Director

SCHEDULES FORMING PART OF THE BALANCE SHEET

	As at 31st March, 2010	(Rs. In Lacs) As at 31st March, 2009
SCHEDULE : A		
Share Capital		
Authorised		
1,00,00,000 Equity Shares of Rs. 10/- each.	1,000.00	1,000.00
	<u>1,000.00</u>	<u>1,000.00</u>
Issued Subscribed and Paid Up.		
1,00,00,000 Equity Shares of Rs. 10/- each.	1,000.00	1,000.00
Note :1,00,00,000 Equity Shares are held by Shardul Securities Limited, The Holding Company.	<u>1,000.00</u>	<u>1,000.00</u>
Schedule B		
Reserve & Surplus		
Balance In Profit & Loss Account	3,103.02	3,063.69
	<u>3,103.02</u>	<u>3,063.69</u>

SCHEDULE : C
FIXED ASSETS (Rs. in Lacs)

Description of Assets	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01.04.09	Addition	Deletion / Adjustment	As at 31.03.2010	Upto 01.04.2009	For the Year	Deletion / Adjustment	Up to 31.03.2010	As at 31.03.2010	As at 31.03.09
Stock Exchange Membership Cards	175.50	-	-	175.50	-	-	-	-	175.50	175.50
Computers	62.29	-	-	62.29	59.41	0.69	-	60.10	2.19	2.88
Office Equipments	20.61	-	-	20.61	6.56	0.98	-	7.54	13.07	14.05
Furniture & Fixtures	13.69	-	-	13.69	10.14	0.87	-	11.01	2.68	3.55
Office Premises	34.77	-	-	34.77	2.90	0.57	-	3.47	31.30	31.87
Vehicles	16.23	-	-	16.23	6.79	1.54	-	8.33	7.90	9.44
TOTAL	323.09	-	-	323.09	85.80	4.65	-	90.45	232.64	237.30
Previous Year	321.97	1.12	-	323.09	74.96	10.83	-	85.79	237.30	

(Rs. in lacs)
 As at 31st March, 2010 Nos. (Value) As at 31st March, 2009 Nos. (Value)

SCHEDULE : D				
Investments				
Trade Investments in equity shares - Unquoted				
In Associates				
Antique Finance Pvt Ltd	21,300,525	2,683.82	21,300,525	2,683.82
Antique Stock Broking Ltd.	-	-	100,000	12.00
In Others				
Bangalore Stock Exchange	8,350	0.08	8,350	0.08
Bombay Stock Exchange	-	-	58,838	0.05
Total		<u>2,683.90</u>		<u>2,695.95</u>
Trade Investments in equity shares - Quoted				
Reliance Capital Limited	394	4.88	394	4.88
Reliance Infrastructure Limited	591	5.11	591	5.11
Reliance Natural Resources Limited	7,883	3.92	7,883	3.92
State Bank of India	50	1.18	-	-
Reliance Communication Limited	14,883	80.94	14,883	80.94
Reliance Industries Ltd.	36,166	479.23	14,883	413.27
Engineers India Ltd	1,750	6.74	3,500	13.48
Ingersoll Rand India Ltd	11,000	26.40	11,000	26.40
		<u>608.40</u>		<u>548.00</u>
Total Investments		<u>3,292.30</u>		<u>3243.95</u>
Market value of Quoted Investments		505.43		386.42

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SCHEDULES FORMING PART OF THE BALANCE SHEET

	As at 31st March, 2010	(Rs. In Lacs) As at 31st March, 2009
Schedule E		
Current Assets		
Sundry Debtors		
(Unsecured considered good)		
More than 6 months	2.42	2.42
Others	328.92	5.53
	331.34	7.95
Cash & Bank Balances		
Cash on hand	3.01	3.00
Balances With Scheduled Banks		
- In Current Accounts	111.13	41.07
- In Fixed Deposit Accounts	148.87	370.63
	263.01	414.70
	594.35	422.65
Schedule F		
Loans & Advances		
(Unsecured and considered good)		
Deposits	1,138.55	302.55
Advance Income Tax (Net)	(1.34)	1.48
Advance recoverable in cash or kind or for value to be received	7.27	17.03
	1,144.48	321.06
	1,144.48	321.06
Schedule G		
Current Liabilities		
Sundry Creditors		
Due to MSME	-	-
Due to Others	1,111.78	6.87
	1,111.78	6.87
(Due to Shardul Securities Ltd, the holding co. Rs. 4.27 lacs P. Y. Rs. 0.90 lacs)		
Advance against sale of shares	-	12.00
Other Liabilities	14.73	108.51
	1,126.51	127.38
	1,126.51	127.38


SHRIYAM
 BROKING INTERMEDIARY LIMITED

SCHEDULES FORMING PART OF THE PROFIT & LOSS ACCOUNT

	2009-10	(Rs. In Lacs) 2008-09
Schedule H		
Income from operations		
Brokerage	162.03	318.89
Interest (Gross)	23.51	93.83
(T.D.S. Rs 3.38 lacs, Previous Year Rs. 20.07 Lacs)		
Fees based Income	-	56.33
(TDS Rs Nil P.Y. Rs. 6.38)		
	<u>185.54</u>	<u>469.05</u>
Schedule I		
Other Income		
Dividend		
- on Long term investments	5.80	4.09
Miscellaneous Income	0.09	0.25
	<u>5.89</u>	<u>4.34</u>
Schedule J		
Administrative & Other Exp.		
Payment to Employees		
- Salary, Bonus & Other Allowances	17.87	33.40
- Contribution To PF	0.59	1.16
	<u>18.46</u>	<u>34.56</u>
Professional & Other Service Charges	55.06	102.56
Transaction Charges	6.38	15.27
Stamp Charges	10.81	24.44
Security Transaction Tax	0.15	0.08
Lease line & Telephone charges	5.64	8.48
Membership & Subscription	3.00	11.26
Printing & Stationery	0.82	0.49
Repair & Maintenance (Computer)	1.56	2.45
(Office)	0.85	1.11
Travelling & Conveyance	0.04	1.63
Insurance Charges	1.61	0.65
Director Sitting Fees	0.04	0.06
Payment to Auditor	1.00	1.00
Donation	0.75	7.71
Electricity Charges	4.12	4.63
Miscellaneous Expenses	0.48	3.90
	<u>110.77</u>	<u>220.28</u>
Schedule K		
Rent, Rates & taxes		
Rent, Rates & taxes	18.23	2.37
	<u>18.23</u>	<u>2.37</u>
Schedule L		
Interest & Financial Charges		
Financial Charges	0.80	126.54
Demat Charges	4.57	5.26
Bank Charges	0.16	0.70
	<u>5.53</u>	<u>132.50</u>

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SCHEDULE: M

Significant Accounting Policies & Notes to Accounts

1) Significant Accounting Policies:

(A) Basis of preparation of financial statements:

- i) The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 1956.
- ii) All income and expenditure items having a material bearing on the financial statements are recognized on accrual basis.

(B) Revenue Recognition:

- i) Brokerage
Brokerage income is accounted in the year in which they fall due and is exclusive of service tax.
- ii) Dividends
Dividend is accounted in the year in which it is received.

(C) Fixed Assets:

Stock Exchange Membership card right have been shown as Fixed Assets and stated at cost.
All Fixed Assets have been stated at cost less accumulated depreciation. All cost attributable to the acquisition of Fixed Assets, till the assets is put to use are capitalized.
Intangible assets are amortised over a period of 5 years.

(D) Depreciation:

No depreciation is provided on Stock Exchange Membership Card. Depreciation on Fixed Assets is provided on straight line basis at the rates and in the manner specified in Schedule XIV to the Companies Act, 1956 on pro-rata basis.

(E) Preliminary Expenses:

Preliminary Expenses are amortised over a period of 5 years.

(F) Investments:

Long-term investments are valued at cost. Provision for diminution is made scrip wise to recognise a decline, other than temporary.

(G) Impairment of Assets:

An Asset is treated as impaired when the carrying cost of an asset exceeds its recoverable value and impairment loss is charged to Profit and Loss Account in the year in which asset is identified as impaired. The impairment loss recognized in the prior accounting period is reversed if there has been a change in estimates of recoverable amount.

(H) Provisions, Contingent Liabilities and Contingent Assets:

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be outflow of resources. Contingent liabilities, if material, are not recognized but are disclosed in the notes. Contingent assets are neither recognised nor disclosed in the financial statements but disclosed in Director's Report.

(I) Provision for Current and Deferred Tax:

Provision for current tax is made after taking into consideration benefits admissible under the provisions of Income Tax Act, 1961. Deferred Tax resulting from "timing difference" between book and taxable profits accounted for using the tax rates and laws that have been enacted or substantially enacted as on the Balance Sheet Date.

(J) Employee Benefits:

Short term employee benefits are recognized as an expense at the undiscounted amount in the profit and loss account of the year in which the related service is rendered.

Post employment and other long-term employee benefits are recognized as an expense in the profit and loss account for the year in which the employee has rendered services. The expenses are recognized at the present value of the amounts payable determined using actuarial valuation techniques. Actuarial gains and losses in respect of post employment and other long-term benefits are charged to profit and loss account.

2) Notes to Accounts:

(A) In the opinion of the Board, the Current Assets, Loans & Advances are approximately of the value stated, if realised in the ordinary course of business. The provisions of all known liabilities are adequate and neither in excess of or not short of the amounts reasonably necessary.

(B) As the company is engaged in Share/ Stock Broking services, information required under paragraph 3 and 4D of part II of Schedule VI of the Companies Act, 1956 is not applicable to the Company.

(C) Balances of Sundry Debtors and Sundry Creditors are subject to confirmation.

(D) Contingent Liabilities:

- i. SEBI Turnover Fees of Rs.18.83 lacs, appeal have been dismissed by Supreme Court. However in view of subsequent ruling for which the appeal is admitted by the Supreme Court in similar case, the management is advised that till the matter is decided in this case the said fees may not be payable.
- ii. Stamp Duty of Rs.297.65 lacs for the year 2005-06, 2006-07 and 2008-09, appeal is pending with Superintendent of Stamps.
- iii. The company has disputed liability of Income Tax for A.Y.2007-08 of Rs.25.39 lacs for which the company has preferred appeal before CIT (Appeal) and the company has paid Rs.10.00 lacs under protest.


SHRIYAM
BROKING INTERMEDIARY LIMITED

(E) The Company has followed Accounting Standard 15 (Revised), Accounting for Retirement Benefits.

Contribution to Provident Fund is charged to the statement of Profit and Loss as per applicable law / rules.

The Company has taken Group Gratuity Scheme of Life Insurance Corporation of India for gratuity payable to the employee. Liability for the year and obligation, based on an actuarial valuation as per the projected unit credit method as at the reporting date, is charged to the Statement of Profit and Loss. And accordingly Provision for the gratuity liability amounting to Rs.0.03 lacs has been made during the year by the company based on the valuation report of the Life insurance Corporation (Actuarial Valuer).

The company belongs to an industry which faces a high attrition rate and hence the leave balance accrued is either availed or fully paid off.

Details as required under Accounting Standard as 15, "Employee Benefits (Revised)"

Sr. No.	Period of Accounting	2009-10	2008-09
1	Summary of Membership DATA		
	Number of Employees	6	9
	Average age (in years)	34.67	35.67
	Average Monthly Salary (in Rupees)	14,533.33	15,005.55
	Average Past Service	8.33	7.33
2	Valuation Method	Projected Unit Credit Method	Projected Unit Credit Method
3	Actuarial Assumptions		
	Mortality Rate	LIC (1994-96) ultimate	LIC (1994-96) ultimate
	Withdrawal rate	1% to 3% depending on age	1% to 3% depending on age
	Discount Rate	8% p.a	8% p.a
	Salary Escalation	4%	4%
4	Results of Valuation		
	PV of Past Service Benefit (Rs.in lacs)	2.8	4.31
	Current Service Cost (Rs.in lacs)	0.18	0.28
	Total Service Gratuity (Rs. in lacs)	15.51	21.76
	Accrued Gratuity (Rs. in lacs)	4.98	7.16
	LCSA	9.63	13.55
	LC Premium	0.02	0.04
	Service Tax @ 10.30%	0.002	0.001
5	Recommended Contribution Rate		
	Fund Value as on Renewal Date	3.16	4.58
	Additional Contribution for existing fund	0	0
	Current Service cost	0	0
6	Total Amount paid (in Rs.)	0.03	0.04

(F) The previous year's figures have been regrouped / re-arranged wherever necessary.

(G) Earning per share:	2009-10	2008-09
a) Net Profit after tax available for Equity Shareholders (Rs. in lacs)	39.33	64.54
b) Weighted average of number of Equity Shares outstanding during the year (in lacs)	100.00	100.00
c) Basic and Diluted Earning per share of of Rs.10/- each (in Rs.)	0.39	0.65

(H) **Related Party Disclosures:**

List of related parties with whom transactions have taken place during the year:

- I. Holding Company:
Shardul Securities Ltd.
- II. Group Companies:
A to Z Broking Services Pvt. Ltd.
Pradeep Sandeep Trading & Investments Pvt. Ltd.
Shriyam Commodities Intermediary Pvt. Ltd.
- Associates:
Antique Stock Broking Ltd.
Antique Finance Pvt. Ltd.
- III. Key Management Personnel:
Shri Yogendra Chaturvedi – Whole time Director

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IV. Transaction during the year with related parties. Reimbursement of expenses has not been treated as related party transaction:

	Holding Company	Associates / Group Cos.	Key Mgmt. Personnel	(Rs. In lacs)
Nature of Transaction				Total
Loan / Advances :				
Investment:				
Made during the year	-	-	-	-
Sold during the year	(0.05)	(2605.69)	-	(2605.69)
As at 31.03.2010	-	2683.82	-	2683.82
	(0.05)	(2695.82)	-	(2695.82)
Sundry Creditors :				
As at 31.03.2010	4.27	-	-	4.27
	(0.89)	-	(0.15)	(1.04)
Current Liabilities :				
Advance received for sale of shares				
Balance as at 31.03.2010	-	-	-	-
	(0.05)	(12.00)	-	(12.00)
Loans Advances and Deposit :				
Given during the year	-	-	-	-
Returned during the year	-	-	-	-
Balance as at 31.03.2010	-	(200.00)	-	(200.00)
	-	-	-	-
Payment for remuneration and services:				
Paid during the year	-	-	4.30	4.30
	-	-	(4.30)	(4.30)
Income from Trading Activities:				
Received/ (Paid) during the year (Net)	3.47	7.31	-	10.78
	(-118.02)	(0.78)	-	(-117.24)
Expenses for Trading Activities:				
Compensation paid during the year	15.00	-	-	15.00
	-	-	-	-
	-	-	-	-

(Figure in bracket indicates figure of previous year)

Significant related party transaction during the year:

- i. Income from Trading Activities received from group companies includes Rs.0.93 lacs from A to Z Broking Service Pvt. Ltd., Rs.1.75 lacs from Pradeep Sandeep Trading & Investment Pvt. Ltd. and Rs.4.63 lacs from Shriyam Commodities Intermediary Pvt. Ltd.
- ii. Investment sold during the year includes Rs.12.00 lacs to M/s.Antique Finance Pvt. Ltd.
- iii. Payment for remuneration and services includes Rs.4.30 lacs as salary paid to Shri Yogendra Chaturvedi.
- iv. Expenses for Trading Activities include Rs.15 lacs paid to Shardul Securities Ltd. as compensation.

(I) Segment

In the opinion of the management, the company is mainly engaged in the business of Broking activities and all other activities of the company revolve around the main business, there are no separate reportable segments.

(J) Deferred Tax

The deferred tax Liability as at March 31, 2010 is on account of timing differences of Depreciation on Fixed Assets is Rs.34.24 Lacs (Pr.Yr.Rs.33.88 Lacs)

(K) Payment to Auditors

	Current Year	Previous Year
Audit Fees	0.70	0.70
Tax Audit Fees	0.20	0.20
In other capacity	0.10	0.10
Total	1.00	1.00

(L) Directors Remuneration;

Salary to Director as under:

Shri Yogendra Chaturvedi

(Included under the head payment to employees)

	Current Year	Previous Year
	4.30	4.30

- (M)** Under the Micro, Small and Medium Enterprises Development Act, 2006, certain disclosures are required to be made relating to Micro, Small and Medium Enterprises. The Company is in the process of compiling relevant information from its suppliers about their coverage under the Act. Since the relevant information is not readily available, no disclosures have been made in the Accounts.

As per our report of even date

For Rajen Damani & Associates

Chartered Accountant

Rajen J Damani

Partner, Mem. No. 034375:

Place: Mumbai

Date : 26.05.2010

For and behalf of the Board

Bhupendra K. Shroff

Director

R. Sundaresan

Director

Viraf Katrak

Director

Yogendra Chaturvedi

Executive Director

Makhan Lal Chaturvedi

Director

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE
PART IV
I REGISTRATION DETAILS

Registration No.	11-81401(CIN-U67120MH1994PLC)	State Code	11
Balance Sheet Date	31-Mar-10		

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	413726	Total Assets	413726
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SOURCES OF FUNDS

Paid up Capital	100000	Reserve & Surplus	310302
Secured Loans	Nil	Unsecured Loans	0
Deferred Tax Liability	3424		

Application of Funds:

Net Fixed Assets	23264	Investments	329230
Net Current Assets	61232	Miscellaneous Expenditure -	0

IV PERFORMANCE OF COMPANY (Amount in Rs. Thousands)

Turnover	20583	Total Expenditure	13918
Profit Before Tax	6665	Profit After Tax	3994
Earning Per Share (In Rs.)	0.39	Dividend rate (%)	Nil

V GENERIC NAMES OF THREE PRINCIPAL PRODUCTS/SERVICES OF COMPANY (As per monetary terms)

Item Code No.	-
(ITC Code)	-

Service Description Share / Stock Broking Services and other related activities

As per our report of even date

For Rajen Damani & Associates
Chartered Accountants

Rajen J Damani
Partner
Membership No. 034375
Place: MUMBAI
Date: 26.05.2010

For and on behalf of the Board

Bhupendra K. Shroff Director
R. Sundaresan Director
Viraf Katak Director
Yogendra Chaturvedi Executive Director
Makhan Lal Chaturvedi Director

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CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2010

Rs. in lacs

	As at 31st March, 2010		As At 31st March, 2009
A Cash flow from operating Activities			
Net Profit before tax, Extraordinary and prior period items	66.65		102.33
Adjustment for :			
Non cash items			
Depreciation	4.65	10.83	
Preliminary Exp.	-	-	10.83
	4.65		
Profit/(Loss) on sale of Investment	(14.40)		5.08
Dividend received from Investments	(5.80)		(4.09)
	51.10		114.15
Operating profit before working capital changes			
Adjustment for:			
Trade & Receivables	(323.39)	45.80	
Trade Payable	999.13	(889.03)	
Loan & Advances	(823.42)	1,600.26	757.03
	(96.58)		871.18
Cash (used) in/ generated from operations			
Direct Taxes paid	26.35		38.70
Cash inflow/(outflow) before extraordinary and prior period items	(122.93)		832.48
extraordinary and prior period items	(0.61)		0.44
	(123.54)		832.92
Net Cash from/(Used) in operation activities			
B Cash flow from investment activities			
Purchase of fixed assets	-	(1.12)	
Sale of Fixed Assets	-	-	
Purchase of Investments	(81.02)	(2,645.57)	
Sale of Investments	47.07	24.21	
Dividend received on investments	5.80	4.09	
	(28.15)		(2,618.39)
Net Cash (used) in investment activities			
C Cash flow from financial activities			
Unsecured Loan (ICD)	-		-
Net cash from /(used) in financial activities	-		-
Net increase / (decrease) in cash and cash equivalents	(151.69)		(1,785.47)
Cash and cash equivalents as at 1st April 2009	414.70		2,200.17
Cash and cash equivalents as at 31st March 2010	263.01		414.70

As per our report of even date

For Rajen Damani & Associates
Chartered Accountants

Rajen J Damani
Partner
Membership No. 034375
Place: MUMBAI
Date: 26.05.2010

For and on behalf of the Board

Bhupendra K. Shroff	Director
R. Sundaresan	Director
Viraf Katrak	Director
Yogendra Chaturvedi	Executive Director
Makhan Lal Chaturvedi	Director

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