
***DOLAT* INVESTMENTS LIMITED**

**THIRTIETH
ANNUAL REPORT
2010 - 2011**

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Important Communication to Members

The Ministry of Corporate Affairs has, pursuant to its Green Initiative in the Corporate Governance, allowed paperless compliances by companies. It has issued circulars allowing the companies to service notice/documents including Annual Report by email to its members. Many of the shareholders have registered their emails pursuant to the said initiative. We thank those shareholders for the same. Those shareholders who have not registered their email addresses so far, may, as a support to this initiative, register their email addresses, in respect of electronic holdings, with the Depository through their respective Depository Participant. Members who hold shares in physical mode are requested to download the form for registering email address from the website of the Company and send it to Purva Sharegistry (India) Private Limited.,

DOLAT INVESTMENTS LIMITED

Board of Directors	:	Mr. Harendra D. Shah Chairman & Managing Director Mr. Rajendra D. Shah Mr. Sunil P. Shah Mr. Shashikant H. Gosalia
Company Secretary	:	Mr. Umesh V. Moolya
Auditors	:	M/s. Sundarlal, Desai & Kanodia Chartered Accountants
Bankers	:	ICICI Bank Ltd. AXIS Bank Ltd.
Registered Office	:	203, City Centre, 186, Purasawalkam High Road, Keleeyes, Chennai 600010.
Corporate Office	:	301-308, 3rd Floor, Bhagwati House, Plot No A/19, Veera Desai Road, Andheri (West), Mumbai - 400 058 Tel: 9122-26732602 Fax: 9122-26732642
Registrars & Share Transfer Agents	:	Purva Sharegistry (India) Private Limited No.9, Shiv Shakti Industrial Estate, Ground Floor, J. R. Boricha Marg, Lower Parel (East), Mumbai 400011. Tel: 022-2301 6761.

NOTICE

NOTICE is hereby given that the Thirtieth Annual General Meeting of DOLAT INVESTMENTS LIMITED will be held on Tuesday, the 20th September, 2011 at 11:30 A.M. at the Registered Office of the Company at 203, City Center, 186, Pursawalkam High Road, Keleelys, Chennai 600010 to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2011 and Profit and Loss Account for the year ended as on that date and Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Shri Rajendra D. Shah, who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Auditors and to fix their remuneration and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

“RESOLVED THAT M/s. Sundarlal, Desai & Kanodia, Chartered Accountants, Mumbai, be and are hereby appointed as Auditors of the Company, to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting of the Company on such remuneration as shall be fixed by the Board of Directors in consultation with the Auditors.”

By Order of the Board of Directors,

Umesh V Moolya
Company Secretary

Place: Mumbai
Date: 1st August, 2011

Registered Office:
203, City Centre, 186,
Purasawalkam High Road,
Keleelys, Chennai 600010.

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER.
2. Proxies, in order to be effective, should be duly completed, stamped, and signed and must be deposited at the registered office of the Company not less than 48 hours before the meeting.
3. Members holding shares in physical form are requested to notify any change in their address / mandate / bank details to the Company's Registrar and Share Transfer Agent.
4. Members holding shares in physical form, who have multiple accounts in identical names or joint accounts in the same order, are requested to send all the Share Certificate(s) for consolidation of all such shareholdings into one account, to the Company's Registrar and Share Transfer Agents.
5. Members are requested to address all correspondence, including dividend matters, to the Company's Registrar & Share Transfer Agent, M/s. Purva Sharegistry (India) Pvt. Ltd., No.9, Shiv Shakti Industrial Estate, Ground Floor, J. R. Boricha Marg, Opp. Kasturba Hospital, Lower Parel, Mumbai 400011 Tel. 022-23016761.

6. Pursuant to the requirements on corporate governance under Clause 49 of the Listing Agreement entered into with Stock Exchange, the information about the Directors proposed to be appointed/re-appointed is given in the Annexure to the Notice.
7. The Register of Members and Share Transfer Books of the Company shall remain closed from Wednesday, the 14th September 2011 to Tuesday, the 20th September 2011 (Both days inclusive).
8. Members whose shareholding is in the electronic mode are requested to notify their respective Depository Participant of any change in their addresses.
9. Members are requested to bring their copies of the Annual Reports to the Meeting.
10. Members desirous of raising queries at the AGM are requested to send their questions so as to reach the Company's Registered Office at least seven days in advance before the AGM so that the same can be adequately replied.
11. The Unclaimed dividend of the company for the financial year 2002-2003 has been transferred to the Investors Education and Protection Fund (IEPF) as required under section 205C of the Companies Act, 1956. The balance amount in Unpaid Dividend Account for the financial year 2003-04 is due for transfer to the IEPF administered by the Central Government during the month of October, 2011. The Shareholder whose dividends are unclaimed for the aforesaid financial year, are requested to claim it immediately from the company. Further, shareholders are requested to note that no claim shall lie against the said Fund or the Company in respect of any amounts which were unclaimed for a period of seven years from the date of these become first due for payment and no payment shall made in respect of any such claim.

Place: Mumbai
Date: 1st August, 2011

By Order of the Board of Directors

Umesh V Moolya
Company Secretary

Registered Office:
203, City Center,
186, Purasawalkam High Road,
Keleeyes, Chennai 600010.

Corporate Office:
301-308, Bhagwati House,
Veera Desai Road,
Andheri (W), Mumbai 400058

INFORMATION TO BE FURNISHED UNDER THE LISTING AGREEMENT

Additional information on Directors being reappointed at the 30th Annual General Meeting fixed on 20.09.2011

Name	: Mr. Rajendra D. Shah
Date of Birth	: 02.09.1948
Qualification	: BE. (Mechanical)
Experience/Occupation	: Mr. Rajendra D. Shah, is one of the promoter and non executive director of the company, holding Directorship in the Company since its incorporation. He has vast experience of Capital, Financial and Commodities Market. His expertise knowledge in investment strategy, analytical skills will immensely benefit the Company. He is a member of Audit and Investors' Grievance Committee of Directors of the Company. Mr. Rajendra D. Shah is not holding any directorship/ chairmanship in any other public limited company.
Shareholding	: Mr.Rajendra D.Shah, holds 20,000 equity shares of the Company.

DIRECTORS' REPORT

The Members,

Yours Directors have pleasure in presenting the 30th Annual Report together with the Audited Statements of Accounts for the year ended 31st March 2011.

FINANCIAL RESULTS

Particulars	2010-2011 <i>(Rs . in Lakhs)</i>		2009-2010 <i>(Rs.in Lakhs)</i>	
Total Income	4029.78		2360.71	
Profit / (Loss) before depreciation & interest	372.00		947.08	
Add/Less: Depreciation	3.15		4.30	
Interest	12.13	15.28	0.75	5.05
Profit / (Loss) before tax	356.72		942.03	
Less: Provision for tax				
Current Tax	120.00		265.00	
Tax Adjustment of earlier years	63.27		20.64	
Deferred Tax	(0.11)		(0.41)	
Profit after tax	173.56		656.80	
Less: Prior period Item	0.14		0.34	
Profit for the year	173.42		656.46	
Balance brought from last year	5322.70		4818.85	
Profit available for appropriation	5496.12		5475.31	
Less: Appropriations:				
Proposed Dividend	-		88.00	
Dividend Distribution Tax	-		14.61	
General Reserve	10.00		50.00	
Balance carried forward	5486.12		5322.70	

DIVIDEND

To enable the Company to augment and conserve money for working capital requirement, the Board of Directors do not recommend Dividend this year.

INVESTMENTS

The Management regularly reviews the Company's Portfolio of investment and the securities and commodities are bought and sold in physical/demat form in order to make gains.

REVIEW OF OPERATIONS

The year under review has been volatile for Stock and Commodities Market all over the World. India faced additional problems in the form of raising inflation, interest rates, and oil price.

In the Month of March, 2011, consequent to approval of the shareholders, the company commenced business of trading in commodities through Commodities Exchanges, in cash and derivative segments. The directors' expertise in this field will help the Company to generate business with higher margin in coming years. During the year the Company earned total income of Rs.4029.78 Lakhs for the year under review as compared to Rs. 2360.71 Lakhs achieved in the previous

year. The Company has earned net profit after tax of Rs. 173.56 Lakhs as compared to a net profit after tax of Rs.656.80 Lakhs earned in the previous year. Company has transferred Rs.10.00 Lakhs (previous year Rs.50.00 Lakhs) to General Reserve. Due to tough competition in the business model, in which the Company operates, the margin declined substantially in comparison with previous year.

In current year the company decided to apply for membership of Bombay Stock Exchange Limited, as a stock broker, subject to approval of shareholders. The directors at their meeting held on 30th June, 2011, decided to amend the object clause to include the stock broking business. Hence, the notice of postal ballot has been issued to the Shareholders and the result of the postal ballot will be declared on 8th August, 2011. Taking into consideration the Directors expertise in the field of business of Stock Broking the company will benefit in earning better profit margin.

CHANGE OF OBJECT CLAUSE:

During the year under review the Object Clause of the Memorandum of Association of the Company has been changed to cover the business of trading in commodities in cash and derivatives segment, through the commodities/spot exchanges.

In current year company issued notice of postal ballot to amend the object clause to include the business of stock broking. The postal ballots results will be declared on 8th August, 2011.

MANAGEMENT DISCUSSION AND ANALYSIS (MD&A):

Global Economy:

The global economy continued its recovery from the global crises of 2008-09. The recovery, however has been weak, uneven, and remains fragile, with uncertainty continuing to prevail over the economic conditions in Europe and USA. Some of the countries like Greece, Portugal, Ireland and Spain are going through economic turmoil. Japan, which has not yet shown definite signs of recovery from its long slowdown, has been further grievously affected by the earthquake and tsunami, which hit it in March, 2011. Global economy was estimated to have grown by 5.00% in 2010. Growth in emerging economies remains strong which advanced countries are growing slowly and facing uncertainty with large fiscal deficit, high public debt and unemployment levels. The International Monetary Fund (IMF) in the World Economic Outlook (WEO) forecasts World real Gross Domestic Product (GDP) growth is to be about 4.5% in 2011 and 2012, down modestly from 5% in 2010 as downside risks continue to outweigh upside risks.

National Economy:

India's economy too continued its smart recovery from its crises, aided by the inherent strength of India's domestic demand and complemented by Reserve Bank of India's monetary management and the Central Government's fiscal stimulus measures. With its GDP likely to grow at 8.6% in 2010-11, India will be among the fastest growing economies and the average rate of growth for the next five years is estimated to be around 8.4%

The key growth driver is likely to be the domestic demand fuelled by increasing young earning population, expected household consumption by middle class and upper middle class. The increasing capacity in the saving and vast investment opportunities will also support the growth of the economy. Inflation however continued to be a cause for concern. The year to year WPI inflation that stated trending up in December 2009 and continued through the current fiscal has shown sign of moderation by the year end. India's real GDP is estimated to grow by around 8.5 – 9% in 2011-12. Growing inflation, volatile capital inflow, and a fragile recovery in advanced economies that can dampen exports, are immediate risks to India's growth prospects. Any unanticipated shocks to the global economic recovery could drive capital outflows from India, which may lead to increased volatility in the Indian Rupee and affect India's economic recovery.

Company's Financial Review

The Company has earned net profit of Rs. 173.56 Lakhs for the year 2010–2011 as compared to a net profit of Rs.656.80 Lakhs earned in the previous year 2009-10. The company's profit declined in the year under consideration basically due to volatile market and uncertainty in business conditions.

Resources & Liquidity

Company has deployed the liquid resources, in units of Mutual Funds and Bank Deposits to earn dividend and interest and reinvested these funds in stock market and commodities market wherever it was considered appropriate, taking into account all relevant factors affecting the business.

Industry & Development

The further recovery of economy and financial markets, which unfolded during the Financial Year 2010, from the collapse conditions prevailed in the Financial Year 2009, due to prompt action by the Government and Central Banks across the

globe, targeted to revive the market. The Indian economy, largely driven by domestic consumption, bounced back strongly in achieving higher turnover and market capital.

Business Review

The Indian economy exhibited strong recovery in the year ended 31st March, 2011. The improved business strategy and plan of the Company will enable it to become more competitive in business place. The expected growth in the industry will really provide the opportunity to the Company to invest in selected high profile companies and to improve its performance in the years to come. On stability of the market conditions, the fund available with the Company will enable it to enter into the market in large scale, on appropriate time.

Your Company focuses on making investment in such industry, which provides the company high revenue as well as capital yield with cautious approach.

Opportunities & Challenges

Your Company, with its diversified portfolio of investments was particularly well placed to benefits from these developments and this reflected by the fact that the overall increase in the market value of our quoted investments done well during financial year under review.

Risk & Concern

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

The value of Company's investments may be affected by factors affecting capital markets, such as price, volume, volatility, interest rates, and currency exchange rates, flow of foreign investments, changes in government policies, political, economic and other developments, crude oil prices and overseas economic performance.

Company believes that the long-term growth of Indian Economy remains intact though there would be several short-term upheavals like high inflation, interest rates in India etc.

The Company manages the risk by diversifying its investment portfolio, by maintaining a conservative financial profile, by following prudent business & risk management practices, hedging the risk of investments on the advice of the expertise equity research team engaged by the company.

Adequacy of internal Control

The Company has an adequate system of internal control, which assures us of maintaining proper accounting records and reliability of financial information. The Company ensures adherence to all internal control polices and procedures as well as compliances with regulatory guidelines.

Human Resource Development

The Company has a team of able and experienced industry professionals. There is in place a well-defined in- house training program for its employees.

FIXED DEPOSITS

During the year Company has not accepted any fixed deposits from the public.

DIRECTORS

In accordance with the Articles of Association of the Company, Mr. Rajendra D. Shah, Director of the Company, retires by rotation at the forthcoming Annual General Meeting and being eligible, offers himself for re-appointment.

AUDITORS

The Company's Auditors M/s Sundarlal, Desai & Kanodia, Chartered Accountants, Mumbai, retire at the conclusion of the ensuing Annual General Meeting of the Company and being eligible offer themselves for re-appointment. The company received letter from them to the effect that their re-appointment, if made, would be within the prescribed limits under Section 224 (1B) of the Companies Act, 1956 and that they are not disqualified for such re-appointment within the meaning of Section 226 of the said Act.

AUDITORS' REPORT

The Auditors' Report is clean and there are no qualification in their Report.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to the requirement under section 217(2AA) of the Companies (Amendment) Act 2000 the Directors confirm that:

- a) In the preparation of Annual Accounts for the financial year ended 31st March, 2011 the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) 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 the state of affairs of the company as at 31st March, 2011 and Profit of the company for the year ended on that date;
- c) 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 frauds and other irregularities;
- d) The Annual Accounts have been prepared on a going concern basis.

PARTICULARS OF EMPLOYEES

None of the employees of your Company is drawing remuneration exceeding limits laid down under the provisions of Section 217 (2A) of the Companies Act, 1956 read with the Companies (particulars of employees) Rules, 1975.

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

The relevant information pursuant to 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 to the Company as the Company is carrying on business of Investment and trading in shares and commodities.

CORPORATE GOVERNANCE

A report on corporate governance pursuant to clause 49 of the listing agreement is given in Annexure 'A'.

COMPLIANCE CERTIFICATE

A Certificate from the Auditors of the Company regarding Compliance of conditions of Corporate Governance as stipulated under Clause 49 of the Listing Agreement is attached to this report.

DEMATERIALISATION

The Shares of the Company are traded compulsorily in demat form and are available for trading under both the Depository systems in India i.e. NSDL (National Securities Depository Limited) and CDSL (Central Depository Services (India) Limited)

Under the Depository system, the International Securities Identification Number (ISIN) allotted to the Company's Equity Shares is INE 966A01022

ACKNOWLEDGEMENT

Your Directors place on record their appreciation of contribution made by employees at all levels, other business associates and for efficient services rendered by them.

CAUTIONARY STATEMENT

The statements in this report including Management's Discussion and Analysis report reflects Company's projections, estimates, expectations or predictions and contain forward looking statements that involve risks and uncertainty. The Company and the Management shall not be held liable for any loss, which may arise as a result of any action taken on the basis of the information contained herein. Readers are cautioned not to place undue reliance on these forward looking statements that speak only of the expectations as on the date.

For and on behalf of the Board

Harendra D. Shah
(Chairman & Managing Director)

Place: Mumbai
Date: 1st August, 2011

Registered Office:
203, City Center,
186, Purasawalkam High Road,
Keleeyas, Chennai 600010.

“Annexure A”

CORPORATE GOVERNANCE REPORT**1. COMPANY’S PHILOSOPHY ON CORPORATE GOVERNANCE:**

The Company’s philosophy on corporate governance is aimed at strengthening the confidence of the shareholders in the Company and building a long-term relationship of trust with them by maintaining transparency and periodical disclosures.

Company is committed to achieving the highest international standards of Corporate Governance.

Company believes that all its operations and actions must serve the underlying goal of enhancing overall Shareholders value, over a sustained period of time.

2. BOARD OF DIRECTORS:**a) Composition**

Company’s policy is to maintain optimum combination of Executive and Non-executive Directors. The Board of Directors of the Company is comprised of four directors of whom one is Executive Director and three are Non-Executive Directors, out of which two are Independent Directors.

b) Board Procedure

The agenda is prepared in consultation with the Chairman of the Board of Directors and the Chairman of the other Committees. The agenda for the meetings of the Board and its committees, together with the appropriate supporting documents, are circulated well in advance of the meeting.

Matter discussed at Board meeting generally relates to company’s investments and its performance, evaluation and advisability or otherwise their continuity, quarterly results of the company, review of the reports of the Audit Committee and compliance with their recommendations, suggestions, new investment proposals, non compliance of any regulatory, statutory or listing requirements.

c) Attendance of Directors at Meetings

Number of Board Meetings held and the dates on which held:

During the year under review, Board met 10 times on 6th May, 2010, 26th June, 2010, 3rd August, 2010, 13th August, 2010, 16th September, 2010, 12th October, 2010, 11th November, 2010, 14th December, 2010, 31st January, 2011 and 1st March, 2011. The Company has held at least one Board meeting in every three months and the maximum time gap between any two meetings was not more than four months.

Attendance of each Director at the Board Meetings, last Annual General meeting and Number of other Directorship and Chairmanship/Membership of Committee of each Directors in various Companies.

Name Of the Director	Category	Board Meetings attended	Last AGM	Other Directorships #	Committee Memberships #	Committee Chairmanships #
Harendra D. Shah	NI/EC	10	Present	-	-	-
Rajendra D. Shah	NI/NE	10	Present	-	3	-
Sunil P. Shah	I/NE	7	Present	-	3	3
Shashikant H. Gosalia	I/NE	7	Absent	-	3	-

Directorship in Private Limited Companies is excluded.

EC- Executive Chairman

None of the Directors are nominee of any Institution.

NI/NE - Non-Independent/Non-Executive

I - Independent

Shri Rajendra D. Shah, Director, retires by rotation at the forthcoming Annual General Meeting and being eligible, offers himself for re-appointment.

- d) Remuneration paid to Managing Director and sitting fees paid to Non-Executive Independent Directors
- e) Code of Conduct
The board has formulated a code of conduct for the Board members.

All the Board Members have affirmed their compliance with the code. A declaration to this effect signed by the Chairman of the Company is given in the Annual Report.

3. AUDIT COMMITTEE:

The Audit committee comprises of Independent Non-Executive and Non-Independent Non-Executive Directors having financial back ground and knowledge in the area of business of the company. The committee comprises of Mr. Rajendra D Shah who is Non-Independent Non-executive Director while Mr. Sunil P Shah and Mr. Shashikant H. Gosalia, are Independent Non-Executive Directors.

During the period under review, the Committee met 5 times on 06th June, 2010, 03rd August, 2010, 13th August, 2010, 11th November, 2010 and 31st January, 2011. The numbers of meetings attended by each member during the year ended 31st March, 2011 are as under:

Name of the Member	Designation	No. of Meeting attended
Mr. Sunil P. Shah	Chairman	5
Mr. Shashikant H. Gosalia	Member	5
Mr. Rajendra D. Shah	Member	5

The terms of reference stipulated by the Board to the Audit Committee are as contained in clause 49 of the Listing Agreement and as per the responsibilities stated in Section 292A of the Companies Act, 1956. In brief the powers and responsibilities are:

- Recommending the appointment/removal of Statutory Auditors, fixation of Auditors remuneration and also approval of payments for any other services.
- Reviewing with management the financial statements before submission of the same to the Board.
- Overseeing of Company's financial reporting process and disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- Reviewing the adequacy of internal control systems & audit function in the company.
- Reviewing the Company's financial and risk management policies.
- Discussing with Statutory Auditors, any significant findings in their reports and follow up thereon and reviewing the reports furnished by them.

4. REMUNERATION COMMITTEE:

The Company has set up a Remuneration Committee as required under the Listing Agreement and all matters relating to review and approval of compensation payable to the Executive and Non Executive Directors are considered by the Remuneration Committee and necessary recommendation are made by the Committee to the board for the approval within the overall limits fixed by the Board and subject to overall ceilings stipulated in section 198 and 309 and Schedule XIII of the Companies Act, 1956.

5. SHAREHOLDERS/ INVESTORS GRIEVANCE COMMITTEE:

The members of the Company's Shareholders /Investors Grievance Committee are:

- Mr. Sunil P. Shah - Chairman
- Mr. Shashikant H. Gosalia – Member
- Mr. Rajendra D. Shah – Member

Committee meets as and when required, to deal with the matters relating to transfer/transmission of shares and monitors redressal of complaints from shareholders relating to transfer, non receipt of balance sheets, dividend declared etc. All the correspondence received, were replied in time. For the purpose of investors grievance redressal the company created a separate email id: grievances@dolatinvest.com

6. GENERAL BODY MEETINGS:

Location, time and date of Company's last three Annual General Meetings are given below:

Year	Location of the Meeting	Date	Time
2007-2008	203, City Centre, 186, Pursawalkam High Road, Keleleys, Chennai 600010.	22/09/2008	11.00 A.M.
2008-2009	203, City Centre, 186, Pursawalkam High Road, Keleleys, Chennai 600010.	29/09/2009	11.00 A.M.
2009-2010	203, City Centre, 186, Pursawalkam High Road, Keleleys, Chennai 600010	22/09/2010	11.00 A.M.

None of the resolutions approved at the last Annual General Meeting required postal ballot approval. No resolution on matters requiring voting by postal ballot as per Section 192A is placed before the members at the ensuing meeting.

7. POSTAL BALLOT:

During the last financial year 2010-2011, special resolution for amendment of object clause in the Memorandum of Association of the Company was carried out, for the purpose of clarity in the business carried on by the Company, through Postal Ballot in accordance with Section 192A of the Companies Act, 1956.

8. EXTRA ORDINARY GENERAL MEETING (EGM):

During the period no Extra-Ordinary General Meeting was held.

9. DISCLOSURES:

- During the year no material transactions with the Directors or the Management, their subsidiaries or relatives etc. have taken place, which have potential conflict with the interest of the Company.
- There has been no non-compliance of the provisions / requirements of Stock Exchanges / SEBI or any other statutory authority on any matter relating to Capital Market.
- There were no pecuniary relationships or transactions with the Non-Executive Directors, except payment of sitting fee made to Non-Executive Independent Directors for meeting attended by them.
- CEO/CFO Certification: The CEO and CFO certification of the financial statements and the cash flow statement for the year is enclosed separately at the end of the report.
- The Board in its report has confirmed that the annual accounts for the year ended 31st March, 2011 have been prepared as per applicable accounting standards and policies and that sufficient care has been taken for maintaining adequate accounting records.
- In the preparation of financial statements, the Company has followed the Accounting Standards issued by the Institute of Chartered Accountants of India to the extent applicable.

Annual Report:

Annual Report containing inter alia Audited Accounts, Financial Statements, Directors' Report, Auditors' Report and other important information are circulated to the members and others who are entitled to receive such information. The Annual Report is also available on the Company's website www.dolatinvest.com

10. MEANS OF COMMUNICATION:

- At present yearly statement of account is being sent to each shareholder.
- Quarterly results are generally published in one English and one vernacular newspaper on time i.e. "Trinity Mirror (in English) and Makkal Kural (in Tamil)".
- The Company has not made any presentation to any institutional investors or any analyst.
- Management Discussion and Analysis Report forms a part of Directors' Report.

11. GENERAL SHAREHOLDERS INFORMATION:

Annual General Meeting

Date and Time	Tuesday, 20 th September, 2011 at 11.30 A.M.
Venue	At the Registered Office at 203, City Center, 186, Purasawalkam High Road, Keleeyes, Chennai 600010.
Book Closure Date	14 th September, 2011 to 20 th September 2011

Financial Calendar 2011-12 (tentative)

Results for the Quarter Ended June, 2011	Second week of August, 2011
Results for the Quarter Ended September, 2011	Second week of November 2011
Results for the Quarter Ended December, 2011	Second week of February 2012
Results for the Quarter Ended March, 2012	Second week of May, 2012

Listing on the Stock Exchange : Bombay Stock Exchange Ltd,
Phiroze Jeejeebhoy Tower,
Dalal Street,
Mumbai-400 001

Stock Code No.: BSE -505526

International Securities Identification Number (ISIN): INE966A01022

- Annual Listing Fee for the year 2011-12 (as applicable) has been paid by the company to BSE
- Stock Price Data: High and Low during each month in last financial year Bombay Stock Exchange Ltd, Mumbai

	DOLAT INVESTMENTS LTD			BSE SENSEX	
	High (Rs.)	Low (Rs.)	Volume of Shares (No)	High	Low
April, 2010	5.25	4.12	1331145	18047.86	17276.80
May, 2010	5.10	3.25	1873637	17536.86	15960.15
June, 2010	4.99	3.31	1269644	17919.62	16318.39
July, 2010	4.85	3.80	751902	18237.56	17395.58
August, 2010	4.60	3.67	1064895	18475.27	17819.99
September, 2010	4.45	3.70	1027835	20267.98	18027.12
October, 2010	4.63	3.75	1418134	20854.55	19768.96
November, 2010	4.60	3.35	1385617	21108.64	18954.82
December, 2010	3.98	3.01	775606	20552.03	19074.57
January, 2011	4.25	3.30	908774	20664.80	18038.48
February, 2011	3.55	3.01	646049	18690.97	17295.62
March, 2011	4.20	3.00	1172001	19575.16	17792.17

- Share Transfer System:

The Company has as per SEBI guidelines offered the facility for transfers of shares in dematted form through Depository Participant.

Distribution of Shareholdings as on 31st March 2011

No. of Equity Shares held (Range)	No. of Shareholders	% of Shareholders	No. of Shares held	% of Shareholding
Upto 5000	10857	90.48	1,10,30,938	6.27
5001-10000	509	4.24	40,49,107	2.30
10001-20000	281	2.34	42,53,603	2.42
20001-30000	122	1.02	30,44,883	1.73
30001-40000	47	0.39	16,69,286	0.95
40001-50000	36	0.30	16,77,300	0.95
50001-100000	60	0.50	42,04,364	2.39
100001 & above	88	0.73	14,60,70,519	82.99
TOTAL	12000	100.00	17,60,00,000	100.00

- Categories of Shareholdings as on 31st March, 2011

Category	No. of Equity Shares	% of Equity Shares
Promoters	12,73,84,556	72.38
Foreign Promoters	Nil	Nil
Persons acting in Concert	Nil	Nil
Mutual Funds	Nil	Nil
Banks, Financial Institutions		
Cent./State Govt. Inst./Non- Govt. Inst.	Nil	Nil
Foreign Institutional Investors	Nil	Nil
Private Corporate Bodies	38,20,623	2.17
Indian Public	4,44,08,535	25.23
NRIs / OCBs	3,65,398	0.21
Clearing Members	20,888	0.01
TOTAL	17,60,00,000	100.00

Secretarial Audit:

A qualified Practicing Company Secretary carried out a secretarial audit to reconcile the total admitted capital with NSDL and CDSL and the total issued and listed capital. The audit confirms that the total issued/paid up capital is in agreement with the total number of shares in physical and dematerialized form.

Dematerialisation of shares as on 31st March, 2011:

The Company entered into agreements with National Securities Depository Limited (NSDL), Mumbai and Central Depository Services (India) Limited (CDSL), Mumbai facilitating the Electronic Transfer through dematerialisation of Company's Shares.

The following table shows the number of shares held in demat and physical form:

Mode of Holding	No. of shares	% of No. of Shares
Physical Form	325650	0.18
NSDL	157180601	89.31
CDSL	18493749	10.51
Total	176000000	100.00

- Dematerialization of Shares: Trading in Equity Shares of the Company is permitted only in dematerialized form. The ISIN No. is INE966A01022. Up to 31.3.2011, 99.82% of its equity shares are dematerialized.

- Outstanding GDRs/ADRs/Warrants or any other Convertible instruments, conversion date: NONE

- Address for Investors Correspondence:

Corporate Office:

Mr. Umesh V. Moolya
Company Secretary
301-308, 3rd Floor, Bhagwati House, Plot No A/19,
Veera Desai Road, Andheri (West), Mumbai 400 058
Email:grievances@dolatinvest.com

- Registrar and Transfer Agents:
Purva Sharegistry (India) Private Limited
No.9, Shiv Shakti Industrial Estate,
Ground Floor, J.R.Boricha Marg,
Lower Parel (East), Mumbai 400011.

12. AUDITORS CERTIFICATE ON CORPORATE GOVERNANCE:

The Auditors Certificate on compliance of clause 49 of the Listing Agreement relating to Corporate Governance is published as an annexure to the Director's Reports.

13. DECLARATION ON COMPLIANCE WITH CODE OF CONDUCT:

The Board has formulated a code of conduct for the Board members of the Company. It is hereby affirmed that all the Directors have complied with the code of conduct framed by the company and a confirmation to that effect has been obtained from the Directors of the company.

14. REVIEW OF GOVERNANCE PRACTICES:

We have in this report attempted to present the governance practices and principles being followed at the Company, as evolved over the years, and as best suited to the needs of our business and stakeholders. Our discussion and governance practices are continually revisited, reviewed and revised to respond to the dynamic needs of our business and ensure that our standards are at par with the recognized practices of governance, so as to meet the expectations of our entire stakeholder.

15. STATUS OF COMPLIANCE WITH NON MANDATORY REQUIREMENTS:

(a) Shareholders Rights:

The quarterly, half-yearly and annual financial results of the company are published in English and Tamil newspapers having wide circulation and they are uploaded on the Company's web-site. Hence, half-yearly declaration of financial performance is not sent to each household of shareholders.

(b) Tenure of Independent Directors:

The Board has not laid down any specific maximum tenure for the Independent Directors.

(c) Audit Qualifications:

The Company has initiated measures to move towards a regime of unqualified financial statements.

(d) Training of Board Members:

The Directors of the company are senior professionals of high standing and experience in corporate sector and the industry in which the company operates. They are kept informed of the business model, growth factors and the risk profile of the Company. Hence the Company has not laid down any formal training mechanism for its Directors.

(e) Mechanism for evaluating Non-Executive Board Members:

The Non-Executive Directors of the Company are professional from diverse fields relevant to the Company's business requirements and have long standing experience and expertise in their respective fields.

Non –Executive Directors add substantial value to the deliberations of the Board and Committee thereof, besides giving guidance on matters referred to them from time to time. They also play an important role in safeguarding the interests of the stakeholders.

In the light of the above, the Chairman under authority from the Board evaluates the performance of each Non-Executive Director.

(f) Whistle Blower Policy:

Though the Company does not have a formal Whistle Blower Policy, the Company takes cognizance of complaints made and suggestions given by the employees and others. Even anonymous complaints are looked into and whenever necessary, suitable corrective steps are taken. The company promotes ethical behavior in all its business activities. All employees are free to approach the Audit Committee to raise their concern relating to fraud, malpractice or any other activity or event which is against the Company's interest.

For and on behalf of the Board

Place: Mumbai
Date: 1st August, 2011

HARENDRA D. SHAH
CHAIRMAN & MANAGING DIRECTOR

DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH THE CODE OF CONDUCT

This is to confirm that the Company has adopted a "Code of Conduct" for all Board Members and senior management of the Company.

I confirm that Company has in respect of the financial year ended 31st March 2011, received from the Board Members & Senior Management Personnel of the company a declaration of compliance with the "Code of Conduct" as applicable to them.

HARENDRA D. SHAH
CHAIRMAN & MANAGING DIRECTOR

Place: Mumbai
Date: 1st August, 2011

CEO AND CFO CERTIFICATION

We, Harendra D. Shah, Chairman & Managing Director and Vaibhav P. Shah, Chief Financial Officer, responsible for the finance function certify that:

- a) We have reviewed the financial statements and cash flow statement for the year ended 31st March, 2011 and to the best of our knowledge and belief:
 - i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - ii) these statements together present a true and fair view of the Company's affairs and are in compliance with existing Accounting Standards, applicable laws and regulations.
- b) To the best of our knowledge and belief, no transactions entered into by the Company during the year ended 31st March, 2011 are fraudulent, illegal or violative of the Company's code of conduct.
- c) We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting. Deficiencies in the design or operation of such internal controls, if any, of which we are aware have been disclosed to the auditors and the Audit Committee and steps have been taken to rectify these deficiencies.
- d) We have indicated to the Auditors and the Audit Committee:
 - i) There has not been any significant change in control over financial reporting during the year under reference;
 - ii) Significant changes in accounting policies during the year, and that the same have been disclosed in the notes to financial statements; and
 - iii) We are not aware of any instance during the year of significant fraud with involvement therein of the management or any employee having a significant role in the Company's internal control system over financial reporting.

Place: Mumbai
Date: 1st August, 2011

Harendra D. Shah
Chairman & Managing Director

Vaibhav P. Shah
Chief Financial Officer

**CERTIFICATE OF COMPLIANCE WITH THE CORPORATE GOVERNANCE REQUIREMENTS UNDER
CLAUSE 49 OF THE LISTING AGREEMENT**

COMPLIANCE CERTIFICATE

**TO THE MEMBERS OF
DOLAT INVESTMENTS LIMITED**

We have examined the Compliance of the conditions of Corporate Governance by DOLAT INVESTMENTS LIMITED for the year ended 31st March 2011, as stipulated in clause 49 of the Listing Agreement of the Company with Stock Exchange.

The Compliance of the conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Agreement.

We state that in respect of investor grievances, the Registrar and Share Transfer Agents of the Company has maintained the relevant records and certified that as on 31st March, 2011 there were no investor grievances pending against the Company for a period exceeding one-month.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For SUNDARLAL, DESAI & KANODIA
Chartered Accountants**

**(Mukul Desai)
Partner
Membership No. 33978**

Place: Mumbai
Date: 1st August, 2011

Auditors' Report

To the Members of
DOLAT INVESTMENTS LIMITED

1. We have audited the attached Balance Sheet of **DOLAT INVESTMENTS LIMITED** as at 31st March, 2011 and the Profit and Loss Account and the Cash Flow Statement for the year ended on that date. These financial statements are 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 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. Further to our comments in the Annexure referred to in paragraph 3 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 accounts as required by law have been kept by the Company so far as appears from our examination of such 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 Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
 - (e) on the basis of the written representations received from the directors as on 31st March 2011 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st 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.
5. In our opinion and to the best of our information and according to the explanations given to us, the said accounts read with significant accounting policies and other 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, 2011
 - (ii) In the case of Profit and Loss Account, of the profit for the year ended on that date, and
 - (iii) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

**For SUNDARLAL, DESAI & KANODIA
CHARTERED ACCOUNTANTS
Firm Registration No. 110560W**

Place: Mumbai
Date: 1st August, 2011

**(MUKUL DESAI)
PARTNER
(Membership No. 33978)**

Annexure to the Auditors' Report

Annexure referred to in paragraph 3 of our report of even date to the members of Dolat Investments Limited on the financial statement for the year ended 31 March, 2011

- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) All the assets have been physically verified by the management during the year and there is a regular programme of verification.
- (c) There was no substantial disposal of fixed assets during the period.
- (ii) (a) The inventory being share, securities and commodities has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) The company is maintaining proper records of the inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- (iii) (a) As informed, the Company has not taken or granted any loans, secured or unsecured, to/from Companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956.
- (b) We do not have any comment under para 4(iii)(b), (c), (d), (f) & (g) as company has not borrowed or advanced any loan from/to parties listed in Register u/s.301 of the Companies Act, 1956.
- (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, fixed assets and with regard to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- (v) (a) In our opinion and according to the information and explanations given to us, the particulars of contracts or arrangements that need to be entered into a Register in pursuance of Section 301 of the Companies Act, 1956 and those brought to our notice, have been so entered.
- (b) In our opinion and according to the information and explanations given to us, the transactions in pursuance of such contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of rupees five lakhs in respect of any party during the period have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.

- (vi) Based on our scrutiny of the company's records and according to the information and explanations provided by the management, in our opinion, the company has not accepted any loans or deposits which are 'deposits' within the meaning of Rule 2(b) of the Companies (Acceptance of Deposit's) Rules, 1975 during the year.
- (vii) In our opinion, the company is having an internal audit system commensurate with the size and nature of its business.
- (viii) In our opinion Rules made by the Central Government for the maintenance of any cost records u/s 209 (1) (d) of the Companies Act, 1956 are not applicable to the Company.
- (ix) (a) The company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education Protection Fund, ESIC, Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty, Service Tax, Cess and other material statutory dues, wherever applicable to it.

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, sales tax, custom duty, excise duty, service tax and cess were in arrears, as at 31st March, 2011 for a period of more than six months.

(c) According to the information and explanations given to us, there are no dues of income tax, sales tax, customs duty, wealth tax, excise duty, service tax and cess which are in dispute.
- (x) In our opinion, there are no accumulated losses of the company. The company has not incurred cash losses during 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 repayment of dues to a financial institution, bank or debenture holders.
- (xii) According to the information and explanations given to us and based on the documents and records produced to us, the Company has not granted loans and advance on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the company is not a chit fund or a nidhi/ mutual benefit fund/ society. 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 and according to the information and explanations given to us, the company has not dealt/traded in debentures during the year and in respect of shares, securities and other investments, proper records have been maintained of the transactions and contracts and timely entries have been made therein. The shares, securities, debentures and other investments as the case may be have been held by the Company in its own name.
- (xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.

- (xvi) According to the information and explanations given to us, the Company has not raised any term loans during the financial year under audit.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that no funds raised on short-term basis have been used for long-term investment.
- (xviii) According to the information and explanations given to us, 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) According to the information and explanations given to us, the Company has not issued any secured debentures during the period covered by our report.
- (xx) During the period covered by our audit report, the Company has not raised any money by public issues.
- (xxi) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit

**For SUNDARLAL, DESAI & KANODIA
CHARTERED ACCOUNTANTS
Firm Registration No. 110560W**

Place: Mumbai
Date: 1st August, 2011

**(MUKUL DESAI)
PARTNER
(Membership No. 33978)**

BALANCE SHEET AS AT 31ST MARCH, 2011

	Schedule	31st March, 2011 Rs.	31st March, 2010 Rs.
SOURCES OF FUNDS			
SHAREHOLDERS' FUNDS			
Share Capital	1	176,000,000.00	176,000,000.00
Reserves and Surplus	2	656,845,720.48	639,503,533.89
		<u>832,845,720.48</u>	<u>815,503,533.89</u>
BORROWED FUNDS			
Secured Loan	3	112,696.16	331,101.23
DEFERRED TAX LIABILITIES			
		29,773.00	41,469.63
	TOTAL	<u>832,988,189.64</u>	<u>815,876,104.75</u>
APPLICATION OF FUNDS			
FIXED ASSETS			
Gross Block	4	5,094,284.25	5,094,284.25
Depreciation		<u>3,979,525.25</u>	<u>3,664,593.25</u>
Net Block		1,114,759.00	1,429,691.00
INVESTMENTS			
	5	816,220.00	140,839,856.28
CURRENT ASSETS, LOANS AND ADVANCES			
Current Assets			
Stock in Trade	6	103,315,500.00	32,618,990.00
Debtors	7	325,289,230.05	9,937,635.44
Cash and Bank Balances	8	474,752,241.90	376,580,078.12
Loans and Advances	9	<u>3,939,908.12</u>	<u>266,777,097.24</u>
		907,296,880.07	685,913,800.80
LESS : CURRENT LIABILITIES AND PROVISIONS			
Net Current Assets	10	<u>76,239,669.43</u>	<u>12,307,243.33</u>
	TOTAL	<u>832,988,189.64</u>	<u>815,876,104.75</u>
Significant Accounting Policies and Notes to the Accounts	17		

As per our attached report of even date
FOR SUNDARLAL, DESAI & KANODIA
CHARTERED ACCOUNTANTS

(MUKUL DESAI)
PARTNER
MEMBERSHIP NO. 33978

Place: Mumbai
Date : 1st August, 2011

FOR AND ON BEHALF OF THE BOARD

(HARENDRA D. SHAH) **(RAJENDRA D. SHAH)**
MANAGING DIRECTOR **DIRECTOR**

(UMESH V. MOOLYA)
COMPANY SECRETARY

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011

	Schedule	31st March, 2011 Rs.	31st March, 2010 Rs.
INCOME			
Sales (Gross)		308,406,685.16	46,765,686.07
Income from Operations	11	79,088,543.71	179,460,577.17
Other Income	12	15,482,888.50	9,845,193.90
	TOTAL	402,978,117.37	236,071,457.14
EXPENDITURE			
Cost of Goods Sold	13	300,932,500.00	44,569,192.32
Payment to & Provision for Employees	14	13,690,523.00	12,953,152.00
Administration and Other Expenses	15	51,155,969.46	83,840,934.96
Finance Charges	16	1,212,665.95	74,902.98
Depreciation & Amortisation	4	314,932.00	430,121.40
	TOTAL	367,306,590.41	141,868,303.66
Profit Before Tax		35,671,526.96	94,203,153.48
Less: Provision for Taxation			
- Current Tax		12,000,000.00	26,500,000.00
- Tax Adjustment of earlier years		6,327,233.00	2,064,659.19
- Deferred Tax Expense/(Credit)		(11,696.63)	(41,427.72)
Profit After Tax		17,355,990.59	65,679,922.01
Prior Period Adjustments		13,804.00	33,760.00
Profit for the year		17,342,186.59	65,646,162.01
Balance brought forward from last year		532,270,029.89	481,885,437.88
Profit available for appropriation		549,612,216.48	547,531,599.89
APPROPRIATIONS			
- Proposed Dividend		-	8,800,000.00
- Provision for Dividend Distribution Tax		-	1,461,570.00
- Transfer to General Reserve		1,000,000.00	5,000,000.00
		1,000,000.00	15,261,570.00
Balance Carried to Balance Sheet		548,612,216.48	532,270,029.89
Earning Per Share (Basic & Diluted)		0.10	0.37
Significant Accounting Policies and Notes to the Accounts	17		

As per our attached report of even date
FOR SUNDARLAL, DESAI & KANODIA
CHARTERED ACCOUNTANTS

(MUKUL DESAI)
PARTNER
MEMBERSHIP NO. 33978

Place: Mumbai
Date : 1st August, 2011

FOR AND ON BEHALF OF THE BOARD

(HARENDRA D. SHAH) **(RAJENDRA D. SHAH)**
MANAGING DIRECTOR **DIRECTOR**

(UMESH V. MOOLYA)
COMPANY SECRETARY

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2011

	For the year ended 31-03-2011 Rs.	For the year ended 31-03-2010 Rs.
(A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and extraordinary items	35,671,526.96	94,203,153.48
Adjustment for :		
Depreciation	314,932.00	430,121.40
Dividend on Mutual Fund	(2,088,225.97)	(7,469,465.09)
Prior Period Adjustments	(13,804.00)	(33,760.00)
Share Investment Income	(5,227,442.50)	-
Employee Benefit	(7,201.00)	189,624.00
Provision for dim. in value of Futures	2,909,709.29	(14,789,455.75)
Provision for dim. in value of Futures	849,585.00	-
Provision for dim. in value of Options	(158,863.97)	167,336.76
Operating Profit before Working Capital Changes and Provisions	32,250,215.81	72,697,554.80
Adjustment for Changes in Working Capital :		
Stock in Trade	(70,696,510.00)	12,100,626.95
Debtors	(315,351,594.61)	(7,261,569.23)
Loans and Advances	254,000,245.92	(94,471,462.80)
Current Liabilities	68,032,230.98	(9,980,377.05)
Cash Generated/(used) in operations	(31,765,411.90)	(26,915,227.33)
Direct Taxes Paid (including Tax on Dividend) (Net)	(6,921,754.00)	(21,468,871.00)
Net Cash from Operating Activities	(38,687,165.90)	(48,384,098.33)
(B) CASH FLOW FROM INVESTMENT ACTIVITIES		
Purchase/Sale of Investments	145,251,078.78	250,424,764.09
Dividend Received	2,088,225.97	7,469,465.09
Net Cash from Investing activities	147,339,304.75	257,894,229.18
(C) CASH FLOW FROM FINANCING ACTIVITIES		
Dividend Paid	(8,800,000.00)	(17,600,000.00)
Dividend Distribution Tax	(1,461,570.00)	(2,991,120.00)
Secured Loan	(218,405.07)	(490,762.77)
Net Cash from Financing Activities	(10,479,975.07)	(21,081,882.77)
Net Inc./(Dec.) in Cash & Cash equivalents [A+B+C]	98,172,163.78	188,428,248.08
Cash & Cash Equivalents- Opening Balance	376,580,078.12	188,151,830.04
Cash & Cash Equivalents- Closing Balance	474,752,241.90	376,580,078.12

As per our attached report of even date
FOR SUNDARLAL, DESAI & KANODIA
CHARTERED ACCOUNTANTS

(MUKUL DESAI)
PARTNER
MEMBERSHIP NO. 33978

Place: Mumbai
Date : 1st August, 2011

FOR AND ON BEHALF OF THE BOARD

(HARENDRA D. SHAH) **(RAJENDRA D. SHAH)**
MANAGING DIRECTOR **DIRECTOR**

(UMESH V. MOOLYA)
COMPANY SECRETARY

**SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT AND
THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011**

	31st March, 2011 Rs.	31st March, 2010 Rs.
<u>SCHEDULE-1 SHARE CAPITAL</u>		
<u>AUTHORISED</u>		
18,10,00,000 Equity Shares of Rs.1/- each	181,000,000.00	181,000,000.00
<u>ISSUED, SUBSCRIBED AND PAID UP</u>		
17,60,00,000 Equity Shares of Re. 1/- each fully paid-up (Previous Year 17,60,00,000 Eq. Shares)	176,000,000.00	176,000,000.00
(Of the above 17,38,00,000 (Pr. Yr. 17,38,00,000) Equity Shares are allotted as fully paid-up bonus shares by capitalisation of general reserve and profit & loss account)		
	176,000,000.00	176,000,000.00
<u>SCHEDULE -2 RESERVE AND SURPLUS</u>		
<u>GENERAL RESERVE</u>		
Balance as per last balance sheet	107,233,504.00	102,233,504
Add: Transfer from Profit & Loss Account	1,000,000.00	5,000,000.00
	108,233,504.00	107,233,504.00
<u>PROFIT AND LOSS ACCOUNT</u>		
	548,612,216.48	532,270,029.89
	656,845,720.48	639,503,533.89
<u>SCHEDULE-3 SECURED LOANS</u>		
HDFC Bank Car Loan (Secured by Hypothication of Car) (Amount Repayable within one year Rs. 1,12,696, P.Y. Rs. 2,18,405/-)	112,696.16	331,101.23
	112,696.16	331,101.23

**SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT AND
THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011**

SCHEDULE - 4 FIXED ASSETS

Sr. No.	Particulars	Gross Block				Depreciation				Net Block	
		As at 01.04.2010	Additions during the Year	Deductions during the Year	As at 31.03.2011	As at 01.04.2010	For the Year	Deductions during the Year	As at 31.03.2011	As at 31.03.2011	As at 31.03.2010
1	Air Conditioners	1,877,730.00	-	-	1,877,730.00	1,512,807.00	50,760.00	-	1,563,567.00	314,163.00	364,923.00
2	Intercom System	78,727.00	-	-	78,727.00	73,507.00	726.00	-	74,233.00	4,494.00	5,220.00
3	Furniture	911,108.00	-	-	911,108.00	754,454.00	28,355.00	-	782,809.00	128,299.00	156,654.00
4	Elec. Installation	150,549.25	-	-	150,549.25	130,215.25	2,828.00	-	133,043.25	17,506.00	20,334.00
5	Computer	985,865.00	-	-	985,865.00	898,994.00	28,474.00	-	927,468.00	58,397.00	86,871.00
6	Office Equipments	40,850.00	-	-	40,850.00	22,360.00	2,572.00	-	24,932.00	15,918.00	18,490.00
7	Motor Car	1,049,455.00	-	-	1,049,455.00	272,256.00	201,217.00	-	473,473.00	575,982.00	777,199.00
	Total	5,094,284.25	-	-	5,094,284.25	3,664,593.25	314,932.00	-	3,979,525.25	1,114,759.00	1,429,691.00
	As at 31st March, 2010	5,094,284.25	-	-	5,094,284.25	3,234,471.85	430,121.40	-	3,664,593.25	1,429,691.00	1,859,812.40

**SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT AND
THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011**

	31st March, 2011		31st March, 2010	
	Rs.		Rs.	
SCHEDULE- 5 INVESTMENTS				
	Qty		Qty	
(A) Unquoted, Non-Trade , Long Term				
1) Equity Shares Fully Paid Up of Rs.10/- Each (Under the same management)				
Nirshilp Securities Pvt. Ltd.	700	1,100.00	700	1,100.00
2) Preference Shares Fully Paid Up of Rs. 100/- each)				
Tata Steel Ltd.	4	400.00	4	400.00
(B) Unquoted, Non-Trade , Current Investment				
1) Units-LIC MFs (NAV CY Rs. 8.2326 each, PY. Rs. 10 each)	100,000	814,720.00	100,000	814,720.00
2) Units-Birla Sunlife MF (NAV CY Rs. Nil, PY. Rs.10.0030 each)	-	-	9,998,865.78	100,018,654.40
3) Units-ICICI Prudential Liquid (NAV CY Rs. Nil, PY. Rs.100.0221 each)	-	-	199,986.42	20,003,061.88
4) Units-Axis Liquid MF (NAV CY Rs. Nil, PY. Rs.1000 each)	-	-	20,001.92	20,001,920.00
		816,220.00		140,839,856.28
SCHEDULE -6 STOCK IN TRADE				
(As taken, valued and certified by Director)				
Shares and Securites		103,315,500.00		32,618,990.00
		103,315,500.00		32,618,990.00
SCHEDULE -7 SUNDRY DEBTORS				
(Unsecured, considered good)				
Outstanding for a period exceeding six months		-		-
Others		325,289,230.05		9,937,635.44
		325,289,230.05		9,937,635.44
SCHEDULE- 8 CASH AND BANK BALANCES				
Cash on Hand		126,248.85		903,888.85
Balance with Scheduled banks				
in Current Accounts		364,625,993.05		265,676,189.27
in Fixed Deposit Accounts		110,000,000.00		110,000,000.00
		474,752,241.90		376,580,078.12

**SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT AND
THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011**

	31st March, 2011 Rs.	31st March, 2010 Rs.
SCHEDULE-9 LOANS AND ADVANCES		
(Unsecured, considered good)		
Advances recoverable in cash or in kind or for value to be received	3,919,908.12	20,227,707.24
Deposits	20,000.00	243,520,000.00
Advance Tax (Net of Provision for Tax)	-	3,029,390.00
	3,939,908.12	266,777,097.24
SCHEDULE- 10 CURRENT LIABILITIES AND PROVISIONS		
(A) CURRENT LIABILITIES		
Sundry Creditors		
-Dues to Micro and Small Enterprises under MSMED Act	-	-
- Dues to other parties	69,054,376.77	407,262.83
Unpaid Dividend	248,671.78	248,624.50
Other Liabilities	769,233.88	997,291.00
	70,072,282.43	1,653,178.33
*There is no amount due and outstanding to be credited to Investor Education and Protection Fund		
(B) PROVISIONS		
Income Tax (Net of Advance Payment of Income Tax)	5,789,442.00	-
Fringe Benefit Tax(Net of Advance Payment of FBT)	376.00	4,762.00
Employees Benefits (Net of Plan Assets)	377,569.00	387,733.00
Proposed Dividend	-	8,800,000.00
Provision for Dividend Distribution Tax	-	1,461,570.00
	6,167,387.00	10,654,065.00
TOTAL (A+B)	76,239,669.43	12,307,243.33
SCHEDULE-11 INCOME FROM OPERATIONS		
Income From Shares/Derivatives Trading	79,088,543.71	179,460,577.17
	79,088,543.71	179,460,577.17
SCHEDULE-12 OTHER INCOME		
Share Investment Income	5,227,442.50	-
Dividend on Shares and Units	2,093,376.27	7,489,845.02
Capital Gain On Units	-	11,902.88
Interest Received	8,162,069.73	2,308,446.00
Other Income	-	35,000.00
	15,482,888.50	9,845,193.90

**SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT AND
THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011**

	31st March, 2011 Rs.	31st March, 2010 Rs.
SCHEDULE-13 COST OF GOODS SOLD		
Opening Stock	-	44,569,192.32
Purchase	300,932,500.00	-
Total	300,932,500.00	44,569,192.32
Less Closing Stock	-	-
	<u>300,932,500.00</u>	<u>44,569,192.32</u>
SCHEDULE-14 PAYMENT TO AND PROVISION FOR EMPLOYEES		
Salaries, Bonus, Allowances & etc.	13,174,372.00	12,481,960.00
Staff Welfare	516,151.00	471,192.00
	<u>13,690,523.00</u>	<u>12,953,152.00</u>
SCHEDULE-15 ADMINISTRATION AND OTHER EXPENSES		
<u>Remuneration to Auditors'</u>		
- Audit Fees	27,575.00	27,575.00
- Taxation Matters	27,575.00	27,575.00
- Other Matters	15,000.00	-
Computer Expenses	84,163.00	86,568.00
Director's Remuneration	800,000.00	800,000.00
Director's Sitting Fees	192,000.00	192,000.00
Electricity Expenses	158,824.00	154,330.00
Insurance	59,936.00	6,811.00
Key Man Insurance Charges	2,406,964.00	2,406,964.00
Professional Charges	13,647,700.00	21,647,000.00
Repairs and Maintenance	86,769.00	87,459.00
Rent, Rates & Taxes	262,216.00	482,600.00
Service Tax	2,945,488.74	5,960,004.94
Securities Transaction Tax	24,588,224.00	49,043,480.00
Miscellaneous Expenditures	2,010,860.21	2,565,951.26
Capital Loss On Mutual Fund Units	83,380.22	-
Reducton in Value of Current Investments	-	185,280.00
Provision for Diminution in the value of Futures	2,909,709.29	-
Provision for Diminution in Commodity Futures	849,585.00	-
Provision for Diminution in the value of Options	-	167,336.76
	<u>51,155,969.46</u>	<u>83,840,934.96</u>
SCHEDULE-16 FINANCE CHARGES		
Bank Charges	1,058.02	9,984.75
Interest Charges	1,211,607.93	64,918.23
	<u>1,212,665.95</u>	<u>74,902.98</u>

**SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT AND
THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2011**

SCHEDULE-17: SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

A. Significant Accounting Policies:

1. Method of Accounting:

The accounts are prepared on accrual basis under the historical cost convention in accordance with the accepted Accounting Standards and relevant provisions of the Companies Act, 1956.

2. Use of Estimates:

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

3. Revenue Recognition:

- a. Income from Shares & Securities trading is recognized as income or loss on the date of actual trade and are shown net of brokerage expenses.
- b. Incomes in respect of derivative contracts are accounted in respect of expired contracts.
- c. In respect of derivative contracts open as on balance sheet date, treatment is given as per Guidance Note on Accounting for Equity Index and Equity/Stock Futures & Options issued by The Institute of Chartered Accountants of India.
 - Futures contracts: Amounts received or paid are credited or debited respectively to Mark to Market Margin account and anticipated losses are provided for in Profit & Loss Account.
 - Options contracts: Premium paid on Option Contracts is carried forward to next financial year. Profits are not considered but provision for loss is made in Profit and Loss Account.
- d. The dividend income is accounted for when the right to receive the payment is established whereas, interest income and other income is accounted on accrual basis.
- e. In respect of commodities derivative contracts open as on balance sheet date, amounts received and paid are credited and debited respectively to Mark to Market Margin account and anticipated loss are provided for in Profit & Loss Account.

4. Sales

The Sales includes sales tax wherever applicable but excludes freight and other charges and accounted for at time of settlement or delivery.

5. Fixed Assets and Depreciation:

- a. Fixed Assets are stated at cost of acquisition less depreciation. Cost of asset comprises of purchase price and other attributable costs.
- b. Depreciation on fixed assets is provided at the rates and in the manner laid down in Schedule XIV to the Companies Act, 1956 on the written down value method.

6. Impairment of Assets:

At each balance sheet date, the Company reviews the carrying value of tangible and intangible assets for any possible impairment. An impairment loss is recognized when the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is higher of the asset's net selling price or estimated future cash flows.

7. Investments:

Investments are classified into long term investments and current investments. Investments that are intended to be held for one year or more are classified as long term investments and investments that are intended to be held for less than one year are classified as current investments.

Long term investments are valued at cost. The provision for diminution in the value of long term investment is made if in the opinion of the management such a decline is other than temporary.

Current investments are valued at cost or market/fair value, whichever is lower.

8. Stock in trade :

- a. The securities acquired with the intention of short term holding and trading are considered as stock-in-trade and shown under current assets.
- b. Equity Shares held as stock-in-trade under current assets are valued at cost or market value, whichever is lower on FIFO basis.
- c. Commodities Stock held as stock-in-trade under current assets are valued at cost or market value, whichever is lower on FIFO basis.

9. Employee Benefits

- a. The Company provides for gratuity, a defined benefit plan covering all employees. The plan provides a lump sum payment to eligible employees at retirement or on termination of employment based on the salary of the respective employee and year of employment with the Company.

Liability for above defined benefit plan is provided on the basis of valuation, as at the Balance Sheet date, carried out by an independent actuary. The actuarial method used for measuring the liability is the Projected Unit Credit method. The actuarial gains and losses arising during the year are recognized in the profit and loss account of the year without resorting to any amortization.

- b. The provisions of provident fund laws are not applicable in view of number of employees of the company being less than the prescribed number.
- c. As per company's policy, no encashment of leave to any employee is allowed.

10. Taxes on Income:

- a. Income-tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with income tax laws) and deferred tax charge or credit (reflecting the tax effect of timing differences between accounting income and taxable income for the period).
- b. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that the assets can be realized in future.
- c. Deferred tax assets are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realized.
- d. Tax credit is recognised in respect of Minimum Alternate Tax (MAT) paid in terms of Section 115JAA of the Income Tax Act, 1961 based on convincing evidence that the Company will pay normal income tax within the statutory time frame and the same is reviewed at each balance sheet date.

11. Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as results of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in Notes to Accounts, while contingent assets are neither recognized nor disclosed in the financial statements.

B. Notes to accounts

1. There is no liability which is contingent in nature.
2. As at March 31, 2011, the company has reviewed the future earnings of all the cash generating units in accordance with the Accounting Standard 28 "Impairment of Assets. As the carrying amount of assets does not exceed the future recoverable amount, consequently, no adjustment to carrying amount of assets is considered necessary by the Management.
3. In the Opinion of the Management, the current Assets and Loans and Advances as shown in the books are expected to realize at their Book Values in the normal course of business and adequate provision have been made in respect of all known liabilities.
4. Certain balances under the heads Sundry Debtors, Loans & Advances, Sundry Creditors are subject to confirmations from the respective parties and consequential reconciliation, if any.
5. Based on the information available with the Company, there are no suppliers who are registered as micro, small or medium enterprises under The Micro, Small and Medium Enterprises Development Act, 2006 as at March 31, 2011.
6. Taxation:
 - I. Provision for current tax for the current year has been made, taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961.
 - II. In accordance with AS – 22 "Taxes on Income" issued by the Institute of Chartered Accountants of India, net deferred tax assets on account of timing difference for current year of Rs.11,696.63 is credited to profit and loss account. The components of deferred tax assets and (liabilities) are as under:

Particulars	31.03.2011 Rs.	31.03.2010 Rs.
Deffered Tax Liabilities Due to Depreciation	1,52,275.00	1,70,264.84
Deffered Tax Assets Due to Employee Benefit	1,22,502.00	1,28,795.21
Net Deffered Tax Liabilities	29,773.00	41,469.63

7. Basic & Diluted Earning / (Loss) per shares

Particulars	2010-2011 Rs.	2009-2010 Rs.
Net Profit Attributable to equity shareholders (Rs.In Lakhs)	173.42	656.46
Weighted Number of Outstanding equity shares for Basic EPS Face Value Re 1 each (Rs.)	17,60,00,000	17,60,00,000
Weighted Number of equity Outstanding shares for Diluted EPS Face Value Re 1 each (Rs.)	17,60,00,000	17,60,00,000
Basic Earning Per Shares (EPS) (Rs.)	0.10	0.37
Diluted Earning Per Shares (EPS) (Rs.)	0.10	0.37

8. Segment Reporting:

The company has identified business segment as the primary segment after considering all the relevant factors. The companies trading and investment activities are carried out primarily in India and as such there are no reportable geographical segments.

The expenses, which are not directly identifiable to a specific business segment, are clubbed under "Unallocated Corporate Expenses" and similarly, the common assets and liabilities, which are not directly identifiable to a specific segment are clubbed under "Unallocated Corporate Assets/Liabilities on the basis of reasonable estimates.

Segment Revenue, Results and Other Information

	2010-11 Amount (Rs.)	2009-10 Amount (Rs.)
a) Segment Revenue		
Shares & Securities	86,325,982.26	186,962,325.07
Commodities	308,406,685.16	46,765,686.07
Other Unallocable	8,162,069.73	2,308,446.00
Total	402,894,737.15	236,036,457.14
b) Segment Results		
Shares & Securities	42,436,780.98	109,948,708.15
Commodities	6,405,008.17	1,999,522.91
Other Unallocable	8,162,069.73	2,308,446.00
Total	57,003,858.88	114,256,677.06
Less: Unallocable Expenses (Net of Income)	20,119,665.97	19,978,620.60
	36,884,192.91	94,278,056.46
Less: Interest & Finance Charges	1,212,665.95	74,902.98
Profit Before Tax	35,671,526.96	94,203,153.48
<u>Provision for Tax</u>		
Income Tax	12,000,000.00	26,500,000.00
Tax Adjustment of earlier years	6,327,233.00	2,064,659.19
Deferred Tax Expense/(Credit)	(11,696.63)	(41,427.72)
Profit After Tax	17,355,990.59	65,679,922.01
c) Segment Assets and Liabilities		
Shares & Securities	36,111,346.11	440,382,081.89
Commodities	325,458,101.41	231,768.24
Unallocated Corporate Assets less Liabilities	471,276,272.96	374,889,683.76
Total	832,845,720.48	815,503,533.89

9. Open Interest in individual Stock/Index Futures as on 31st March, 2011

a) Open Short Positions:

Name of the Company/Index	Expiry Date	No. of Contract	No. of Units
INFOSYSTCH	28/04/2011	2	250
TCS	28/04/2011	1	250
LT	28/04/2011	3	375
AXISBANK	28/04/2011	2	500
HDFC	28/04/2011	1	500
JSWSTEEL	28/04/2011	2	500
MARUTI	28/04/2011	2	500
TATAMOTORS	28/04/2011	2	500
RELIANCE	28/04/2011	3	750
JINDALSTEL	28/04/2011	2	1000
TATASTEEL	28/04/2011	2	1000
ICICIBANK	28/04/2011	5	1250
RELINFRA	28/04/2011	5	1250
BANKNIFTY	28/04/2011	63	1575
DLF	28/04/2011	2	2000
CENTRALBK	28/04/2011	6	7056
MINIFTY	28/04/2011	512	10240
NIFTY	28/04/2011	438	21900

b) Open Long Positions:

Name of the Company/Index	Expiry Date	No. of Contract	No. of Units
NIFTY	26/05/2011	51	2550
EDUCOMP	28/04/2011	1	500
SBIN	28/04/2011	4	500
HEROHONDA	28/04/2011	3	375

10. Option Open Interest:

Name of the Company/Index	Total Premium Carried forward as at the year end net of provision made	
	Premium Paid Amount in Rs.	Premium Received Amount in Rs.
ABAN	5,375.00	-
AXISBANK	28,562.00	-
BANKNIFTY	7,08,136.23	-
DLF	18,335.30	-
EDUCOMP	56,205.60	-
HDFC	45,618.00	-
HEROHONDA	-	28,925.00
ICICIBANK	62,387.98	-
INFOSYSTCH	43,923.25	-
JINDALSTEL	34,253.40	-
JSWSTEEL	-	24,439.68
LT	76,487.76	-
MARUTI	45,262.50	-
NIFTY	-	1,01,449.79
ONGC	-	4,772.80
REL CAPITAL	10,357.25	-
RELIANCE	47,642.32	-
RELINFRA	48,587.35	-
SBIN	-	64,118.98
TATAMOTORS	82,820.78	-
TATASTEEL	43,004.35	-
TCS	20,552.16	-
Subtotal	13,77,511.73	2,23,706.24
Grand Total	11,53,805.49	

11. Accounting policy related to employee's benefits of gratuity and other benefits is accounted in accordance with AS 15 (Revised)-"Employees Benefit". In the opinion of the management, the provisions of provident fund laws are not applicable in view of number of employees of the company being less than the prescribed number. No provision for leave encashment is made during the year in view of company's policy of not allowing encashment and accumulation of eligible leave.

The Company is recognizing and accruing the employees benefits as per accounting standard (AS) -15 On "Employees Benefits"

Details are given below:-

	2010-2011 Amount in Rs.	2009-2010 Amount in Rs.
Assumptions		
Discount Rate	8.00%	8.00%
Salary Escalation	3.00%	5.00%
Change in Benefit Obligation		
Liabilities at the beginning of the year	3,96,512.00	2,06,180.00
Interest Cost	31,721.00	16,494.00
Current Service Cost	1,89,114.00	96,391.00
Benefit Paid	-	-
Add: Actuarial Loss/(Gain) on obligations	(2,26,990.00)	77,447.00
Liabilities at the end of the year	3,90,357.00	3,96,512.00
Change in fair value of Plan Assets		
Fair value of the plan assets at the beginning of the year	8,779.00	4,882.00
Actual Return on the plan assets	1,046.00	708.00
Contributions	2,963.00	3189.00
Benefits Paid	-	-
Fair value of the plan assets at the end of the year	12,788.00	8779.00
Actuarial gain / loss recognized		
Actuarial Loss/(Gain) –Obligation	(2,26,990.00)	77,447.00
Actuarial Loss/(Gain) –Plan Assets	(1046.00)	(708.00)
Total Actuarial Gain / (Loss)	(2,28,036.00)	(76,739.00)
Actuarial Gain/(Loss) recognized for the year	(2,28,036.00)	(76,739.00)
The amount to be recognized in the Balance Sheet and Statement of Profit & Loss A/c		
Present value of the obligation as at the end of the year	390357.00	3,96,512.00
Present value of the plan assets as at the end of the year	12788.00	8,779.00
Funded Status	(3,77,569.00)	(3,87,733.00)
Net liability recognized in Balance Sheet	(3,77,569.00)	(3,87,733.00)
Expenses recognized in the Statement of Profit & Loss A/c		
Current Service Cost	189114.00	96,391.00
Interest Cost	31721.00	16,494.00
Expected Return on Plan Assets	1046.00	708.00
Actuarial loss on obligation	(226990.00)	77,447.00
Net Actuarial Gain/(Loss) recognized in the year	(7201.00)	(1,89,624.00)
Expenses recognized in Statement of Profit & Loss A/c	(7201.00)	(1,89,624.00)

12. Disclosures as required by Accounting Standard 18 "Related Party Disclosures" -

i. **Key Management Personnel**

Harendra D. Shah, Rajendra D. Shah & Pankaj D. Shah

ii. **Relative of Key Management Personnel**

Shailesh D. Shah

iii. **Associates**

Dolat Capital Market Pvt. Ltd.,

Purvag Commodities & Derivatives Pvt. Ltd.,

Shailesh Shah Securities Pvt. Ltd.

Nirpan Securities Pvt. Ltd.,

Vaibhav Stocks & Derivatives Pvt. Ltd.

iv. **Transactions carried out with Related Parties referred above in ordinary course of business :**

(Rs. in Lacs)

Sr. No.	Nature of Transactions	2010-11			2009-10		
		Key Mgt. Personnel	Relative of Key Mgt. Personnel	Associates	Key Mgt. Personnel	Relative of Key Mgt. Personnel	Associates
1	Margin Paid	-	-	-	-	-	2,435.00
2	Directors Remuneration	8.00	-	-	8.00	-	-
3	Brokerage Paid	-	-	266.60	-	-	578.64
4	Electricity Charges Paid	-	-	1.42	-	-	1.54
5	Telephone Charges	-	-	0.49	-	-	0.28
6	Rent Paid	1.42	1.15	-	3.68	1.04	-
7	Other outstanding balance as on balance sheet date						
	- Receivable from brokers	-	-	3252.89	-	-	94.98
	- Payable to brokers	-	-	690.27	-	-	-

- Related party relationship have been identified by the management and relied upon by the auditors.

13. The Quantitative information as per requirement of para 3 and 4 of part II of schedule VI of the companies Act, 1956 are under:

a. **Shares & Securities :**

(Figures in Lacs)

Particulars	2010-11		2009-10	
	Qty	Value (Rs.)	Qty	Value(Rs.)
Opening	12.14	326.19	12.49	1.50
Purchases	23.27	11,409.40	8.57	3,828.54
Sales	18.15	10,707.53	8.92	3,476.65
Closing	17.26	1,033.16	12.14	326.19

b. **Futures :**

Particulars	2010-11		2009-10	
	Qty	Value (Rs.)	Qty	Value (Rs.)
Opening (Short)	0.45	1,446.46	5.30	11,254.57
Opening (Long)	0.08	77.93	35.66	10,344.51
Purchases	449.41	1252881.92	817.19	2,675,752.31
Sales	449.52	1252177.85	847.93	2,673,131.58
Closing (Long)	0.04	172.80	0.08	77.93
Closing (Short)	0.51	2142.77	0.45	1,446.46

c. Options premium :

(Figures in Lacs)

Particulars	2010-11		2009-10	
	Qty	Value (Rs.)	Qty	Value (Rs.)
B/F premium (Short)	3.31	298.52	2.83	248.15
B/F premium (Long)	2.86	304.88	2.68	396.37
Premium Paid	1,156.78	84,080.26	1,400.55	154,018.32
Premium Recd	1,205.65	86,164.62	1,456.66	158,913.30
C/F premium (Long)	0.25	13.57	2.86	304.88
C/F premium (Short)	0.10	1.86	3.31	298.52

d. Commodities

(Value in Lacs)

Particulars	2010-11		2009-10	
	Qty (In Ton)	Value (Rs.)	Qty (In Ton)	Value (Rs.)
Opening Stock Physical	Nil	Nil	2,175.17	445.69
Opening Short	Nil	Nil	2,170.00	469.74
Opening Long	Nil	Nil	Nil	Nil
Purchase Futures	7,723.08	46,923.64	2,170.00	492.95
Purchase Physical	11.41	3,009.33	Nil	Nil
Sales Futures	7,889.31	47,456.59	Nil	Nil
Sales Physicals	11.41	3,068.27	2,175.17	490.86
Closing Stock Physical	-	-	Nil	Nil
Closing Short	195.80	843.80	Nil	Nil
Closing Long	29.57	326.65	Nil	Nil

14. Previous year's figures have been regrouped / reclassified / rearranged wherever necessary to confirm with this year's classification.

As per our attached report of even date
FOR SUNDARLAL, DESAI & KANODIA
CHARTERED ACCOUNTANTS

(MUKUL DESAI)
PARTNER
MEMBERSHIP NO. 33978

Place: Mumbai
Date : 1st August, 2011

FOR AND ON BEHALF OF THE BOARD

(HARENDRA D. SHAH) **(RAJENDRA D. SHAH)**
MANAGING DIRECTOR **DIRECTOR**

(UMESH V. MOOLYA)
COMPANY SECRETARY

BALANCE SHEET ABSTRACT & COMPANY'S GENERAL BUSINESS PROFILE

Statement showing particulars as described in the amendment to Schedule VI to the Companies Act, 1956, vide Notification No. G.S.R.388(E) dated May 15, 1995 :

I. REGISTRATION DETAILS

Registration No.	L65990TN1983PLC067697
State Code	18
Balance Sheet Date	31.03.2011

II. CAPITAL RAISED DURING THE YEAR ENDED

Public Issue	Nil
Rights Issue	Nil
Bonus Issue	Nil
Private Placement	Nil

III. POSITION OF MOBILISATION & DEPLOYMENT OF FUNDS**(Rs. in Thousands)****AS AT 31ST MARCH, 2011**

Total Liabilities	909,085.39
Total Assets	909,085.39

Sources of Funds

Paid-Up Capital	176,000.00
Reserves & Surplus	656,845.72
Secured Loans	112.70
Unsecured Loans	-
Deferred Tax Liabilities	29.77

Application of Funds

Net Fixed Assets	1,114.76
Investments	816.22
Net Current Assets	831,057.21

IV. PERFORMANCE OF THE COMPANY FOR THE YEAR**ENDED 31ST MARCH, 2011**

i. Turnover (Net Sales and Other Income)	402,978.12
ii. Total Expenditure	367,306.59
iii. Profit before Tax	35,671.53
iv. Profit after Tax	17,355.99
v. Earning Per Share(Rs.)	0.10
vi. Dividend Rate	0%

V. GENERIC NAMES OF THE THREE PRINCIPAL PRODUCTS /**SERVICES OF THE COMPANY (as per monetary terms)**

Item Code No. (ITC Code)	N.A.
Product Description	N.A.

FOR AND ON BEHALF OF THE BOARD

(HARENDRA D. SHAH)
MANAGING DIRECTOR(RAJENDRA D. SHAH)
DIRECTORPlace: Mumbai
Date : 1st August, 2011(UMESH V. MOOLYA)
COMPANY SECRETARY

DOLAT INVESTMENTS LIMITED

203, City Centre, 186, Purasawalkam High Road, Keleeyes, Chennai 600010.

ATTENDANCE SLIP

I, hereby record my attendance at the Thirtieth Annual General Meeting of the Company at 203, City Centre, 186, Purasawalkam High Road, Keleeyes, Chennai 600010 on Tuesday, 20th September, 2011 at 11.30 A.M.

Name of the Shareholder: _____
(In Capital Letters)

Name of Proxy: _____
(In Capital Letters)

Signature: _____

Registered Folio No.: _____ Client ID No.: _____ No. of Shares: _____

- Note: 1. Shareholder /Proxy Holder wishing to attend the meeting must bring this attendance slip duly signed, to the meeting and hand it over at the entrance.
2. Shareholder / Proxy holder desiring to attend the meeting should bring his/her copy of Annual Report for reference at the meeting.

DOLAT INVESTMENTS LIMITED

203, City Centre, 186, Purasawalkam High Road, Keleeyes, Chennai 600010.

PROXY FORM

I/We _____ of _____ at the District of _____ being a Member /members of the above named company hereby appoint _____ of _____ in the District of _____ failing him /her _____ of _____ in the District of _____ as my /our Proxy to attend and vote on my/our behalf at the 30th Annual General Meeting of the Company to be held at 203, City Center, 186, Purasawalkam High Road, Keleeyes, Chennai 600010 on Tuesday, 20th September, 2011 at 11.30 A. M. and at any adjournment thereof.

Signature _____

Signed this _____ day of _____ 2011

Registered Folio No. _____ Client ID _____ DP ID _____

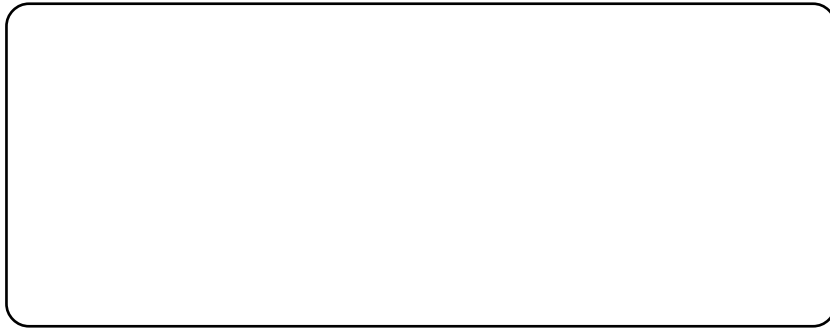
No. of Shares _____

Affix Rs.1/- Revenue Stamp

Note: This proxy form duly completed should be deposited at the Registered Office of the Company not later than 48 (Forty Eight) hours before the time fixed for holding of the meeting.

BOOK POST

To :



If undelivered, please return to :

DOLAT INVESTMENTS LIMITED

301-308, 3rd Floor, Bhagwati House, Plot A/19,
Veera Desai Road, Andheri (West), Mumbai - 400 058.

Tel.: 91-22-2673 2602, 5570 4167 / 4168 / 4171

Fax : 91-22-2673 2642