

***IHSEDU COREAGRI SERVICES PRIVATE LIMITED***

***ANNUAL REPORT***

***2011-2012***

## **IHSEDU COREAGRI SERVICES PVT. LTD.**

“Akhandanand”, 38 Marol Co-op Indl. Estate, Off. M.V.Road, Sakinaka, Andheri  
(East), Mumbai- 400 059.

Tel: 91-22-40271300 Fax: 40271399 email:jaol@vsnl.net

---

### **NOTICE**

Notice is hereby given that the **FOURTH ANNUAL GENERAL MEETING** of IHSEDU COREAGRI SERVICES PRIVATE LIMITED will be held at the Registered Office of the Company at AKHANDANAND, 38, MAROL CO-OP IND. ESTATE, OFF M.V. ROAD, SAKINAKA, ANDHERI (EAST), MUMBAI - 400 059 on Monday, **24th September, 2012 at 12.30 p.m.** to transact the following business:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March 2012, Profit & Loss Account for the year ended on that date and the Reports of the Board of Directors and Auditors thereon.
2. To appoint Auditors for the current year to hold office from conclusion of this meeting until conclusion of the next Annual General Meeting and to fix their remuneration.

### **NOTES:**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND SUCH PROXY NEED NOT BE A MEMBER.
2. The instrument appointing a proxy should be deposited at the Registered Office of the Company not less than forty-eight hours before the commencement of the meeting.

### **REGISTERED OFFICE:**

AKHANDANAND,  
38, MAROL CO-OP IND. ESTATE,  
OPP. M.V. ROAD, SAKINAKA,  
ANDHERI (EAST)  
MUMBAI - 400 059

**By Order of the Board**

*sd/-*

**Vikram V. Udeshi**  
**Director**

**Date:** 3<sup>rd</sup> August, 2012

**Place:** Mumbai

## IHSEDU COREAGRI SERVICES PVT. LTD.

“Akhandanand”, 38 Marol Co-op Indl. Estate, Off. M.V.Road, Sakinaka, Andheri  
(East), Mumbai- 400 059.

Tel: 91-22-40271300 Fax: 40271399 email:jaol@vsnl.net

### DIRECTORS' REPORT

To,  
The Shareholders,

Your Directors have pleasure in submitting their **FOURTH ANNUAL REPORT** together with the Audited Accounts of the Company for the period ended on 31st March, 2012.

#### 1. FINANCIAL RESULTS:

(Amount in ₹)

	Year Ended 31 <sup>st</sup> March, 2012	Year Ended 31 <sup>st</sup> March, 2011
Profit/Loss before Tax	27,71,581	29,08,188
Add: Balance Brought forward	15,72,698	(5,53,490)
Less: Provision for Tax	9,51,000	7,82,000
Add : Prior Period Adjustments	(320)	-
Balance carried to Balance Sheet	33,93,599	15,72,698

#### 2. PERFORMANCE:

During the year under review your Company has made a profit of ₹.27.71 lacs as against a Profit of ₹ 29.08 lacs in the previous year.

#### 3. FIXED DEPOSITS:

The Company has not accepted any Fixed Deposits during the year under review.

#### 4. PARTICULARS OF EMPLOYEES:

Particulars of employees as required under Section 217(2A) of the Companies Act, 1956 are Nil.

#### 5. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS & OUTGO:

Information required under Section 217(1) (e) of the Companies Act, 1956 read with the Company's (Disclosure of Particulars in the Report of the Board of Directors) Rules 1988, and forming part of this Report is not required to be furnished.

During the period under report, the Company has not earned any foreign exchange nor has there been any outgo.

...2/-

## **IHSEDU COREAGRI SERVICES PVT. LTD.**

“Akhandanand”, 38 Marol Co-op Indl. Estate, Off. M.V.Road, Sakinaka,  
Andheri (East), Mumbai- 400 059.

Tel: 91-22-40271300 Fax: 40271399 email:jaol@vsnl.net

---

: 2 :

### **6. AUDITORS:**

As the last Annual General Meeting of the Company M/S. M.D. PANDYA & ASSOCIATES, Chartered Accountants were appointed as the Statutory Auditors of the Company to hold the office till conclusion of the ensuing Annual General Meeting. They are eligible for re-appointment. The members are requested to appoint Auditors for the current year and that the Board of Directors of the Company shall fix remuneration of the Auditors in consultation with them.

### **7. DIRECTORS' RESPONSIBILITY STATEMENT:**

As required under Section 217 of the Companies Act, the Directors hereby confirm that:

- 1) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- 2) the Directors have selected such accounting policies and applied them consistently and made judgement 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 31<sup>st</sup> March,2012 , and profit of the Company for the said financial year
- 3) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities to the best of their knowledge and ability;
- 4) the Directors have prepared the annual accounts on a going concern basis.

### **8 INSURANCE**

The properties and insurable interest of your Company like stocks etc. are properly insured.

**FOR AND ON BEHALF OF THE BOARD**

sd/-

**PLACE:** Mumbai  
**DATED:** 3<sup>rd</sup> August, 2012

**ABHAY V. UDESHI**  
**CHAIRMAN**

**Partners:**

**M. D. Pandya**

**B. Com., F.C.A.**

**A. D. Pandya**

**B. Com., F.C.A.**

**Auditors Report**

**To the Members of IHSEDU COREAGRI SERVICES PRIVATE LIMITED**

1. We have audited the attached Balance Sheet of **IHSEDU COREAGRI SERVICES PRIVATE LIMITED** as at 31st March, 2012 and also the Profit and Loss Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditors' Report) Order, 2003, (the Order) issued by the Central Government of India in terms of Section 227(4A) of the Companies Act, 1956 (hereinafter to referred to as 'the Act') we enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said order.
4. Further to our comments in the Annexure referred to above, we report that:
  - (i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - (ii) In our opinion, proper books of account as required by law have been kept by the Company, so far as appears from our examination of those books;
  - (iii) The Balance Sheet, Profit and Loss Account dealt with by the report are in agreement with the books of account;
  - (iv) In our opinion, the Balance Sheet, Profit and Loss Account comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
  - (v) On the basis of written representations received from the directors, 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;

(vi.) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the notes 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, 2012;

and

(ii) in the case of the Profit and Loss Account of the Profit for the year ended 31st March, 2012;

For **M D PANDYA & ASSOCIATES**  
**Chartered Accountants**  
Reg. No. 107325 W

sd/-

**M. D. PANDYA**  
**Partner**  
Membership no. 33184

MUMBAI  
DATED: 3rd August, 2012

**Partners:**

**M. D. Pandya**

**B. Com., F.C.A.**

**A. D. Pandya**

**B. Com., F.C.A.**

REFERRED TO IN PARAGRAPH 3 OF OUR AUDITOR REPORT OF EVEN DATE

- i a The company does not hold any fixed asset. In view of the above clauses 4 (i) (a), (b) and (c) of the Companies (Auditors Report) order 2003 are not applicable.
  
- ii a Physical verification of inventory has been made at reasonable intervals.
  
- ii b In our opinion and according to the information and explanations given to us, the procedure for physical verification of stock followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
  
- ii c On basis of our examination of the inventory records of the Company, we are of the opinion that the Company is maintaining proper records of its inventory. There was no discrepancy noticed on verification between the physical stocks and the book records.
  
- iii a The Company has not granted or taken any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. In view of the above clauses 4 (iii) (a) to 4(iii) (g), of the Companies (Auditors Report) order 2003 are not applicable.
  
- iv. In our opinion and according to the information and explanation given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business, for the purchase of inventory. There were no sales during the year. During the course of audit no major weakness has been noticed in these internal controls.
  
- v a In our opinion and according to the information and explanation given to us, there were no transactions which needs to be entered into the register maintained in pursuant of section 301 of the Act have been so entered. In view of the above clause 4 (v) (b) of the Companies (Auditors Report) order 2003 is not applicable.

- vi In our opinion and according to the information and explanation given to us, the provisions of Section 58A and 58AA of the Act and the Company (Acceptance of Deposits) Rules 1975 with regard to the deposit accepted from the public are not applicable to the company.
- vii In our opinion, the company has an adequate Internal Audit system commensurate with its size and nature of its business.
- viii The provisions of clause 4 (viii) of the Companies (Auditors Report) order 2003 are not applicable to the Company.
- ix a The Company is generally regular in depositing the undisputed statutory dues including Provident Fund, Employee's State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, cess and other statutory dues with the appropriate authorities wherever applicable.
- ix b According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, sales tax, service tax customs duty, excise duty and cess were in arrears, as at 31st March, 2012 for a period of more than six months from the date they became payable.
- x The Company was incorporated in the year 2008. In view of the above clause 4 (x) of the Companies (Auditors Report) order 2003 is not applicable.
- xi According to information and explanation given to us, the Company has not defaulted in repayment of dues to the financial institution or bank.
- xii According to information and explanation given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.



- xiii The Company is not a chit fund or nidhi / mutual benefit fund / society, therefore the provisions of clause 4 (xiii) of the Companies (Auditors Report) order 2003 are not applicable to the Company.
- xiv According to information and explanation given to us, the Company is not dealing or trading in shares, securities, debentures and other investments; therefore the provisions of clause 4 (xiv) of the Companies (Auditors Report) order 2003 are not applicable to the Company.
- xv According to information and explanation given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions. In view of the above clause 4 (xv) of the Companies (Auditors Report) order 2003 is not applicable.
- xvi The Company has not taken any term loans and therefore clause (xvi) of para 4 of the Order is not applicable.
- xvii According to information and explanation given to us, and on 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 The Company has not made preferential allotment of shares to parties and companies covered in register under Section 301 of the Act.
- xix The Company has not issued any debentures during the year.

- xx The Company has not raised any money through a public issue during the year.
- xxi Based on the audit procedures performed and information and explanation given to us, we report that no fraud on or by the Company has been noticed or report during the course of our audit.

**For M D PANDYA & ASSOCIATES**  
**Chartered Accountants**  
**Reg. No. 107325 W**

**M. D. PANDYA**  
**Partner**  
Membership no. 33184

Place :MUMBAI  
DATED: 3<sup>rd</sup> August,2012

**IHSEDU COREAGRI SERVICES PRIVATE LIMITED**

**Balance Sheet as at 31st March, 2012**

**Amounts in ₹**

	Note No.	As At 31ST MARCH, 2012	As At 31ST MARCH, 2011
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	1	500,000	500,000
(b) Reserves and Surplus	2	3,393,599	1,572,698
<b>(3) Current Liabilities</b>			
(a) Trade payables	3	193,009	291,421
(b) Other current liabilities		-	804,800
(c) Short-term provisions	4	951,000	782,000
<b>Total</b>		<b>5,037,608</b>	<b>3,950,919</b>
<b>II. Assets</b>			
<b>(1) Current assets</b>			
(a) Inventories	5	523,050	-
(b) Trade receivables	6	5,740	-
(c) Cash and Bank Balances	7	1,369,768	124,763
(d) Short-term loans and advances	8	3,139,049	3,800,000
Miscellaneous Expenditure (to the extent not written off or adjusted)	9	-	26,156
<b>Total</b>		<b>5,037,608</b>	<b>3,950,919</b>

As per our Report of even date attached  
FOR M.D.PANDYA & ASSOCIATES  
Chartered Accountant  
Reg. No. 107325 W

sd/-

(M.D. PANDYA)  
Partner  
Membership no. 33184  
PLACE :MUMBAI  
DATED: 3rd August,2012

For and on behalf of the Board of Directors

sd/-

Director

sd/-

Director

**IHSEDU COREAGRI SERVICES PRIVATE LIMITED**

**Profit and Loss statement for the year ended 31st March, 2012**

Amounts in ₹

Particulars	Note No	For the Year ended 31st March 2012	For the year ended 31st March 2011
I. Revenue from operations			-
Sales	10	490,742,873	634,039,345
Increase/decrease in stock	11	523,050	(194,033,890)
<b>II. Total Revenue</b>		491,265,923	440,005,455
<u>II. Expenses:</u>			
Purchases	12	469,765,940	412,349,028
Financial Cost	13	17,258,541	22,309,188
Other expenses	14	1,469,861	2,439,051
<b>III. Total Expenses</b>		488,494,342	437,097,267
IV. Profit Before Tax	(II-III)	2,771,581	2,908,188
V. Tax expense:			
(1) Current tax		951,000	782,000
(2) Deferred tax		-	-
(3) Prior period adjustments		(320)	-
VI. Profit for the year		1,820,901	2,126,188
VII. Earning per equity share:			
(1) Basic		36.42	42.52
(2) Diluted		-	-

As per our Report of even date attached  
FOR M.D.PANDYA & ASSOCIATES  
Chartered Accountant  
Reg. No. 107325 W

For and on behalf of the Board of Directors

sd/-

sd/-

sd/-

(M.D. PANDYA)  
Partner  
Membership no. 33184  
PLACE :MUMBAI  
DATED: 3rd August,2012

Director

Director

**NOTES ON ACCOUNTS:  
BALANCE SHEET AND PROFIT & LOSS A/C AS ON 31ST MARCH 2012**

Amounts in ₹

**NOTE 1 - SHARE CAPITAL**

**Authorized :**

Equity Shares of Rs.10/- each

**Total**

**Issued , subscribed and paid-up:**

Equity Shares of Rs.10/- each

1.1. Reconciliation of number of shares outstanding at the beginning and at the end of the year

Opening Balance

Closing Balance

2011-12		2010-2011	
No. Of Shares	Amount (Rs)	No. Of Shares	Amount (Rs)
50,000	500,000	50,000	500,000
50,000	500,000	50,000	500,000
50,000	500,000	50,000	500,000
50,000	500,000	50,000	500,000
50,000	500,000	50,000	500,000
50,000	500,000	50,000	500,000

**1.2. Details of equity shares held by the holding company and the ultimate holding company.**

**Ultimate Holding Company**

Jayant Finvest Limited

**Holding Company**

Jayant Agro Organics Limited

2011-12		2010-2011	
No. Of Shares	Amount (Rs)	No. Of Shares	Amount (Rs)
-	-	-	-
50,000	500,000	50,000	500,000

1.3 The company was incorporated in year 2008. Since then, no shares have been issued by capitalization of reserves as bonus shares or for consideration other than cash.

1.4 The company has a single class of equity shares. Accordingly all equity shares rank equally with regard to voting rights, dividends and shares in the Company's residual assets.

**NOTE 2- RESERVES AND SURPLUS**

**Profit & Loss Account**

Opening balance

Add : Surplus for the year

Closing Balance

2011-12 Amount(Rs)	2010-11 Amount (Rs)
1,572,698	(553,490)
1,820,901	2,126,188
3,393,599	1,572,698

**NOTE 3- TRADE PAYABLES**

Creditors for expenses

**Total**

193,009	291,421
193,009	291,421

**NOTE 4- SHORT TERM PROVISIONS**

Provision for Taxation

**Total**

951,000	782,000
951,000	782,000

**NOTE 5- INVENTORIES**

(At Lower of cost and net realizable value)

Traded Goods

523,050	-
---------	---

**NOTE 6-TRADE RECEIVABLES**

Outstanding for a period less than six months from the date they became due for payment.  
Secured Considered Good.

5,740                      -

---

**NOTE 7-CASH AND CASH EQUIVALENTS**

Bank Balance with Scheduled Bank

**2011-12                      2010-11**

1,369,768                      124,763

1,369,768                      124,763

**NOTE 8 - SHORT-TERM LOANS AND ADVANCES**

Advance Income tax

Rent Deposit

Other advances

-                      800,000

3,000,000                      3,000,000

139,049                      -

3,139,049                      3,800,000

**NOTE 9- MISCELLENOUS EXPENDITURE**

Preliminary Expenses

Opening Balance

Less written off

26,156                      29,893

26,156                      3,737

-                      26,156

**NOTE 10: SALES**

Sales of Castor Seed

Others

490,604,826                      634,039,345

138,047                      -

490,742,873                      634,039,345

**NOTE 11- INCREASE/DECREASE IN STOCK**

Opening Stock

Closing Stock

**INCREASE/DECREASE IN STOCK**

-                      194,033,890

523,050                      -

523,050                      (194,033,890)

**NOTE 12 - PURCHASES**

Purchases of Castor Seed

Others

469,429,940                      412,349,028

336,000                      -

469,765,940                      412,349,028

**NOTE 13-FINANCIAL COST**

Interest

17,258,541                      22,309,188

**NOTE 14-OTHER EXPENSES**

Insurance

Analysis & Testing Charges

Miscellaneous Expenses

499,021                      597,729

480,456                      733,651

447,374                      1,087,389

**Payment to Auditors:**

As Auditor

Preliminary expenses written off

16,854                      16,545

26,156                      3,737

1,469,861                      2,439,051

## **NOTE 15 :**

### **1) SIGNIFICANT ACCOUNTING POLICIES :**

**A. BASIS OF ACCOUNTING :** The financial statements are prepared under historical cost convention, on accrual basis of accounting and under the going concern assumption, in accordance with the generally accepted accounting principles in India and comply with the Accounting Standards.

**B. USE OF ESTIMATES :** The preparation of financial statements required management to make certain estimates and assumptions that affect the amounts reported in the financial statements and notes thereto. Differences between actual results and estimates are recognized in the period.

#### **C. INVENTORIES:**

- (a) Inventories are valued at lower of cost and net realizable value.
- (b) Cost is determined on First in First out basis

#### **D. CASH FLOW STATEMENT:**

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flow. The cash flows from operating, investing activities of the Company are segregated.

#### **E. PROVISIONS AND CONTINGENT LIABILITIES:**

The company recognizes a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is possible obligation or a present obligation that may, but probably will not, require an outflow of resources is remote, no provision or disclosure is made.

#### **F. BORROWING COSTS:**

Borrowing costs that are directly attributable to the acquisition of qualifying asset are capitalized for the period until the asset is ready for its intended use. A qualifying asset that necessarily takes substantial period of time to get ready for use.

#### **G. REVENUE RECOGNITION:**

Revenue is recognized only when it can be reliably measured and it is reasonable to expect ultimate collection. Turnover includes sale of goods, services, scrap, export incentives and are net of sales tax/ Value Added Tax and Excise duty.

#### **H. ACCOUNTING OF CLAIMS:**

- (a) Claims receivable are accounted at the time when such income has been earned by the company depending on the certainty of receipts. Claims payable if any, are accounted at the time of acceptance.
- (b) Claims raised by Government Authorities regarding taxes and duties, which are disputed by the Company, are accounted based on the merits of each claim.
- (c) Central Sales Tax claims and duty drawback claims which are accounted on accrual basis.

#### **I. SUNDRY DEBTORS:**

Sundry debtors are stated after writing off debts which are not recoverable. Adequate provision is made for debts if considered doubtful.

#### **J. EMPLOYEE BENEFITS**

##### **Defined Contribution Plan**

- (a) Retirement Benefits in the Provident Fund and Family Pension Fund, which are defined contribution schemes, are charged to the Profit and Loss account of the year when contributions accrue.
- (b) Annual contribution towards Gratuity Liability is funded with the Life Insurance Corporation of India in accordance with their Gratuity scheme and is absorbed in the Accounts.
- (c) Entitlements to annual leave and sick leave are recognized when they accrue to the employees. Sick leave can only be availed when annual leave can either be availed or encashed subject to a restriction on the maximum number of accumulation of leave.

## K. TAXES ON INCOME

### Current Tax

Current Tax is determined as the amount of tax payable in respect of taxable income for the year.

### Deferred Taxation

Deferred tax reflects the tax effects of timing differences between accounting income and the taxable income for the period. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rate that

## L. EARNING PER SHARE (EPS):

A basic earning per share is computed by dividing the net profit after tax by the average number of equity shares outstanding during the period. Diluted earning per share is computed by dividing the net profit after tax by the weighted average number of shares.

The number of shares and potentially dilutive equity shares are adjusted retrospectively for all periods presented for any shares splits and bonus shares issues, including for changes prior to the approval of the financial statements by the Board.

## NOTE 16: RELATED PARTY DISCLOSURES:

(As identified by the Management)

Related party disclosures as required by Accounting Standard 18, "Related Party Disclosures", issued by the Institute of Chartered Accountants of India are given below:-

### a) List of related parties

#### i) Ultimate Holding Company:

Jayant Finvest Limited.

#### ii) Holding Company:

Jayant Agro-Organics Ltd.

#### iii) Fellow Subsidiary:

Ihsedu Agrochem Private Ltd.

Ihsedu Itoh Green Chemicals Marketing Private Ltd.

Ihsedu Speciality Chemicals Private Ltd.

#### iv) Enterprises controlled by directors/ relatives:

Gokulmani Real Estate Development Private Limited.

Enlite Chemical Industries Limited.

Gokuldas K. Udeshi Investments

Kalyan Implex Pvt. Ltd.

Varun Leasing & Finance Pvt. Ltd.

Innovative Micro Systems Pvt. Ltd.

#### v) Associates Company:

Itoh Oil Chemicals Company Ltd.

#### vi) Key Management Personnel:

Name	Designation
Mr. Abhay V. Udeshi	Director
Mr. Vikram V. Udeshi	Director
Mr. Mulraj G. Udeshi	Director



**b) Details relating to parties referred to in items above:**

Particulars	Ultimate holding company	Holding Company	Fellow Subsidiary	Key Management Personnel
Purchases	19,179,810		459,657,040	
Sales		490,019,653	49,424,803	
Closing Balance				
Credit Balance		800,000		

Note: The above information has been reckoned on the basis of information available with the Company.

**Note 17: Expenses in Foreign Currency**

NIL  
(NIL)

**Note 18: Earning in Foreign Exchange**

NIL  
(NIL)

(Figures in brackets indicate for previous year)

As per our Report of even date attached  
FOR M.D.PANDYA & ASSOCIATES  
Chartered Accountant  
Reg. No. 107325 W

For and on behalf of the Board of Directors

sd/-

sd/-

sd/-

(M.D. PANDYA)  
Partner  
Membership no. 33184  
PLACE :MUMBAI  
DATED: 3rd August,2012

Director

Director

**IHSEDU COREAGRI SERVICES PVT.LTD**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2012**

	Amount in ₹	
	For the year ended 31.03.2012	For the year ended 31.03.2011
<b>A</b>	<b>Cash Flow from Operating Activities</b>	
	Net Profit before tax	2,771,581
	Adjustments for :-	2,908,188
	Preliminary expenses written off	26,156
	Operating profit before working capital charges	3,737
	2,797,737	2,911,925
	Adjusted for :-	
	(Increase)/Decrease in Inventories	(523,050)
	(Increase)/Decrease in Trade Receivables	(5,740)
	(Increase)/Decrease in other current assets	(139,049)
	Increase/(Decrease) in Payables & Other Liabilities	(903,213)
	<b>Cash Flow from Operations</b>	<b>1,226,685</b>
	Direct taxes refund	18,320
	<b>Net Cash flow from Operations</b>	<b>1,245,005</b>
<b>B</b>	<b>Cash Flow from Investing Activities</b>	
	Net Cash from /(used in) Investing Activities	-
<b>C</b>	<b>Cash Flow from Financing Activities</b>	
	Borrowings	-
	Equity Share issued	(166,715,788)
	-	-
	-	-
	Net Cash from/(used in) Financing Activities	(166,715,788)
	Net Increase/(Decrease) in cash equivalents	1,245,005
	(507,460)	(507,460)
	<b>Cash &amp; Cash equivalent</b>	
	At the beginning of the year	124,763
	At the end of the year	632,223
	1,369,768	124,763

As per our Report of even date attached  
FOR M.D.PANDYA & ASSOCIATES  
Chartered Accountant  
Reg. No. 107325 W

sa/-

(M.D. PANDYA)  
Partner  
Membership no. 33184  
PLACE :MUMBAI  
DATED: 3rd August,2012

For and on behalf of the Board of Directors

sd/-

Director

sd/-

Director