

ADINATH EXIM RESOURCES LIMITED

**15th Annual Report
2008-2009**

CORPORATE INFORMATION

BOARD OF DIRECTORS

Shri. Paras Savla
Shri. Manoj Savla
Shri. Hitesh Vanvari
Shri. Shetal Shah

AUDITORS

Shailesh C. Parikh & Co.
Chartered Accountants, Ahmedabad.

BANKERS

Bank of Baroda
HDFC Bank

REGISTERED OFFICE

Adinath Exim Resources Limited
6th Floor, N.G. Tower,
Opp. Fun Republic Cinema,
Satellite, Ahmedabad – 380 015.
Phone: (079) 26862076
Fax: (079) 26862078

REGISTRAR & TRANSFER AGENTS

Pinnacle Share Registry Private Limited
Near Asoka Mills, Naroda Road,
Ahmedabad – 380 025.
Phone: (079) 22204226

CONTENTS	Page No.
Notice of Annual General Meeting	1
Directors' Report	3
Corporate Governance Report	5
Auditor Certificate on Corporate Governance	9
Management Discussion and Analysis	10
Auditors Report	11
Balance Sheet	14
Profit & Loss Account	15
Cash Flow Statement	21
Grouping of Investments	22
Balance Sheet Abstract	23
Proxy Form & Attendance Slip	24

NOTICE

NOTICE is hereby given that the FIFTEENTH ANNUAL GENERAL MEETING of the members of Adinath Exim Resources Limited will be held on Monday, September 7, 2009 at 10.00 A.M at 1, Super Bazar, Naranpura Cross Roads, Ahmedabad -380 013, for transacting the following business :

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at March 31, 2009 and Profit and Loss Account for the year ended on that date together with the Report of Board of Directors and Auditors thereon.
2. To appoint a Director in place of Shri Paras Savla who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Shri Hitesh Vanvari who retires by rotation and being eligible offers himself for re-appointment.
4. To re-appoint Shailesh C. Parikh & Co., Chartered Accountants, as Auditors who shall hold office from the conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting and to fix their remuneration.

SPECIAL BUSINESS:

5. To consider and if thought fit to pass with or without modification(s) the following resolution as SPECIAL RESOLUTION.

“RESOLVED THAT in accordance with the provisions of Section 257 and other applicable provisions of the Companies Act, 1956, Shri Shetal A.Shah, who was appointed as an additional director of the Company by the Board of Directors and who ceases to hold office under Section 260 of the Companies Act, 1956 at the ensuing Annual General Meeting and in respect of whom the company has received a notice in writing proposing his candidature for the office of Director, be and is hereby appointed as a Director of the company liable to retire by rotation.”

6. To consider and if thought fit to pass with or without modification(s) the following resolution as ORDINARY RESOLUTION.

“RESOLVED THAT the Company hereby consents to and approves under section 314 and other applicable provisions if any, of the Companies Act, 1956 appointment of Shri Shantilal Savla, holding office or place of profit as General Manager on the monthly salary of Rs. 30,000/- with effect from 1st August, 2009, with an authority to the Board of Directors of the Company, to sanction, at its absolute discretion such additional increments not exceeding Rs. 50,000/-, as it deem fit and proper.”

Date: 03.08.2009
Place: Ahmedabad

By Order of the Board of Directors

PARAS SAVLA
Chairman

NOTES:

1. The Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956, in respect of business under Item No. 5 & 6 of the Notice is annexed hereto.
2. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE ON POLL INSTEAD OF HIMSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT APPOINTING PROXY SHOULD HOWEVER, BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.**
3. The Register of Members and Share Transfer Book of the company will remain closed from Tuesday, September 1, 2009 to Monday, September 7, 2009. (both day inclusive).
4. Members are requested to inform any change in their addresses immediately so as to enable the Company or its Registrar and Share Transfer Agent to send communication at their correct addresses.

5. Members are requested to direct all correspondence relating to shares to the Company's Registrar and Transfer Agent i.e. Pinnacle Share Registry Private Limited, Near Asoka Mills, Naroda Road, Ahmedabad-380025.
6. Members / Proxies attending the meeting are requested to complete the enclosed attendance slip and hand over the same at the entrance of the Meeting Hall. Members holding shares in dematerialized form are requested to bring their Client ID and DP ID numbers for easy identification of members attending the meeting.
7. Members / Proxies should bring along with them the Annual Report copy at the time of attending the Meeting.
8. Queries on accounts and operations of the Company, if any, may please be sent to the Company at least seven days in advance so that required information may be made available at the Meeting.

Date: 03.08.2009
Place: Ahmedabad

By Order of the Board of Directors

PARAS SAVLA
Chairman

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF COMPANIES ACT, 1956 RELATING TO ITEMS OF SPECIAL BUSINESS

ITEM NO. 5

Shri Shetal A. Shah was appointed by the Board as Additional Director with effect from April 1, 2009. He holds office upto the date of the forthcoming Annual General Meeting pursuant to Section 260 of the Companies Act, 1956. The Company has received a notice in writing from a member under Section 257 of the Companies Act, 1956 proposing the appointment of Shri Shetal A. Shah as Director of the Company.

Shri Shetal A. Shah is a B.Com graduate and has more than five years of experience in sales and marketing activities and business planning. The Board is of the view that his association would be of immense value to the Company and hence recommends his appointment in terms of resolution set out in Item No. 6 of the Notice.

Shri Shetal A. Shah does not hold any shares in the Company.

Apart from Shri Shetal M. Shah who would be interested in his appointment, no other Director is concerned or interested in this item of business.

ITEM NO. 6

Mr. Shantilal Savla, father of Mr. Manoj Savla, Director of the Company has been appointed as General Manager of the company, holding the office or place of profit under section 314(1) of the Companies Act, 1956.

As per the provisions of section 314 of the Companies Act, 1956, the consent of the members of the Company is required to be obtained by passing the special resolution in the General Meeting for the appointment of Mr. Shantilal Savla drawing salary of Rs. 30,000/- p.m. with an authority to the Board of Directors of the Company, to sanction, at its absolute discretion such additional increments not exceeding Rs. 50,000/- p.m. as it deem fit and proper. Your Directors recommend the resolution for your approval.

None of the Directors' of the Company except Shri Paras Savla and Shri Manoj Savla is in any way concerned or interested in the resolution.

Details of Director Seeking Re-appointment at the Annual General Meeting

(in pursuance of Clause 49 of the Listing Agreement)

Name of Director	Brief Resume and nature of expertise in functional area	List of other Directorship /Committee membership in other Public Companies as on March 31, 2009
Hitesh Vanvari	He is a B.Com. Graduate from Gujarat University and MBA with five years of experience in marketing.	-NIL-
Paras Savla	He is a B.Com Graduate from Gujarat University and has more than twelve years of experience in oil & gas sector.	Deep Industries Ltd. Deep Methane Pvt. Ltd. Deep Ch4 Pvt. Ltd. Savla Enterprise Pvt. Ltd. Yash Organochem Pvt. Ltd.

DIRECTORS' REPORT

To,
The Members,
Adinath Exim Resources Ltd.

Your Directors have pleasure in presenting the Fifteenth Annual Report together with Audited Statement of Accounts for the Financial Year ended on March 31, 2009:

FINANCIAL RESULTS:

(Rs. in Lacs)		
Particulars	2008-09	2007-08
Total Income	15.36	25.87
Expenditure	4.80	10.49
Profit Before Interest and Depreciation	10.56	15.38
Less: Depreciation	1.17	1.34
Profit Before Interest	9.39	14.04
Less: Interest	0.0006	0.004
Profit Before Tax	9.39	14.04
Less: Provision for: Current Taxation	1.56	2.98
Deferred Taxation	0.00	0.00
Profit after Taxation	7.84	11.06

PERFORMANCE

During the period under review the Company has earned Gross Income of Rs. 15.36 lacs and earned Net Profit of Rs. 7.84 lacs compared to total income of Rs. 25.87 Lacs and Net Profit of Rs. 11.06 Lacs in the previous year. Fall in Net Profit is due to heavy losses on account of loss on share trading and downward trend of the Market. The Company expects to perform better in the current year.

DIVIDEND

In the view of marginal profit during the year under review, your Directors do not recommend any dividend on equity shares for the year ended March 31, 2009.

MANAGEMENT DISCUSSION AND ANALYSIS

A report on Management Discussion and Analysis (MDA), which form part of this report, inter alia, deals adequately with the operation as also current and future outlook of the company.

CORPORATE GOVERNANCE

As per Clause 49 of the Listing Agreement, a detailed report on Corporate Governance duly certified by the auditor forms part to this report.

DIRECTORS

In accordance with the provisions of the Companies Act, 1956 and the Articles of Association, Shri Paras Savla and Shri Hitesh Vanvari being longest in office retire by rotation and being eligible offers themselves for re-appointment.

Shri Shetal A. Shah was appointed by the Board as Additional Director with effect from April 1, 2009. He holds office upto the date of the forthcoming Annual General Meeting pursuant to Section 260 of the Companies Act, 1956. The Company has received a notice in writing from a member under Section 257 of the Companies Act, 1956 proposing the appointment of Shri Shetal A. Shah as Director of the Company.

DIRECTOR'S RESPONSIBILITY STATEMENT:

Pursuant to the requirement of Section 217(2AA) of the Companies Act, 1956 with respect to Directors' Responsibility Statement, it is hereby confirmed:

- i) That in the preparation of the Annual Accounts, all the applicable Accounting Standards have been followed.
- ii) That the Accounting Policies are adopted and consistently followed and the judgments and estimates made are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the Financial year and of the Profit of the Company for the Financial Year.
- iii) That the Directors have taken proper and sufficient care for the maintenance of adequate Accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing/detecting fraud and irregularities.
- iv) That the Directors have prepared the Annual Accounts on going concern basis.

AUDITORS

M/s. Shailesh C. Parikh & Co. Chartered Accountants, Auditors of the Company hold office until the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment. The Company has received a letter from M/s. Shailesh C. Parikh & Co., Chartered Accountants to the effect that their re-appointment, if made, would be within the prescribed limit under section 224 (1B) of the Companies Act, 1956 and they are not disqualified for such re-appointment within the meaning of section 226 of the said Act.

The notes on accounts referred to in the Auditor's Report are self - explanatory and therefore do not call for any further comments.

PARTICULARS OF EMPLOYEES

There is no employee drawing remuneration for which information is required to be submitted under Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975.

CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION

The Company is not required to give information relating to conservation of energy and technology absorption as the Company is not engaged in any activities referred to in Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988.

FOREIGN EXCHANGE EARNINGS / OUTGO:

The Company does not have any Foreign Exchange Earnings / Outgo during the year under review and therefore the information in respect of Foreign Exchange Earnings and Outgo as required by Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 is not provided.

PUBLIC DEPOSIT

During the year under review your Company has not accepted any deposits from the public.

HUMAN RESOURCES

The Company's most valuable asset and strength, its human resource is built up over the period of time. The Company is continuously facilitating their assessment procedure to progress rapidly as an organization. The Company's employee relations were harmonious during the period under review.

ACKNOWLEDGEMENT

Your Directors would like to express their sincere appreciation and gratitude for the co-operation and assistance from its shareholders, bankers, regulatory bodies and other business constituents during the year under review.

Your Directors also wish to place on record their deep sense of appreciation for the contribution and commitment displayed by its employees.

Date: 03.08.2009
Place: Ahmedabad

By Order of the Board of Directors

PARAS SAVLA
Chairman

CORPORATE GOVERNANCE REPORT

Pursuant to clause 49 of Listing Agreement, your directors present below a complete report on Corporate Governance:

COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Your Company believes good governance is critical to sustaining corporate development, increasing productivity and competitiveness. The governance process should ensure that the available resources are utilized in a manner that meets the aspirations of all its stakeholders. Your Company's essential charter is shaped by the objectives of transparency, professionalism and accountability. The Company continuously endeavours to improve on these aspects on an ongoing basis. The Company has and will always focus on long term value creation for all its shareholders, employees, customers, creditors and regulatory bodies.

A report on the implementation of the Corporate Governance requirements stipulated by Clause 49 of the Listing Agreement by the Company is furnished herewith.

CEO/CFO Certificate

In terms of Clause 49 of the Listing Agreement, the certification by the Chairman and Chief Financial Officer on the Financial Statements has been obtained.

BOARD OF DIRECTORS

As on March 31, 2009, the Board of Directors comprised of five Directors, the details of which are as follows:

Composition and Category of Directors

Name of Directors	Category of Directorship	No. of attended Board meeting	Attendance at last AGM	Member/Chairman of other Board Committee	Number of other Directorship held
Shri Manoj Savla	NED (NI)*	10	Yes	NIL	5
Shri Paras Savla	NED (NI)*	10	Yes	NIL	5
Shri Mukesh Savla	NED (NI)*	10	Yes	NIL	NIL
Shri Jigar Shah	NED (I)**	10	Yes	NIL	NIL
Shri Hitesh Vanvari	NED (I)**	10	Yes	NIL	NIL

* NED (NI) – Non Executive Director (Non Independent)

** NED (I) – Non Executive Director (Independent)

Number of Board meetings held and the date on which held

Ten Board meetings were held during the year and the gap between two Board meetings did not exceed four months.

April 12, 2008	September 2, 2008
April 29, 2008	October 23, 2008
April 30, 2008	November 29, 2008
June 2, 2008	January 31, 2009
July 31, 2008	March 25, 2009

AUDIT COMMITTEE**Composition**

The current Audit Committee comprises of Shri Shetal Shah (Non-Executive Independent Director), Shri Hitesh Vanvari (Non-Executive Independent Director), and Shri Paras Savla (Non Executive – Non Independent Director).

Shri Hitesh Vanvari shall act as Chairman of the Committee.

Number of Meetings and attendance during the year :

Four Meetings were held during the Financial Year 2008-09 on 30/04/2008, 31/07/2008, 23/10/2008 and 31/01/2009.

Name of Director	Designation	Category	No. of Meetings Attended
Shri Jigar Shah	Chairman	NED (I)*	4
Shri Hitesh Vanvari	Member	NED (I)*	4
Shri Mukesh Savla	Member	NED (NI)**	4
Shri Manoj Savla	Member	NED (NI)**	4
Shri Paras Savla	Member	NED (NI)**	4

* NED (I) – Non Executive Director (Independent)

** NED (NI) – Non Executive Director (Non Independent)

Number of Meetings

Four meetings of Audit Committee were held, during the financial year 2008-09 on the following dates-

Committee Meeting	Date
1	April 30, 2008
2	July 31, 2008
3	October 23, 2008
4	January 31, 2009

Brief Description and terms of reference :

- Supervision of the Companies Financial Reporting process.
- Reviewing with the Management, the financial result before placing them to the Board with a special emphasis on accounting policies and practices, internal controls, compliances with Accounting Standards and other Legal requirements concerning financial statements.
- Reviewing the adequacy of the audit and compliance function, including their policies, procedures, techniques and other regulatory requirements with the statutory auditors
- Reviewing the observation of statutory auditors about the finding during the audit of the company.
- Keeping watch on timely payment to shareholders and creditors.
- Reviewing the performance of Statutory Auditors.
- Reviewing the Management Discussion and Analysis Report on financial condition and result of operations.

SHAREHOLDERS / INVESTOR GRIEVANCE COMMITTEE**Composition**

The current Shareholders/Investor Grievance Committee comprises of Shri Shetal Shah (Non-Executive Independent Director), Shri Hitesh Vanvari (Non-Executive Independent Director), and Shri Paras Savla (Non Executive – Non Independent Director).

Shri Hitesh Vanvari shall act as Chairman of the Committee.

Members and attendance during the year :

As on March 31, 2009, The Share Holders / Investor Grievance Committee consisted of the following members details of which are provided below.

Four Meetings were held during the Financial Year 2008-09 on 30/04/2008, 31/07/2008, 23/10/2008 and 31/01/2009.

Name of Director	Designation	Category	No. of Meetings Attended
Shri Jigar Shah	Chairman	NED (I)*	4
Shri Hitesh Vanvari	Member	NED (I)*	4
Shri Mukesh Savla	Member	NED (NI)**	4
Shri Manoj Savla	Member	NED (NI)**	4
Shri Paras Savla	Member	NED (NI)**	4

* NED (I) – Non Executive Director (Independent)

** NED (NI) – Non Executive Director (Non Independent)

Number of Meetings

Four meetings of Audit Committee were held, during the financial year 2008-09 on the following dates-

Committee Meeting	Date
1	April 30, 2008
2	July 31, 2008
3	October 23, 2008
4	January 31, 2009

Brief Descriptions and terms of reference :

The Committee, inter alia, approves issue of duplicate certificates and oversees and reviews all matters connected with the securities transfers. The Committee also looks into redressing of shareholders complaints like transfers of shares, non-receipt of Balance Sheet, non-receipt of declared dividends, etc. the committee note down that during the year all the complaints have been disposed timely and up to the satisfaction of the shareholders.

- The Board of Directors constituted shareholders' committee consisting of Shri Jigar Shah, acts as the Chairman of the committee.
- The Company did not receive any complaint during the year under review.
- The name of the Compliance Officer is Shri Bharat Suthar.
- There were no pending share transfers as on 03/08/2009 which were received more than one month prior to that date.

GENERAL BODY MEETING

The details of the location and time of the last three Annual General Meeting of the Company:

FINANCIAL YEAR	DATE	TIME	VENUE
2007-08	30-09-2008	10.00 a.m.	6 th Floor, N.G. Tower, Opp. Fun Republic Cinema, Satellite, Ahmedabad-380 013
2006-07	29-09-2007	10.00 a.m.	1, Super Bazaar, Naranpura Cross Roads, Naranpura, Ahmedabad-380 013
2005-06	30-09-2006	11.00 a.m.	1, Super Bazaar, Naranpura Cross Roads, Naranpura, Ahmedabad-380 013

DISCLOSURES

- None of the transactions with any of the related parties were in conflict with the interest of the Company.
- The Company has complied with the requirements of regulatory authorities on matters related to capital markets and no penalties /strictures have been imposed against the Company during the last three years.

MEANS OF COMMUNICATION

- Management Discussion and Analysis Report is a part of the Directors' Report.
- The Company does not have website.
- The Quarterly, Half Yearly and Annual Results are published in widely circulated national dailies in English and Gujarati. The same were sent to the Stock Exchange.

SHAREHOLDERS INFORMATION

Annual General Meeting Day, Date & Time : Monday, September 7, 2009 at 10.00 a.m.
Venue : 1, Super Bazar, Naranpura Cross Roads, Naranpura, Ahmedabad-380 013

Financial Calendar

- Financial reporting for quarter ending June 30, 2009 : On or before July 31, 2009
- Financial reporting for the quarter ending September 30, 2009 : On or before October 31, 2009
- Financial reporting for the quarter ending December 31, 2009 : On or before January 31, 2010
- Financial reporting for the quarter ending March 31, 2010 : On or before April 30, 2010

Date of Book Closure: Tuesday, September 1, 2009 to Monday, September 7, 2009 (both days inclusive).

Listing on Stock Exchange

The Equity Shares of the Company are listed on the Bombay Stock Exchange Limited(BSE) and Delhi Stock Exchange (DSE) Annual Listing Fees as prescribed have been paid to the Stock Exchange for the year 2009-10.

Stock Code: Bombay Stock Exchange Ltd. – 532056
ISIN for NSDL & CDSL – INE398H01015

Registrar and Share Transfer Agents

For the lodgment of transfer deeds and other documents or for any grievances / complaints, investors may contact the Companies Registrar and Transfer Agent at the following address:

PINNACLE SHARE REGISTRY PRIVATE LIMITED,

Near Asoka Mills, Naroda Road, Ahmedabad-380025
Ph No. – 079 – 22204226 / 22200338
Email – nitin.joshi@psrpl.com

Distribution of shareholding as on March 31, 2009.

No. of Shares	No. of Holders	No. of Shares	Total No. of the Holders %	Total No. of Shares. %
1 to 500	1,958	6,36,100	88.48	15.50
501 to 1000	183	1,18,200	8.27	2.88
1001 to 2000	22	37,700	0.99	0.92
2001 to 3000	5	11,900	0.23	0.29
3001 to 4000	5	18,700	0.23	0.46
4001 to 5000	4	18,600	0.18	0.45
5001 to 10000	11	80,800	0.50	1.97
10001 and above.	25	31,82,100	1.13	77.53
Total	2,213	41,04,100	100.00	100.00

Shareholding Pattern as on March 31, 2009

Sr. No.	Category	No. of Shares held	% of Shareholding
01.	Promoters	24,25,100	59.09
02.	Mutual Fund	2,50,000	6.09
03.	Banks, Financial Institutions., Institutional Companies (Central/State Govt. Institution, Non-Government Institution)	NIL	NIL
04.	Foreign Institutional Investors	NIL	NIL
05.	Private Corporate Bodies	37,700	0.92
06.	Indian Public	13,91,300	33.90
07.	NRIs/OCB	NIL	NIL
08.	GDR	NIL	NIL
09.	Clearing Member	NIL	NIL
	TOTAL	41,04,100	100 %

Address for correspondence

The Shareholders may address their communication / grievances at the following address:

The Compliance Officer
Adinath Exim Resources Limited
6th Floor, N.G Tower, Opposite Fun Republic Cinema, S.G Highway, Ahmedabad-380015.

Date: 03.08.2009

By Order of the Board of Directors

Place: Ahmedabad

PARAS SAVLA
Chairman

AUDITOR CERTIFICATE ON CORPORATE GOVERNANCE

To
The Members
Adinath Exim Resources Limited

We have examined the compliance of conditions of Corporate Governance by Adinath Exim Resources Ltd. for the year ended March 31, 2009, as stipulated in Clause 49 of the Listing agreement of the said Company with the Stock Exchange.

The Compliance of conditions of Corporate Governance is the responsibility of Management. Our Examination was limited to the procedure and implementation thereof, adopted by the Company for ensuring the Compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the Financial Statement of the Company.

In our opinion and to the best of our information and according to the explanation given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the Listing Agreement.

We state that no investor grievances are pending for a period exceeding one month against the Company.

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.

Date : 03.08.2009
Place : Ahmedabad

For Shailesh C. Parikh & Co.
Chartered Accountants

Shailesh C. Parikh
Proprietor

MANAGEMENT DISCUSSION AND ANALYSIS**INDUSTRIAL STRUCTURE AND DEVELOPMENT**

Non Banking Financial Companies (NBFC's) play a crucial role in broadening access to financial services, enhancing competition and diversification of financial sector. They are increasingly being recognized as complementary to the banking system, capable of absorbing shocks and spreading risks at times of financial distress.

Non Banking Financial Companies (NBFC's) are fast emerging as an important segment of Indian Financial System. It is an heterogeneous group of institutions (other than commercial and co-operative banks) performing financial intermediation in a variety of ways like accepting deposits, making loans and advances, leasing, hire-purchase, etc. The NBFC sector in India is represented by mix of few large companies with nationwide presence and large number of small and medium sized companies with regional focus. The Reserve Bank of India regulates the operations of NBFC's. In recent years NBFC's are facing strong competition from banks and financial institutions as they are providing funds at lower cost. Hence, NBFC's are under pressure to cut cost and to focus on marketing approach by offering more personalized services. Gradually, they are being recognized as complementary to the banking sector due to their customer-oriented services; simplified procedures; attractive rates of return on deposits; flexibility and timeliness in meeting the credit needs of specified sectors; etc.

The Non Banking Financial Companies clocked higher profits in 2008-09 as compared to those of commercial banks reeling under liquidity crunch. A recent survey claims that 'Overall profitability of NBFC's in 2008-09 stood higher at 18.90 per cent compared to commercial banks whose average profitability has been at the lower side of 10.08 per cent'.

OPPORTUNITY & THREATS

The economy is growing consistently this year which will provide excellent investment opportunity in the future.

However volatility in the capital market, can adversely affect the investment decision.

RISK AND CONCERNS

Company is exposed to specific risks that are particular to its business and the environment within which it operates including economic cycle, market risk and credit risks. The Company will manage this risk by risk management practices.

INTERNAL CONTROL SYSTEM

The company has adequate internal control system commensurate with its size and nature of business and suitable internal control procedures, optimum resource utilization and compliance with the various statutes is ensured.

HUMAN RESOURCES

The company firmly believes that intellectual capital and human resource is the backbone of the company's success.

The company constantly reviews its organization structure and carries out changes to make it lean and flexible. Industrial relations climate continue to be cordial and the Company believes in resolving any outstanding issues through discussions.

Date : 03.08.2009
Place : Ahmedabad

By Order of the Board of Directors

PARAS SAVLA
Chairman

Auditor's Report

To,
The Members,
Adinath Exim Resources Ltd.,
Ahmedabad

We have audited the attached Balance Sheet of Adinath Exim Resources Ltd. as at March 31, 2009 and also the Profit and Loss Account and Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We 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.

As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.

Further to our comments in the annexure referred to above, we report that :

- (i) We have obtained all the information and explanation, which to the best of our knowledge and belief were necessary for the purpose of our audit;
- (ii) 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 those books.
- (iii) The balance sheet, profit and loss account and cash flow dealt with by this report are in agreement with the books of accounts of the company;
- (iv) In our opinion, the balance sheet, profit & loss account and cash flow statement dealt with by this report comply with the Accounting Standard referred to in section 211(3c) of the Companies Act, 1956 to the extent applicable.
- (v) On the basis of written representation received from directors and taken on record by the board of directors, we report that none of the directors is disqualified as on March 31, 2009 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956,
- (vi) In our opinion and to the best of our information and according to the explanations given to us the said accounts read with the notes thereon, gives the information required by the Companies Act, 1956, in the manner so required and gives a true and fair view in conformity with the Accounting Principles generally accepted in India :
 - (a) in the case of the Balance Sheet, of the **state of affairs** of the company as at March 31, 2009 and,
 - (b) in the case of Profit and Loss Account of the **Profit** for the year ended on that date.
 - (c) in the case of Cash Flow Statement, of the **cash flow** for the year ended on that date.

For, Shailesh C. Parikh & Co.
Chartered Accountants

Date : 03.08.2009
Place : Ahmedabad

(Shailesh Parikh)
Proprietor

Annexure referred to in paragraph 3 of our Auditor's Report of even date on the accounts of Adinath Exim Resources Limited, for the year ended on March 31, 2009

- 01 a) The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
- b) The assets have been physically verified by the management during the year. According to the information and explanations given to us, no discrepancy was noticed on such physical verification as compared to the book records.
- c) In our opinion and according to the information and explanations given to us, no substantial part of fixed assets has been disposed off by the Company during the year.
- 02 a) The company does not have inventories, so question of its physical verification and its frequency of verification does not arise.
- b) This clause is not applicable as the company does not have any inventories.
- c) This clause is not applicable as the company does not have any inventories.
- 03 a) The company has not taken any loans from Companies, firms and other parties covered in the register maintained under section 301 of the Companies Act, 1956. The company has given loans to the firms, companies and other parties covered in the register maintained under section 301 of the Companies Act, 1956. The details pertaining to number of parties and amount granted is given below.

Name of the Party**Amount as on 31-03-2009****Maximum Balance**

1. S.P. Organisers Pvt. Ltd.

Rs. 128,31,000

Rs. 128,31,000

- b) The rate of interest and other terms and conditions of loans given by the company are prima facie not prejudicial to the interest of the company.
- c) All to whom loans are granted by the company and covered in the register maintained under section 301 of the Act are regular in interest payment and repayment of loan wherever stipulated.
- d) There is no overdue amount more than Rs. One Lac, so question of taking reasonable steps for its recovery does not arise.
- 04 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 afore the purchase of inventory, fixed assets and for sale of goods. Further on the basis of our examination of the books and records of the company and according to the information and explanations given to us, we have neither come across nor have been informed of any continuing failure to correct major weakness in the aforesaid internal control procedures.
- 05 In our opinion and according to the information and explanations given to us, the transactions that need to be entered into the register in pursuance to section 301 of the Companies Act, 1961 have been so entered.
- 06 In our opinion and according to the information and explanations given to us, the company has not accepted any deposit within the meaning of the provisions of section 58A and 58AA of the Companies Act, 1956 and the rules made there under.
- 07 In our opinion and as per the information and explanations given to us there is reasonable internal control procedure commensurate with the size and nature of its business.
- 08 In our opinion this company being finance company, the maintenance of cost records have been not prescribed by the Central Government under clause (d) of sub-section (1) of section 209 of the Act.
09. a) According to the records of the Company, the Company is regular in depositing with appropriate authorities undisputed statutory dues including Income-Tax, Sales-Tax and other statutory dues applicable to it with the appropriate authorities. The provision of provided fund is not applicable to the Company.
- b) According to the information and explanations given to us and the records of the Company

examined by us, we are of the opinion that there are no disputed dues of Income-Tax, Sales- Tax, Wealth-Tax, Custom Duty, Excise Duty and cess as at March 31, 2009 which have not been deposited on account of such a dispute.

10. The Company has no accumulated losses as at March 31, 2009 and has not incurred any cash losses during the financial year ended on that date or in the immediately preceding financial year.
11. According to the records of the Company examined by us and the information and explanations given by the management, the Company has not taken any loans from financial institutions and banks so question of default in its repayment does not arise.
12. The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The provisions of any special statute applicable to chit fund/nidhi/mutual benefit fund/ societies are not applicable to the Company.
14. In our opinion, the Company has maintained proper records pertaining to its share trading transactions and contracts and timely entries have been made therein. The Company has held its investments in shares and securities in its own name.
15. According to the information and explanations given to us, the terms & conditions of the guarantees for loans taken by others from bank or financial institutions given by the company are not prejudicial to the interest of the company.
16. The company has not taken any loans, so question of its proper application for the purpose for which it was taken does not arise.
17. Based on information and explanations given to us and on an overall examination of Balance Sheet of the company, in our opinion, funds raised on a long-term basis have not been used for short-term investments.
18. 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.
19. The company has not issued any debenture, so question of creation of security for the same does not arise.
20. The company has not raised any money by public issues during the year.
21. During the course of our examination of the books and records of the Company carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company notices or reported during the year, nor have we been informed of such case by the management.

For, Shailesh C. Parikh & Co.
Chartered Accountants

Date : 03.08.2009
Place : Ahmedabad

(Shailesh Parikh)
Proprietor

BALANCE SHEET AS AT MARCH 31, 2009

Particulars	Schedule	As on 31/3/2009 Amount Rs.	As on 31/3/2008 Amount Rs.	As on 31/3/2008 Amount Rs.
A. Sources of Funds :				
1 Share holder's funds				
A. Share Capital	1	45522500	45522500	
B. Reserves & Surplus	2	18975798	18192227	
		<u>64498298</u>	<u>63714727</u>	
2 Loan Funds				
A. Secured Loans		0	0	
B. Unsecured Loans		0	0	
		<u>0</u>	<u>0</u>	
TOTAL		<u>64498298</u>	<u>63714727</u>	
B. Application of Funds				
1. Fixed Assets	3			
A. Gross Block		1876856	1870856	
B. Less : Depreciation		<u>1320225</u>	<u>1203144</u>	
		556631	667712	
C. Add : Capital Work in Progress		<u>3553775</u>	<u>2610045</u>	
		<u>4110406</u>	<u>3277757</u>	
2. Investment	4	43703721	54227505	
3. Current Assets, Loans and Advances :	5			
A. Inventories		0	0	
B. Cash & Bank Balances		42479	202159	
C. Loans & Advances		<u>17718895</u>	<u>9533117</u>	
		17761374	9735276	
Less : Current Liabilities & Provisions	6	<u>1125823</u>	<u>3566045</u>	
Net Current Assets		16635551	6169231	
4. Net Deferred Tax Assets/Liability		48620	40234	
TOTAL		<u>64498298</u>	<u>63714727</u>	
Significant Accounting Policies and Notes on Accounts	8			

As per our report of even date attached herewith

For, Shailesh C. Parikh & Co.,
Chartered AccountantsShaily Gala
Company Secretary(Shailesh C. Parikh)
ProprietorDate : 03.08.2009
Place : Ahmedabad

For, Adinath Exim Resources Ltd.

Paras Savla

Manoj Savla

Date : 03-08-2009
Place : Ahmedabad

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2009.

Particulars	Schedule	For the year ended	
		31/3/2009 (Rs.)	31/3/2008 (Rs.)
A. Income			
Interest from Bank, Bills Discounting, Deposits (Gross)		1066771	1879224
Other Income	7	455553	708010
Profit on Share Trading (Futures & Option)		13829	0
TOTAL →		1536153	2587234
B. Expenditure			
Office Lease Rent		66000	71819
Payment to and Provision for Employees		208000	208000
Electricity & Electrical Exp.		24828	23338
Advertisement Exps		17550	12556
Auditor's Remuneration		15000	15000
Bank Charges & Interest		57	432
Loss on Share Trading (Futures & Option)		0	387114
Custody Fees Expenses		8994	4495
Depreciation		117081	133801
Donation		0	175000
DMAT/Share Transfer Expenses		616	35561
Filing Fees		1400	3500
Insurance		3219	1603
Legal & Professional Charges		13500	31000
F.B.T Expenses		85	0
Office & Misc. Expenses		2600	2366
Tea-Snacks Expenses		24465	0
Security Transaction Tax		0	5974
Office & Other Repairs Exp.		4028	21185
Telephone Expenses		1536	987
SEBI and Stock Exchange Fees		32472	30000
Stationery and Printing		4637	8929
Annual Subscription and Membership Fees		51000	0
Computer software exps		0	11232
TOTAL →		597068	1183892
Profit/(-)Loss Before Taxation		939085	1403342
Less : Prior Period Expenses		0	0
		939085	1403342
Provision for Taxation		158750	305500
Provision for Deferred Tax Credit		8386	7868
Provision for Fringe Benefit Tax		5150	0
Profit/(-)Loss After Taxation		783571	1105710
Balance profit/(Loss) brought forward		14558766	13674198
Profit/(-)Loss Available for Appropriation		15342337	14779908
APPROPRIATIONS			
Profit Transferred to Special Reserve Fund		156714	221142
Balance carried to Balance Sheet		15185623	14558766
Basic and Diluted Earning Per Share for Rs 10 (in Rs.)		0.19	0.27

As per our report of even date attached herewith

For, **Shailesh C. Parikh & Co.,**
Chartered Accountants**Shaily Gala**
Company Secretary**(Shailesh C. Parikh)**
ProprietorDate : 03.08.2009
Place : AhmedabadFor, **Adinath Exim Resources Ltd.****Paras Savla****Manoj Savla**Date : 03-08-2009
Place : Ahmedabad

Schedules forming part of Accounts for the Year ended on March 31, 2009

Particulars	As on 31/3/2009	As on 31/3/2008
SCHEDULE - 1 : SHARE CAPITAL		
A. Authorised Share Capital : 55,00,000 Equity Shares each of Rs. 10/- each	55000000	55000000
B. Issued & Subscribed Share Capital : 50,00,400 Equity Shares of Each of Rs. 10/- each	50004000	50004000
C. Called up Share Capital : 50,00,400 Equity Shares of Each of Rs. 10/- each	50004000	50004000
D. Paid up Share Capital: 41,04,100 Equity Shares of Each of Rs. 10/- each	41041000	41041000
Add : Forfeited shares (Originally paid up)	4481500	4481500
TOTAL —————>	45522500	45522500

SCHEDULE - 2 : RESERVE & SURPLUS

A. Special Reserve Fund		
Opening Balance	3633461	3412319
Add : Appropriated from Profit & Loss	<u>156715</u>	<u>221142</u>
	3790176	3633461
B. Profit & Loss Account		
As per account	15185623	14558766
TOTAL —————>	18975798	18192227

SCHEDULE - 3 : FIXED ASSETS

Sr. No.	Gross Block					Depreciation				Net Block	
	Particulars	Op. Bal 1-4-08	Add. d.yr	Ded. d.yr	Total 31-3-09	Op. Bal. 1-4-08	For the yr.	Ded. d.yr	Total 31-3-09	As at 31-3-09	As at 31-3-08
1.	A.C. machine	185422	0	0	185422	86155	13808	0	99963	85459	99267
2.	Fax machine	24625	0	0	24625	21179	479	0	21658	2967	3446
3.	Refrigerator	6000	0	0	6000	5014	137	0	5151	849	986
4.	Furniture	1214078	6000	0	1220078	768985	81624	0	850609	369469	445093
5.	Pager	11495	0	0	11495	11495	0	0	11495	0	0
6.	Computer	243836	0	0	243836	226623	6885	0	233508	10328	17213
7.	Water Cooler	17000	0	0	17000	14215	387	0	14602	2398	2785
8.	EPABX	75500	0	0	75500	57379	2521	0	59900	15600	18121
9.	L C D T. V.	92900	0	0	92900	12099	11239	0	23338	69562	80801
	TOTAL	1870856	6000	0	1876856	1203144	117081	0	1320225	556631	667712
	Previous Year.	1635685	235171	0	1870856	1069343	133801	0	1203144	667712	566342

Schedules forming part of Accounts for the Year ended on March 31, 2009		
Particulars	As on 31/3/2009	As on 31/3/2008
SCHEDULE - 4 : INVESTMENTS		
Equity Shares (Unquoted) (Nontrade) (At Cost)		
A. 447500 Shares of Rs.10/- Each (Previous Year 760000) Fully Paid Up of Visat Oil Tech Ltd.	7160000	12160000
B. Equity Shares (Quoted & At Cost) (Market Value as on 31-03-2009 Rs. 55812525)	29262293	28377505
C. Investment in Mutual Funds (Quoted) (Market Value of Quoted Investments as on 31-03-2009 is Rs. 6786320)	7281428	13690000
TOTAL —————>	43703721	54227505
SCHEDULE - 5 : CURRENT ASSETS, LOANS & ADVANCES		
A. Cash & Bank Balance:		
(a) Cash Balance	15860	14655
(b) Balance with Schedule & Private Banks :		
In Current Accounts	26619	187504
In Fixed Deposit	0	0
	42479	
B. Loans and Advances :(Unsecured Considered Good)		
(a) Advances Recoverable in Cash or in Kind or for value to be received	16645975	7684521
(b) Deposits	683285	683285
(c) T.D.S. Receivables	389635	1165311
	17718895	
TOTAL —————>	17761374	9735276
SCHEDULE - 6 : CURRENT LIABILITIES & PROVISIONS		
A. Current Liabilities :		
Creditors for Capital Assets	943730	2610045
Creditors for Expenses	18193	27500
B. Provision :		
Provision for Taxation F.Y. 2001-02	0	260000
Provision for Taxation F.Y. 2006-07	0	363000
Provision for Taxation F.Y. 2007-08	0	305500
Provision for Taxation F.Y. 2008-09	158750	0
Provision for Fringe Benefit Tax	5150	0
TOTAL —————>	1125823	3566045
SCHEDULE - 7 : OTHER INCOME		
Profit on sale of shares/Mutual Fund (Short Term)	0	411760
Dividend Income	439491	296250
Kasar	5000	0
Income Tax /FBT Refund	2010	0
Excess I.T. Provision W/back	9052	0
	455553	708010

Schedule : 8

The financial statements have been prepared in compliance with all material aspects of the mandatory Accounting Standards issued by the ICAI and relevant provisions of the Companies Act, 1956.

Significant accounting policies and notes on accounts for the year ended on 31-03-2009**1. Significant Accounting Policies :****(a) System of Accounting.**

The company adopts the accrual basis in the preparation of the accounts.

(b) Income From Operations.

Income from operations which comprises interest income and other income are all accounted for on accrual basis.

(c) Expenses :

The Company provides for all expenses comprising of administrative and others on accrual basis.

(d) Fixed Assets :

Fixed Assets are capitalised at cost inclusive of expenses.

(e) Depreciation:

Depreciation on Fixed assets is provided as per Written Down Value method in terms of Section 350 of the Companies Act, 1956 at the rates prescribed under Schedule XIV of the said Act.

(f) Investments :

The Company values the investment at cost. The company adopts FIFO method for valuation of its investments.

(g) Miscellaneous Expenditure:

Preliminary and Public-Issue expenditure are written off over a period of 5 years.

(h) Inventories: Inventories are valued at cost.**(i) Taxes on Income :**

Tax on income for the current period is determined on the basis of the Income Tax Act, 1961.

Deferred tax is recognised on timing differences between the accounting income and taxable income for the year and quantified using the tax rates and laws enacted or substantively enacted as on the balance sheet date.

Deferred tax assets are recognised and carried forward to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

(j) Contingent Liabilities :

Provision is made for all known liabilities. Contingent Liabilities, if any are disclosed in the account by way of a note.

(k) Impairment of Assets :

Impairment of assets is recognized when there is an indication of impairment. On such indication the recoverable amount of assets is estimated and if such estimation is less than its carrying amount, the carrying amount is adjusted to its recoverable amount.

(l) Retirement Benefits :

No provision for gratuity has been made as no employees has put the qualifying period of service for the entitlement of this benefit.

(m) Earning Per Share :

The Company reports basic and diluted earning per share in accordance with accounting standard – 20 on earning per share. Basic EPS is computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year.

2. Notes on Accounts :

- (a) Figures have been rounded off upto the nearest Rupee.
- (b) Balances are subject to confirmation.
- (c) None of the employees have completed five years of service and hence liability of gratuity does not arise.
- (d) In the opinion of the Board, the Current Assets, Loans & Advances are approximately of the value stated if realised in the ordinary course of business. Provisions of all known liabilities are adequate and not in excess of the amount reasonably necessary.
- (e) The previous year's figures have been regrouped and rearranged wherever necessary.
- (f) Details of Loans and Advances due by firms or private companies respectively in which any director is a partner or a director or other companies under the same management within the meaning of sub-section (1B) of section 370 is disclosed as under :

Name of Company/Firm	Nature of Loan	Max.Amount Rs.	Closing Balance
S.P. Organisers Pvt. Ltd.	Loan	128,31,000	128,31,000

- (g) Additional information pursuant to the provisions of paragraph 3 & 4 of Schedule VI of the Companies Act, 1956 is not applicable.
- (h) Expenses in Foreign Currency **Rs. Nil**
- (i) Earning in Foreign Exchange **Rs. Nil**
- (j) The significant component and classification of Deferred Tax Assets and Liabilities on account of Timing Differences are :

	AS AT 31-03-09 RS.	AS AT 31-03-08 RS.
A. DEFERRED TAX ASSETS :		
Diff. between Books & Tax Dep.	48620	40234
B. DEFERRED TAX LIABILITIES :	NIL	NIL
NET DEFERRED TAX ASSETS/LIABILITY	48620	40234
NET DEFERRED TAX CREDIT	8386	

(k) The market value of investments in mutual fund as on 31-03-2009 is as under :

Name	Book Value Cost	Units Nos.	NAV as on 31-03-2009	Market value as on 31-03-2009
DSP Merrill Lynch	25000	2702.7	40.85	110416
Kotak Flexi Debt Daily Dividend	4053428	417884.7	10.03	4193097
HDFC Equity Growth	50000	1936	110.15	213300
HDFC Long Term Equity	10000	1266	7.57	9587
ICICI Prudential Dynamic Plan	965000	75124.6	10.96	823426
JM Contra Fund – Dividend	1140000	111491	3.33	371534
Bharti Hexa Liquit Fund - Weekly Dividend Plan	1038000	1064.6	1000.35	106460
Total	7281428			6786320

(l) Earning per Share:

	(Amount in Rs.)	
	31.03.2009	31.03.2008
Profit/(Loss) after Tax [A]	783571	1105710
Number of Equity Shares [B]	4104100	4104100
Earning per Share [A/B]	0.19	0.27
(Face Value of Rs. 10 each)		

- (m) The company had bided for CBM Blocks in consortium with Deep Industries Limited for Godavari Vally (North) Block in CBM Round III. The company has successfully bagged a contract for exploration of Coal Bed Methale (CBM) from Government of India on revenue sharing basis. Deep Industries Limited initially incurred expenses for various license application, tender fees, technical fees and other expenses and sent a debit note of Rs. 943730 towards company's share of expenses. The company has debited the expenses of Rs. 943730 to Capital Work in Progress Account for the financial year 2008-09.

(n) Auditor's Remuneration :

	2008-09	2007-08
For Statutory Audit	12500	12500
For Others	2500	2500
Total	15000	15000

(o) Related Party Disclosures

As per the Accounting Standard on "Related Party Disclosures" (AS 18) issued by the Institute of Chartered Accountants of India, the related parties and the details of transaction with them are as follows:

Name of Party	Relation	Nature of Transaction	Amount Rs.
Shri Paras Savla	Director	Office Rent	60000
Shri Manoj Savla	Director	Office Rent	6000
S.P. Organisers Pvt. Ltd.	Enterprise influenced by Key Managerial Personnel	Loan Given during the Year	8785000

(p) Segment Reporting :

The company is engaged in the finance activity having mainly the interest income, so there are no separate reportable segment as per Accounting Standard 17 – "Segment Reporting" issued by the Council of the Institute of Chartered Accountants of India.

(q) Contingent Liabilities not provided for :

In respect of corporate guarantees given on behalf of other group companies Rs. 11,82,17,000/-.

- (r) Adoption of Accounting Standard 28 on impairment, as mentioned in the note on accounting policies does not have any impact on either profit for the year or on the net assets of the company at the year end.
- (s) The company has not employed any person drawing remuneration of Rs. 2,00,000/- per month or more or Rs. 24,00,000/- per annum.

As per our report of even date attached herewith

For, Shailesh C. Parikh & Co.,
Chartered Accountants

Shaily Gala
Company Secretary

(Shailesh C. Parikh)
Proprietor

Date : 03.08.2009
Place : Ahmedabad

For, Adinath Exim Resources Ltd.

Paras Savla

Manoj Savla

Date : 03-08-2009
Place : Ahmedabad

CASH FLOW STATEMENT FOR THE YEAR ENDED ON		31-03-2009	31-03-2008
A	Cash Flow from the operating Activities	Rs.	Rs.
	Net Profit After Tax and without Deffered Tax	775185	1097842
	Add : Adjustments For :		
	Depreciation	117081	133801
	Misc. Expenses Written Off	<u>0</u>	<u>0</u>
		117081	133801
	Less:		
	Profit on Sale of Motor Cycle	<u>0</u>	<u>0</u>
		117081	133801
	Operating Profit Before working Capital Changes	892266	1231643
	Add: Decrease in Working Capital		
	Sundry Debtors Realised	0	0
	Current Liabilities Increased	0	2891133
	Loans & Advances Reduced	0	16405798
	Less: Increase in Working Capital		
	Loans & Advances Given	8185778	0
	Debtors Increased	0	0
	Current Liabilities Decreased	<u>2440222</u>	<u>0</u>
		-10626000	19296931
	Cash Generated From Operations	-9733734	20528574
	Less : Misc. Expenses Incurred	<u>0</u>	<u>0</u>
	Net Cash Flow From Operating Activities (A)	<u>-9733734</u>	<u>20528574</u>
B	Cash Flow From Investing Activities		
	Inflows		
	Sale of Fixed Assets	0	0
	Sale of Investments	<u>10523784</u>	<u>0</u>
		10523784	0
	Out Flows		
	Purchase of Fixed Assets	949730	2845216
	Purchase of Investments	0	17572286
	Interest paid	<u>0</u>	<u>0</u>
		949730	20417502
	Net Cash used in Investing Activities (B)	<u>9574054</u>	<u>-20417502</u>
C	Cash Flow From Financing Activities		
	Proceed from Issue of Shares Capital	0	0
	Increase in Secured Loans	<u>0</u>	<u>0</u>
		0	0
	Less:		
	Repayment of Secured Loan	0	0
	Allotment to Application Money	0	0
	Net Cash Used in Financing Activities (C)	<u>0</u>	<u>0</u>
	Net Decrease / Increase in Cash & Cash Equivalents	-159680	111072
	Cash & Cash Equivalents (Opening Balance)	202159	91087
	Cash & Cash Equivalents (Closing Balance)	42479	202159
As per our report of even date attached herewith		For, Adinath Exim Resources Ltd.	
For, Shailesh C. Parikh & Co.,		Paras Savla	
Chartered Accountants		Manoj Savla	
(Shailesh C. Parikh)		Date : 03-08-2009	
Proprietor		Place : Ahmedabad	
Shaily Gala		Date : 03-08-2009	
Company Secretary		Place : Ahmedabad	

GROUPING OF INVESTMENTS AS ON 31-03-09			
		AMOUNT RS.	
INVESTMENTS (QUOTED)	NO	2008-09	2007-08
A.C.C.Ltd	100	53006	0
Deep Industries Ltd	1228000	16005000	16005000
Saket Projects Ltd	2500	25000	25000
Aptech Ltd	500	158815	158815
Ashok Leyland Ltd	1000	50785	50785
Asian Oilfield	2000	436064	436064
Bsel Infra.	1000	106251	106251
Bhel	50	65631	0
Cadila Health	500	145527	145527
Dreging Corporation Ltd	600	564083	527911
Garvare Offsources	1500	380177	380177
G IPCL	1000	182168	182168
Godrej Industries	200	85103	85103
Gujarat Alkalies	1000	196429	196429
Himantsingka Seides	1000	107278	107278
Hindustan Motors	1000	52894	52894
India Bulls	1000	742422	742422
ICICI Bank Ltd	250	94037	0
I.D.F.C.	250	12875	0
Jagdia Copper Ltd	2000	40363	40363
Jayprakash Asso.	500	249803	249803
Jindal Steel	100	266618	266618
Kew Industries	12000	468462	468462
L & T	240	472076	420995
Mcleod Rusel	1000	94595	94595
Mudra Port Ltd	100	80944	80944
NTPC Ltd	3150	732873	616590
Penland Ltd	2750	248091	248091
PNB Gilts	1100	33694	32056
Power Grid Corp	8000	1215162	1215162
PTC India	1000	184858	184858
Punj Lloyd	400	172170	151830
Reliance Indu. Infra	200	381663	381663
Reliance Ind.Ltd	100	218053	0
Seimens Ltd	900	534838	389406
Sona Koye Steel	500	32251	32251
State Bank Of India	1000	2569665	2569665
State Trading Corporation	900	277979	207739
Sunil Hightech Ltd	500	158252	158252
Surana Corporation	2000	207258	207258
Suryachakra Ltd	1000	42760	42760
Tata Steel Ltd	200	156412	156412
Tata Tele Ltd	1000	48275	48275
Vivimed Lab Ltd	4000	567381	567381
Zuari Industries Ltd	1000	344252	344252
Total —————>		29262293	28377505

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**I. Registration Details :**

Registration No. : 24300 State Code : 04
 Balance sheet Date : 31.03.2009

II. Capital raised during the year (amount in Rs.Thousands)

Public Issue	NIL	Bonus Issue	NIL
Private Placement	NIL	Rights issue	NIL

III. Position of Mobilisation and Deployment of Funds (Amount in Rs.Thousands)

Total Liabilities	64498	Total Assets	64498
-------------------	-------	--------------	-------

Source of Funds**Application of Funds**

Paid-up Capital	45523	Net Fixed assets	557
Calls in Advance	NIL	Investment	43704
Share Capital pending issue and allotment	NIL	Net Current Assets	16636
Secured Loans	NIL	Deferred Tax Assets	49
Reserves & Surplus	18976	Misc. Expenditure	NIL
Unsecured Loans	NIL	Accumulated Losses	NIL

IV. Performance of Company (Amount in Rs.Thousands)

Sale and other Income	1536	Total Expenditure	597
Profit / Loss before tax(+/-)	939	Profit / Loss after tax(+/-)	784
Earning Per Share in Rs.	0	Dividend %	NIL

V. Generic Names of three principal Products / Services of Company

Item Code :
 Product Description : Investment Company

As per our report of even date attached herewith

For, Shailesh C. Parikh & Co.,
Chartered Accountants

For, Adinath Exim Resources Ltd.

Shaily Gala
 Company Secretary

Paras Savla

(Shailesh C. Parikh)
Proprietor

Manoj Savla

Date : 03.08.2009
Place : Ahmedabad

Date : 03-08-2009
Place : Ahmedabad

ADINATH EXIM RESOURCES LIMITED**Regd. Office :** 6th Floor, N. G. Tower, Opp. Fun Republic Cinema, Satellite, Ahmedabad-380 015**PROXY FORM**

DP ID No.	L.F. No.
Client ID No.	No. of Shares held

I/We _____ of _____
being a Member/Members of ADINATH EXIM RESOURCES LIMITED, hereby appoint
_____ or failing him
_____ of _____ or failing
him _____ of _____ as my/our Proxy to attend and vote
for me/us and on my/our behalf at the Annual General Meeting of the Company to be held on 7th day of
September, 2009 or any adjournment there of.

Signed this _____ Day of _____ 2009.

Affix
Rs. 1/-
Revenue
Stamp

Signature _____

- Note :
1. The proxy in order to be effective should be duly stamped, completed and signed and must be deposited at the Registered Office of the Company not less than 48 hours before the schedule time of the aforesaid meeting.
 2. A Proxy need not be a Member.

-----TEAR HERE-----

ADINATH EXIM RESOURCES LIMITED**Regd. Office :** 6th Floor, N. G. Tower, Opp. Fun Republic Cinema, Satellite, Ahmedabad-380 015**ATTENDANCE SLIP**

DP ID No.	L.F. No.
Client ID No.	No. of Shares held

I/We hereby record my/our presence at the 15th Annual General Meeting held at 6th Floor, N.G. Tower, Opp. Fun Republic Cinema, Satellite, Ahmedabad-380 015, on September 7, 2008.

Name of the Attending Member

Name of the Attending Proxy

Signature of the Attending Member

Signature of the Attending Proxy

- Note :
1. Shareholder/Proxy holder wishing to attend the meeting is requested to sign and hand over the Attendance Slip at the Entrance of the venue of meeting.

Book Post

To, _____

If undelivered Please return to :
ADINATH EXIM RESOURCES LIMITED
6th Floor, N. G. Tower,
Opp. Fun Republic Cinema,
Satellite, Ahmedabad-380 015