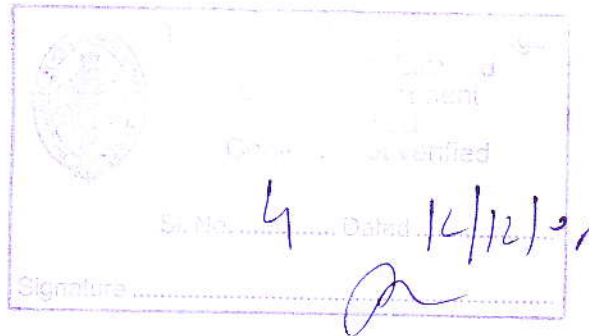


SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

57D, BALLYGUNGE CIRCULAR ROAD, MEZZANINE FLOOR, KOLKATA - 700 019

PHONE 6545 7341, MOBILE : 92305 19528, TELEFAX : 2419.0064

10.12.2008



The Secretary
The Calcutta Stock Exchange Association Ltd
7, Lyons Range,
Kolkata 700 001.

Dear Sir,
We enclose herewith 2 (two) copies of Audited Annual Reports and Accounts for
the year ended 31st March 2008.

Thanking You,
Yours faithfully,
For Sukhsandesh Industrial Investment Co. Ltd.

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

Director.

**AUDITORS REPORT TO THE MEMBERS OF
SUKHSANDESH INDUSTRIAL INVESTMENT COMPANY LIMITED**

We have audited the Balance Sheet of **M/s SUKHSANDESH INDUSTRIAL INVESTMENT COMPANY LIMITED** as at 31st March 2008 and also the annexed Profit & Loss Account for the year ended on that date. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We have conducted our audit in accordance with the 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 misstatements. An audit includes, examining on a test basis, evidence supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion. We further report that:

1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for our audit.
2. In our opinion, proper books of accounts have been kept as required by law so far as appears from our examinations of the books.
3. The Balance Sheet and the Profit & Loss Account are in agreement with the books of accounts as submitted to us.
4. In our opinion the Balance Sheet and the Profit and Loss Account comply with the Accounting Standards referred to in the Sub-section 3(C) of Section 211 of the Companies Act, 1956.
5. Based on all representations made by all the Directors of the Company and the information and explanations as made available to us by the Company, none of the Directors of the Company has prima-facie any disqualifications as referred to in Section 274(1)(g) of the Act.
6. In our opinion and to the best of our information and according to the explanations given to us, the annexed accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view.
 - a) In the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2008 and
 - b) In the case of the Profit and Loss Account, of the Profit of the Company for the year ended on that date.
7. As required by the Companies (Auditors Report) Order, 2003 as further amended by the Companies (Auditors Report) (Amendment) Order, 2004 issued by the Central Government



Rajesh R Jain & Co Chartered Accountants

3rd Floor, 3A, Mangoe Lane, Kolkata - 700 001 Phone : 3028 0280, 4004 7093

and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we further report that :

- a. The company is maintaining proper records showing full particulars, including quantitative details and situation of Fixed Assets. We have been informed that the Fixed Assets have been verified physically by the management at reasonable intervals during the year and no material discrepancies were noticed on such verification.
- b. The company has not disposed off any part of its fixed assets, which has any effect on its going concern during the year.
- c. The Management has conducted physical verification of inventory at reasonable intervals. In our opinion the frequency of verification is reasonable.
- d. The procedures of physical verification of stocks followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- e. The Company has maintained proper records of inventory however; certain discrepancy have been noticed on physical verification of stock as compared to book records which needs to be properly dealt with. In case of stocks of quoted shares where quotations are not available the same has been taken and valued at Re. One.
- f. In our opinion and as per information and explanations provided to us the Company has taken loans from parties listed in the register maintained under Section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs. 94,090/- and the balance outstanding as on 31st March, 2008 was Rs. NIL. The terms and conditions of loan taken are prima facie not prejudicial to the interest of the Company.
- g. In our opinion and as per information and explanations provided to us the Company has not given any loans to parties listed in the register maintained under Section 301 of the Companies Act, 1956.
- h. 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 the purchase of inventory, fixed assets and with regard to the sale of goods.
- i. According to the information and explanations given to us and as far as it appears from our examination of the books no transactions exceeding Rupees Five Lakhs are made in pursuance of contract or arrangements to be entered in the register maintained under Section 301 of the Companies Act, 1956.
- j. In our opinion and according to explanations and information given to us the company has not accepted any deposits from the public during the year under review.

Rajesh R Jain & Co Chartered Accountants

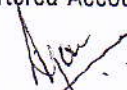
3rd Floor, 3A, Mangoe Lane, Kolkata - 700 001 Phone : 3028 0280, 4004 7093

- k. The company does not have an Internal Audit System commensurate with its size and nature of its business.
- l. We have been informed by the Company that the provisions of the Employees Provident Fund and Miscellaneous Provisions Act, 1952 are not yet applicable to them.
- m. On the basis of our examination of records to the extent made available to us and according to the information and explanation given to us, there is no undisputed amounts payable in respect of Income-Tax, Customs duty and Sales tax which is outstanding as at the last day of the financial year concerned, for a period of more than six months from the date they became payable. There are certain disputed income tax matters pending in appeal which have not been deposited whose details are readily not available.
- n. The company is not a Sick Industrial Company within the meaning of Clause (o) of Sub-Section (1) of Section 3 of the Sick Industrial Companies (Special Provisions) Act, 1985.
- o. The company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities.
- p. The other provisions of the order, in our opinion and according to the information and explanations given to us, are not applicable to the Company.

3rd Floor
3A, Mangoe Lane
Kolkata 700001

The 5th day of September, 2008

For Rajesh R Jain & Co
Chartered Accountants


Rajesh K Jain
Proprietor

Sukhsandesh Industrial Investment Company Limited

Balance Sheet As At 31st March, 2008

		As on 31.03.2008 Amount	As on 31.03.2007 Amount Rs. P.
SOURCES OF FUNDS :			
Share Capital	1	2,000,000.00	2,000,000.00
RESERVES & SURPLUS	2	14,640,645.83	10,885,004.82
LOAN FUNDS :			
Secured Loans.	3	-	20,600.00
Unsecured Loans	4	-	51,060.00
TOTAL		16,640,645.83	12,956,664.82
APPLICATION OF FUNDS :			
Fixed Assets	5	643,583.00	149,374.43
Investments	6	13,930,119.84	11,281,831.24
CURRENT ASSETS, LOANS & ADVANCES			
Inventories.	7	703,260.61	726,888.47
Sundry Debtors.	8	1,581.02	1,581.02
Cash & Bank Balances.	9	466,842.16	44,285.91
Other Current Assets	10	86,875.01	19,375.01
Loans & Advances	11	1,270,417.19	1,149,427.27
	{ A }	2,528,975.99	1,941,557.68
Less : Current Liabilities & Provisions			
Current Liabilities.	12	64,344.00	27,703.53
Provisions	13	397,689.00	388,395.00
	{ B }	462,033.00	416,098.53
NET CURRENT ASSETS.	[A - B]	2,066,942.99	1,525,459.15
TOTAL :		16,640,645.83	12,956,664.82
NOTES ON ACCOUNTS.	17		

Schedules 1 to 17 form an integral part of the Accounts.

This is the Balance Sheet as referred to in our Report of even date.

For Rajesh R Jain & CO.
Chartered Accountants

Proprietor
Membership No. 54591
Kolkata, The 5th day of September, 2008

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

Director.

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

Director.

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

Director.

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

Director.

Sukhsandesh Industrial Investment Company Limited

Profit & Loss Account for the year ended 31st March, 2008

		As on 31.03.2008	As on 31.03.2007
	Schedule	Amount	Amount
			Rs. P.
Income			
Sales.		471,875.70	146,880.00
Other Income.	14	4,189,250.35	254,839.97
TOTAL	A	4,661,126.05	401,719.97
EXPENDITURE :			
Purchases		-	-
Administrative & Operating Expenses.	15	697,671.78	621,725.86
Depreciation	5	161,779.00	36,072.43
Difference in Share Dealing		1,522.40	24.00
Decrease / Increase in Stock	16	23,627.86	72,464.22
TOTAL	B	884,601.04	730,286.51
Profit / (Loss) during the year	A - B	3,776,525.01	(328,566.54)
Less : Provision for Fringe Benefit Tax		20,884.00	11,534.00
Less : Income Tax Adjustments		-	12,010.83
Profit / (Loss) after Taxation		3,755,641.01	(352,111.37)
Add : Profit / (Loss) brought forward		10,735,004.82	11,087,116.19
Transfer to Balance Sheet		14,490,645.83	10,735,004.82

NOTES ON ACCOUNTS.

17

Schedules 1 to 17 form an integral part of the Accounts.

This is the Profit & Loss Account as referred to in our Report of even date.

For Rajesh R Jain & CO.

Chartered Accountants

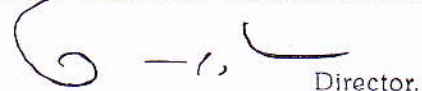


Proprietor

Membership No. 54591

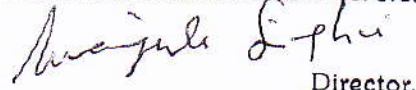
Kolkata, The 5th day of September, 2008

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.



Director.

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.



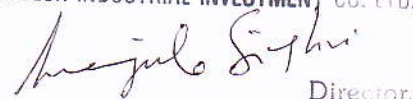
Director.

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.



Director.

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.



Director.

Sukhsandesh Industrial Investment Company Limited

SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31.03.2008
AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE.

	Current Year 31.03.2008 Amount	Previous Year 31.03.2007 Amount
SCHEDULE - 1		
Share Capital		
<u>Authorised</u>		
250,000 Equity Shares of Rs. 10/- each	2,500,000.00	2,500,000.00
<u>Issued, Subscribed & Paid up</u>		
200,000 Equity Shares of Rs. 10/- each being fully paid up	2,000,000.00	2,000,000.00
	<u>2,000,000.00</u>	<u>2,000,000.00</u>
SCHEDULE - 2 :		
Reserves & Surplus		
General Reserve	150,000.00	150,000.00
Profit & Loss Account	14,490,645.83	10,735,004.82
	<u>14,640,645.83</u>	<u>10,885,004.82</u>
SCHEDULE - 3		
Secured Loans		
White Cliff Tea Company Pvt. Ltd. (Vehicle Loan)	-	20,600.00
	<u>-</u>	<u>20,600.00</u>
SCHEDULE - 4		
Unsecured Loans		
From Directors Gulab Mall Singhvi	-	51,060.00
	<u>-</u>	<u>51,060.00</u>
SCHEDULE - 7		
Inventories		
Closing Stock (At cost or Market Value, whichever is lower, as taken valued & certified by the Management)	703,260.61	726,888.47
	<u>703,260.61</u>	<u>726,888.47</u>
SCHEDULE - 8		
Sundry Debtors (Unsecured considered good by the Management)		
Debts outstanding for a period of		
More than six months	1,581.02	1,581.02
Less than six months	-	-
	<u>1,581.02</u>	<u>1,581.02</u>
SCHEDULE - 9		
Cash & Bank Balances		
Cash in hand. (As certified)	51,882.00	27,979.61
Balances with Scheduled Banks in Current Account	414,960.16	16,306.30
	<u>466,842.16</u>	<u>44,285.91</u>

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

Gulab Mall Singhvi
Director.

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

Gulab Mall Singhvi
Director.

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

Gulab Mall Singhvi

Director.

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

Gulab Mall Singhvi

Director.

Sukhsandesh Industrial Investment Company Limited

SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2008

SCHEDULE - 5

FIXED ASSETS :

Particulars.	Gross Block (At Cost)				Depreciation				Net Block	
	As on 31.03.2007	Additions	Deductions	As on 31.03.2008	As on 31.03.2007	For the year	Adjustments	Upto 31.03.2008	As on 31.03.2008	As on 31.03.2007
	Rs. P.	Rs. P.	Rs. P.	Rs. P.	Rs. P.	Rs. P.	Rs. P.	Rs. P.	Rs. P.	Rs. P.
Motor Car	184,011.58	-	100,000.00	84,011.58	54,450.15	20,953.00	(8,608.43)	84,011.58	-	129,561.43
Motor Car	-	732,833.00	-	732,833.00	-	126,834.00	-	126,834.00	605,999.00	-
Computers	53,278.00	18,263.00	-	71,541.00	33,465.00	12,352.00	-	45,817.00	25,724.00	19,813.00
Office Furniture	-	13,500.00	-	13,500.00	-	1,640.00	-	1,640.00	11,860.00	-
TOTAL :	237,289.58	764,596.00	100,000.00	901,885.58	87,915.15	161,779.00	(8,608.43)	258,302.58	643,583.00	149,374.43
Previous Year	237,289.58	-	-	237,289.58	51,842.72	36,072.43	-	87,915.15	149,374.43	

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

Director.

Director.

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

Director.

Director.

Sukhsandesh Industrial Investment Company Limited

SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31.03.2008
AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE.

SCHEDULE - 6 Investments

Particulars	Current Year 31.03.2008		Previous Year 31.03.2007	
	Nos	Value Rs. P.	Nos	Value Rs. P.
Equity Shares of Assam Co. Ltd Rs.1/= each fully paid up	10,000	571,724.00	-	-
Equity Shares of Balarampur Chinni Mills Ltd Re.1/= each fully paid up	-	-	6,260	934,925.22
Equity shares of Bharat Petroleum Corporation Ltd Rs.10/= each fully paid up	500	190,599.20	800	305,936.00
Equity Shares of Century Textiles Ltd Rs.10/= each fully paid up	1,000	411,878.28	1,000	411,876.28
Equity Shares of Cybasa Netscript Ltd Rs.10/= each fully paid up	1,000	10,000.00	1,000	10,000.00
Equity shares of East India Hotels Limited Rs.10/= each fully paid up	-	-	6,575	632,826.00
Equity shares of Exide Industries Limited Rs.1/= each fully paid up	366	10,980.00	-	-
Equity Shares of Federal Bank Limited RS.10/= each fully paid up	3,150	688,635.74	1,500	276,135.74
Equity Shares of Garware Polyesters Ltd Rs.10/= each fully paid up	-	-	78	826.80
Equity Shares of Geomet Software Ltd Rs.10/= each fully paid up	-	-	1,000	116,649.65
Equity Shares of GWK Ltd Rs.10/= each fully paid up	4,854	302,089.66	-	-
Equity Shares of GMR Infrastructure Ltd Rs.2/= each fully paid up	500	83,692.00	-	-
Equity Shares of Godrej Industries Ltd Rs.1/= each fully paid up	500	114,559.00	-	-
Equity Shares of Gujarat Ambuja Cements Co Limited - bonus shares Rs.2/= each fully paid up	521	-	521	-
Equity Shares of Grasim Industries Ltd Rs.10/= each fully paid up	200	380,824.82	200	380,824.82
Equity Shares of Hindalco Industries Ltd Rs.1/= each fully paid up	1,000	141,825.00	1,000	93,825.00
Equity shares of HPCL of Rs.10/= each fully paid up	1,700	548,776.59	1,700	548,776.59
Equity shares of IDFC Limited Rs.10/= each fully paid up	7,400	597,212.60	6,400	399,709.02
Equity shares of IFCI Limited Rs.10/= each fully paid up	6,000	344,536.14	-	-
Equity shares of ITC Limited Re.1/- each fully paid up	3,000	533,663.03	3,000	533,663.03
Equity Shares of Infosys Technologies Ltd Rs.5/= each fully paid up	150	216,946.48	150	216,946.48
Equity Shares of Jaiprakash Associates Ltd Rs.2/= each fully paid up	11,500	1,674,564.90	3,500	1,620,054.17
Equity Shares of Jaiprakash Hydropower Ltd Rs.10/= each fully paid up	4,500	392,520.84	-	-
Equity Shares of JSW Steel Ltd Rs.10/= each fully paid up	700	215,050.00	700	215,050.00
Equity Shares of Kolkata Delhi Truck Terminus Ltd Rs.100/= each fully paid up	6,000	600,000.00	-	-
Equity Shares of Larson & Toubro Ltd Rs.2/= each fully paid up	300	-	708	901,974.77
Equity Shares of Mahindra & Mahindra Ltd Rs.10/= each fully paid up	-	-	160	105,350.95
Equity Shares of Neyveli Lignite Corpn Ltd Rs.10/= each fully paid up	-	-	6,000	526,961.00
Equity Shares of NTPC Ltd Rs.10/= each fully paid up	1,000	192,966.00	-	-
Equity shares of ONGC Limited Rs.10/= each fully paid up	70	33,487.50	70	33,487.50
Equity Shares of Orkay Silk Mills Ltd Rs.10/= each fully paid up	100	2,018.85	100	2,018.85
Equity Shares of Orissa Mineral Development Corporation Ltd Rs.10/= each fully paid up	25	577,500.00	-	-
Equity shares of Oswal Spinning & Weaving Mills limited Rs.10/= each fully paid up	300	345.00	300	345.00
Equity shares of Petronet LNG limited Rs.10/= each fully paid up	3,000	264,318.00	1,000	51,183.00
Equity shares of Power Grid Corporation India Ltd Rs.10/= each fully paid up	2,600	251,961.00	-	-
Equity Shares of Ranbaxy Labs Ltd Rs.5/= (Previously Rs.10/-)each fully paid up	1,000	371,473.00	160	74,697.38
Equity shares of Reliance Communication Ltd Rs.10/= each fully paid up	3,473	408,771.23	3,473	408,771.23
Equity shares of Reliance Industries Ltd Rs.10/= each fully paid up	400	1,108,259.00	-	-
Equity Shares of Reliance Petroleum Co. Ltd Rs.10/= each fully paid up	3,700	555,663.67	6,700	465,049.65
Equity shares of Steel Authority of India Limited Rs.10/= each fully paid up	2,500	136,594.30	5,000	273,188.59

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

Director.

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Director.

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Director.

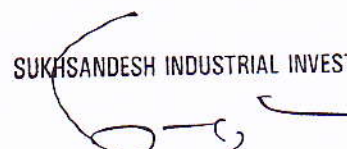
Sukhsandesh Industrial Investment Company Limited

SCHEDULES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31.03.2008
AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE.

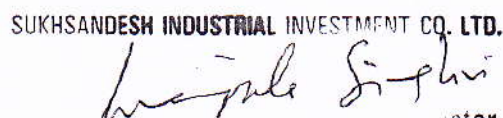
SCHEDULE - 6 Investments

Particulars	Current Year 31.03.2008		Previous Year 31.03.2007	
	Nos	Value Rs. P.	Nos	Value Rs. P.
Equity shares of State Bank Of Bikaner & Jaipur Rs.100/= each fully paid up	100	228,794.03	100	228,794.03
Equity shares of Tata Sponge Iron Ltd Rs.10/= each fully paid up	300	67,798.20	300	3,036.00
Equity Shares of Tata Motors Limited (Formerly- Telco Ltd) Rs.10/= each fully paid up	30	23,480.80	30	23,480.80
Equity Shares of Tata Steel Ltd Rs.10/= each fully paid up	1,821	98,940.98	1,500	2,640.98
Equity Shares of Tata Steel Ltd [CCPS Rs.100/= each fully paid]	1,485	148,500.00		
Equity Shares of Tata Power Co Ltd Rs.10/= each fully paid up	850	323,492.00	850	323,492.00
Equity Shares of Varun Shipping Ltd Rs.10/= each fully paid up	3,000	198,435.00		
Equity Shares of Visesh Infosystems Limited Rs.10/- each fully paid up	-	-	6,500	294,524.71
Equity shares of Yes Bank Ltd Rs.10/= each fully paid up	1,000	242,435.00	-	-
Equity shares of Williamson Financial Services Limited Rs.10/= each fully paid up	183	14,610.00	183	14,610.00
TOTAL [A]	91,778	13,280,119.84	68,518	10,431,831.24
Prudential ICICI Discovery Fund Rs.10/- each fully paid up	19,550.340	200,000.00	19,550.340	200,000.00
Reliance Diversified Power Sector Fund Rs.10/= each fully paid up	45,000.000	450,000.00	45,000.000	450,000.00
SBI Bluechip Fund Rs.10/= each fully paid up	-	-	20,000.000	200,000.00
TOTAL [B]	64,550.340	650,000.00	84,550.340	850,000.00
TOTAL [A]+ [B]	156,328.34	13,930,119.84	153,068.34	11,281,831.24


SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.
Director.


SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.
Director.


SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.
Director.


SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.
Director.

2

Sukhsandesh Industrial Investment Company Limited

SCHEDULE - 10

Other Current Assets

Interest Receivable	2,430.71	2,430.71
Dividend Receivable	78,694.30	11,194.30
Shares/Debenture Application Money	5,750.00	5,750.00
	<u>86,875.01</u>	<u>19,375.01</u>

SCHEDULE - 11

Loans & Advances

Advance & Self Assessment Income Tax	556,367.08	480,477.08
Advance against property	206,156.00	206,156.00
Income Tax deducted at source	454,379.19	454,379.19
Prepaid Expenses	1,416.00	
Advance Fringe Benefit Tax	-	8,415.00
Gulab Mall Singhvi	51,598.92	-
Indiabulls Securities Ltd	500.00	-
	<u>1,270,417.19</u>	<u>1,149,427.27</u>

SCHEDULE - 12

Current Liabilities

Liabilities for Expenses

Salary & Bonus	13,542.00	-
Auditors' Remuneration	5,000.00	5,000.00
Telephone Expenses	-	2,881.00
Leave Encashment	13,542.00	-
Anand Rathi Securities Limited	-	172.53
Professional Tax	-	95.00
Income Tax	30,480.00	12,590.00
Varsha Mehta & Co	-	6,130.00
Demat Charges	1,780.00	835.00
	<u>64,344.00</u>	<u>27,703.53</u>

SCHEDULE - 13

Provisions

A Provision for Income Tax

Balance Brought forward	376,805.00	745,535.00
Add/Less : Adjusted/Provision during the year		368,730.00
	<u>376,805.00</u>	<u>376,805.00</u>

B Provision for Fringe Benefit Tax

	20,884.00	11,590.00
	<u>20,884.00</u>	<u>11,590.00</u>

A + B

	<u>397,689.00</u>	<u>388,395.00</u>
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SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

Director.

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

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Sukhsandesh Industrial Investment Company Limited

SCHEDULE - 14

Other Incomes

Dividend	534,735.68	418,597.30
Profit on Sale of Mutual Fund (Long Term)	36,008.00	
Profit on Sale of Investment in shares	3,597,906.67	(175,279.14)
Miscellaneous Income	-	8,880.83
Outstanding Liabilities no longer required	20,600.00	-
Prior Period Adjustment (LTCG)	-	2,640.98
	<u>4,189,250.35</u>	<u>254,839.97</u>

SCHEDULE - 15

Administrative & Operating Expenses

Advisory Service Charges	4,816.55	10,025.72
Auditor's Remuneration	5,000.00	5,000.00
Bank Charges	6,343.52	430.55
Books & Periodicals	3,039.00	1,587.00
Car Running & Maintenance Expenses	93,398.68	86,802.37
Computer Maintenance Expenses	11,072.00	2,112.00
Demat Charges	2,146.60	4,012.18
Electricity Charges	12,000.00	12,000.00
Filing Fees	-	4,080.00
General Expenses	1,807.00	11,418.70
Income Tax	62,480.00	-
Internet Connection Charges	7,015.00	6,820.00
Interest on Delayed Payment	273.97	-
Interest on Vehicle Finance	-	4,125.92
Interest on Loan	3,030.00	3,723.00
Leave Encashment Charges	24,097.00	-
Loss on Sale of Motor Car	8,608.43	-
Legal Expenses	-	7,050.00
Listing Fees	-	21,000.00
Membership Fees (Subscription)	24,182.00	54,220.60
Postage, Stamps & Telegrams	267.00	865.50
Printing & Stationery	14,322.11	13,081.15
Professional Charges	5,750.00	-
Rates & Taxes	3,150.00	3,150.00
Rent	18,000.00	18,000.00
Salary & Bonus	292,581.00	259,811.85
Security Service Charges	28,268.00	29,919.00
Telephone Expenses	57,216.82	41,026.61
Travelling & Conveyance	8,807.10	21,463.71
	<u>697,671.78</u>	<u>621,725.86</u>

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SCHEDULE - 16

Decrease / Increase in Stock

Opening Stock

726,888.47

799,352.69

Less : Closing Stock

703,260.61

726,888.47

23,627.86

72,464.22

For Rajesh R Jain & CO.

Chartered Accountants

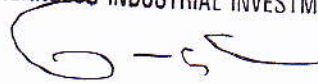


Proprietor

Membership No. 54591

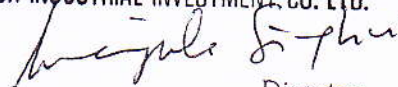
Kolkata, The 5th day of September, 2008

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.



Director.

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.



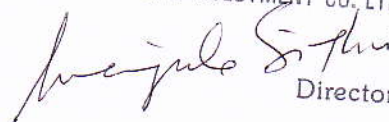
Director.

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.



Director.

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.



Director.

SUKHSANDESH INDUSTRIAL INVESTMENT COMPANY LIMITED

Schedule '17' of Notes on Accounts and Significant Accounting Policies.

1. SIGNIFICANT ACCOUNTING POLICIES :

a. General

The Financial Statements are prepared on the historical cost convention and in accordance with applicable accounting standards except where otherwise stated.

b. Revenue Recognition

The Company follows the Mercantile System of accounting and recognises Income & Expenditure on accrual basis except for some minor expenses which are accounted for on cash basis as a consistent practice.

c. Fixed Assets

Fixed Assets have been stated at cost of acquisition inclusive of freight, duties and taxes and incidental expenses.

d. Depreciation

Depreciation has been provided at the rates prescribed under the Companies Act, 1956.

e. Closing Stock

Closing Stock of quoted shares have been valued at Cost or Market Value whichever is lower as valued and certified by the management. However, where no market price or quotations of the quoted shares are available, the same are valued at Rs. 1/-. Closing stock of Debentures are valued at Cost.

f. Investments

Investment in Shares and Mutual Funds have been valued at cost. In the opinion of the assessee, investment being long term in nature, there is no permanent decline in the value of the investments and hence no provisioning is required.

g. Contingent Liabilities

There were no contingent liabilities during the year.

h. Retirement Benefits

Payment of Gratuity Act, 1972 is not applicable as the number of personnel employed are less than the prescribed limit. However, Gratuity will be recognised as an when paid by the Company.

The management has conducted physical verification of inventories held and investments of shares and it is found that there are minor discrepancies between physical stock and book stock which is being looked into.

The Company has paid an advance against property of Rs. 2,06,056/- (Rs. 1,71,156/- towards flat and Rs. 35,000/- towards car parking space to the concerned promoters for purchase of a flat and a car parking space at Kolkata against agreed total consideration of Rs. 2,48,945/-. However, the same is yet to be handed over to the Company due to an ongoing dispute regarding delivery of possession of Flat and balance consideration money. The Company has filed a suit at Alipore Judges Court for specific performance of agreement for sale..

4. Taxes on Income

Deferred tax is recognised subject to consideration of Prudence on timing difference being difference between taxable and accounting Income/Expenditure that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are not recognised because the amount

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involved is not significant and the management is of the view that there is no virtual certainty that sufficient future taxable income will be available against which such deferred tax assets will be realised.

5. Impairment of Assets

As per Management's perception, there are no assets whose value as on the date of the Balance sheet is less than the recoverable amount.

6. The Balances of Sundry Debtors, Loans and Advances are subject to confirmation from Parties, and subsequent adjustments, if any, on reconciliation.
7. Quantitative details of Purchase, Sales and Closing Stock

	Shares	Debentures
	Qty	Qty
i. Opening Stock	28012 (25472)	147 (147)
ii. Purchases	0 (0)	0 (0)
iii. Increase/decrease due of Split/Merger/Bonus etc	3182 (3480)	0 (0)
iv. Sales	7000 (940)	0 (0)
v. Closing Stock	24194 (28012)	147 (147)

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

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8. Balances with Bank of Baroda Rs. 1483.30 are subject to confirmation and verification since the necessary bank statements are not available as the accounts are in operative since long.
9. Additional Information as required under Part IV of Schedule VI to The Companies Act, 1956.

Balance Sheet Abstract and Company's General Business Profile.

i. Registration No.	: U67120WB1980PLC032642
State Code	: 21
* Balance Sheet Date	: 31.03.2008
ii. Capital Raised during the year :	
Public Issue	: NIL
Bonus Issue	: NIL
Right Issue	: NIL
Private Placement	: NIL
	: NIL

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

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iii. Position of Mobilisation and Deployment of Funds

(Amount in Rs.Thousands)

Total Liabilities	: 17102.68
Total Assets	: 17102.68

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

Director.

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Sources of Funds

Paid up Capital	:	2000.00
Reserves & Surplus	:	14640.64
Secured Loans	:	0.00
Unsecured Loans	:	0.00
		<hr/>
		16640.64
		<hr/>

Application of Funds

Net Fixed Assets	:	643.58
Investments	:	13930.12
Net Current Assets	:	2066.94
Miscellaneous Expenditure	:	NIL
		<hr/>
		16640.64
		<hr/>

iv. Performance of Company

Turnover	:	471.88
Other Incomes	:	4189.25
Total Expenditure	:	884.60
Profit before Tax	:	3776.52
Profit after Tax	:	3755.64
Earning per Share	:	N.A.
Dividend Rate	:	NIL

v. Generic Names of three Principal Products/Source of the Company (as per monetary terms)

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

10. Previous year's figures have been regrouped/rearranged wherever considered necessary.

3RD FLOOR
3A, MANGO LANE,
Kolkata 700001

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

Director.

for RAJESH R JAIN & CO.
Chartered Accountants

(RAJESH K. JAIN)
PROPRIETOR

THE 5TH DAY OF SEPTEMBER, 2008

SUKHSANDESH INDUSTRIAL INVESTMENT CO. LTD.

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Sukhsandesh Industrial Investment Company Limited

Previous Year ended 31.03.2008

Assessment Year 2008-2009

Details of Bank Balances in Current Account

Bank of Baroda	1,483.30
BNP Paribas	412,476.86
Citi Bank	1,000.00

414,960.16

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