

Balance Sheet

as at

31st March, 2010

***Ganon Trading & Finance
Company Limited***

NAME OF ASSESSEE :	Ganon Trading & Finance Company Limited
ADDRESS :	903, Dalamal House Nariman Point, Mumbai - 400 021
P. A. NO. :	AAACG 2023N / WD 2(1)-4
STATUS :	Widely held Public Limited Company
ACCOUNTING YEAR :	01.04.2009 to 31.03.2010
ASSESSMENT YEAR :	2010 - 2011

PART A : I COMPUTATION OF TOTAL INCOME UNDER THE NORMAL PROVISIONS OF IT ACT, 1961

i. Speculation Income

Net Profit as per Profit & Loss Account	53177662
Add : <u>Items Disallowed</u>	
Disallowance u/s. 14A in respect of exempt income	206867
	<u>53384529</u>
Less : <u>Items considered separately</u>	
Dividend Income	1339265
Profit on sale of Investments	51994144
	<u>53333409</u>
	51120
Less : B/f. Speculation loss set off to the extent of current year's income	<u>51120</u>

NIL

ii. Capital Gains

Long term Capital Gain on sale of Investments
[Rs.51994144/-, exempt u/s.10(38)
(As per details attached)

NIL

iii. Income from Other Sources

Dividend Income
[Rs.1339265/-, exempt u/s.10(34) & 10(35)]

NIL

TOTAL INCOME

NIL

Tax Payable on total Income of Rs. NIL is

NIL

II COMPUTATION OF BOOK PROFIT U/S 115 JB OF THE IT ACT, 1961

Net Profit Before Tax	53177662
Add : Expenditure related to Dividend income	206867
	<u>53384529</u>
Less: <u>Income Exempt u/s.10</u>	
Dividend [exempt u/s 10(34) & 10(35)]	1339265
BOOK PROFIT	<u>52045264</u>

Tax Payable @ 15% of Book Profit (II)

7806790

AS (II) is higher than (I), Book profit computed under the provisions of sec. 115 JB is the Total Income.

PART B : COMPUTATION OF TAX LIABILITY

Tax due on Book Profit (u/s 115JB)	7806790
Add : Surcharge @ 10%	780679
	<u>8587468</u>
Add : Education Cess @ 3%	257624
	<u>8845093</u>
Less : Advance Tax paid on 31/03/2010	8500000
	<u>345093</u>
Add : Interest :- u/s. 234C	3451
	<u>348543</u>
	<u>348540</u>

R/off u/s 288B

Paid u/s.140 A on __. __. 2010

PART C : POSITION OF CARRY FORWARD OF LOSSES

<u>ASST.YR.</u>	<u>SPECULATION LOSS B/F</u>	<u>SET OFF DURING THE YEAR</u>	<u>SPECULATION LOSS C/F</u>
2008-09	79125	51120	28005
2009-10	55198	NIL	55198

PART D : POSITION OF MAT CREDIT C/F.

<u>ASST.YR.</u>	<u>NORMAL TAX</u>	<u>Tax U/s.115 JB</u>	<u>AMT (Rs.)</u>
2007-08	682012	950080	268068
2010-11	NIL	8845093	8845093
			<u>9113161</u>

Working of disallowance u/s 14A with reference to Rule 8D**Amt. (Rs.) Amt. (Rs.)**

Sub Rule	2(i)	<u>- Direct Expenses</u>		
		Depository Charges		2893
	2(ii)	- Interest		NIL
	2(iii)	- Indirect expenses		
		Op. value of Investments (including held as stock in trade)	22294114	
		Cl. value of Investments (including held as stock in trade)	67356010	
			<u>89650124</u>	
		Average value of Investments	44825062	
		0.5% of Average value of Investments		224125
			Total	<u>227018</u>
		Restricted to total expenditure debited to P & L a/c		206867

Details of Long Term Capital Gain on Sale of Shares

S C R I P	Nos.	P U R C H A S E		S A L E S		Long Term Capital Gain
		Date	Cost (Rs.)	Date	Amt.(Rs.)	
HDFC Bank	5000	31.03.1999	357250	26.03.2010	9647382	9290132
Indian Hotels Co. Ltd	4000	05.10.2004	174660	26.03.2010	406600	231940
	5000	05.10.2004	218075	26.03.2010	508250	290175
	2000	05.10.2004	87180	26.03.2010	203300	116120
	3000	05.10.2004	131025	26.03.2010	304950	173925
	3000	23.05.2008	210000	26.03.2010	304950	94950
Nestle India Ltd.	3000	31.03.1999	614610	26.03.2010	8058180	7443570
	3000	31.03.1999	614640	26.03.2010	8058180	7443540
	6	11.11.2002	3155	26.03.2010	16116	12962
	430	11.11.2002	225677	26.03.2010	1155006	929329
	1975	11.11.2002	1039581	26.03.2010	5304969	4265388
	25	11.11.2002	13157	26.03.2010	67152	53994
	505	11.11.2002	265322	26.03.2010	1356460	1091138
	150	11.11.2002	78599	26.03.2010	402909	324311
	99	11.11.2002	51988	26.03.2010	265920	213932
	69	11.11.2002	36235	26.03.2010	185338	149103
	1859	13.11.2002	975659	26.03.2010	4993386	4017727
	5	13.11.2002	2599	26.03.2010	13430	10831
	2500	13.11.2002	1310925	26.03.2010	6715150	5404225
	729	13.11.2002	379357	26.03.2010	1958138	1578781
	91	13.11.2002	47759	26.03.2010	244431	196673
	117	13.11.2002	60886	26.03.2010	314269	253383
	377	18.11.2002	194630	26.03.2010	1012645	818015
	63	18.11.2002	32524	26.03.2010	169222	136698
	381	02.01.2003	200341	26.03.2010	1023389	823048
	19	02.01.2003	9991	26.03.2010	51035	41045
3500	29.08.2005	2996980	26.03.2010	9401210	6404230	
100	13.10.2005	83625	26.03.2010	268606	184981	
			10416428		62410572	51994144

GANON TRADING & FINANCE COMPANY LTD.

903, Dalamal House, Nariman Point, Mumbai - 400021

NOTICE

NOTICE is hereby given that Twenty Fifth Annual General Meeting of the members of Ganon Trading & Finance Company Limited will be held on Thursday, 30th September, 2010 at 11:00 a.m. at the Registered Office of the Company at 903, Dalamal House, Nariman Point, Mumbai - 400021 to transact the following business:

1. To receive, consider and adopt the Balance Sheet as at 31st March, 2010 and the Profit and Loss Account for the year ended on that date together with the Directors' and Auditors' Report thereon.
2. To appoint a Director in place of Shri Radhakishan Damani who retires by rotation and being eligible offers himself for re-appointment .
3. To appoint Auditors and fix their remuneration .

PLACE : MUMBAI
DATED : 29th May, 2010

**For and Behalf of the
Board of Directors**



DIRECTOR

- NOTES : i. 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 THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.
- ii. THE INSTRUMENT APPOINTING PROXY SHOULD HOWEVER BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMP MAY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.

GANON TRADING & FINANCE COMPANY LTD.

903, Dalamal House, Nariman Point, Mumbai - 400021

DIRECTORS' REPORT

To The Members,

Your Directors have pleasure in presenting their Twenty Fifth Annual Report alongwith Audited Accounts for the year ended 31st March, 2010

FINANCIAL HIGHLIGHTS :-

<u>PARTICULARS</u>	<u>FOR THE YEAR ENDED 31.03.2010 (AMT. IN RS.)</u>	<u>PREVIOUS YEAR ENDED 31.03.2009 (AMT. IN RS.)</u>
Profit before tax	53177662	969408
Provision For Tax		
- Current Tax	8848543	NIL
- MAT Credit Entitlement	8845093	NIL
- MAT Credit Entitlement adj. for earlier year	4664	NIL
- Taxes paid for earlier year	<u>12911</u>	<u>6070</u>
Profit After Tax	53156636	963339
Balance Brought forward From Previous Year	20858997	19895658
Balance Carried Forward to Balance Sheet	<u>74015633</u>	<u>20858997</u>

DIVIDEND :-

The Directors do not recommend any dividend for the year under review.

DIRECTORS :-

Shri Radhakishan Damani retires by rotation and being eligible offers himself for re-appointment.

PARTICULARS OF EMPLOYEES :-

No employee of the Company was in receipt of remuneration in excess of the limits prescribed under the Companies (Particulars of Employees) Rules, 1975 as amended upto date.

GANON TRADING & FINANCE COMPANY LTD.

903, Dalamal House, Nariman Point, Mumbai - 400021

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO :-

Your Company being a Investment Company the particulars required to be furnished in Form A doesn't apply. The Company has not adopted any Technology and Foreign Exchange Earnings and Outgo were Nil.

AUDITORS :-

M/s K K Khadaria & Co, Chartered Accountants, Auditors of the Company retire at the forthcoming Annual General Meeting. Their re-appointment is recommended to the members of the Company.

COMPLIANCE CERTIFICATE :

A certificate received from a Practicing Company Secretary certifying the compliances under the Companies Act, 1956, is attached hereto.

DIRECTORS' RESPONSIBILITY STATEMENT :-

Pursuant to Section 217(2AA) of the Companies Act, 1956 the Directors confirm; that in preparation of the Annual Accounts, the applicable accounting standards issued by ICAI have been followed. Appropriate accounting policies have been selected and applied consistently, and have 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 31st March, 2010 and the Profit for the period 1st April, 2009 to 31st March, 2010. Proper and sufficient care has been taken 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 and the annual accounts have been prepared on a going concern basis.

**For and on behalf of
Board of Directors**



DIRECTORS

**PLACE : MUMBAI
DATED : 29th May, 2010**

K K KHADARIA & Co

CHARTERED ACCOUNTANTS

Office : 401 - A, Pearl Arcade, Opp. P. K. Jewellers, Off J. P. Road, Andheri (W), Mumbai - 400 058.
Tel. : 022 - 26778155, 26797750, 26783178 • Telefax : 022 - 26781187



AUDITORS' REPORT

TO THE MEMBERS OF GANON TRADING & FINANCE COMPANY LIMITED

We have audited the attached Balance Sheet of GANON TRADING & FINANCE COMPANY LIMITED as at 31st March, 2010, and also the Profit and Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We 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.

1. As required by the Companies (Auditor's Report) Order, 2003 as amended by Companies (Auditor's Report) (Amendment) Order, 2004 issued by the Department of Company Affairs, in terms of Section 227(4A) of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in the paragraphs 4 & 5 of the said Order.

2. Further to our comments on the Annexure referred to in paragraph 1 above, we report that :-

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of the books;
- c) The Balance Sheet, Profit and Loss Account and Cash Flow statement dealt with by this report are in agreement with the books of account;
- d) In our opinion, the Balance Sheet, Profit & Loss Account and Cash Flow statement comply with the Accounting Standards referred in subsection (3C) of Section 211 of the Companies Act, 1956;
- e) On the basis of the written representations received from the directors as on 31st March, 2010 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2010 from being appointed as a director in terms of Clause (g) of sub-section 1 of Section 274 of the Companies Act, 1956.

K K KHADARIA & Co
CHARTERED ACCOUNTANTS

Office : 401 - A, Pearl Arcade, Opp. P. K. Jewellers, Off J. P. Road, Andheri (W), Mumbai - 400 058.
Tel. : 022 - 26778155, 26797750, 26783178 • Telefax : 022 - 26781187



- f) In our opinion and to the best of our information and according to 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 accounting principles generally accepted in India;
- i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2010;
- ii) in the case of Profit and Loss Account, of the profit of the Company for the year ended on that date; and
- iii) in the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

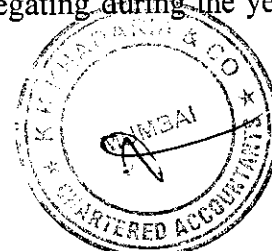
For K K KHADARIA & CO
CHARTERED ACCOUNTANTS
(Firm Reg. No.105013W)


AJAY DAGA
PARTNER
M.NO.44162

PLACE : MUMBAI
DATED : 29th May, 2010

ANNEXURE referred to in paragraph (1) of our Report of even date on the Accounts for the year ended on 31st March, 2010 of GANON TRADING & FINANCE COMPANY LIMITED.

1. The Company does not have any fixed assets and hence the question of maintaining records, physical verification & disposal of the same does not arise.
2. a. Shares in custody of the Company have been physically verified by the management at reasonable intervals. For shares held with the custodian and depository participant, statement from them have been obtained on a regular basis.
 - b. In our opinion, the procedures of verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c. The Company is maintaining proper records of inventory. No discrepancies have been noticed on reconciliation of physical inventories & with the custodian and depository participant as compared to the book records.
3. (a) The Company has, during the year, not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained u/s.301 of the Companies Act, 1956. Accordingly, the clause 4(iii)(b) to (d) of the Order are not applicable.
 - (e) The Company has not taken any loans, secured or unsecured, from companies, firms or other parties covered in the register maintained u/s.301 of the Companies Act, 1956. Accordingly, the clause 4(iii)(f) and (g) of the Order are not applicable.
4. In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the Company and the nature of its business with regard to purchase & sale of shares (inventory). The Company does not provide any services. During the course of our audit, no major weaknesses have been observed in the internal control system.
5. a. In our opinion and according to the information and explanations given to us, the particulars of contracts or arrangements referred to in sec.301 of the Act have been so entered into the register required to be maintained under that section.
 - b. In our opinion and according to the information and explanations given to us, there are no transaction in pursuance of contracts or arrangements entered into the register maintained under Section 301 of the Act aggregating during the year to Rs.5,00,000/- or more in respect of any party.



6. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits to which the provisions of section 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 apply.
7. The Company does not have formal system of internal audit, but there are adequate checks & controls at all levels.
8. The provisions of Section 209 (1)(d) of the Companies Act, 1956 regarding maintenance of Cost records is not applicable to the Company.
9. (a) In our opinion and according to the information and explanations given to us, the Company has been regular in depositing undisputed statutory dues with the appropriate authorities.
(b) In our opinion and according to the information & explanations given to us, there are no statutory dues which have not been deposited on account of any dispute.
10. The Company has no accumulated losses and has not incurred any cash losses during the current financial year & in the immediately preceding financial year.
11. In our opinion & according to the information & explanation given to us, the Company has not taken any loans from financial institutions or banks or through issue of debentures. Therefore, the question of repayment or default 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. In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund/society.
14. In respect of Company's activity for dealing in shares, proper records have been maintained in regard to the transactions and contracts and timely entries have been made therein. The shares have been held by the Company in its own name.
15. The Company has not given any guarantee for loans taken by others from banks or financial institutions.
16. The Company has not taken any term loan during the year & ,therefore, provisions of Clause (xvi) of CARO,2003 is not applicable to the Company.
17. According to information & explanations given to us and on overall examination of Balance Sheet of the Company, we report that Company has not raised any short term loan during the year.
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 Act.
19. The Company has not issued any debentures during the year.
20. The Company has not made any public issue during the year.

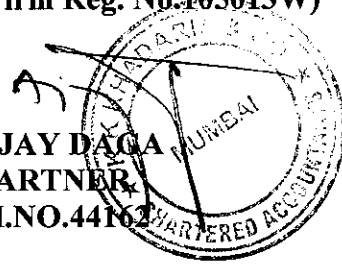


21. According to the information and explanations given to us and to the best of our knowledge & belief, no fraud on or by the Company has been noticed or reported by the Company during the year.

**For K K KHADARIA & CO
CHARTERED ACCOUNTANTS
(Firm Reg. No.105013W)**

**PLACE : MUMBAI
DATED : 29th May, 2010**

**AJAY DAGA
PARTNER
M.LNO.44162**



GANON TRADING & FINANCE COMPANY LIMITED

BALANCE SHEET AS AT 31st MARCH, 2010

	<u>SCHEDULES</u>	<u>AS AT</u> <u>31.03.2010</u>	<u>AS AT</u> <u>31.03.2009</u>
I	<u>SOURCES OF FUNDS</u>	(AMOUNT IN RUPEES)	
	<u>Shareholders' Funds</u>		
	a. Share Capital	A 2490000	2490000
	b. Reserves & Surplus	B 74015633	20858997
	TOTAL	<u>76505633</u>	<u>23348997</u>
II	<u>APPLICATION OF FUNDS</u>		
1.	Investments	C 66866975	21856199
2.	<u>Current Assets,</u>		
	<u>Loans and Advances</u>		
	a. Inventories	D 489035	437915
	b. Cash & Bank Balances	E 399480	790391
	c. Loans & Advances	F 9113161	277572
		10001676	1505878
	<u>Less: Current Liabilities</u>		
	<u>& Provisions</u>		
	a. Current Liabilities	G 14475	13082
	b. Provisions	H 348543	NIL
	Net Current Assets	9638658	1492797
	TOTAL	<u>76505633</u>	<u>23348997</u>

NOTES TO ACCOUNT

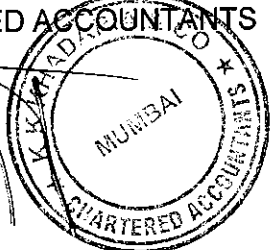
M

The Schedules referred to above & Notes to Account form an integral part of the Balance Sheet.

As per our report of even date attached.

For K K KHADARIA & CO
CHARTERED ACCOUNTANTS

AJAY DAGA
PARTNER



(GOPIKISHAN DAMANI) (RADHAKISHAN DAMANI)
DIRECTORS

PLACE : MUMBAI
DATED : 29th May, 2010

GANON TRADING & FINANCE COMPANY LIMITED

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

<u>INCOME</u>	<u>SCHEDULES</u>	FOR THE	FOR THE
		YR. ENDED	YR. ENDED
		31.03.2010	31.03.2009
		(AMOUNT IN RUPEES)	
Income from Operations	I	53333409	1065585
Other Income	J	NIL	2512
Increase/(Decrease) in Stock	K	51120	(57263)
		<u>53384529</u>	<u>1010834</u>
<u>EXPENDITURE</u>			
Administrative & Other Exp.	L	206867	41426
		<u>206867</u>	<u>41426</u>
PROFIT BEFORE TAX		53177662	969408
Provision for Tax			
- Current Tax		8848543	Nil
- MAT Credit Entitlement for the year		(8845093)	Nil
- MAT Credit Entitlement adj. for earlier year		4664	Nil
- Taxe paid/adjust. for earlier years		12911	6070
PROFIT AFTER TAX		53156636	963338
Balance Brought Forward			
From Previous Year		20858997	19895659
BALANCE CARRIED TO BALANCE SHEET		<u>74015633</u>	<u>20858997</u>
Basic & Diluted Earning Per Share (Rs.)		213.48	3.87
Nominal Value Per Share (Rs.)		10.00	10.00

NOTES TO ACCOUNT

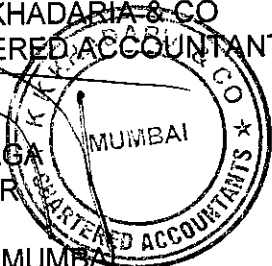
M

As per our report of even date attached.

The Schedules referred to above & Notes to Account form an integral part of the Profit & Loss Account.

For K K KHADARIA & CO
CHARTERED ACCOUNTANTS

AJAY DAGA
PARTNER



PLACE : MUMBAI
DATED : 29th May, 2010


(GOPIKISHAN DAMANI) (RADHAKISHAN DAMANI)

DIRECTORS

GANON TRADING & FINANCE COMPANY LIMITED

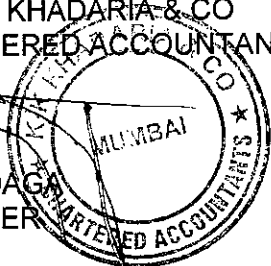
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2010
(Pursuant to Clause 32 of the Listing Agreement)

	FOR THE YR. ENDED 31.3.2010 <u>AMT.(Rs.)</u>	FOR THE YR. ENDED 31.3.2009 <u>AMT.(Rs.)</u>
A. CASH FLOW FROM OPERATING ACTIVITIES :		
a) NET PROFIT / (LOSS) BEFORE TAX	53177662	969408
ADJUSTMENTS FOR:		
PROFIT ON SALE OF INVESTMENTS	(51994144)	NIL
DIVIDEND	(1,339,265)	(1,065,585)
INTEREST ON I.TAX REFUND	NIL	(2,065)
b) OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	(155747)	(98242)
ADJUSTMENTS FOR:		
INVENTORIES	(51,120)	57,263
TRADE PAYABLES	1,393	(8,911)
c) CASH GENERATED FROM OPERATIONS	(205,474)	(49,889)
DIRECT TAXES PAID	(8,507,979)	(12,904)
FRINGE BENEFIT TAX PAID	(92)	(271)
NET CASH FROM OPERATING ACTIVITIES	(8,713,545)	(37,256)
B. CASH FLOW FROM INVESTING ACTIVITIES:		
INTEREST RECEIVED	NIL	2065
DIVIDEND RECEIVED	1339265	1065585
PURCHASE OF INVESTMENTS	(55,427,203)	(225,610)
SALE OF INVESTMENTS	62410572	NIL
NET CASH USED IN INVESTING ACTIVITIES	8,322,634	842,040
C. CASH FLOW FROM FINANCING ACTIVITIES		
LOAN TAKEN	NIL	125,000
LOAN REPAID	NIL	175,000
NET CASH USED IN FINANCING ACTIVITIES	NIL	(50,000)
NET INCREASE IN CASH AND CASH EQUIVALENTS	(390,911)	754,783
CASH AND CASH EQUIVALENTS AS AT 01.04.09 (OPENING BALANCE)	790391	35607
CASH AND CASH EQUIVALENTS AS AT 31.03.10	399480	790391

As per our report of even
date attached.

For K K KHADARIA & CO
CHARTERED ACCOUNTANTS

AJAY DAGA
PARTNER



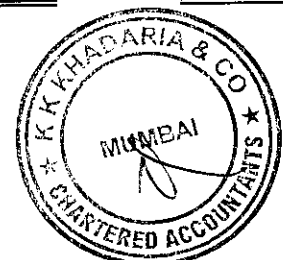
(GOPIKISHAN DAMANI) (RADHAKISHAN DAMANI)
DIRECTORS

PLACE : MUMBAI
DATED : 29th May, 2010

GANON TRADING & FINANCE COMPANY LIMITED**SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNT**

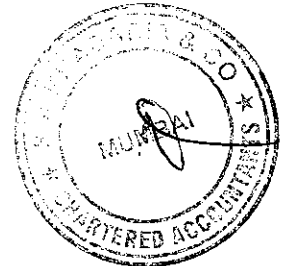
SCHEDULE A	AS AT 31.03.2010 Amt.(Rs.)	AS AT 31.03.2009 Amt.(Rs.)
SHARE CAPITAL		
AUHTORISED CAPITAL		
250000 Equity Shares of Rs. 10/- each	2500000	2500000
ISSUED, SUBSCRIBED & PAID UP CAPITAL		
249000 Equity Shares of Rs.10/- each fully paid-up	2490000	2490000
	2490000	2490000
SCHEDULE B		
RESERVES & SURPLUS		
Profit & Loss Account	74015633	20858997
	74015633	20858997
SCHEDULE C		
INVESTMENTS (Non Trade)		
Long Term (Quoted)		
Equity Shares		
28000 (NIL) Eq. Shares of Rs.10/- each of B.P.C.L.	14285788	NIL
120244 (NIL) Eq. Shares of Rs.10/- each of H.P.C.L.	37307099	NIL
*51720 (25860) Eq. Shares of Rs.10/- each of Indian Oil Corporation Ltd.	10629826	10629826
100 (100) Eq. Shares of Rs.10/- each of Wyeth Ltd.	6389	6389
100 (19100) Eq. Shares of Rs.10/- each of Nestle India Ltd.	83625	9321863
NIL (5000) Eq. Shares of Rs.10/- each of H.D.F.C. Bank Ltd.	NIL	357250
19000 (19000) Eq. Shares of Rs.10/- each of Henkel India Ltd.	439181	439181
223 (17223) Eq. Shares of Re.1/- each of Indian Hotels Co.Ltd.	15610	836550
3000 (3000) Eq. Shares of Rs.5/- each of TV Today Network Ltd.	265140	265140
AGGREGATE VALUE OF QUOTED INVESTMENTS	I 63032659	21856199
(* Bonus shares received in ratio of 1:1)		
CURRENT (Non Trade)		
Unquoted		
Units of Mutual Funds		
301779.215 (NIL) units of Rs.10/- each of HDFC Cash Management Fund (Treasury Advantage Plan)	3027298	NIL
75873.177 (NIL) units of Rs.10/- each of HDFC Cash Management Fund (Savings Plan)	807017	NIL
AGGREGATE VALUE OF UNQUOTED INVESTMENTS	II 3834316	NIL
AGGREGATE VALUE OF INVESTMENTS	(I+II) 66866975	21856199

Notes : i. Market Value of quoted investments - Rs. 69436375/- (P.Y.Rs.45741917/-)
ii. Figure in brackets pertain to previous year.



GANON TRADING & FINANCE COMPANY LIMITED

	AS AT 31.03.2010 Amt.(Rs.)	AS AT 31.03.2009 Amt.(Rs.)
<u>SCHEDULE D</u>		
<u>INVENTORIES</u> (As taken, valued and certified by the management)		
Stock In Trade	489035	437915
	<u>489035</u>	<u>437915</u>
<u>SCHEDULE E</u>		
<u>CASH & BANK BALANCES</u>		
Cash on Hand	6817	6987
Balance in Current Account with Scheduled Banks	392663	783404
	<u>399480</u>	<u>790391</u>
<u>SCHEDULE F</u>		
<u>LOANS & ADVANCES</u>		
i. Tax Refund Due, etc	NIL	4840
MAT Credit Entitlement	9113161	272732
	<u>9113161</u>	<u>277572</u>
<u>SCHEDULE G</u>		
<u>CURRENT LIABILITIES</u>		
<u>Sundry Creditors :</u>		
- Due to Micro, Small and Medium Enterprises	NIL	NIL
- Due to Others	14475	13082
	<u>14475</u>	<u>13082</u>
<u>SCHEDULE H</u>		
<u>PROVISIONS</u>		
For Income Tax (Net of Advance Tax)	348543	NIL
	<u>348543</u>	<u>NIL</u>



GANON TRADING & FINANCE COMPANY LIMITED

**FOR THE
YEAR ENDED
31.03.2010
Amt.(Rs.)**

**FOR THE
YEAR ENDED
31.03.2009
Amt.(Rs.)**

SCHEDULE I**INCOME FROM OPERATIONS**

Profit on sale of long term Investments
Dividend on (other than trade)
-Long Term Investments
-Current Investments

	51994144	NIL
	1304949	846880
	34316	218705
	<u>1339265</u>	<u>1065585</u>
	<u>53333409</u>	<u>1065585</u>

SCHEDULE J**OTHER INCOME**

Interest on I.T.Refund
Sundry Balance w / back

	NIL	2065
	NIL	447
	<u>NIL</u>	<u>2512</u>

SCHEDULE K**INCREASE / (DECREASE) IN STOCK**

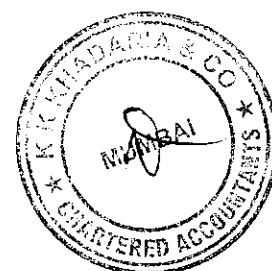
Stock at Close
Less : Opening Stock

	489035	437915
	437915	495178
	<u>51120</u>	<u>(57,263)</u>

SCHEDULE L**ADMINISTRATIVE & OTHER EXPENSES**

Listing Fees
Legal & Professional Fees
Bank Charges
Auditors' Remuneration :
For Audit
For Taxation Matters
Depository Charges
Listing Fees
Share Transaction Charges
Securities Transaction Tax
Postage and Courier
Other Charges

	12214	10000
	11030	4494
	NIL	1490
	13788	11030
	Nil	9748
	2893	2052
	1620	2612
	22647	NIL
	142511	NIL
	50	NIL
	114	NIL
	<u>206867</u>	<u>41426</u>



SCHEDULE M : NOTES TO ACCOUNT

1. Summary of Significant Accounting Policies :-

- a The financial statements are prepared on accrual basis of accounting with the generally accepted accounting principles in India, provisions of the Companies Act, 1956 (the Act) and comply in material aspects with the accounting standards notified under section 211(3C) of the Act, read with Companies (Accounting Standards) Rules, 2006.
- b Dividends are recorded when the right to receive payment is established.
- c Long term investments are stated at cost after deducting provision made for permanent diminution in the value,if any. Current investment are stated at lower of cost and fair market value.
- d Stock of quoted shares is valued at lower of cost & market price and in the case of unquoted shares, the same is valued at lower of cost & break up value.
- e Purchase & Sale of shares & other securities are accounted for on the basis of bill dates received from the brokers.
- f Income-tax expense comprises current tax and deferred tax charge or credit. The deferred tax asset and deferred tax liability is calculated by applying tax rate and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets arising mainly on account of brought forward losses and unabsorbed depreciation under tax laws, are recognised, only if there is a virtual certainty of its realisation, supported by convincing evidence. Deferred tax assets on account of other timing differences are recognised only to the extent there is a reasonable certainty of its realisation. At each Balance Sheet date, the carrying amount of deferred tax assets are reviewed to reassure realisation.

2. The Company is engaged solely in investment activity segment and all activities of the Company revolve around this business. As such there are no other reportable segment as defined by Accounting Standard 17 on "Segment Reporting" issued by the Institute of Chartered Accountants of India.

3. Related Party Disclosures :

Enterprises over which Key Management Personnel are able to exercise Significant Influence:

Maheshwari Equity Brokers (P) Ltd.

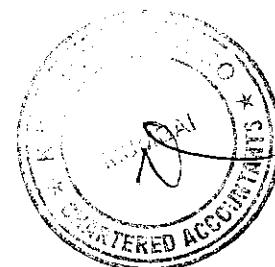
Transaction with related parties during the year

Nature of Transaction

Enterprises over which Key Management Personnel are able to exercise significant influence

Depository Charges

2893/-
(2052/-)



GANON TRADING & FINANCE COMPANY LIMITED

Outstanding Balances as on 31.3.10 is as under:

Nature of outstanding Enterprises over which Key Management Personnel are able to exercercise Significant influence

Depository Charges Payable 687/-
(2052/-)

Note : Figure in brackets pertain to previous year.

4. <u>Earnings Per Share (EPS)</u>	<u>2009-2010</u>	<u>2008-2009</u>
a) Weighted Average Number of Equity Shares outstanding during the year	249000	249000
b) Net Profit after tax available for Equity Shareholders (Rs.)	53156636	963338
c) Basic and Diluted Earnings Per Share (Rs.)	213.48	3.87
d) Nominal Value Per Shares (Rs.)	10.00	10.00

The Company does not have any outstanding dilutive potential equity shares.

- 5 Provision for income tax has been made under the provisions of Sec.115JB of the IT Act, 1961 as there is no taxable income under normal provisions of the Act in view of exemptions and deductions available.
- 6 a. Sundry creditors do not include any amount due to Micro, Small & Medium Enterprises.
b. Based on the information so far available with the Company in respect of MSME (as defined in the Micro, Small & Medium Enterprises Development Act, 2006) there are no delays in payment of dues to such enterprises during the year and there is no such dues payable at the year end.

- 7 Information required under Para 3(ii) (b) of Part II of Schedule VI to the Companies Act. 1956 is as under:-

<u>SHARES</u>	<u>QTY(NOS.)</u>	<u>AMOUNT(RS.)</u>
Opening Stock	14916 (14,916)	437915 (495,178)
Purchases	NIL (NIL)	NIL (NIL)
Sales	NIL (NIL)	NIL (NIL)
Closing Stock	14916 (14,916)	489035 (437,915)

Notes : a. Figure in brackets pertain to Previous Year.

b. Statement pursuant to Part I of Schedule VI to the Companies Act, 1956 is given as per Annexure 'I'.

- 8 Previous Year's figures have been regrouped, rearranged, wherever necessary, so as to make them comparable with current year's figures.

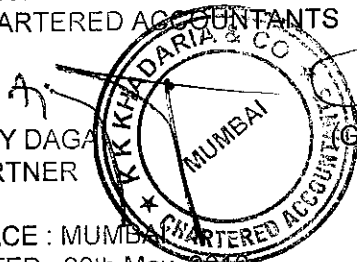
- 9 Other information required under Part I and Part II of Schedule VI to the Companies Act, 1956 is either NIL or NOT APPLICABLE.

Signatures to Schedules "A" to "M"

For K K KHADARIA & CO
CHARTERED ACCOUNTANTS

AJAY DAGA
PARTNER

PLACE : MUMBAI
DATED : 29th May, 2010



GOPIKISHAN DAMANI (RADHAKISHAN DAMANI)
DIRECTORS

GANON TRADING & FINANCE COMPANY LIMITED

BALANCE SHEET ABSTRACTS AND COMPANY'S GENERAL BUSINESS PROFILE

1. Registration Details

Registration No.	:	36708
State Code	:	11
Balance Sheet Date	:	31st March, 2010

2. Capital Raised During the Year (Rs.in thousands)

Public Issue	:	NIL
Rights Issue	:	NIL
Bonus Issue	:	NIL
Pvt. Placement	:	NIL

3. Position of mobilisation and deployment of Funds (Rs.in thousands)

Total Liabilities	:	76869
Total Assets	:	76869

Sources Of Funds (Rs.in thousands)

Paid Up Capital	:	2490
Reserves & Surplus	:	74016
Secured Loans	:	NIL
Unsecured Loans	:	NIL

Application Of Funds (Rs.in thousands)

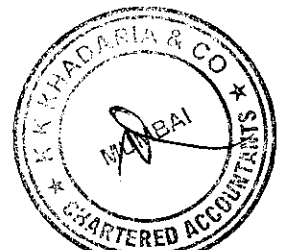
Net Fixed Assets	:	NIL
Investments	:	66867
Net Deferred Tax Asset	:	NIL
Net Current Assets	:	9639
Miscellaneous Expenditure	:	NIL
Accumulated Losses	:	NIL

4. Performance Of Company (Rs.in thousands)

Turnover (Gross Receipts)	:	53385
Total Expenditure	:	207
Profit before tax	:	53178
Profit after tax	:	53157
Earnings Per Share (in Rs.)	:	213.48
Dividend, if any	:	
-on Preference Shares	:	NIL
-on Equity Shares	:	NIL

5. Generic Names of Principal Products & Services of the Co.

Item Code No.	:	Not Applicable
(ITC Code)	:	
Product Description	:	Dealing in Shares, & Securities

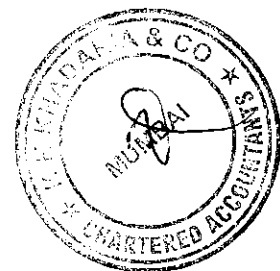


GANON TRADING AND FINANCE COMPANY LIMITED

ANNEXURE "I"

STOCK IN TRADE

SR. NO	SCRIP	<u>AS AT 31.03.2010</u>			<u>AS AT 31.03.2009</u>	
		FACE VALUE	NO. OF SHARES	AMT. (Rs.)	NO. OF SHARES	AMT. (Rs.)
A. <u>Quoted</u>						
1)	Cable Corporation	10	4000	93400	4000	42280
2)	BASF India Ltd.	10	40	6114	40	6114
3)	Abbot India Ltd.	10	6943	216627	6943	216627
	Total (A)		<u>10983</u>	<u>316141</u>	<u>10983</u>	<u>265021</u>
B. <u>Unquoted</u>						
1)	Xerox India Ltd.	10	3933	172895	3933	172895
	Total (B)		<u>3933</u>	<u>172895</u>	<u>3933</u>	<u>172895</u>
	Grand Total (A+B)		<u>14916</u>	<u>489035</u>	<u>14916</u>	<u>437915</u>



GANON TRADING & FINANCE COMPANY LIMITED

GROUPINGS TO THE BALANCE SHEET AS ON 31.03.2010

GROUPING 1

Amt. (Rs.)

BANK BALANCES

HDFC Bank

392662.21

392662.21

GROUPING 2

MAT Credit Entitlement

- A.Y.2007-08

268068.00

- A.Y.2010-11

8845093.00

9113161.00

GROUPING 3

SUNDRY CREDITORS

-For Expenses

Maheshwari Equity Brokers (P) Ltd.

687.00

K K Khadaria & Co

13788.00

14475.00

GROUPING 4

PROVISION FOR INCOME TAX

Provision for Tax - (A.Y.2010-11)

8848543.00

Less : Advance Tax - (A.Y.2010-11)

8500000.00

348543.00

GANON TRADING & FINANCE COMPANY LIMITED

VALUATION OF CLOSING STOCK

(ACCOUNTING YEAR ENDED 31.03.2010)

I. QUOTED SHARES

SCRIP	NUMBER OF SHARES	COST	MARKET/BREAK UP VALUE AS ON 31.03.2010	AMOUNT (IN RS.)
CABLE CORPORATION	1700	106.25	23.35	39695.00
	900	105.00	23.35	21015.00
	200	106.00	23.35	4670.00
	200	107.50	23.35	4670.00
	600	95.50	23.35	14010.00
	300	97.25	23.35	7005.00
	100	107.50	23.35	2335.00
	<u>4000</u>		TOTAL 1	<u>93400.00</u>
ABBOT INDIA LTD.	143	139.00	884.20	19877.00
	1000	113.50	884.20	113500.00
	750	111.00	884.20	83250.00
	5050	NIL	884.20	NIL
	<u>6943</u>		TOTAL 2	<u>216627.00</u>
ASF INDIA LTD.	40	152.84	354.50	6113.60
	<u>40</u>		TOTAL 3	<u>6113.60</u>
TOTAL I (1+2+3)	<u>10983</u>			<u>316140.60</u>
<u>II. UNQUOTED SHARES</u>				
XEROX INDIA LTD.	3933	112.10	43.96	172894.68
TOTAL II	<u>3933</u>			<u>172894.68</u>
GRAND TOTAL (I + II)	<u>14916</u>			<u>489035.28</u>