

G. D. TRADING AND AGENCIES LIMITED

Indian Mercantile Chambers, 3rd Floor, 14, R. Kamani Marg, Ballard Estate, Mumbai - 400 001.
Tel. : (022) 261 2557, 263 1066 Fax : (91-22) 261 7288 Gram : VINDHPAP

NOTICE :

NOTICE is hereby given that the Thirteenth Annual General Meeting of the members of G.D. Trading & Agencies Ltd., will be held on 30th September 2010 at 12.00 noon at A/12 Kapur Mahal, Netaji Subhash Road, Marine Drive, Mumbai-400020 to transact the following business.

ORDINARY BUSINESS :

- 1 To receive, consider, approve and adopt the audited Balance Sheet as on 31st. March, 2009 and Profit & Loss account for the year ended on that date and the Reports of Directors and Auditors.
- 2 To appoint a Director in place of Shri Vinod Mimani who, retires by rotation and being eligible, offers himself for reappointment.
- 3 To appoint auditors for the current year fix their remuneration.

NOTES:

1. A member is entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and a proxy need not be member of the company. The proxies in order to be effective must be filled in with the company at its Registered office not later than 48 hours before the meeting.
2. An Explanatory Statement pursuant to Section 173 of the Companies Act, 1956, in respect of item 4 and 5 of the Notice as set out above, is annexed hereto.
3. The register of Members and Share Transfer Books of the Company will remain closed from 26th September 2010 to 30th September, 2010 (both days inclusive).

BY ORDER OF THE BOARD



DIRECTOR

Place: Mumbai
Date :30th June , 2010.

G. D. TRADING & AGENCIES LIMITED

Indian Mercantile Chambers, 3rd Floor, 14 R Kamani Marg, Ballard Estate, Mumbai - 400 001.
Tel. : (022) 5631 41 81, 82 • Fax : (91) 5631 41 86 • E-mail : vindhyapaper@vsnl.com

DIRECTORS REPORT:

Your Directors have pleasure in presenting the Thirteenth Annual Report together with Audited Accounts for the year 2009-2010 - i.e. from 1st April 2009 to 31st March, 2010

I. FINANCIAL RESULTS :

The summarized results of the year's working are as under :-

	Current Year 2009-10	Previous Year 2008-09
Net Profit / (Loss) before Taxation	4701	(124349)
Less: Provision for taxation	200	0
Profit/(Loss) after taxation	4501	(124349)
T.D.S. Adjustment	0	0
Add: Surplus(Deficit) C/F from previous yrs	(27,20,891)	(25,96,542)
Profit/(Loss) available for appropriation	(27,16,390)	(27,20,891)
Less: Proposed Dividend	0	0
Corporate Tax on Proposed Dividend	0	0
Balance carried to Balance Sheet	(27,16,390)	(27,20,891)

The working results for the year under review, resulted a Profit of Rs. 4501/-
The directors do not recommend any payment of dividend.

II. DIRECTORS:

Shri Vinod Mimani, a Director of the Company retire by rotation and being eligible, offers himself for re-appointment.

G. D. TRADING & AGENCIES LIMITED

Indian Mercantile Chambers, 3rd Floor, 14 R Kamani Marg, Ballard Estate, Mumbai - 400 001.
Tel. : (022) 5631 41 81, 82 • Fax : (91) 5631 41 86 • E-mail : vindhyapaper@vsnl.com

I. DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant to Section 217 (2AA) of the Companies Act, the Directors confirm: That

- i) in the preparation of the annual accounts, the applicable Accounting Standard have been followed with proper explanation relating to material departures;
- ii) appropriate accounting policies have been selected applied consistently, and have made judgement and estimates that are reasonable and prudent so as to give a true & fair view of the state of affairs of the Company for the year under review;
- iii) 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 & detecting fraud & other irregularities;
- iv) the annual accounts have been prepared on a going concern basis.

Auditors' Remark:

As regards the remark made by the auditor the same is self explanatory and do not call any further comments.

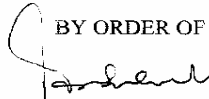
IV. AUDITORS:

M/s. J.K. Lahoti & Company, the auditors of the company, retire at the forthcoming Annual General Meeting. They are available for re-appointment for a fresh term. Your Directors recommend their reappointment as auditors of the Company.

V. PARTICULARS OF EMPLOYEES:

There is no employee employed by the Company for the whole year or part of the year who was in receipt of remuneration in excess of limits provided u/s. 217 (2A) of the Companies Act, 1956 read with the companies (particulars of Employees) Rules, 1975.

BY ORDER OF THE BOARD



Director



Director

Place: Mumbai
Date : 30th June

J.K. LAHOTI & CO.
Chartered Accountants
J.K. Lahoti, B.Com. (Hon.), F.C.A.

Tel./Fax: 22425744
170/172, Kalbadevi Road,
3rd Floor,
MUMBAI - 400 002.

AUDITORS' REPORT

TO,
THE MEMBERS OF G.D. TRADING & AGENCIES LTD.

We have audited the attached Balance Sheet of G.D. TRADING & AGENCIES LTD, as at 31st March 2010 and also the Profit and Loss Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We 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 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 (4-A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 & 5 of the said Order, to the extent applicable to the Company.

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

1. We have obtained all the informations and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
2. In our opinion, proper Books of Account as required by law, have been kept by the Company so far as appears from our examination of those books;
3. The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the Books of Account;
4. In our opinion, the Balance Sheet and Profit and Loss Account dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956, to the extent applicable, *except for non provision of diminution in the*



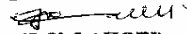
values of long term investment amounting to Rs.7,40,70,921/- which is not in accordance with Accounting Standard 13 on "Accounting for Investment" (Refer Note No.B-4 of Schedule 17).

5. On the basis of the written representations received from the directors as on March 31,2010 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2010 from being appointed as a director in terms of clause (g) we report that of sub-section (1) of section 274 of the Companies Act, 1956;

6.

Subject to above in paragraph 4 above, in our opinion and to the best of our information and according to the explanations given to us, the said Accounts, read together with other Notes given in Schedule '17', give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a. in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March,2010 and
b. in the case of the Profit and Loss Account, of the profit for the year ended on that date.

For **J.K. LAHOTI & CO.**
Chartered Accountants,
FRN 105508W

(J. K. LAHOTI)
PROPRITOR
Membership No.16655



Place : Mumbai
Date : 30.6.2010

ANNEXURE TO THE AUDITORS' REPORT

(REFERRED TO IN PARAGRAPH 1 OF OUR REPORT OF EVEN DATE)

On the basis of such checks, as we considered appropriate and in terms of the information and explanations given to us, we state that: -

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) As explained to us, the fixed assets have not been physically verified by the management during the year but there is a regular program, which in our opinion is reasonable having regards to the size of the company and the nature of its assets. As informed to us, no material discrepancies were noticed on such verification.
- (c) No substantial part of fixed assets has been disposed off during the year.
- (ii) (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) According to information & explanation given to us, the procedures followed for physical verification of the inventory are, in our opinion, reasonable and adequate in relation to size of the company & nature of its business,
- (c) According to record produced before us for our verification, there were no material discrepancies noticed on physical verification of stocks referred to in Para 2(a) as compared to book records.
- (iii) (a) According to the information and explanations given to us, the Company has granted loans, secured or unsecured, to Companies, firms or other party listed in the register maintained under Section 301 of the Companies Act, 1956. The maximum amount out standing during the year



out of loan granted in the previous years was Rs.2,98,94,499/- & year end balance of the loan granted is Rs.2,98,94,499/-.

(b) In our opinion, the rate of interest and other terms and conditions of such loans are not, *prima facie*, prejudicial to the interest of the company.

(c) In respect of loans and advances in the nature of loans given by the Company, wherever stipulations have been made, the parties are generally repaying the principals amounts and interest amounts where applicable;

(d) There is no overdue amount in respect of loans granted to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956;

(e) The company has taken loan from one party covered under register maintained under section 301 of the Companies Act, 1956. Maximum amount involve during the year was Rs.2,89,76,160/- & yearend balance of loan taken was Rs.2,89,76,160/-;

(f) In our opinion, the rate of interest and other terms and conditions on which loans have been taken from the party listed in the register maintained under section 301 of the Companies Act, 1956 are not, *prima facie*, prejudicial to the interest of the company;

(g) During the year company is regular in repaying principal amount has been stipulated and has not paid any interest;

(iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchase of inventory and fixed assets and with regards to sale of goods & services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls;



- (v) According to the information and explanations given to us and based on our verification, we are of the opinion that there are no transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956 ;
- (vi) According to the information and explanations given to us, the Company has not accepted any deposits from the public as defined in Non-Banking Financial Companies Acceptance of Public Deposit (Reserve Bank) Directions, 1998;
- (vii) In our opinion, the internal audit system of the company needs to be strengthened so as to be commensurate with the size and nature of its business;
- (viii) The maintenance of cost records has not been prescribed by the Central Government under clause (d) of subsection (1) of section 209 of the Act;
- (ix) (a) For the year under review we are informed that the provisions of Employees Provident Fund and the Employees State Insurance Scheme were not applicable. The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, cess and other material statutory dues applicable to it.

Further, since the Central Government has till date not prescribed the amount of cess payable under section 441A of the Companies Act, 1956, we are not in a position to comment upon the regularity or otherwise of the company in depositing the same.

(b) According to the informations and explanations given to us, there are no undisputed amounts payable in respect of Income Tax, Sales Tax, Custom Duty, Wealth Tax, service tax, Excise Duty and Cess, were in arrears as at 31.03.2010 for a period of more than 6 months;



- (c) According to the information and explanation given to us, there are no dues of sales tax, income tax, customs duty, wealth tax, excise duty and cess, which have not been deposited on account of any dispute;
- (x) In our opinion, the accumulated losses of the company are not more than fifty percent of its net worth. The company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year;
- (xi) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to a financial institution, bank or debenture holders;
- (xii) According to the informations and explanations given to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities;
- (xiii) In our opinion, the company is not a chit fund or a nidhi/ mutual benefit fund/ society. Therefore, the provisions of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company;
- (xiv) The company has maintained proper records with regards to its transactions and contracts in respects of investments in shares and other securities and timely entries have been made therein. All these shares and other securities have been held by the company in its own name, except to the extent of exemption granted under Section 49 of the Companies Act, 1956 and save for certain shares which are lodged for transfer or held with valid transfer forms;
- (xv) According to the informations and explanations given to us, the Company has not given any guarantee for loan taken by others from bank or financial institutions, the terms and conditions whereof are prejudicial to the interest of the company.



- (xvi) According to the informations and explanations given to us, the Company has not taken any term loans during the year;
- (xvii) According to the informations and explanations given to us and on an overall examination of the balance sheet of the company, we report that the no funds raised on short-term basis have been used for long-term investment.
- (xviii) According to the informations and explanations given to us, the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956;
- (xix) According to the information and explanations given to us, the Company has not issued debentures;
- (xx) According to the information and explanations given to us, the Company has not raised money by public issues during the year;
- (xxi) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.



For J. K. LAHOTI & CO.
Chartered Accountants,
FRN 105508W


(J. K. LAHOTI)
PROPRIETOR
Membership No. 16655

Place : Mumbai
Date : 30/6, 2010

G. D. TRADING & AGENCIES LTD.
BALANCE SHEET AS AT 31ST MARCH, 2009

SCHEDULE	As At		
	31 Mar-10	31-03-09	
SOURCES OF FUNDS			
1. Shareholders Funds:			
a. Share Capital	I	6,000,000.00	6,000,000.00
2. Loan Funds:			
a. Unsecured Loans	II	88,418,941.98	88,228,340.98
		<u>94,418,941.98</u>	<u>94,228,340.98</u>
APPLICATION OF FUNDS			
1. Fixed Assets:			
a. Gross Block	III	3,738,919.00	3,738,919.00
b. Less: Depreciation		3,732,664.78	3,731,669.78
c. Net Block		<u>6,254.22</u>	<u>7,249.22</u>
2. Investments:			
	IV	77,215,532.06	77,215,532.06
3. Current Assets, Loans & Advances:			
a. Inventories	V	163,366.00	208,818.00
b. Cash & Bank Balances	VI	14,596.56	10,347.56
c. Other Current Assets	VII	-	-
d. Loans & Advances	VIII	33,366,999.00	33,220,999.00
e. Sundry Debtors	IX	600,000.00	600,000.00
		<u>34,144,961.56</u>	<u>34,040,164.56</u>
Less: Current Liabilities & Provisions:			
a. Current Liabilities	X	19,663,996.18	19,755,496.18
b. Provisions	XI	200.00	-
		<u>9,664,196.18</u>	<u>19,755,496.18</u>
Net Current Assets		4,480,765.38	14,284,668.38
Miscellaneous Expenditure (to the extent not written off)			
		2,716,390.32	2,720,891.32
4. Profit & Loss Account			
		<u>94,418,941.98</u>	<u>94,228,340.98</u>

**SIGNIFICANT ACCOUNTING POLICIES
AND NOTES TO ACCOUNTS XVII**

As per our Report of even date

For J. K. Lahoti & Co.

Chartered Accountants

(Signature)
(J. K. LAHOTI) M. No. 16655

PROPRIETOR

Place: Mumbai

Date: 30/6/2010



For and on Behalf of The Board

(Signature)
(Shekhar Somani)
Director

(Signature)
(Vinod Mimani)
Director

**G. D. TRADING & AGENCIES LTD.
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2010**

	SCHEDULE	
	Current year	Previous year
	2009-10	2008-09
INCOME		
Sales	0	-
Dividend from shares XII	3,448.00	1,768.00
Other Income XIII	9,751.00	117,495.40
Sundry credit balance written back	99,000.00	-
Increase/(Decrease) in Stock XIV	(45,452.00)	(176,760.54)
	<u>66,747.00</u>	<u>(57,497.14)</u>
EXPENDITURE		
Purchases	-	-
Payment to & Provision for En XV	-	-
Adm. & Other Expenses XVI	61,051.00	61,324.22
Loss on Trading of Shares (Speculation)	-	4,372.93
Bad debts	-	-
Depreciation	995.00	1,155.00
	<u>62,046.00</u>	<u>66,852.15</u>
Profit/(Loss) before Taxation	4,701.00	(124,349.29)
Provision for Taxation (MAT)	200.00	-
Provision for Taxation	-	-
Profit/(Loss) after Taxation	<u>4,501.00</u>	<u>(124,349.29)</u>
TDS & Taxes of earlier adjusted	-	-
Deficit carried forward from earlier years	(2,720,891.32)	(2,596,542.03)
Balance carried to Balance Sheet	<u>(2,716,390.32)</u>	<u>(2,720,891.32)</u>

**SIGNIFICANT ACCOUNTING POLICIES
AND NOTES TO ACCOUNTS XVII**

As per our Report of even date
For J. K. Lahoti & Co.
Chartered Accountants

J. K. Lahoti
(J. K. LAHOTI) M. No. 16655

PROPRIETOR
Place: Mumbai
Date: 30.6.2010



For and on Behalf of The Board

Shekhar Somani
(Shekhar Somani)
Director
Vinod Mimani
(Vinod Mimani)
Director

G. D. TRADING & AGENCIES LTD.**SCHEDULES FORMING PART OF THE BALANCE SHEET AND P & L A/C AS ON 31ST MAR. 10**

	As At 31-Mar-10	As At 31-Mar-09
SCHEDULE I		
SHARE CAPITAL		
Authorised Capital:		
250,000 Equity Shares of Rs 10/- each	2,500,000.00	2,500,000.00
50000 11%Redm.Pref.Shares of Rs.100/-each	5,000,000.00	5,000,000.00
	<u>7,500,000.00</u>	<u>7,500,000.00</u>
Issue, Subscribed & Paid up.		
100000 Equity Shares of Rs 10/-each	1,000,000.00	1,000,000.00
50000 11% Redm. Pref. Shares of Rs. 100/-each	5,000,000.00	5,000,000.00
	<u>6,000,000.00</u>	<u>6,000,000.00</u>
SCHEDULE II		
UNSECURED LOAN		
From Directors	17,892,637.98	17,702,036.98
Inter Corporate Loans	70,526,304.00	70,526,304.00
	<u>88,418,941.98</u>	<u>88,228,340.98</u>
SCHEDULE IV		
LONG TERM INVESTMENTS (AT COST):		
QUOTED:		
1553174 (1553174) Eq.Sh of SVPM Ltd	77,208,332.06	77,208,332.06
	-	-
UNQUOTED:		
National Saving Certificate	1000	1,000.00
350 Eq.Sh of Ceres Co P Ltd	100	577,500.00
Less : Provision for diminution in the value of investments	(577,500.00)	(577,500.00)
	-	-
10 Laxmi Cement Distributors Lt	100	1,000.00
12 Indian Bldg & Allied Products	100	1,200.00
7 Shree Govind Cotton Co Ltd	100	700.00
12 Shree Laxmi Agents Ltd	100	1,200.00
8 The Exceller Mills Supply Co.I	100	800.00
2 The Indian Cotton Purchaser L	100	200.00
5 Bombay Agencies Ltd	100	500.00
	-	-
6 Shree Gopal Industries Ltd	100	600.00
(Aggregate Market value of quoted shares Rs 3137412/-P.Y.Rs.3137412/-)		
	<u>77,215,532.06</u>	<u>77,215,532.06</u>



**SCHEDULE III
FIXED ASSETS**

Description	GROSS BLOCK (AT COST/BOOK VALUE)				DEPRECIATION			NET BLOCK	
	As at 01-Apr-09	Additions during the year	Deduction during the adjustment 31-Mar-10	As on 31-Mar-10	Upto 31-Mar-09	For the year 2009-10	Upto 31-Mar-10	As at 31-Mar-10	As at 31-Mar-09
1. Chlorine Cylinders	166,400	0	0	166,400	166,400	0	166,400	0	0
2. Office Equipment	17,519	0	0	17,519	16,859	92	16,951	568	660
3. Furniture & Fixtur	1,900	0	0	1,900	1,804	0	1,804	96	96
4. Air Conditioner	53,100	0	0	53,100	46,607	903	47,510	5,590	6,493
5. Lease Assets	3,500,000	0	0	3,500,000	3,500,000	0	3,500,000	0	0
	3,738,919	0	0	3,738,919	3,731,670	995	3,732,665	6,254	7,249
Previous Yr.	(3,738,919)	0.00	0.00	(3,738,919)	(3,730,515)	(1,155)	(3,731,670)	(7,249)	



G.D TRADING & AGENCIES LIMITED

	As At 31-Mar-10	As At 31-Mar-09
SCHEDULE V		
INVENTORIES		
Stock-in-Trade (as per Annexure I) (valued at cost or market Price Whichever is lower)		
	163,366.00	208,818.00
SCHEDULE VI		
CASH & BANK BALANCES		
Cash-in-hand	9,666.40	9,666.40
Balance with Scheduled Banks	4,930.16	681.16
	14,596.56	10,347.56
SCHEDULE VII		
OTHER CURRENT ASSETS		
Income Receivable	-	-
	-	-
SCHEDULE VIII		
LOANS & ADVANCES		
(Unsecured, considered good)		
Loans and Intercompany deposits	1,482,083.00	1,482,083.00
Advance Recoverable in cash or kind or value to be received.	31,884,916.00	31,738,916.00
Advance Tax Paid & Tax deducted at source	-	-
	33,366,999.00	33,220,999.00
SCHEDULE IX		
SUNDRY DEBTORS		
More than Six Months(Considered Good)	600,000.00	600,000.00
	600,000.00	600,000.00
SCHEDULE X		
CURRENT LIABILITIES		
Advance against Share & Debenture	17,838,272.50	17,838,272.50
Sundry Creditors for Goods/Expenses	1,149,823.68	1,162,823.68
Other Liabilities	675,900.00	754,400.00
	19,663,996.18	19,755,496.18
SCHEDULE XI		
PROVISIONS		
<u>Provision for Taxation :</u>		
Provision for Income Tax as per last year	-	-
Provision for Income Tax for current year	200.00	-
	200.00	-



G.D. TRADING & AGENCIES LIMITED

SCHEDULE – XVII

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS: -

A SIGNIFICANT ACCOUNTING POLICIES:

1. System of accounting:

The Company adopts the accrual system of accounting except for dividend interest on National Savings Certificate which is accounted for on cash basis. The accounts are prepared under the historical cost convention and are in accordance with the generally accepted accounting principles.

2. Fixed Assets & Depreciation:

- (a) Fixed assets are stated at historical cost less accumulated depreciation.
- (b) Historical cost is inclusive of incidental cost incurred towards acquisition and installation of Fixed Assets.
- (c) Depreciation is provided on written down value method at the rate specified in Schedule XIV of the Companies Act, 1956.

3. Investments:

- a) Long term investments are stated at cost less any provision for diminution in value which is other than temporary. Cost is inclusive of brokerage, and stamp duty incurred in connection with their acquisition.
- b) Short-term investments are shown at cost or market value whichever is lower. Cost is determined on average basis.

4. Taxation:

- a) Income-tax expense comprise current tax and deferred tax charge or credit.
- b) The deferred tax asset and deferred tax liability is calculated by applying tax rate and tax loss that have been enacted or substantially enacted by the Balance Sheet date.
- c) Deferred tax assets arising mainly on account of brought forward losses and unabsorbed deprecation under tax laws, are recognised, only if there is a virtual certainty of its realization, 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.
- d) At each Balance Sheet date, the carrying amount of deferred tax assets is reviewed to reassess realisation.

5. Inventories:

Quoted shares / Debentures & Units of mutual fund are valued at cost or market value whichever ever is less and unquoted shares or debentures are valued at cost. The cost is determined by the average cost method.



6. Revenue Recognition :

Debenture interest is recognised on accrual basis. Dividend and Interest on National Savings Certificate is recognised in the year of actual receipt.

7. Contingencies:

Contingent losses if any are not provided for in the accounts, however if material they are disclosed by way of notes forming part to the Accounts.

8. Foreign currency transactions:

Transactions in foreign currency are accounted at exchange rate prevailing on the date of transaction. Exchange difference arising on the rate on the date of settlement is recognised in profit and loss account.

B NOTES TO ACCOUNTS:

Notes annexed to and forming part of Balance Sheet as at and Profit & Loss Account for the year ended 31st March 2010: -

1. Contingent liability not provided in respect of Preference Dividend amounting to Rs 60,50,000/- P.Y.(55,00,000/-)
2. Some of the balances of debtors, creditors, loans and advances and deposits, given and taken are subject to confirmation.
3. In the opinion of the Board, the current assets, loans and advances have the value, at which they are stated in the balance sheet, if realised in the ordinary course of business. Provision or all known liabilities made are adequate and not in excess of the amount reasonably required.
4. There has been a diminution in the value of long term quoted investments to the extent of Rs7,40,70,921/- (P.Y. Rs. 7,40,70,921/-). No provision has been made for the same since in the opinion of the management the diminution is on account of temporary market feature and the said investments are not intended to be traded.
5. Loans and Inter-corporate deposits given includes loans given to Shree Vindhya Paper Mills Ltd. Rs.2,98,82,725/- (P.Y Rs. 2,87,88,916/-) in which relatives of director are director.
6. Related Party Disclosure pursuant to Accounting Standard – 18;
A) List of Related Parties whose the Company has entered into transaction during the year.

1. Key Management Personnel & Relatives of Key Management Personnel
Mr. N.K. Somani, Director
Mr. Shekhar Somani
Mr. Vinod Mimani
2. Associates
Ceres Company Pvt. Limited
Shree Vindhya Paper Mills Limited
Shekhar Somani, HUF
Hotel Empire Ltd.



NOTE: Related Party Relationships have been identified by the management and relied upon by the Auditor.

Nature of Transactions	Associates (Rs)	Key management personnel (Rs)	Total (Rs)
Aggregate of loans & advances given	973500/- (4302425/-)	--	973500/- (43042425/-)
Payment received towards loans & advances given	850000/- (743000/-)	--	850000/- (743000/-)
Aggregate of Advance taken	-- (--)	--	-- (--)
Aggregate of advance repaid	-- (--)	--	-- (--)
Aggregate of loans taken	--	1256600/- (4483636/-)	1256600/- (4483636/-)
Aggregate of loans repaid	--	1073999/- (778000/-)	1073999/- (778000/-)
Outstanding Balances			
Loans & Advance given	2,98,94,499/- (2,97,70,999/-)	--	2,98,94,499 (2,97,70,999/-)
Loans & Advance taken	NIL (NIL)	2,89,76,160/- (2,87,85,559/-)	2,89,76,160/- (2,87,85,559)
Advance taken	--	--	--
Rent receivable	--	-- (-)	-- (-)
Reimbursement of salary bonus & Ex-gratia	--	--	--
Sale of Shares	--	--	--

(figures in the bracket are for previous year)

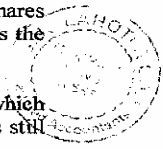
7. In view of time limitations on carry forward losses and as a matter of prudence Deferred tax Assets arising on account of brought forward losses and unabsorbed depreciation under tax laws has not been recognised.

8. Earning per share (EPS) computed in accordance with Accounting Standard 20: "Earning Per Share"
Basic and diluted:

Particulars	2009 – 2010	2008 – 2009
Net Profit / (Loss) attributable to the shareholders (Rs.)	4501	(216980)
Weighted average Number of equity shares (Numbers)	1,00,000	1,00,000
Basic earning per share of Rs. 10/- each	.045	(-)2.17

The Company does not have any outstanding dilutive potential equity shares consequently for basic and diluted earnings per share of the Company remains the same.

9. No provision has been made in respect of Sundry Debtors of Rs.6,00,000/- which was outstanding since long. As in the opinion of the management the same is still considered good.



G.D. TRADING & AGENCIES LIMITED
DETAILS OF CLOSING STOCK AS ON 31/03/2010

ANNEXURE -I-

SHARES	QUANTITY	COST	M.V.	AMOUNT
Quoted				
L M L Ltd	78	72.72	9.18	716.00
	(78)	(72.72)	(5.88)	(459.00)
Relince Industries Ltd (New)	114	3216.00	1074.65	122510.00
	(114)	(3216)	(1523.20)	(173645.00)
Reliance Industries Ltd. (Received as Bonus)	236	0.00	1074.65	0.00
Reliance Ind Ltd	122	73.12	1074.65	8920.00
	(122)	(73.12)	(1523.20)	(8920.00)
Relince Communication (New)	114	604.00	170.70	19460.00
	(114)	(604)	(174.60)	(19904.00)
Relince Capital (New)	5	2288.00	754.65	3773.00
	(5)	(2288)	(353.55)	(1768.00)
Relince Infrastrucure (New)	8	1990.00	998.35	7987.00
	(8)	(1990.00)	(515.35)	(4122.00)
Current Year	677			163366.00
Previous Year	441			208818.00
Unquoted				
11% Redeemable Pref. Shares of Rs. 100 each of Ceres Co. Pvt. Ltd.	3950	11.00	0.00	0.00
	(3950)	(11.00)	0.00	0.00
	3950			0.00
Current Yr Total	4391			163366.00
Previous Y Total	4391			208818.00

Figures in the brackets are for previous year

*Shares received on account of demerging of Reliance Industries Ltd.

Shares of Reliance Capital Ltd. 6

Shares of Reliance Communication Ltd. 122

Shares of Reliance Natural Resource Ltd. 122

Shares of Relince Energy Ltd. 9

