

**SHARP INVESTMENTS LTD.**

**ANNUAL REPORT**

**2009-2010**

## **SHARP INVESTMENTS LTD.**

### **DIRECTORS**

Shri Sagar Mal Nahata  
Shri Nem Chand Jain  
Smt. Kanak Nahata

### **BANKERS**

Oriental Bank of Commerce  
Standard Chartered Bank  
Axis Bank

### **AUDITORS :**

**RAHUL GOENKA & ASSOCIATES**  
Chartered Accountants  
Tolly apartment, Flat A – 24, 49/49, P.G.M. Shah Road  
Kolkata – 700 033.

### **REGISTERED OFFICE :**

SAGAR ESTATE, 2<sup>nd</sup> Floor,  
2, Clive Ghat Street, Unit No. : 16  
Kolkata – 700 001.

### **REGISTRAR & SHARE TRANSFER AGENTS :**

**NICHE TECHNOLOGIES PVT. LTD.**  
71, B.R.B. Basu Road  
C- 444, Bagree Market  
Kolkata – 700 001.

**SHARP INVESTMENTS LTD.**  
**NOTICE OF THE ANNUAL GENERAL MEETING**

Notice is hereby given that the Thirtieth Two Annual General Meeting of the Members of Sharp Investments Ltd. will be held on ~~Thursday~~ 30<sup>th</sup> September, 2010 at 2.00 P.M. at its Registered Office at 2, Clive Ghat Street, 2<sup>nd</sup> Floor, Unit 16, Kolkata – 700 001 to transact the following business:

1. To Consider and adopt the Audited Accounts of the Company for the year ended 31<sup>st</sup> March, 2010 and the Reports of Directors and Auditors thereon.
2. To appoint auditors and fix their remuneration.

Regd. Office :

**SAGAR ESTATE**  
2, Clive Ghat Street,  
2<sup>nd</sup> Floor, Unit : 16  
Kolkata – 700 001  
Dated – 03/09/2010

By Order of the Board

(Director)

1. A member entitled to attend and vote at the above meeting is entitled to appoint a Proxy to attend and vote on a poll on his behalf. The Proxy need not be a member of the Company Proxies to be effective must be received at the Registered Office of the Company not less than 48 hours before the Commencement of the meeting.

**DIRECTORS' REPORT TO THE MEMBER OF  
SHARP INVESTMENTS LIMITED  
FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2010**

To  
The Members,

Your Directors have pleasure in submitting the Thirty Second Annual Report together with the Audited Statement of Accounts for the year ended 31<sup>st</sup> March, 2010.

**FINANCIAL RESULTS**

	<b>2009-2010</b>	<b>2008-2009</b>
	<b>Rs.</b>	<b>Rs.</b>
Total Profit (loss) for the year	(16843024.01)	387334.72
Less: Provision for Taxation for earlier year	---	---
Profit/ (Loss) after Tax	(16843024.01)	387334.72
Transfer to special Reserve	---	77467.00
Balance brought forward – Profit/(Loss)	(2466921.39)	(2776789.11)
BALANCE CARRIED TO BALANCE SHEET	(19309945.40)	(2466921.39)

**DIVIDEND:**

Due to loss suffered during the year, your directors express their inability to declare dividend.

**PERFORMANCE & PROSPECTS:**

Due to adverse Investment environment, the Company has suffered loss during the year. But the Directors expect that overall situation will improve during the near future.

**CURRENT YEAR OUT LOOK :**

With positive steps taken by the Board to expand the activities of the company it is expected that the earning of the company will be increased considerable.

Contd ..... 2

**DIRECTORS:**

Sri Nem Chand Jain retires by rotation and being eligible offers himself for re-appointment

**PARTICULARS OF EMPLOYEES:**

The provisions of Section 217(2A) of the Companies Act, 1956 and the rules framed there under for furnishing the particulars of employees are not applicable to the company as there is no such person drawing remuneration in excess of the specified limit.

**AUDITORS REPORT:**

Auditors has made certain comments in their report which are self explanatory and doesn't require any clarification.

**AUDITORS:**

The Company's Auditors M/s. Rahul Goenka & Associates, Chartered Accountants, who were appointed in place of outgoing auditors Rajesh Jalan & Associates, Chartered Accountants, retire at the conclusion of ensuing Annual General Meeting and are eligible for re-appointment. A letter has been received from them stating that if re- appointed, the appointment will be in accordance with the provision of the Companies Act, 1956.

**COMPLIANCE CERTIFICATE :**

Pursuant to proviso to sub section 1 of section 383A of the companies Act, 1956, copy of secretarial compliance certificate is annexed herewith.

**PUBLIC DEPOSITS**

During the year the company has not accepted any deposit within the meaning of section 58A of the Companies Act, 1956 and rules made there under.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE**

These rules are not applicable for the company, but it still lays emphasis on conservation of energy, and its facility has been designed to minimize use of energy and to adopt latest technologies and for conservation of environment.

**CORPORATE GOVERNANCE**

Pursuant to clause 49 of the Listing Agreement with the Stock Exchanges, Corporate Governance Report and Auditor's Certificate regarding compliance of condition of Corporate Governance forms part of the Annual Report.

Contd ..... 3

**DIRECTORS RESPONSIBILITY STATEMENT:**

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

- i) In the preparation of the Annual Accounts, the Applicable Accounting Standards has been followed along with proper explanation relating to material departures;
- ii) The Directors has selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs for the Company at the end of the financial year and of the profit of the Company for the period;
- iii) The Directors has taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv) The Directors has prepared the annual accounts on a going concern basis.

**AUDIT COMMITTEE:**

Pursuant to the provisions of Section 292A of the Companies Act, 1956, your Director have constituted an Audit Committee comprising of three Directors Shri Sagar Mal Nahata, Shri Nem Chand Jain and Smt. Kanak Nahata. The role, terms of reference and powers of the Audit Committee are in confirm with the requirements of the Companies Act, 1956.

**APPRECIATION:**

We wish to place on record our appreciation of the devoted services of staff and executives of the Company which have largely contributed to its efficient management.

Place : Kolkata  
Dated: 03/09/2010

  
(DIRECTOR)

Kanak Nahata  
(DIRECTOR)

# **RAHUL GOENKA & ASSOCIATES**

*CHARTERED ACCOUNTANTS*  
*TOLLY APARTMENT, FLAT A-24 , 49/49,*  
*P.G.M.SHAH ROAD , KOLKATA – 700 033*  
*MOBILE : 98310 70829*  
*E- mail : [rahul.goenka@hotmail.com](mailto:rahul.goenka@hotmail.com)*

## **AUDITORS' REPORT**

To  
The Members of **SHARP INVESTMENTS LTD.**

We report that we have audited the attached Balance Sheet of **SHARP INVESTMENTS LTD.** as at 31<sup>st</sup> March, 2010 signed by us under reference to this report and relative Profit & Loss Account and also the Cash Flow Statement for the year ended on that date which are in agreement with the books of account. 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 the 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 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said order.

Further to our comments in the Annexure referred to 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 purpose of our audit.
- b. In our opinion proper books of accounts as required by the law have been kept by the company so far as it appears from our examination of these books.

Contd ..... 2



- c. The company's Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of accounts.
- d. In our opinion the Balance Sheet and Profit & Loss Account comply with the Accounting standard referred to in sub-section 3(C) of section 211 of the Companies Act, 1956.
- e. On the basis of written representation received from all the directors and taken on record by the Board Directors, we report that none of the directors is disqualified as on the Balance Sheet date from being appointed as director in terms of Section 274(1)(g) of the Companies Act, 1956.
- f. In our opinion and to the best of our information and according to the explanations given to us the said accounts subject to and read with the Notes appearing thereon give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view :
- i) In the case of the Balance Sheet of the state of affairs of the Company as at 31<sup>st</sup> March, 2010 ;
- ii) In the case of Profit & Loss Account of the "Loss" of the Company for the year ended on that date ; and
- iii) In the case of The Cash Flow Statement, of the cash flows for the year ended on that date.

FOR RAHUL GOENKA & ASSOCIATES  
CHARTERED ACCOUNTANTS

*Rahul Goenka*

(CA RAHUL GOENKA)  
PROPRIETOR  
M.NO. - 068774

PALCE: KOLKATA  
DATE: 03/09/2010





**ANNEXURE TO THE AUDITOR'S REPORT of**  
**Sharp Investments Ltd.**

- i) As informed to us, the Company does not have any fixed assets and as such clauses I(a) to I(c) to paragraph- 4 of the said order, do not applicable to the Company.
- ii) As informed to us, the Company does not have any inventory and as such clauses II(a) to II(c) are not applicable to the Company.
- iii) As informed to us, the Company has neither granted nor taken any loans, secured or unsecured, to/From Companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956 and as such clauses (iii) (a) to (iii) (d) of the said order do not applicable to the company.
- 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. During the course of our audit, no major weakness has been noticed in the internal controls.
- v) According to the information and explanations provided by the management, we are of the opinion that there have been no transactions that need to be entered into the register maintained under Section 301 and hence clause (v) (b) of the said order do not applicable to the company.
- vi) The Company has not accepted any deposits from public within the meaning of section 58A and 58AA of the Companies Act, 1956 and rules framed there under are not applicable for the year under audit.
- vii) In our opinion, the Company has an Internal Audit System commensurate with the size and nature of its business.
- viii) To the best of our knowledge and as explained to us, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of Section 209 of the Companies Act, 1956 for the Company.



Contd ..... 2

- ix) (a) According to the records of the Company and explanations given to us, the Company has been regular in depositing undisputed statutory dues payable in respect of Provident Fund, employees State Insurance, Service Tax, Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise duty, cess or any other dues, whatever applicable, with appropriate authority.
- (b) According to the information and explanations given to us, there are no undisputed amounts payable in respect of statutory dues which have remained outstanding as at the Balance Sheet date for a period of more than six months from the date they become payable.
- (c) According to the information and explanations given to us, there are no cases of dispute dues of sales tax, Income tax, Custom Duty, Wealth tax, Excise Duty or cess and Service tax.
- x) The accumulated losses of the Company are not more than fifty percent of its net worth. The Company has incurred cash loss in the immediately preceding financial year and in the current financial year as well.
- xi) As per books and records maintained by the Company and according to the information and explanations given to us, the Company did not have any borrowing from any financial institution or bank or debenture holders and hence the clause (xi) is not applicable.
- xii) According to the information and explanations given to us and based on the documents and records produced to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debenture and other securities.
- xiii) Compliance with the provisions of any special statute like chit Fund, Nidhi or Mutual Benefit Society is not applicable to this Company.
- xiv) In our opinion and according to the information and explanations given to us, proper records have been maintained of the transactions and controls relating to dealing or trading in shares and other investments and timely entries have been made therein. The shares and other Investments are held by the Company in its own name.
- xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.

Contd ..... 3



- xvi) There are no term loans outstanding as at the end of the year.
- xvii) We have been informed by the management that no funds have been raised on short/long term basis and used and hence clause(xvii) is not applicable.
- xviii) According to Information and Explanation given to us the Company has not made preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956. However in our opinion the price at which these shares have been issued is not prejudicial to the interest of the Company.
- xix) The Companies did not have any outstanding debentures during the year.
- xx) The Companies has not raised money by way of Public issue during the year.
- xxi) According to the information and explanations given to us, no fraud on or by the Company has been noticed during the course of our audit.

FOR RAHUL GOENKA & ASSOCIATES  
CHARTERED ACCOUNTANTS

*Rahul Goenka*

(CA RAHUL GOENKA)  
PROPRIETOR  
M.NO. - 068774

PLACE : KOLKATA  
DATE : 03/09/2010



# SHARP INVESTMENTS LTD.

## REPORT ON CORPORATE GOVERNANCE

### 1. Company's Philosophy on code of Governance

The Company believes in and practices good Corporate Governance. The Company creates an environment to enable the management for the efficient conduct of the business and to meet its obligations to all shareholders.

### 2. Board of Directors

Name of Directors	No. of Board Meeting Attended	Last AGM Attended	No. of Outside Directorship	No. of Membership/ Chairmanship Outside Committee
Mr. Sagarmal Nahata	8	Yes	3	2
Mrs. Kanak Nahata	5	Yes	2	1
Mr. Nem Chand Jain	7	Yes	4	nil

### 3. Audit Committee

The Audit Committee consists of

Mr. Sagarmal Nahata	Chairman
Mr. Nem Chand Jain	Member

The Audit Committee has been vested with the following responsibilities.

- To investigate any activity within its terms of reference.
- Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- Recommending the appointment and removal of external auditor fixation of Audit fees and approval for payment for any other services.
- Reviewing with management the annual financial statements before submission to the Board.



- e) Reviewing with the management, external and internal auditors the adequacy of internal control system.
- f) Discussion with the Auditors regarding any significant finding and follow up of the same.
- g) Reviewing the Company's financial and risk management policies.

4. Remuneration Committee (Non mandatory requirement)

The Company does not pay any remuneration to its directors committee is yet to formed.

2. Share holders Grievances Committee

The Shareholders / Investors Grievances Committee consists of Directors

Mr. Sagarmal Nahata	Chairman
Mr. Nem Chand Jain	Member
Mrs .Kanak Nahata	Member

During the year no Complain letter received from shareholders hence no pending complain from the shareholders as on 31.03.2010.  
No request for transfer of share and demat of shares are pending.

3. Annual General Meeting

Year	Venue	Time	Date
2010-2011	2, Clive Ghat Street 2 <sup>nd</sup> Floor, R.No.16 Kolkata – 700 001	2.00 P.M.	30/09/2010
2009-2010	- do -	2.00 P.M.	30/09/2009
2008-2009	- do -	2.00 P.M.	30/09/2008
2007-2008	- do -	2.30 P.M.	22/09/2007

4. Disclosure

There were no transaction of material nature with related parties that were in conflict with the interest of the company at large. Company is making all efforts to benchmark itself with the guidelines issued by Securities and Exchange Board of India from time to time.



5. Means of Communication

The Annual results are submitted to the stock exchange.

6. General Share-holder information

i) AGM : Date, Time and Venue

30<sup>th</sup> September, 2010 2.00 P.M.

2, Clive Ghat Street  
Sagar Estates,  
2<sup>nd</sup> Floor, R.No. 16,  
Kolkata – 700 001

ii) Financial Calender

1<sup>st</sup> Quarterly Result ending June 30, 2009 : End of July, 2009

2<sup>nd</sup> Quarterly Result ending Sept 30, 2009 : End of Oct, 2009

3<sup>rd</sup> Quarterly Result ending Dec 31, 2009 : End of Jan, 2010

4<sup>th</sup> Quarterly Result ending March 31, 2010 : End of April, 2010

Annual General Meeting for the year under 31<sup>st</sup> March, 2010- End of Sept.  
2010

iii) Date of Book Closure 28th Sept. to 30th Sept. 2010 (both days Inclusive)

i) Dividend payment date : No Dividend is being recommended

ii) Listed at Calcutta Stock Exchange Association Ltd  
And the listing fees paid.

iii) Stock Code : 29293

The Calcutta Stock Exchange Association Ltd.

Demat ISIN Number in NSDL and CDSL : INE684D01017



iv) Stock Market Data :

High / Low during each month for the year ended 31/03/2010

Month	High	Low
April	N.T.	N.T.
May	N.T.	N.T.
June	N.T.	N.T.
July	N.T.	N.T.
August	N.T.	N.T.
September	N.T.	N.T.
October	N.T.	N.T.
November	N.T.	N.T.
December	N.T.	N.T.
January	N.T.	N.T.
February	N.T.	N.T.
March	N.T.	N.T.

v) Register and Share Transfer Agent

Niche Technologies Pvt. Ltd.  
71, B.R.B. Basu Road  
C-444, Bagree Market  
Kolkata – 700 001.

vi) Share Transfer Systems

Share Transfer document complete in all respect are registered and / or share transfer under objections are returned within stipulated time period.

The Company offer transfer-cum-demat facility.

vii) Distribution of Share – holding as on 31<sup>st</sup> March, 2010

A)

Category	No. of Shares	% of share Holding
Promoters	39,78,750	16.43
Corporate Bodies	1,13,44,000	46.86
Mutual Fund	----	----
Financial Institution	----	----
Banks	----	----
Indian Public	88,87,000	36.71
NRI / OCBs	----	----
Total:	2,42,09,750	100.00



B) Distribution of Shareholding as at 31/03/2010

Share Holding	No. of Shareholders	%	Value of shares	%
1-500	2	0.38	6000	0.002
501-1000	0	0.00	0	0.000
1001-2000	0	0.00	0	0.000
2001-3000	30	5.84	770000	0.318
3001-4000	43	8.29	1533750	0.634
4001-5000	36	6.77	1793750	0.741
5001-10000	86	15.82	5959750	2.462
10001& Above	334	62.90	232034250	95.843
Total	531	100.00	242097500	100.00

C) Details of Demat Shares as at 31/03/2010

Particulars	No. of Shares	%
NSDL	15603275	64.45
CDSL	375250	1.55
Physical	8231225	34.00





# **RAHUL GOENKA & ASSOCIATES**

*CHARTERED ACCOUNTANTS*  
*TOLLY APARTMENT, FLAT A-24 , 49/49,*  
*P.G.M.SHAH ROAD , KOLKATA – 700 033*  
*MOBILE : 98310 70829*  
*E- mail : [rahul.goenka@hotmail.com](mailto:rahul.goenka@hotmail.com)*

## **SHARP INVESTMENTS LTD.** **CORPORATE GOVERNANCE COMPLIANCE REPORT**

To  
The Members of Sharp Investment Ltd.

We have Examined the Compliance of conditions of Corporate Governance of Sharp Investments Ltd. for the year ended 31<sup>st</sup> March., 2010 as stipulated in clause 49 of the listing Agreement of the said Company with the Stock Exchanges in India.

The Compliance of conditions of corporate Governance is a responsibility of the Company's Management. Our examination was limited to Procedures and implementation thereof adopted by the Company to ensure compliance with the Condition of Corporate Government. It is neither an audit nor an expression of opinion on the Financial Statement of the Company.

In our opinion and to the best of our information and according to the explanations given to us. We certify that the company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We state that in respect of investor grievance received on during the year no investor grievance are pending for a period exceeding on month as per the records maintained by the Company.

We further state that such compliance is neither an insurance as to future viability of the Company nor the efficiency or effectiveness with which the management has amensates the affairs of the Company.

FOR RAHUL GOENKA & ASSOCIATES  
CHARTERED ACCOUNTANTS

*Rahul Goenka*

(CA RAHUL GOENKA)  
PROPRIETOR  
M.NO. – 068774  
PLACE : KOLKATA  
DATE : 03/09/2010



# **RAHUL GOENKA & ASSOCIATES**

*CHARTERED ACCOUNTANTS*  
*TOLLY APARTMENT, FLAT A-24 , 49/49,*  
*P.G.M.SHAH ROAD , KOLKATA – 700 033*  
*MOBILE : 98310 70829*  
*E- mail : [rahul.goenka@hotmail.com](mailto:rahul.goenka@hotmail.com)*

## **AUDITORS' REPORT**

**TO THE BOARD OF DIRECTORS OF M/S SHARP INVESTMENTS LTD.**

We have audited the Balance Sheet of M/s. SHARP INVESTMENTS LTD. as on 31<sup>st</sup> March, 2010 and Profit and Loss Account for the year ended on that date. As required by "Non Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 1998 issued by the Reserve Bank of India in exercise of powers conferred by Section 45MA(1A) of the Reserve Bank of India Act, 1934, We report that:-

1. The Company has obtained a Certificate of Registration (Certificate No. B-05.06565) from the Reserve Bank of India as provided in Section 45IA of the Reserve Bank of India Act, 1934.
2. The Board of Directors has passed a resolution for the non-acceptance of public deposits.
3. The Company has not accepted any public deposits during the Financial year 2009-10
4. The Company has complied with the prudential norms relating to income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts as applicable to it.

FOR RAHUL GOENKA & ASSOCIATES  
CHARTERED ACCOUNTANTS

*Rahul Goenka*

(CA RAHUL GOENKA)  
PROPRIETOR  
M.NO. – 068774



PLACE : KOLKATA  
DATE : 03/09/2010

**SHARP INVESTMENTS LTD.**

**BALANCE SHEET AS AT 31ST MARCH, 2010**

Previous Year As at 31/03/2009	LIABILITIES	Amount Rs.	Previous Year As at 31/03/2009	ASSETS	Amount Rs.
	<u>SHARE CAPITAL</u>			<u>INVESTMENT (AT COST)</u>	
	<u>Authorised</u>		257883100.00	Shares in Companies(Long term) (As per Schedule A)	263174886.00
242500000.00	2,42,50,000 Equity Shares of Rs.10/- Each.	242500000.00			
	<u>Issued,Subscribed &amp; Paid Up</u>		7634611.06	<u>SUNDRY DEBTORS</u>	
9860000.00	9,86,000Equity Shares of Rs. 10/-each fully paid up in Cash.	9860000.00	--	Upto Six Months ---	
232237500.00	2,32,23,750 Equity Shares of Rs.10/- each as fully paid-up issued otherwise than in cash Pursuant to the Scheme of amalgamation as approved by the Hon'ble High Court at Calcutta.	232237500.00		Over Six Months ---	
242097500.00		242097500.00	160965.84	<u>Current Assets, Loans &amp; Advances</u>	
			75707.76	<u>A) CURRENT ASSETS:</u>	
				<u>CASH &amp; BANK BALANCE:</u>	
				With Scheduled Bank 417879.19	
				Cash in hand 38577.76	456456.95
			15726606.00	<u>B) LOAN &amp; ADVANCES:</u>	
57704500.00	<u>RESERVE &amp; SURPLUS</u>			Loan to Parties	14894571.00
77467.00	Share Premium	57704500.00		(Unsecured but Considered good)	
	Special Reserve	77467.00	12500000.00	<u>ADVANCES</u>	
			1000000.00	Margin Money Deposit	--
			2012448.80	Share Application (Pending Allotment)	1000000.00
				Advance For Flat	2142423.20
			115021.15	Tax Deducted at Source	246950.15
14000.00	<u>CURRENT LIABILITIES &amp; PROVISION</u>			<u>MISCELLANEOUS EXPENDITURE</u>	
	Current Liabilities	1414234.70		(To the extent not written off)	
			318085.00	Deffered Revenue Expenses	68469.00
			2466921.39	Profit & Loss Account	19309945.40
299893467.00		301293701.70	299893467.00		301293701.70

Place : Kolkata

Date: 03/09/2010



As per Annexed report of evendate  
Rahul Goenka & Associates  
Chartered Accountants

*Rahul Goenka*

RAHUL GOENKA  
Proprietor  
Membership No. 068774

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*[Signature]*

*Kanaks Nahate*

SHARP INVESTMENTS LTD.

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

Previous Year As at 31/03/2009	PARTICULARS	Amount Rs.	Previous Year As at 31/03/2009	PARTICULARS	Amount Rs.
23400.00	To Salary & Bonus	26400.00	700000.00	By Dividend Received	364000.00
6029.00	" General Expenses	6140.00	237843.00	" Interest Received	1319287.00
4410.00	" Printing & Stationary	4590.00			
14286.72	" Bank Charges	2353.60		" Net Loss for the year (C/d)	16843024.01
106214.42	" F & O Loss	18123511.41			
3000.00	" Filing Fees	3000.00			
52500.00	" Annual Listing Fees	---			
67416.00	" Annual Custodial Charges	110300.00			
1788.00	" Advertisement Expenses	---			
---	" Interest Payable	---			
2412.14	" Demat Charges	400.00			
10000.00	" Audit Fees	---			
9436.00	" Professional Fees	---			
249616.00	" Deferred Revenue Expenditure	249616.00			
387334.72	" Net profit for the year C/d	---			
<u>937843.00</u>		<u>18526311.01</u>	<u>937843.00</u>		<u>18526311.01</u>
77467.00	To Transfer to Special Reserve	---			
---	" Net Loss for the year	16843024.01	387334.72	By Net Profit for the year b/d	---
2776789.11	" Loss B/f from Previous year	2466921.39	2466921.39	" Balance Carried to Balance Sheet	19309945.40
<u>2854256.11</u>		<u>19309945.40</u>	<u>2854256.11</u>		<u>19309945.40</u>

As per Annexed report of evendate  
Rahul Goenka & Associates  
Chartered Accountants

*Rahul Goenka*

RAHUL GOENKA  
Proprietor  
Membership No. 068774

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O  
R  
S

*[Signature]*

Kanaks Nahata

Place : Kolkata

Date :03/09/2010



**SHARP INVESTMENTS LTD.**

**SCHEDULE "A"**

SCHEDULE OF INVESTMENTS ANNEXED TO AND FORMING PART OF THE BALANCE  
SHEET AS AT 31ST MARCH, 2010

Name of the Company	As at 31/03/2010		As at 31/03/2009	
	Qty	Value(Rs)	Qty	Value(Rs)
<b>QUOTED SHARES : (Fully Paid) - AT COST</b>				
RTS Power Corporation Ltd.	740000	69708486.00	700000	67200000.00
	<b>740000</b>	<b>69708486.00</b>	<b>700000</b>	<b>67200000.00</b>
<b>UNQUOTED SHARES : (Fully Paid) - AT COST</b>				
Caplin Commercial Pvt. Ltd.	1830	1830000.00	7000	7000000.00
Gemco Engg. & Investments Ltd.	475	475600.00	475	475600.00
Gemini Merchants Pvt. Ltd.	55000	5500000.00	55000	5500000.00
Astonish Financers Pvt. Ltd.	100	50000.00	100	50000.00
Bothra Electronics Pvt. Ltd.	----	----	550	55000.00
Lal Investments Pvt. Ltd.	----	----	7500	750000.00
Bhotoria Transformers & Rectifiers Pvt. Ltd.	----	----	8000	4000000.00
Subhas Impex Pvt. Ltd.	----	----	30000	3000000.00
VAC Exim	5000	500000.00	5000	500000.00
Regal Udyog P. Ltd.	10000	500000.00	10000	500000.00
Salvik Exports	----	----	4000	400000.00
Ascon Builders P. Ltd.	----	----	8000	1600000.00
KBS Commercial Pvt Ltd.	----	----	8000	800000.00
Baid Stock Broking Ser P Ltd.	----	----	16000	800000.00
Fourgrells Foundation P. Ltd.	----	----	16000	800000.00
Agartala Cotton Co. P Ltd.	----	----	2000	2000000.00
Amber Distributors Pvt. Ltd.	----	----	10000	500000.00
Rohan Shipping	----	----	40000	2000000.00
Rasna Marketing & Servicing	----	----	25000	2500000.00
Titanic Steel Industries Pvt. Ltd.	100000	25000000.00	100000	25000000.00
RKDK Capital Market Ltd.	15000	1500000.00	15000	1500000.00
Spiritual Marketing P. Ltd.	10000	500000.00	10000	500000.00
Unilon Pvt. Ltd.	----	----	100000	5000000.00
Yuva Trading Co. P. Ltd.	10000	500000.00	10000	500000.00
Agrasen Enterprises Pvt. Ltd.	14000	140000.00	14000	140000.00
Fasten Tradecom Pvt. Ltd.	80	800.00	31250	312500.00
Sharam Hotel & Developments Pvt. Ltd.	600	3000000.00	600	3000000.00
Quick Developers & Finance Pvt. Ltd.	40000	4000000.00	20000	2000000.00
Indo Gulf Infrastructure Pvt. Ltd.	25000	5000000.00	25000	5000000.00
Mahabali Textiles Pvt. Ltd.	1000	500000.00	1000	500000.00
Sunil Casting Pvt. Ltd.	3500	3500000.00	3500	3500000.00
Shree Bhagawati Saree House Pvt. Ltd.	50000	5000000.00	50000	5000000.00
A.S.Iron & Steel (I) Pvt. Ltd.	20000	2000000.00	20000	2000000.00
Sungrace Finvest Pvt. Ltd.	10000	2000000.00	10000	2000000.00
Rama Overseas Ltd.	15000	1500000.00	15000	1500000.00
Supreme Ispat & Udyog Pvt. Ltd.	50000	5000000.00	50000	5000000.00
Kireeti Power Corporation Pvt. Ltd.	3350000	33500000.00	3350000	33500000.00
Laxmi Aruna Oxygen Co. Pvt. Ltd.	3500000	35000000.00	3500000	35000000.00
Maiden Tradefin Pvt. Ltd.	2500	2500000.00	2500	2500000.00
Dayalu Minerals Pvt. Ltd.	5000	1000000.00	5000	1000000.00

Contd. 2



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Ascent Vyapaar Pvt. Ltd.	1000	500000.00	----	----
Mani Marketing & Holdings Pvt. Ltd.	700	1400000.00	----	----
Swito Finance & Estates Pvt Ltd.	600	600000.00	----	----
Castle Commodities Pvt. Ltd.	1650	3300000.00	----	----
Multiplier Enterprises Pvt Ltd.	1300	2600000.00	----	----
Fortune Vyapaar Pvt Ltd.	4700	2350000.00	----	----
Sundaram Nirman Pvt. Ltd.	20000	1000000.00	20000	1000000.00
K.C.Saree Emporium Pvt. Ltd.	10000	1000000.00	10000	1000000.00
Mahesh Finseg Pvt. Ltd.	15625	2500000.00	15625	2500000.00
Starling Foils Pvt. Ltd.	15625	2500000.00	15625	2500000.00
Purva Residency Pvt. Ltd.	45000	1800000.00	45000	1800000.00
Amber Distributors Pvt. Ltd.	20000	1000000.00	20000	1000000.00
Vintage Steel Industries Ltd.	40000	12000000.00	40000	12000000.00
Mahabali Jute Trading Pvt. Ltd.	7000	700000.00	7000	700000.00
Vaibhav Credit Pvt. Ltd.	10000	500000.00	10000	500000.00
Daulat Finlease Pvt. Ltd.	37000	3700000.00	----	----
Ayna soap & Chemical Pvt. Ltd.	15000	1500000.00	----	----
Eastern Financers Pvt. Ltd.	100000	10000000.00	----	----
Victory Auto Agency Pvt. Ltd.	20000	2000000.00	----	----
I & B Engineers Pvt. Ltd.	2000	1000000.00	----	----
Baid Agro Product Pvt. Ltd.	16000	1520000.00	----	----

	7487285	193466400.00	7768725	190683100.00
TOTAL	8227285	263174886.00	8468725	257883100.00

AGGREGATE VALUE OF INVESTMENT

	AS AT 31/03/2010		AS AT 31/03/2009	
	COST	MKT. VALUE	COST	MKT. VALUE
Quoted Share & Debentures :	69708486	49617000.00	67200000	46935000.00
Unquoted Shares (At Cost) :	193466400	---	190683100	---

As per Annexed report of evendate

**Rahul Goenka & Associates**

Chartered Accountants

*Rahul Goenka*

Rahul Goenka  
Proprietor

Place : Kolkata

Date : 03/09/2010

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*[Signature]*

*Kanals Nahate*



**SHARP INVESTMENT LIMITED**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2010**

	Year Ended 31.3.2010	Year Ended 31.3.2009
<b><u>A. CASH FLOW FROM OPERATING ACTIVITIES</u></b>		
Net Profit/(Loss) before Tax and Extra		
Ordinary items	(16843024.01)	387334.72
<u>Adjustment For</u>		
Amortisation	249616.00	249616.00
Interest Income	(1319287.00)	(237843.00)
Interest Payable	---	---
Operating Profit/(Loss) before working Capital Changes	(17912695.01)	399107.72
<u>Change in :</u>		
Loans & Advances	20836671.66	(23413529.66)
Interest Payable	---	---
Trade Payables	1400234.70	5505.80
T.D.S.	(131929.00)	(30466.00)
	<u>22104977.36</u>	<u>(23438489.86)</u>
<b>Cash (Used)/Generated from operating activities</b>	<b>4192282.35</b>	<b>(23039382.14)</b>
<b><u>B. CASH FLOW FROM INVESTING ACTIVITIES :</u></b>		
Purchase of Investment	(5291786.00)	22302500.00
Interest Income	1319287.00	237843.00
Sale of Investments	0.00	0.00
Increase in Misc. Exp. on amalgamation	0.00	0.00
<b>Net Cash (Used)/ Generated in investing activities</b>	<b>(3972499.00)</b>	<b>22540343.00</b>
<b><u>C. CASH FLOW FROM FINANCING ACTIVITIES</u></b>		
Proceeds from issue of Share Capital	0.00	0.00
<b>Net Cash (Used)/ Generated in investing activities</b>	<b>0.00</b>	<b>0.00</b>
<b><u>D. NET INCREASE/(DECREASE) IN CASH &amp; CASH EQUIVALENTS ( A+ B+ C )</u></b>	<b>219783.35</b>	<b>(499039.14)</b>
Opening Balance of cash & cash equivalents	236673.60	735712.74
Closing Balance of cash & cash equivalents	<u>456456.95</u>	<u>236673.60</u>
Net Inflow/ outflow	<u>219783.35</u>	<u>(499039.14)</u>

FOR RAHUL GOENKA & ASSOCIATES  
CHARTERED ACCOUNTANTS

*Rahul Goenka*

( RAHUL GOENKA )  
PROPRIETOR

(DIRECTOR)

*Kanak Nahata*  
(DIRECTOR)

Place: Kolkata  
Date: 03/09/2010



# RAHUL GOENKA & ASSOCIATES

CHARTERED ACCOUNTANTS  
TOLLY APARTMENT, FLAT A-24 , 49/49,  
P.G.M.SHAH ROAD , KOLKATA – 700 033  
MOBILE : 98310 70829  
E- mail : [rahul.goenka@hotmail.com](mailto:rahul.goenka@hotmail.com)

## AUDITORS CERTIFICATE

We have verified that the attached cash flow statement of Sharp Investment Ltd. derived from the Audited Financial Statements for the year ended 31<sup>st</sup> March., 2010 and found the same drawn in accordance therewith and also with the requirements of clause 32 of the listing agreement with Stock Exchange.

FOR RAHUL GOENKA & ASSOCIATES  
CHARTERED ACCOUNTANTS



(RAHUL GOENKA)  
PROPRIETOR

Address:Tolly Appartment, Flat A-24  
49/49, P.G.M shah Road  
Kolkata – 700 033.

Dated : 03/09/2010

