



**NOTICE**

Notice is hereby given that the 83rd Annual General Meeting of the members of **LAKSHMI FINANCE & INDUSTRIAL CORPORATION LIMITED** will be held on Thursday the 20<sup>th</sup> September 2007 at 9.30 A.M. at "Triveni Banquet Hall," Kamat Lingapur Hotel, 1-10-44/2, Chikoti Gardens, (Lane opposite to Allauddin Building), Begumpet, Hyderabad - 500 016 to transact the following business.

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the audited Balance Sheet as at 31<sup>st</sup> March, 2007 and the profit and Loss Account of the Company for the year ended on that date and the Reports of the Directors and Auditors thereon.
2. To declare a Dividend on Equity Shares for the year ended 31<sup>st</sup> March, 2007.
3. To appoint a Director in place of Shri. R.Surender Reddy, who retires by rotation and being eligible, offers himself for re-appointment.
4. To consider and if thought fit, to pass with or without modifications, the following resolution as an **Ordinary Resolution**.

"RESOLVED THAT M/s.M.Anandam & Co., Secunderabad and M/s.Brahmayya & Co., Hyderabad, Chartered Accountants, the retiring Auditors be and are hereby re-appointed as Auditors of the Company to hold office from the conclusion of this Annual General Meeting to the conclusion of the next Annual General Meeting at such remuneration as may be determined by the Board of Directors of the Company, in addition to payment for other services and reimbursement of actual out-of-pocket expenses."

**SPECIAL BUSINESS**

5. To consider and if thought fit, to pass with or without modification, the following Resolution as a Special Resolution:

"RESOLVED THAT in accordance with the provisions of section 94 and other applicable provisions, if any, of the Companies Act, 1956 (including any statutory modifications or re-enactment thereof, for the time being in force), the Authorised Capital of the Company be and is hereby increased from 30,00,000 Equity Shares of Rs. 10 each amounting to Rs. 3,00,00,000 to 60,00,000 Equity Shares of Rs. 10 each amounting to Rs. 6,00,00,000 by the addition of 30,00,000 Equity

Shares of Rs. 10 each. "

"**FURTHER RESOLVED THAT** the consequent to the increase of Authorised Capital of the Company, the capital clause vide Clause V of the Memorandum of Association be substituted with the following new Clause V."

**Clause V:** The Authorised Capital of the Company is 60,00,000 (Sixty lakhs) Equity Shares of Rs. 10 (Ten) each amounting to Rs. 6,00,00,000 (Six Hundred lakhs) with power to alter the share capital of the Company in accordance with the Companies Act, 1956.

6. To consider and if thought fit, to pass with or without modification, the following Resolution as a Special Resolution:

"**RESOLVED THAT** pursuant to section 31 and other applicable provisions, if any, of the Companies Act, 1956 and consequent to the increase of Authorised Capital of the Company, the capital clause of the Articles of Association be substituted with the following new clause."

"The Authorised Capital of the Company is 60,00,000 ( Sixty lakhs ) Equity Shares of Rs. 10 (Ten) each amounting to Rs. 6,00,00,000( Six Hundred lakhs )".

7. To consider and if thought fit, to pass with or without modification, the following Resolution as an Ordinary Resolution:

"RESOLVED THAT in partial modification of the earlier resolution passed by the members of the Company on 29.9.2005, and in terms of Section 198, 269, 309 & 310 read with Schedule XIII and other applicable provisions if any, of the Companies Act, 1956 as amended from time to time, the Company hereby approves the reappointment of and the payment of remuneration to Shri K.Harishchandra Prasad as the Managing Director of the Company effective from 01.4.2007, for a period of 3 years upon terms and conditions as may be agreed between the Board of Directors and Shri K. Harishchandra Prasad."

By Order of the Board  
For Lakshmi Finance & Industrial Corporation Limited

Place: HYDERABAD  
Date: 27<sup>th</sup> July, 2007

**K. HARISHCHANDRA PRASAD**  
Managing Director



NOTES

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
2. The Instrument of Proxy should however be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Annual General Meeting.
3. The Register of Members and the Share Transfer Books of the Company will remain closed from 15<sup>th</sup> September, 2007 to 20<sup>th</sup> September, 2007 (both days inclusive) for the purpose of the Annual General Meeting of the Company and Dividend declaration.
4. The dividend on shares, if declared by the Company at the Meeting, will be paid to those members whose names appear on the Company's Register of Members as on 20th September, 2007.
5. Members holding shares in physical form are requested to notify any change in their address to the Registered Office of the Company and members holding shares in the dematerialized form are requested to notify the changes to their depository participant(s).
6. Shareholders who have not yet surrendered the existing Share Certificates representing equity shares of Rs.100/- each paid-up of your total shareholdings for exchange of new share certificates representing equity shares of Rs.10/- each paid-up for any reason may please contact Share Department of the Company.
7. Shareholders holding shares in identical order of names in more than one folio are requested to write to the Company enclosing their share certificates to enable the Company to consolidate their holdings in one folio to facilitate better service.
8. Pursuant to Section 205A of the Companies Act, 1956, all unclaimed/unpaid dividends up to the financial year 1995-1996 have been transferred to the General Reserve Account of the Central Government. Those members who have so far not claimed their dividends for the said periods may claim the same by submitting an application in prescribed Form No.II to The Registrar of Companies, Andhra Pradesh, 2<sup>nd</sup>Floor, Kendriya Sadan, Koti, Hyderabad-500 095.

Consequent upon amendment in Section 205A of the Companies Act, 1956 and introduction of Section 205C, by the Companies (Amendment) Ordinance, 1999, now the amount of dividend remaining unclaimed for a period of 7 years shall be transferred to the Investor Education and Protection Fund.

Accordingly, the unpaid/unclaimed dividend amount for the financial year 1999-2000, declared on 25<sup>th</sup> September, 2000 is due for transfer to Investor Education and Protection Fund (IEPF) before 23<sup>rd</sup> October, 2007.

Members who have not encashed the dividend warrant(s) so far for the financial year 1999-2000, or any subsequent dividend payment(s) are requested to make their claim to the Company.

9. Pursuant to Clause 43A of the Listing Agreement with the Hyderabad Stock Exchange Ltd., the listing fee for the year 2007-2008 has been paid.
10. The Company has appointed **M/s. Venture Capital & Corporate Investments Ltd.**, as **Registrars & Share Transfer Agents** for all the share registry work (for both Physical and Demat form) Share transfers/transmissions etc., with effect from 15-12-2006.
11. Members desiring any information as regards the accounts are requested to write to the Company at least Seven days before the meeting so as to enable the management to keep the information ready.

**SHAREHOLDERS INFORMATION**

- Listing of Equity Shares on : The Hyderabad Stock Exchange Ltd.,  
6-3-654, Somajiguda,  
Hyderabad-500 082
- Scrip Code : LAKFIN ID. 576
- Demat ISIN Numbers in NSDL & CDSL : INE 850 EO 1012
- Address of Registrar & Transfer Agents for Investor Correspondence : Venture Capital & Corporate Investments Ltd., 3<sup>rd</sup> floor, 6-2-913/914, Progressive Towers, KHAIRATABAD, HYDERABAD-500 004.  
Ph.No.040-23322264.  
Fax.No. 23324803



**EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956.**

**Item Nos: 5 & 6**

The present authorized capital of the Company is Rs.3,00,00,000 (Rupees Three Crores only). It is proposed increase the authorized share capital to Rs.6,00,00,000 (Rupees Six Crores only) by amending capital clause of the Memorandum of Association of the Company.

To enlarge the operations of the Company, the Company need funds in the form of share capital and that in order to mobilize funds through share capital the existing share capital needs to be increased.

Consequent upon the increase in the Authorised capital of the Company, the memorandum and articles of association of the Company will require alteration, for which members approval is required in terms of the relevant provisions of the Companies Act, 1956.

The Board of Directors recommend the resolutions at item No.5 & 6 of the notice for approval of the members.

None of the Directors is concerned or interested in the said resolutions.

**Item No 7:**

The shareholders have accorded their approval at the 81<sup>st</sup> Annual General Meeting held on 29<sup>th</sup> September, 2005 for the appointment and payment of remuneration to Shri.K Harishchandra Prasad, for a period of five years from 11<sup>th</sup> May 2005, in accordance with the provisions of Section 198, 269, 309 & 310 read with Schedule XIII of the Companies Act,1956. Further these Sections stipulated a limitation on payment of remuneration to the Managing Director upto 5% of the net profit of the Company.

Further based on the net profit as per the financial data for the year 2006-07, the payment of remuneration to the Managing director, based upon the earlier approval, is likely to exceed the limits prescribed under various sections read with Schedule XIII of the Companies Act, 1956.

In view of the above clause, the appointment of the Managing Director needs to be revised or modified, to suit Clause 1 B of Section II of Part II of Schedule XIII of the Companies Act, 1956 and that the revised term be, *for a period of 3 years* effective from 01.4.2007.

The revision of the terms of appointment of Shri.K. Harishchandra Prasad as Managing Director and also the remuneration payable to him will require the approval of the Shareholders of the Company in General Meeting in terms of an agreement to be entered into by the Company with Sri.K.Harishchandra Prasad.

**The main terms of agreement are: -**

**Salary:** Rs.1,40,000/- per month in the scale of Rs.1,40,000/- Rs.2,00,000/-Rs.1,80,000/-.

**Housing:** The expenditure by the Company on providing accommodation (furnished or otherwise) or house rent allowance for Shri.K.Harishchandra Prasad in lieu thereof,

will be subject to the ceiling of fifty percent of the salary.

**Commission:** Two percent of the net profit computed in accordance with Section 349 of the Companies Act, 1956, subject to a ceiling of fifty percent of the salary.

**Perquisites:** Perquisites as detailed in the Agreement will be paid and/or provided in addition to Salary, subject to however that the amount of perquisites, if taxable as per Income Tax Act, 1961 shall be restricted to total remuneration as per part II of Schedule XIII to the Companies Act, 1956, as applicable from time to time.

**Medical Reimbursement:** Expenses incurred for Shri.K Harishchandra Prasad and family subject to a ceiling of one month's salary in a year or three months Salary over a period of three years.

**Leave Travel Concession:** For Shri K.Harishchandra Prasad and to his family, once in a year in accordance with the rules specified by the Company.

**Club Fee:** Reimbursement of fees (excluding admission and life membership) of any two Clubs.

**Personal Accident Insurance:** Premium not to exceed Rs.10,000/- per annum.

**Leave Encashment:** Encashment of Leave at the time of tenure shall be allowed as per the Company rules.

**Provident & other Funds:** Eligible to Company's contribution to provident, Superannuation, gratuity funds etc. as per the rules of the Company.

**Minimum Remuneration:** Notwithstanding herein, in the event of absence or inadequacy of profits of the Company in any financial years, the Company may remunerate to Shri.K Harishchandra Prasad by way of Salary and perquisites in accordance with the limits prescribed in Section II of Part II of Schedule XIII of the Companies Act, 1956 or any statutory modifications, substitutions, re-enactments or amendment thereof as may be agreed to by the Board of Directors and Shri K. Harishchandra Prasad.

The draft agreement between the Company and Shri K.Harishchandra Prasad is available for inspection by the members of the Company at its Registered Office between 10.00A.M. To 1.00.P.M. on any working day prior to the date of the Annual General Meeting and will also be available at the Annual General Meeting.

No Directors of the Company other than Shri. K.Harishchandra Prasad is concerned or interested in the proposed Resolution.

Your Directors recommend the resolution for approval.

By Order of the Board  
For Lakshmi Finance & Industrial Corporation Limited

Place: HYDERABAD  
Date: 27<sup>th</sup> July, 2007

**K. HARISHCHANDRA PRASAD**  
**Managing Director**



**DIRECTORS' REPORT**

TO,  
THE MEMBERS,

Your Directors take pleasure in presenting the 83<sup>rd</sup> Annual Report of the Company together with the Audited Statement of Accounts for the year ended 31<sup>st</sup> March 2007.

**SUMMARY OF FINANCIAL RESULTS**

Particulars	(Rs. In Lakhs)	
	2006-2007	2005-2006
Gross Income	622.73	505.53
Gross Profit	580.82	465.85
Less: Interest	0.30	—
: Depreciation	7.97	8.65
Profit for the year before taxation	572.55	457.20
Provision for Taxation:		
Current Tax	30.00	—
Deferred Tax	(1.35)	(0.81)
MAT Credit entitlement	(30.00)	—
Fringe Benefit Tax	0.65	0.85
Profit after tax	573.25	457.16
Prior year taxes	(2.14)	1.73
Profit brought forward	343.51	216.41
Profit available for appropriation	914.62	675.30
Appropriations:		
Proposed Dividend	78.75	78.75
Dividend Tax	13.38	11.04
Transfer to reserve Fund	115.00	92.00
Transfer to General Reserve	200.00	150.00
Balance carried over to Balance Sheet	507.49	343.51

**OPERATIONAL PERFORMANCE:**

During the year under review, the Indian Economy continued to grow stronger with an average GDP growth of 8.6% in the last three years. With the overall Indian Economy booming, the prospects of sustainable GDP growth looks encouraging. In line with impressive economic growth, the Capital Markets and Stock Markets have also performed well during the year and with the prevailing favourable market conditions, it is likely that the performance of the Capital Market and Mutual Fund Industry in the long run will continue to perform well in a healthy manner.

Thus your Company's Gross Income during the year under review increased to Rs.622.73 lakhs as against Rs.505.53 lakhs, registering an increase of 23% over the previous year. The Company's profit after taxes increased to Rs.573.25 lakhs as against Rs.457.16 lakhs, an increase of 25% over the previous year. The improved performance was mainly

on account of the favourable market conditions and also close monitoring of the portfolio investments in Equity Shares and Mutual Funds. The Company will continue to focus its efforts to cautiously monitor portfolio investments activity to generate optimum returns by way of capital appreciation and periodic dividend returns. Further, the Company will continue its efforts to identify new line of business activity as part of diversification.

**DIVIDEND:**

Your Directors take the pleasure in recommending a dividend at the rate 35% (i.e.Rs.3.50 per Equity Share of Rs.10/- each) for the financial year 2006-07. The proposed dividend, if approved at the 83<sup>rd</sup> Annual General Meeting by the members, will be paid to all those equity shareholders whose names appear in the register of members as on 20<sup>th</sup> September, 2007, and also to those whose names appear as beneficial owners as furnished by the National Securities Depository Limited and Central Depository Services (India) Limited. The outflow on account of the Dividend would be Rs. 92.13 lakhs including tax on Dividend.

**PUBLIC DEPOSITS:**

Your Company has not accepted any deposits from the public during the year under review and there are no outstanding deposits as on 31<sup>st</sup> March 2007. Further, the Company is registered with RBI as a "Non Deposit Taking Company".

**DIRECTORS:**

One of our beloved Director, Late Padma Sri.N.Tata Rao, who had been associated with our Company for more than three decades, passed away on 7<sup>th</sup> April, 2007 due to ill health. He served not only as Director of our Company but also served as Chairman of the Andhra Pradesh State Electricity Board and popularly known as the Chief Architect in Andhra Pradesh Power Sector. Your Directors place on record their sincere appreciation for the valuable services rendered and guidance given by Sri.N.Tata Rao.

In accordance with the Companies Act, 1956 and the Articles of Association of our Company, Sri. R Surender Reddy, retires by rotation at the ensuing Annual General Meeting and being eligible, offer himself for reappointment.

**DIRECTORS' RESPONSIBILITY STATEMENT:**

In pursuance of the provisions of Section 217(2AA) of the Companies Act, 1956, the Directors of your Company hereby furnish the following responsibility statement with regard to annual accounts, accounting policies, maintenance of adequate accounting records etc.



- i) that in preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii) that the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year ended 31<sup>st</sup> March,2007 and of the profit and loss of the Company for that period;
- iii) that the Directors have 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) that the Directors have prepared the annual accounts on a going concern basis.

**SUBSIDIARY COMPANY:**

The audited statements of account of the Company's subsidiary "M/s.L-PACK Polymers Limited" together with the report of Directors' and Auditors' for the year ended 31<sup>st</sup> March,2007 as required U/s.212 of the Companies Act,1956 are attached. As informed in the previous year report, the Subsidiary Company has stopped the manufacturing operations with effect from 30.07.2001 and consequently, all the Inventory of Raw Materials and Machinery were disposed. The Management is exploring various alternatives to sell/transfer/dispose the Subsidiary Company in the best interest of the Holding Company.

**CORPORATE GOVERNANCE:**

The Company has started pursuing the code of Corporate Governance as enunciated by SEBI in clause 49 of the listing agreement, though the same is not mandatory to our Company.

**DEPOSITORY SYSTEM:**

Your Company shares have been made available for dematerialisation through the National Securities Depository Limited (NSDL) and Central Depository Services Limited (CDSL). As on 31<sup>st</sup> March,2007, 12.57% of the shares in your Company have been dematerialized.

**AUDITORS:**

The Auditors, M/s.M.Anandam & Co., Chartered Accountants, Secunderabad and M/s.Brahmayya & Co., Chartered Accountants, Hyderabad will retire at the ensuing Annual General Meeting and being eligible, offer themselves

for reappointment.

**PARTICULARS OF EMPLOYEES:**

None of the employees are covered U/s.217(2A) of the Companies Act,1956, read with the Companies (Particulars of Employees) Rules,1975 as amended and forming part of the Directors Report for the year ended 31<sup>st</sup> March,2007.

**LISTING:**

Your Company's shares are presently listed at the Stock Exchange of Hyderabad. Your Company is regular in payment of listing fees.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE:**

The information pursuant to Section 217(i)(e) of the Companies Act,1956 read with Companies (Disclosure of particulars in the report of Directors)Rules, 1988 has not been given as the same is not applicable owing to the nature of activities. The particulars regarding income and expenditure in Foreign Currency is Nil.

**GENERAL:**

The notes forming part of the Accounts are self-explanatory or to the extent necessary, have been dealt with in the preceding paragraphs of the Report.

**PERSONNEL:**

The relations between the employees and the management continued to be cordial during the year under review.

**ACKNOWLEDGEMENTS:**

Your Directors would like to express their grateful appreciation for the assistance and co-operation received from banks, shareholders and all the employees and wish to place on record their deep sense of appreciation.

For and on behalf of the Board

R. SURENDER REDDY  
Director

K. HARISHCHANDRA PRASAD  
Managing Director

Place : Hyderabad  
Date : 27<sup>th</sup> July, 2007



**AUDITORS' REPORT**

To  
The Members of  
LAKSHMI FINANCE & INDUSTRIAL CORPORATION LIMITED,  
HYDERABAD

1. We have audited the attached Balance Sheet of LAKSHMI FINANCE & INDUSTRIAL CORPORATION LIMITED, HYDERABAD (A.P) as at 31<sup>st</sup> March 2007 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.
2. 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.
3. As required by the Companies (Auditors' Report) Order, 2003, issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.
4. Further to our comments in the Annexure referred to above, we report that:
  - i) 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.
  - ii) 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.
  - iii) The Balance Sheet, Profit and Loss Account and Cash Flow statement dealt with by this report are in agreement with the books of account.
  - iv) In our opinion, the Balance Sheet, Profit and Loss account and Cash Flow statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956;
  - v) On the basis of written representations received from the directors, as on 31<sup>st</sup> March, 2007 and taken on record by the Board of Directors, we report that, none of the directors is disqualified as on 31<sup>st</sup> March, 2007 from being appointed as a Director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956;
  - vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read in conjunction with the

Schedules annexed therewith and read with the notes thereon as per Schedule "M", 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 31<sup>st</sup> March, 2007;
- b) in the case of the profit and loss account, of the Profit for the year ended on that date; and
- c) in the case of cash flow statement, of the cash flows for the year ended on that date.

For MANANDAM & CO.,  
Chartered Accountants.

For BRAHMAYYA & CO.,  
Chartered Accountants.

M.V.RANGANATH  
Partner  
Membership No.28031

P.CHANDRAMOULI  
Partner  
Membership No.25211

Place : Hyderabad  
Date : 27<sup>th</sup> July, 2007

**ANNEXURE : LAKSHMI FINANCE & INDUSTRIAL CORPORATION LIMITED, HYDERABAD.**

Referred to in paragraph 3 of our report of even date,

1. a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - b) As explained to us, the management has physically verified most of the fixed assets other than the assets given on lease, during the year and there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification. In case of assets leased out the Company follows the procedures of obtaining confirmations from the lessees and the management has still to obtain such confirmations.
  - c) As per the information and explanations given to us, during the year the Company has not disposed off any substantial part of fixed assets that would affect the going concern status of the Company.
2. In view of the nature of business carried on by the Company, the provisions of Clause (ii) of the Companies (Auditors' Report) Order 2003 are not applicable to the Company for the time being.
3. a) 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.
  - b) In view of our comment in paragraph 3(a) above, (III) (b) , (c), (d), (e), (f) and (g) of paragraph 4 of the aforesaid order are not applicable to the Company.



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 of fixed assets and investments and with regard to sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system.
5. a) On the basis of our examination of the books of account and according to the information and explanations given to us, the Company has not entered into any transaction that needs to be entered in the Register maintained under Section 301 of the Companies Act, 1956.  
b) In view of our comment in paragraph 5(a) above, clause V(b) of aforesaid order in our opinion is not applicable.
6. The Company has not accepted deposits from the public. Hence the provisions of Section 58A, 58AA and other relevant provisions of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975 are not applicable to the Company for the time being.
7. In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.
8. The Central Government has not prescribed the maintenance of cost records under Section 209(1)(d) of the Companies Act, 1956 for the Company.
9. a) According to the records, the Company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education and 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.  
b) According to the information and explanations given to us, no undisputed amounts payable in respect of Wealth Tax, Service Tax, Sales Tax, Customs Duty, Excise Duty and Cess were in arrears, as at 31<sup>st</sup> March, 2007 for a period of more than six months from the date they became payable. However, the Company has to pay an amount of Rs.3, 69,049/- on account of Income-tax dues.  
c) According to the records of the Company and the information and explanations given to us, the dues of Sales Tax/Income Tax/Custom Duty/Wealth Tax/Service Tax/Excise Duty/Cess, which have not been deposited on account of any dispute, are as follows.
10. The Company has no accumulated losses as at the end of the financial year. The Company has not incurred any cash losses during the financial year covered by our audit and in the immediately preceding financial year.
11. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to any financial institutions and banks.
12. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The 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.
14. The Company has maintained proper records for transactions and contracts relating to dealing or trading in shares, securities, debentures and other investments. As explained to us timely entries have been made therein. Shares, debentures and other investments have been held by the Company in its own name to the extent applicable.
15. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
16. According to the information and explanations given to us the Company has not obtained any term loans during the year.
17. In our opinion and according to the information and explanations given to us the funds raised on short-term basis have not been used for long-term investment.
18. During the year, the Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section 301 of the Companies Act, 1956.
19. During the year, the Company has not issued any debentures and therefore the question of creating security or charge in respect there of does not arise.
20. During the year, the Company has not made any public issue and therefore the question of disclosing the end use of money raised by public issue does not arise.
21. Based upon the audit procedures performed and according to the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year.

Nature of the dues	Amount Rs.	Period to which the amount relates	Forum where dispute is pending
Income-tax	12,81,829	Assessment year 2000-01	Commissioner of Incometax (Appeals), Hyderabad
Sales-tax	1,61,394	1993-94 and 1997-98	Salestax Appellate Tribunal, Hyderabad

For **MANANDAM & CO.,**  
Chartered Accountants.

**M.V.RANGANATH**  
Partner  
Membership No.28031

Place : Hyderabad  
Date : 27<sup>th</sup> July, 2007

For **BRAHMAYYA & CO.,**  
Chartered Accountants.

**P.CHANDRAMOULI**  
Partner  
Membership No.25211

**BALANCE SHEET AS AT 31ST MARCH, 2007**

	SCHEDULE NO.	AS AT 31.03.2007 Rs.	AS AT 31.03.2006 Rs.
<b>I. SOURCES OF FUNDS:</b>			
<b>(1) Shareholders Funds:</b>			
(a) Capital	A	2,25,00,000	2,25,00,000
(b) Reserves and Surplus	B	<u>19,19,96,644</u>	<u>14,40,99,098</u>
		<u>21,44,96,644</u>	<u>16,65,99,098</u>
<b>(2) Deferred Tax Liability</b>		<u>1,56,718</u>	<u>2,91,837</u>
<b>TOTAL</b>		<u><u>21,46,53,362</u></u>	<u><u>16,68,90,935</u></u>
<b>II. APPLICATION OF FUNDS:</b>			
<b>(1) Fixed Assets:</b>			
(a) Gross Block	C	2,83,47,537	2,82,45,214
(b) Less: Depreciation		<u>1,79,52,641</u>	<u>1,71,65,979</u>
(c) Net Block		<u>1,03,94,896</u>	<u>1,10,79,235</u>
<b>(2) Investments</b>	D	<u>20,15,96,469</u>	<u>15,55,79,936</u>
<b>(3) Current Assets, Loans and Advances:</b>			
(a) Cash and Bank Balances	E	70,99,870	40,94,853
(b) Other Current Assets	F	10,69,222	10,46,500
(c) Loans and Advances	G	<u>1,36,60,975</u>	<u>1,30,83,991</u>
		<u>2,18,30,067</u>	<u>1,82,25,344</u>
Less: Current Liabilities and Provisions			
(a) Current Liabilities	H	51,35,665	44,50,316
(b) Provisions	I	<u>1,40,32,405</u>	<u>1,35,43,264</u>
		<u>1,91,68,070</u>	<u>1,79,93,580</u>
<b>NET CURRENT ASSETS</b>		<u>26,61,997</u>	<u>2,31,764</u>
<b>TOTAL</b>		<u><u>21,46,53,362</u></u>	<u><u>16,68,90,935</u></u>
Notes on Accounts and Accounting Policies	M		

For and on behalf of the Board

**R.Surender Reddy**  
Director**K.Harishchandra Prasad**  
Managing DirectorPlace : Hyderabad  
Date : 27th July, 2007Per our Report of even date  
**For M.Anandam & Co.,**  
Chartered Accountants**M.V.Ranganath**  
Partner**For Brahmayya & Co.,**  
Chartered Accountants**P. Chandramouli**  
Partner



**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2007**

	SCHEDULE NO.	CURRENT YEAR Rs.	PREVIOUS YEAR Rs.
<b>INCOME:</b>			
Interest Earned (T D S : Current Year Rs.30,695 Previous Year Rs.Nil)	J	2,29,046	5,02,725
Income from Investments		3,06,78,834	1,74,57,722
Profit on Sale of Investments (Net)		2,83,08,921	2,85,58,847
Profit on Sale of Fixed Assets		0	1,70,840
Rents Earned		26,72,741	25,71,597
Miscellaneous Receipts		2,58,706	3,59,177
Bad Debts written off recovered		1,25,000	9,32,000
<b>TOTAL</b>		<b>6,22,73,248</b>	<b>5,05,52,908</b>
<b>EXPENDITURE:</b>			
Staff Cost	K	25,09,461	21,47,921
Interest (Others)		29,784	0
Other Expenses	L	16,81,808	18,19,647
Depreciation	C	7,97,253	8,65,340
<b>TOTAL</b>		<b>50,18,306</b>	<b>48,32,908</b>
<b>PROFIT FOR THE YEAR BEFORE TAXATION</b>		<b>5,72,54,942</b>	<b>4,57,20,000</b>
Less : Provision for Taxation : Current Tax		30,00,000	0
Deferred Tax		(1,35,119)	(81,121)
MAT Credit entitlement		(30,00,000)	0
Fringe Benefit Tax		65,000	85,000
<b>PROFIT FOR THE YEAR AFTER TAXATION</b>		<b>5,73,25,061</b>	<b>4,57,16,121</b>
Less: Income Tax of Earlier Years		2,14,159	0
Add : Excess provision for taxation written back : Balance Brought Forward		0 3,43,50,994	1,73,431 2,16,40,911
<b>AMOUNT AVAILABLE FOR APPROPRIATION</b>		<b>9,14,61,896</b>	<b>6,75,30,463</b>
<b>APPROPRIATIONS:</b>			
Reserve Fund		1,15,00,000	92,00,000
General Reserve		2,00,00,000	1,50,00,000
Dividend		78,75,000	78,75,000
Corporate Dividend Tax thereon		13,38,356	11,04,469
Surplus Carried to Balance Sheet		5,07,48,540	3,43,50,994
<b>TOTAL</b>		<b>9,14,61,896</b>	<b>6,75,30,463</b>
Earnings Per Share - (Basic/Diluted) (Rs.)		25.38	20.40
Notes on Accounts and Accounting Policies	M		

For and on behalf of the Board

**R.Surender Reddy**  
Director**K.Harishchandra Prasad**  
Managing DirectorPlace : Hyderabad  
Date : 27th July, 2007Per our Report of even date  
**For M.Anandam & Co.,**  
Chartered Accountants**M.V.Ranganath**  
Partner**For Brahmayya & Co.,**  
Chartered Accountants**P. Chandramouli**  
Partner



CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2007

	Year Ended 31.03.2007 Rs.	Year Ended 31.03.2006 Rs.
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before Tax	5,72,54,942	4,57,20,000
Adjustments for:		
Depreciation	7,97,253	8,65,340
Profit on Sale of Investments (Net)	(2,83,08,921)	(2,85,58,847)
Loss/(Profit) on Sale of Fixed Assets (Net)	1,044	16,284
Interest (Net)	(1,99,262)	(5,02,725)
Income From Investments	(3,06,78,834)	(1,74,57,722)
Rents Earned	(26,72,741)	(25,71,597)
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b>(38,06,519)</b>	<b>(24,89,267)</b>
Adjustments for:		
Trade and other receivables	24,65,150	13,06,422
Inventories	0	4,89,770
Trade and other payables	12,767	(48,391)
<b>CASH GENERATED FROM OPERATIONS</b>	<b>(13,28,602)</b>	<b>(7,41,466)</b>
Direct Taxes paid	(41,93,230)	(14,19,428)
<b>NET CASH FROM OPERATING ACTIVITIES (A)</b>	<b>(55,21,832)</b>	<b>(21,60,894)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Purchase of Fixed Assets	(1,17,323)	(22,51,407)
Sale of Fixed Assets	3,365	5,50,057
Purchase of Investments	(16,46,32,033)	(11,38,68,716)
Sale of Investments	14,69,24,421	10,09,87,598
Income received from Investments	3,06,78,834	1,74,57,722
Interest received (Net)	1,99,262	5,02,725
Rents Earned	26,72,741	25,71,597
<b>NET CASH USED IN INVESTING ACTIVITIES (B)</b>	<b>1,57,29,267</b>	<b>59,49,576</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Dividend Paid	(72,02,418)	(41,05,862)
<b>NET CASH GENERATED IN FINANCING ACTIVITIES (C)</b>	<b>(72,02,418)</b>	<b>(41,05,862)</b>
<b>NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b>30,05,017</b>	<b>(3,17,180)</b>
Cash and Cash equivalents as at 01-04-2006	40,94,853	44,12,033
Cash and Cash equivalents as at 31-03-2007	<b>70,99,870</b>	<b>40,94,853</b>

For and on behalf of the Board

R.Surender Reddy  
Director

K.Harishchandra Prasad  
Managing Director

Place : Hyderabad  
Date : 27th July, 2007

Per our Report of even date  
For M.Anandam & Co.,  
Chartered Accountants

M.V.Ranganath  
Partner  
For Brahmaya & Co.,  
Chartered Accountants

P. Chandramouli  
Partner

Note: Previous Year's figures have been regrouped, recast wherever necessary to make them comparable with current year's figures.



Schedules annexed to and forming part of the accounts for the year ended 31st March, 2007

A SHARE CAPITAL:	AS AT 31.03.2007 Rs.	AS AT 31.03.2006 Rs.
<b>Authorised:</b>		
30,00,000 Equity Shares of Rs.10/- each	<u>3,00,00,000</u>	<u>3,00,00,000</u>
<b>Issued, Subscribed and Paid Up:</b>		
22,50,000 Equity Shares of Rs.10/- each Fully paid up	<u>2,25,00,000</u>	<u>2,25,00,000</u>
Of the above Shares		
1) 14,240 Equity Shares of Rs.10/- each were allotted as fully paid up for consideration other than cash		
2) 12,50,000 Equity Shares of Rs.10/- each were allotted as fully paid up Bonus Shares by way of Capitalisation of General Reserve		
<b>TOTAL</b>	<u><u>2,25,00,000</u></u>	<u><u>2,25,00,000</u></u>

**B RESERVES AND SURPLUS:**

	AS AT 31.03.2006 Rs.	Additions Rs.	Deductions Rs.	AS AT 31.03.2007 Rs.
(a) Securities Premium Account	6,48,220	0	0	<b>6,48,220</b>
(b) Capital Reserve	5,03,51,780	0	0	<b>5,03,51,780</b>
(c) General Reserve	3,60,07,104	2,00,00,000	0	<b>5,60,07,104</b>
(d) Reserve Fund as per RBI Guidelines	2,27,41,000	1,15,00,000	0	<b>3,42,41,000</b>
(e) Surplus i.e. balance in profit and loss account	3,43,50,994	5,07,48,540	3,43,50,994	<b>5,07,48,540</b>
<b>TOTAL</b>	<u>14,40,99,098</u>	<u>8,22,48,540</u>	<u>3,43,50,994</u>	<u><b>19,19,96,644</b></u>

**C. FIXED ASSETS:**

Sl. NO. PARTICULARS	GROSS BLOCK			DEPRECIATION				NET BLOCK		
	As at 31.03.2006 Rs.	Additions Rs.	Deductions Rs.	As at 31.03.2007 Rs.	Upto 31.03.2006 Rs.	For the Year Rs.	On Deductions Rs.	Upto 31.03.2007 Rs.	As at 31.03.2007 Rs.	As at 31.03.2006 Rs.
1. Land (***)	19,33,065	13,916	0	<b>19,46,981</b>	0	0	0	<b>0</b>	<b>19,46,981</b>	19,33,065
2. Buildings	1,04,52,774	0	0	<b>1,04,52,774</b>	32,90,046	3,58,136	0	<b>36,48,182</b>	<b>68,04,592</b>	71,62,728
3. Computers	4,02,073	43,300	0	<b>4,45,373</b>	3,63,045	23,678	0	<b>3,86,723</b>	<b>58,650</b>	39,028
4. Furniture and Fixtures	3,76,926	3,596	0	<b>3,80,522</b>	3,56,966	7,209	0	<b>3,64,175</b>	<b>16,347</b>	19,960
5. Vehicles	18,59,227	41,011	15,000	<b>18,85,238</b>	7,01,072	3,07,687	10,591	<b>9,98,168</b>	<b>8,87,070</b>	11,58,155
6. Office Equipments	2,18,714	0	0	<b>2,18,714</b>	1,62,904	7,763	0	<b>1,70,667</b>	<b>48,047</b>	55,810
7. Airconditioners and Generator	1,02,827	15,500	0	<b>1,18,327</b>	88,193	3,932	0	<b>92,125</b>	<b>26,202</b>	14,634
8. Plant and Machinery given on Lease	1,28,99,608	0	0	<b>1,28,99,608</b>	1,22,03,753	88,848	0	<b>1,22,92,601</b>	<b>6,07,007</b>	6,95,855
<b>Total</b>	<b>2,82,45,214</b>	<b>1,17,323</b>	<b>15,000</b>	<b>2,83,47,537</b>	<b>1,71,65,979</b>	<b>7,97,253</b>	<b>10,591</b>	<b>1,79,52,641</b>	<b>1,03,94,896</b>	<b>1,10,79,235</b>
Previous Year	3,52,18,875	22,51,407	92,25,068	<b>2,82,45,214</b>	2,49,59,366	8,65,340	86,58,727	<b>1,71,65,979</b>	<b>1,10,79,235</b>	1,02,59,509

(\*\*\*) Addl. Stamp Duty, Regn. Charges and other expenses on Land Registration.



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	As at 31.03.2007 Rs.	As at 31.03.2006 Rs.
<b>D : INVESTMENTS</b>		
<b>LONG TERM, AT COST: NON-TRADE:</b>		
EQUITY SHARES - SUBSIDIARY COMPANY - FULLY PAID	1 <b>20,00,000</b>	20,00,000
EQUITY SHARES - OTHER COMPANIES - FULLY PAID	2 <b>4,94,91,469</b>	4,65,18,674
GOVERNMENT SECURITIES	3 <b>5,000</b>	5,000
MUTUAL FUNDS	4 <b>15,21,00,000</b>	10,90,56,262
<b>TOTAL</b>	<b>20,35,96,469</b>	15,75,79,936
Less: Diminution in the value of investments	<b>20,00,000</b>	20,00,000
Carrying value of investments	<b>20,15,96,469</b>	15,55,79,936
Aggregate cost of quoted investments	<b>20,15,86,469</b>	15,55,69,936
Aggregate market value of quoted investments	<b>21,62,13,364</b>	21,93,11,814
Aggregate cost of unquoted investments	<b>20,10,000</b>	20,10,000

NAME OF THE COMPANY	F.V. Rs.	No of Shares As at 31.03.2006	Additions/ (Deletions) of Shares	No of Shares As at 31.03.2007	As at 31.03.2007 Rs.	As at 31.03.2006 Rs.
<b>1 SHARES IN SUBSIDIARY COMPANY:</b>						
L-PACK Polymers Limited	1000	20000	-	20000	<u>20,00,000</u>	<u>20,00,000</u>
<b>2 EQUITY SHARES - OTHER COMPANIES (FULLY PAID):</b>						
Alok Industries Limited	1000	3000	10000	13000	7,79,906	1,96,583
Amtek India Limited (a)	200	3000	3925	6925	9,01,025	3,25,231
Andhra Pradesh Paper Mills Limited	1000	2500	(2500)	0	0	2,37,500
Andhra Bank	1000	1411	(1411)	0	0	81,224
Ashok Leyland Limited	100	27000	2000	5600	19,02,195	6,85,270
Atlas Copco (India) Limited	1000	871	1571(771)	1671	9,07,628	6,81,565
Avantis Pharma Limited	1000	98	(958)	0	0	11,80,402
B.N.Rathi Securities Limited	1000	62675	0	62675	6,28,000	6,28,000
Bajaj Hindustan Limited	100	2500	(2500)	0	0	5,14,552
Balrampur Chini Mills Limited	100	8000	500(8000)	500	40,403	600,743
Bhagyanagar India Limited (b)	200	30000	26009(17850)	38159	8,32,171	7,53,718
Bharat Heavy Electricals Limited	1000	1150	475	1625	32,79,249	21,91,697
Bhushan Steels Limited	1000	1500	(1500)	0	0	2,53,521
B O C India Limited	1000	0	5300	5300	10,34,541	0
Bongaion Refineries Limited	1000	2000	(2000)	0	0	1,74,410
CESC Limited	1000	6000	(6000)	0	0	7,81,364
Chambal Fertilisers & Chemicals Ltd.	1000	11000	(11000)	0	0	3,66,486
Chennai Petroleum Corporation Limited	1000	500	(500)	0	0	51,814
Crompton Greaves Limited	200	0	12596	12596	19,35,978	0
EID Parry (India) Limited	200	10000	(10000)	0	0	8,78,969
Electro Steel Castings Limited	1000	1500	(1500)	0	0	5,30,472
Electrotherm (India) Limited	1000	0	5600	5600	15,33,592	0
ERA Constructions (India) Limited	1000	0	3900	3900	17,41,565	0
Gammon India Limited	200	2200	800(2200)	800	3,08,477	8,66,187
Shree Ganesh Forgings Limited	1000	3000	(3000)	0	0	1,59,402
Garden Silk Mills Limited	1000	8000	(8000)	0	0	4,36,782
Gujarat Alkalies & Chemicals Limited	1000	3335	(3335)	0	0	4,71,536
Gujarat NRE Coke Limited (c)	1000	7500	7500(7500)	7500	3,58,511	7,17,022
Garware-Wall Ropes Limited	1000	15000	(5000)	10000	2,97,574	4,46,324
Havell's India Limited	500	2000	5800(900)	6900	17,76,651	9,11,896
Hindustan Construction Company Limited	100	11000	500(10000)	1500	99,049	7,05,553
IPCA Laboratories Limited	1000	1667	(1667)	0	0	5,52,847
Ind-Swift Laboratories Limited	1000	6000	(6000)	0	0	10,65,693
ITCL Limited	100	0	4600	4600	8,05,260	0
Indian Petrochemicals Corporation Limited	1000	5500	1000	6500	13,62,316	10,89,995
Infosys Technologies Limited	500	470	2325	2795	45,56,249	13,30,706
IVRCL Infrastructures & Projects Limited	200	20000	3900(12000)	11900	21,92,000	26,18,243
Jaiprakash Associates Limited	1000	2000	(1000)	1000	3,39,430	6,78,850



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NAME OF THE COMPANY	FV. Rs.	Noof Shares/Units Asat 31.03.2006	Additions/ (Deletions) of Shares/Units	Noof Shares/Units Asat 31.03.2007	Asat 31.03.2007 Rs.	Asat 31.03.2006 Rs.
Jayaswals Neco Limited	1000	11000	(11000)	0	0	3,74,527
Jindal Stainless Steel Limited	1000	1000	(1000)	0	0	77,212
JSW Steel Limited	1000	714	(714)	0	0	1,14,240
Kirloskar Oil Engines Limited	200	0	3600	3600	8,19,748	0
Kochi Refineries Limited	1000	1000	(1000)	0	0	1,50,698
Larsen & Toubro Limited (d)	1000	50	0	50	7,288	7,288
LIC Housing Finance Limited	1000	1300	(1300)	0	0	2,42,087
Lloyd Electric & Engg. Limited	1000	3000	(3000)	0	0	4,64,930
Mahindra & Mahindra Limited	1000	2600	700(800)	2500	9,45,145	6,17,131
Manugraph India Limited	200	0	5000	5000	11,62,446	0
Manuti Udyog Limited	1000	0	1500	1500	11,30,866	0
Mawana Sugars Limited	1000	4500	(4500)	0	0	4,46,311
NTPC Limited	1000	4000	3500(4000)	3500	3,67,058	3,25,607
Nagarjuna Agrichem Limited	1000	4650	(4650)	0	0	5,70,787
Nagarjuna Construction Company Limited (e)	200	16500	16385(11500)	21385	8,94,567	2,69,195
Nava Bharat Ventures Limited (f)	200	45000	4500(22585)	26915	16,40,058	23,37,686
Neyveli Lignite Corporation Limited	1000	2500	(2500)	0	0	2,03,681
Oil and Natural Gas Corporation Limited	1000	1100	550(500)	1150	7,42,798	10,65,753
Omax Auto Limited	1000	2000	(2000)	0	0	2,14,377
Phonix Lamps Limited	1000	7500	0	7500	6,86,986	6,86,986
Praj Industries Limited	200	11990	3570(8995)	6665	6,07,011	6,86,620
PRICOLL Limited	100	4600	(4600)	0	0	2,39,111
Reliance Industries Limited	1000	4700	1825(2000)	4525	23,62,870	13,30,416
Reliance Capital Ventures Limited	1000	4500	(4500)	0	0	29,761
Reliance Energy Ventures Limited	1000	4500	(4500)	0	0	1,67,119
Reliance Natural Resources Limited	1000	4500	(4500)	0	0	16,025
Reliance Communication Ventures Limited	1000	4500	0	4500	8,85,962	8,85,962
Rico Auto Industries Limited	100	4000	(4000)	0	0	3,04,518
Satyam Computer Services Limited	200	0	7100	7100	27,22,974	0
Sesa Goa Limited	1000	2500	(1500)	1000	7,02,824	17,57,059
Shasun Chemicals and Drugs Limited	200	5000	0	5000	4,71,478	4,71,478
Sona Koyo Steering Systems Limited	200	6500	6500	13000	3,68,694	3,68,694
State Bank of India	1000	1700	(1700)	0	0	10,70,298
Steel Authority of India Limited	1000	9000	(9000)	0	0	3,70,617
Super Spinning Mills Limited (g)	100	2090	18810(17400)	3500	77,987	4,65,533
Supreme Petrochem Limited	1000	8000	(8000)	0	0	2,78,713
Suraj Diamonds And Jewellery Limited	1000	20000	0	20000	9,43,800	9,43,800
Suryalata Spinning Mills Limited	1000	5250	4800(3510)	6540	4,74,132	4,34,576
TAJ GVK Hotels & Resorts Limited	200	2784	2216(2784)	2216	4,93,593	6,15,347
Tata Chemicals Limited	1000	5500	(5500)	0	0	12,68,482
Tata Metaliks Limited	1000	5000	(5000)	0	0	7,35,363
Teledata Informatics Limited	1000	20000	0	20000	6,69,821	6,69,821
TISCO Limited	1000	2100	(2100)	0	0	5,45,503
Ucal Fuel Systems Limited	1000	4500	(4500)	0	0	4,89,891
Uttam Galva Limited	1000	9000	(9000)	0	0	2,64,828
Visakha Industries Limited	1000	8882	11118	20000	22,17,289	7,71,086
Zenotech Laboratories Limited	1000	0	7409	7409	4,79,304	0
A.P.Mahesh Co-operative Urban Bank Limited	2000	250	-	250	5,000	5,000
<b>3. GOVERNMENT SECURITIES:</b>					<b>4,94,91,469</b>	<b>4,65,18,674</b>
7 year National Savings Certificate - 2nd Issue (h)		-	-		5,000	5,000
					<b>5,000</b>	<b>5,000</b>
<b>4. MUTUAL FUNDS:</b>						
DSP Merrill Lynch Opportunities Fund (Dividend)	1000	53591	(53591)	0	0	15,00,000
Franklin India Prima Fund (Dividend)	1000	159378	57978(159378)	57978	30,00,000	75,00,000
Sundaram BNP Paribas Select Midcap Fund (Div)	1000	290193	325751(290193)	325751	60,00,000	44,00,000
HDFC Equity Fund (Dividend)	1000	301161	64299(301161)	64299	25,00,000	65,92,445
Tata Pure Equity Fund (Dividend)	1000	123401	(123401)	0	0	20,57,775
Reliance Growth Fund (Dividend)	1000	295117	36160(151640)	179637	92,00,000	1,25,06,042
SBI MSFU - Contra Fund Growth (Dividend)	1000	343847	(210286)	133561	30,00,000	65,00,000
Franklin India Flexi Cap Fund (Growth)	1000	200000	145433(200000)	145433	25,00,000	20,00,000
Birla MNC Fund (Dividend)	1000	85497	0	85497	40,00,000	40,00,000



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NAME OF THE COMPANY	FV. Rs	No of Units Asat 31.03.2006	Additions/ (Deletions) of Units	No of Units Asat 31.03.2007	Asat 31.03.2007 Rs	Asat 31.03.2006 Rs
Kotak Midcap (Growth)	10.00	195599	(195599)	0	0	20,00,000
SBI Magnum Global Fund (Dividend)	10.00	221805	117949/(68027)	271727	70,00,000	40,00,000
UTI Infrastructure Fund (Dividend)	10.00	106308	352655	458963	85,00,000	15,00,000
SBI Magnum Midcap (Dividend)	10.00	200000	(200000)	0	0	20,00,000
Reliance Vision Fund (Dividend)	10.00	64650	186368/(64650)	186368	1,00,00,000	25,00,000
HSBC Midcap Equity Fund (Dividend)	10.00	97800	80363/(97800)	80363	15,00,000	10,00,000
ICICI Prudential Discovery Fund (Dividend)	10.00	361900	118259/(361900)	118259	25,00,000	60,00,000
ICICI Prudential Emerging Star Fund (Dividend)	10.00	245851	76017/(245851)	76017	20,00,000	40,00,000
Principle Resurgent India. Equity Fund (Dividend)	10.00	66247	98814/(66247)	98814	20,00,000	20,00,000
ICICI Prudential Infrastructure Fund (Dividend)	10.00	244499	167673	412171	50,00,000	25,00,000
ICICI Prudential Dynamic Fund (Dividend)	10.00	250367	83203	333570	60,00,000	40,00,000
Franklin India Opportunities Fund (Dividend)	10.00	153092	262399/(153092)	262399	50,00,000	25,00,000
SBI Magnum Multicap (Dividend)	10.00	200000	121065	321065	40,00,000	20,00,000
ICICI Prudential Services Industries Fund (Dividend)	10.00	244499	317556	562055	75,00,000	25,00,000
DSP Merrill Lynch Equity Fund (Dividend)	10.00	67404	51519	118923	50,00,000	25,00,000
SBI Emerging Business Fund (Dividend)	10.00	258389	(258389)	0	0	40,00,000
SBI Bluechip Fund (Dividend)	10.00	200000	(200000)	0	0	20,00,000
Fidelity Equity Fund (Dividend)	10.00	167808	0	167808	25,00,000	25,00,000
UTI Leadership Equity Fund (Dividend)	10.00	244499	(244499)	0	0	25,00,000
Sundaram BNP Paribas India Leadership Fund (Dividend)	10.00	143007	(143007)	0	0	25,00,000
Reliance Equity Fund (Dividend)	10.00	500000	0	500000	50,00,000	50,00,000
Reliance Diversified Power Sector Fund (Dividend)	10.00	107651	79132	186783	50,00,000	25,00,000
SBI Magnum Equity Fund (Dividend)	10.00	0	84260	84260	25,00,000	0
UTI Growth Sector Fund Services (Income-payout)	10.00	0	6598	6598	25,00,000	0
ICICI Prudential Power Fund (Dividend)	10.00	0	198255	198255	40,00,000	0
Birla Sun Life Frontline Equity Fund (Dividend)	10.00	0	222153	222153	50,00,000	0
DSP Merrill Lynch India T.I.G.E.R. Fund (Dividend)	10.00	0	327999	327999	70,00,000	0
Tata Infrastructure Fund (Dividend)	10.00	0	236852	236852	50,00,000	0
Sundaram BNP Paribas Select Focus (Dividend)	10.00	0	152847	152847	25,00,000	0
Franklin India Prima plus Fund (Dividend)	10.00	0	125228	125228	45,00,000	0
Kotak 30 Equity Scheme (Dividend)	10.00	0	76777	76777	29,00,000	0
Birla Top 100 Fund (Dividend)	10.00	0	158702	158702	25,00,000	0
Reliance Equity Opportunities Fund (Dividend)	10.00	0	234825	234825	50,00,000	0
<b>GRAND TOTAL:</b>					<b>15,21,00,000</b>	<b>10,90,56,262</b>
<b>BOUGHT AND SOLD DURING THE YEAR:</b>					<b>20,35,96,469</b>	<b>15,75,79,936</b>

Description	BOUGHT		SOLD	
	No. Of Units	Cost (Rupees)	No. Of Units	Cost (Rupees)
1. Templeton India Treasury Management A/c weekly Dividend	7288.424	90,74,136.22	7288.424	90,72,243.18
2. HDFCLiquid Fund Div.Reinvestment	235779.977	24,32,640.74	235779.977	24,31,858.27
3. SBI Magnum Insta Cash Fund Div Reinvestment	475579.935	50,41,941.35	475579.935	50,46,711.60
4. Kotak Mid Cap Dividend	354603.25	69,50,420.41	354603.25	55,21,518.73

**Note:**

- (a) Face value of Rs. 10/- Sub-divided into Rs.2/- during the year
- (b) Name of the Company had changed from Bhagya Nagar Metals Ltd., to Bhagya Nagar India Ltd.,
- (c) During the year the Company issued Bonus Shares in the ratio of 1:1
- (d) 50 shares are not in the possession of the Company.
- (e) During the year the Company issued Bonus Shares in the ratio of 1:1
- (f) Name of the Company had changed from Nava Bharat Ferro Alloys Ltd., to Nava Bharat Ventures Ltd.,
- (g) Face Value of Rs 10/- Sub-divided into Rs.1/- during the year
- (h) Lodged with Sales Tax Department as security deposit.



	AS AT 31.03.2007 Rs.	AS AT 31.03.2006 Rs.
<b>E CASH AND BANK BALANCES:</b>		
Cash in Hand	9,181	17,940
Cash with Scheduled Banks : in Current Accounts	70,90,689	40,76,913
TOTAL	<u>70,99,870</u>	<u>40,94,853</u>
<b>F OTHER CURRENT ASSETS:</b>		
Rent Receivable	91,697	68,975
Sales Tax Refund Receivable	9,77,525	9,77,525
TOTAL	<u>10,69,222</u>	<u>10,46,500</u>
<b>G LOANS AND ADVANCES:</b>		
(Unsecured, considered good, recoverable in cash or in kind or for value to be received)		
Sundry Advances	691	41
Prepaid Expenses	1,71,033	1,55,582
Deposits Recoverable	1,01,993	1,01,993
Loans together with Interest accrued thereon	0	25,03,973
Other Loans	1,57,500	1,57,500
Advance Income Tax and TDS	1,02,29,758	1,01,64,902
MAT Credit entitlement	30,00,000	0
TOTAL	<u>1,36,60,975</u>	<u>1,30,83,991</u>
<b>H CURRENT LIABILITIES:</b>		
Sundry Creditors	2,82,883	1,85,048
Other Liabilities	13,16,676	14,01,744
Unpaid Dividends *	35,36,106	28,63,524
TOTAL	<u>51,35,665</u>	<u>44,50,316</u>
<b>I PROVISIONS:</b>		
Taxation	48,19,049	45,63,795
Proposed Dividend	78,75,000	78,75,000
Corporate Dividend Tax	13,38,356	11,04,469
TOTAL	<u>1,40,32,405</u>	<u>1,35,43,264</u>

\* Appropriate amount shall be transferred to "Investor Education and Protection Fund" as and when due.



	CURRENT YEAR Rs.	PREVIOUS YEAR Rs.
<b>J INTEREST EARNED:</b>		
On Bank Deposits	1,36,776	0
On Other Advances/Loans	92,270	5,02,725
<b>TOTAL</b>	<b>2,29,046</b>	<b>5,02,725</b>
<b>K STAFF COST:</b>		
Salaries, Wages and Bonus	19,71,787	16,76,818
Contribution to Provident and Other Funds	4,08,567	3,36,367
Staff Welfare Expenses	1,29,107	1,34,736
<b>TOTAL</b>	<b>25,09,461</b>	<b>21,47,921</b>
<b>L OTHER EXPENSES:</b>		
Power and Fuel	57,222	51,494
Printing and Stationery	64,759	68,061
Postage, Telephone and Telex	1,36,115	1,44,201
Rent	2,79,972	2,79,972
Rates and Taxes	2,18,524	2,09,252
Insurance	46,198	42,648
Travelling and Conveyance	1,37,978	1,08,618
Vehicle Maintenance	95,497	1,13,363
Directors Sitting Fees	36,000	24,000
Legal and Professional Charges	19,502	35,065
Remuneration to Auditors:		
as auditors	25,281	25,254
for Tax Representation	25,000	10,000
for certification	15,152	13,775
for tax audit	0	5,510
Advertisement	15,768	19,904
Repairs and Maintenance to:		
Rented Buildings	2,65,239	2,74,054
Own Buildings	47,820	49,055
Other Asssets	25,371	0
Miscellaneous Expenses	1,69,366	1,58,297
Loss on Sale of Assets	1,044	1,87,124
<b>TOTAL</b>	<b>16,81,808</b>	<b>18,19,647</b>





SCHEDULE TO THE BALANCE SHEET AS AT 31ST MARCH, 2007

Sl. No.	PARTICULARS	(Rs. in lakhs)	
		Amount outstanding	Amount overdue
<b>LIABILITY SIDE:</b>			
(1)	<b>LOANS AND ADVANCES AVAILABLE BY THE NBFCs INCLUSIVE OF INTEREST ACCRUED THEREON BUT NOT PAID</b>		
	(a) Debentures : Secured	-	-
	: Unsecured		
	(b) Deferred Credits	-	-
	(c) Term Loans	-	-
	(d) Inter-corporate loans and borrowings	-	-
	(e) Commercial paper	-	-
	(f) Public Deposits	-	-
	(g) Other Loans (specify nature)	-	-
(2)	<b>BREAK-UPOF (1)(f) ABOVE (OUTSTANDING PUBLIC DEPOSITS INCLUSIVE OF INTEREST ACCRUED THEREON BUT NOT PAID):</b>		
	(a) In the form of unsecured debentures	-	-
	(b) In the form of partly secured debentures i.e., debentures where there is a shortfall in the value of security	-	-
	(c) Other Public Deposits	-	-
<b>ASSET SIDE:</b>		<b>AMOUNT OUTSTANDING</b>	
(3)	<b>BREAK-UPOF LOANS AND ADVANCES INCLUDING BILLS RECEIVABLES [OTHER THAN THOSE INCLUDED IN (4) BELOW]:</b>		
	(a) Secured	-	
	(b) Unsecured	157	
(4)	<b>BREAK-UPOF LEASED ASSETS AND STOCK ON HIRE AND HYPOTHECATION LOANS COUNTING TOWARDS EL/HP ACTIVITIES</b>		
(i)	Leased assets including lease rentals under sundry debtors		
	(a) Financial lease	-	
	(b) Operating lease	-	
(ii)	Stock on Hire including hire charges under sundry debtors:		

(a) Assets on hire	-
(b) Repossessed Assets	-
(iii) Hypothecation loans counting towards EL/HP activities	
(a) Loans where assets have been repossessed	-
(b) Loans other than above	-
<b>5 BREAK-UPOF INVESTMENTS:</b>	
Current Investments:	
1. Quoted:	
(i) Shares:	
(a) Equity	-
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	-
(iv) Government Securities	-
(v) Others (please specify)	-
2. Unquoted:	
(i) Shares:	
(a) Equity	-
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	-
(iv) Government Securities	-
(v) Others (please specify)	-
Long Term Investments:	
1. Quoted:	
(i) Shares:	
(a) Equity	494.86
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	1,521.00
(iv) Government Securities	-
(v) Others (please specify)	-
2. Unquoted:	
(i) Shares:	
(a) Equity	20.05
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of mutual funds	-
(iv) Government Securities	0.05
(v) Others (please specify)	-



**6 BORROWER GROUP- WISE CLASSIFICATION OF ALL LEASED ASSETS.  
STOCK -ON-HIRE AND LOANS AND ADVANCES:**

CATEGORY	Amount net of provisions		
	Secured	Unsecured	Total
1. Related parties			
(a) Subsidiaries	-	-	-
(b) Companies in the same group	-	-	-
(c) Other related parties	-	-	-
2. Other than related parties	-	1.57	1.57
Total	-	1.57	1.57

**(7) INVESTOR GROUP - WISE CLASSIFICATION OF ALL INVESTMENTS (CURRENT AND LONG TERM) IN SHARES AND SECURITIES (BOTH QUOTED AND UNQUOTED)**

CATEGORY	Market Value/ Break up or fair value or NAV	Book Value (Net of provisions)
1. Related parties		
(a) Subsidiaries	-	-
(b) Companies in the same group	-	-
(c) Other related parties	-	-
2. Other than related parties	2,162.13	2,015.96
Total	2,162.13	2,015.96

**(8) OTHER INFORMATION**

Particulars	Amount
(I) Gross Non-performing Assets	-
(a) Related parties	-
(b) Other than related parties	-
(ii) Net Non-performing Assets	-
(a) Related parties	-
(b) Other than related parties	-
(iii) Assets acquired in satisfaction of debts	-

For and on behalf of the Board

R. SURENDER REDDY  
DIRECTOR

Place : Hyderabad  
Date : 27th July, 2007

K.HARISHCHANDRA PRASAD  
MANAGING DIRECTOR



**M. SIGNIFICANT ACCOUNTING POLICIES:**

- a) Financial Statements are based on historical costs.
- b) The preparation of financial statements requires the management of the Company to make certain estimates and assumptions that effect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expenditure during the year. Example of such estimates includes provision for doubtful debts, employee retirement benefits and provision for taxes etc.. Any revision to such estimate is recognised prospectively in the year in which they are revised.
- c) Fixed Assets are stated at cost net of depreciation provided.
- d) Long Term Investments are carried at cost. Provision for diminution, if any, in the opinion of the Board, in the value of each long-term investment is made to recognise a decline, other than of a temporary nature.
- e) Stock in trade is valued at lower of cost or realisable value.
- f) The following are accounted for on receipt basis:
  - i) Additional Finance Charges on over dues.
  - ii) Dividend Income.
- g) Provision for Earned Leave is made for value of unutilised leave due to employees at the end of the year.
- h) Provident Fund is administered through Regional Provident Fund Commissioner. Superannuation and group gratuity schemes are administered through policies taken from Life Insurance Corporation of India. All outgoings are charged to revenue.
- i) Depreciation on Fixed Assets is provided as follows:
  - i) Depreciation on Plant & Machinery not related to leases is provided on straight-line method, in accordance with schedule xiv to the Companies Act, 1956.
  - ii) On written down value method on the other assets (excluding the assets given on lease on or after 1.4.1991), in accordance with Schedule xiv to the Companies Act, 1956 read with circular No.1/86 dated 21.5.1986 issued by the Department of Company Affairs, Government of India.
  - iii) The Assets given on lease on or after 1.4.1991 are written off during the primary lease period taking the month as a unit.
- j) Deferred tax asset and liability is calculated by applying the tax rate and tax laws that have been enacted or substantially enacted by the balance sheet date. Deferred tax assets are recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax asset can be realised.

**M. NOTES ON ACCOUNTS:**

1. Contingent Liabilities not provided for on account of:

	Current year Rs.	Previous year Rs.
(i) Demand from Income tax Department disputed and pending in appeal for the Asst. Year 2000-01 to the extent of	12,81,829	12,81,829

- (ii) Demand from Sales Tax Department disputed and pending in appeal to the extent of
- |                                                                                                                                                                                                                                                                    | 1,61,394 | 1,61,394 |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------|----------|
| 2. Plant and Machinery given on lease includes Equipment costing Rs.129.00 Lakhs (previous year Rs.129.00 Lakhs) in respect of which leases have expired or otherwise terminated. The Company is in the process of calling back and taking possession of the same. |          |          |
| 3. The Management has initiated steps to evaluate the quality of all its receivables as at the year-end and found all of them to be standard and there are no Non-performing Assets in accordance with the prudential norms issued by Reserve Bank of India.       |          |          |
| 4. Profit on Sale of Investments credited to Profit and Loss account consists of the following.                                                                                                                                                                    |          |          |

	Current year Rs.	Previous year Rs.
Long Term : Gain	3,50,58,885	2,90,78,847
: Loss	(53,23,198)	(6,31,422)
a) Net Long Term Gain/(Loss)	<u>2,97,35,687</u>	<u>2,84,47,425</u>
Short Term : Gain	4,811	9,13,554
: Loss	(14,31,577)	(8,02,132)
b) Net Short Term Gain/(Loss)	<u>(14,26,766)</u>	<u>1,11,422</u>
Net Profit (a + b)	<u><u>2,83,08,921</u></u>	<u><u>2,85,58,847</u></u>

**5. INVESTMENTS:**

- a) 250 Equity shares of AP Mahesh Co-operative Urban Bank Limited costing Rs. 5,000/- are held in the name of Sri. K. Harishchandra Prasad, Managing Director of the Company.
- b) 700 Equity Shares of L-Pack Polymers Ltd., subsidiary of the company are held in the name of Nominees.
6. Balances under receivables and payables are subject to confirmation.
7. Managerial Remuneration included in the other heads of account (Minimum remuneration as per Schedule XIII to the Companies Act, 1956)

	Current year Rs.	Previous year Rs.
Managing Director salary	14,14,194	11,67,742
Cost of perquisites and Contributions	4,29,224	4,06,194
Total:	<u><u>18,43,418</u></u>	<u><u>15,73,936</u></u>

8. The following are the details of the transactions with related parties as required to be disclosed as per the Accounting Standard 18:

(a) Nature of Transaction: Key Management Personnel

	Current year	Previous year
i. Remuneration	18,43,418	15,73,936

(b) Name of related party and description of relationship:  
Key Management Personnel K. Harishchandra Prasad, M.D.

(c) Due from/ ( Due to) related party :

	Current year	Previous year
K. Harishchandra Prasad Managing Director	(5,058)	(6,870)



<p>9. Particulars of earning per share:</p> <table border="0"> <thead> <tr> <th></th> <th style="text-align: center;"><b>Current Year</b></th> <th style="text-align: center;">Previous Year</th> </tr> <tr> <th></th> <th colspan="2" style="text-align: center;">(Rs.in lakhs)</th> </tr> </thead> <tbody> <tr> <td>Net Profit for the year attributable to equity share holders</td> <td style="text-align: right;"><b>571.11</b></td> <td style="text-align: right;">458.90</td> </tr> <tr> <td>Number of Equity Shares</td> <td style="text-align: right;"><b>22,50,000</b></td> <td style="text-align: right;">22,50,000</td> </tr> <tr> <td>Nominal value of the Shares (Rs.)</td> <td style="text-align: right;"><b>10</b></td> <td style="text-align: right;">10</td> </tr> <tr> <td>Earning per share (Basic/ Diluted) (Rs.)</td> <td style="text-align: right;"><b>25.38</b></td> <td style="text-align: right;">20.40</td> </tr> </tbody> </table> <p>10. In terms of Accounting Standard 22, "Accounting for taxes on income" (AS 22) issued by the Institute of Chartered Accountants of India, the Company has accounted for deferred taxes during the year. The following are the major components of deferred tax assets/(liabilities).</p> <table border="0"> <thead> <tr> <th style="text-align: left;">Particulars</th> <th style="text-align: center;"><b>Current Year Rs.</b></th> <th style="text-align: center;">Previous Year Rs.</th> </tr> </thead> <tbody> <tr> <td>Differences between book and tax depreciation.</td> <td style="text-align: right;"><b>(1,78,510)</b></td> <td style="text-align: right;">(3,11,133)</td> </tr> <tr> <td>Provision for other expenses</td> <td style="text-align: right;"><b>21,792</b></td> <td style="text-align: right;">19,296</td> </tr> <tr> <td style="text-align: right;">Total</td> <td style="text-align: right;"><b><u>(1,56,718)</u></b></td> <td style="text-align: right;"><u>(2,91,837)</u></td> </tr> </tbody> </table>		<b>Current Year</b>	Previous Year		(Rs.in lakhs)		Net Profit for the year attributable to equity share holders	<b>571.11</b>	458.90	Number of Equity Shares	<b>22,50,000</b>	22,50,000	Nominal value of the Shares (Rs.)	<b>10</b>	10	Earning per share (Basic/ Diluted) (Rs.)	<b>25.38</b>	20.40	Particulars	<b>Current Year Rs.</b>	Previous Year Rs.	Differences between book and tax depreciation.	<b>(1,78,510)</b>	(3,11,133)	Provision for other expenses	<b>21,792</b>	19,296	Total	<b><u>(1,56,718)</u></b>	<u>(2,91,837)</u>	<p>11. As required by Accounting Standard (AS 28) "Impairment of Assets" issued by the Institute of Chartered Accountants of India, the Management has carried out the assessment of Impairment of assets and no Impairment loss has been recognized during the year.</p> <p>12. The Company's operations predominantly relate to only one Segment i.e., Investment in Mutual Funds and Equity Shares. Hence, there are no other reportable segments as per Accounting Standard (AS 17) issued by the Institute of Chartered Accountants of India.</p> <p>13. The Subsidiary of the Company Viz. L-Pack Polymers Limited had no commercial activity and hence consolidated financial statements have not been prepared. However, the financial statements of the subsidiary is appended as per Sec 212 of the Companies Act, 1956.</p> <p>14. The other particulars are required under Part-II, Schedule VI to the Companies Act, 1956 are not given, as they are not applicable.</p> <p>15. Previous year's figures have been regrouped and reclassified wherever necessary to make them comparable with current year's figures.</p> <p>16. The Statement on significant accounting policies forms an integral part of financial statements.</p>
	<b>Current Year</b>	Previous Year																													
	(Rs.in lakhs)																														
Net Profit for the year attributable to equity share holders	<b>571.11</b>	458.90																													
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Signature to Schedules A to M  
For and on behalf of the Board  
**R. Surender Reddy**  
Director  
**K. Harishchandra Prasad**  
Managing Director

Place: Hyderabad,  
Date : 27<sup>th</sup> July, 2007

Per our Report of even date  
For **M. Anandam & Co.,**  
Chartered Accountants  
**M.V. Ranganath**  
Partner  
For **Brahmayya & Co.,**  
Chartered Accountants  
**P. Chandramouli**  
Partner.

**STATEMENT REGARDING SUBSIDIARY COMPANY (Pursuant to Section 212 of the Companies Act,1956)**  
**L-PACK POLYMERS LIMITED**

	<b>As at 31.03.2007 Rs.</b>	As at 31.03.2006 Rs.
A) Holding Company's Interest 2,00,000 Equity Shares of Rs.10/- each, fully paid.	<b>20,00,000</b>	20,00,000
B) Net aggregate amount of Subsidiary's Profits/(Losses) not dealt within the Holding Company's Accounts:		
i) for the Subsidiary's financial year ended 31 <sup>st</sup> March,2007	<b>(8,825)</b>	(12,837)
ii) for the previous years	<b>(12,837)</b>	(13,789)
C) Net aggregate amount of Subsidiary's Profits/(Losses) dealt within the Holding Company's Accounts:		
i) for the Subsidiary financial year ended 31 <sup>st</sup> March,2007	—	—
ii) for the previous years	—	—

**R. Surender Reddy**  
Director

Place: Hyderabad,  
Date : 27<sup>th</sup> July, 2007

**K. Harishchandra Prasad**  
Managing Director



BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I REGISTRATION DETAILS

Company Identification No. (CIN): L 9 9 9 9 9 9 A P 1 9 2 3 P L C 0 0 0 0 4 4

Balance Sheet 3 1 0 3 2 0 0 7 Date Month Year

State Code 0 1

II CAPITAL RAISED DURING THE YEAR (Amount in Rs.thousands)

Public Issue NIL

Rights Issue NIL

Bonus Issue NIL

Private Placement NIL

III POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS (Amount in Rs.thousands)

Total Liabilities 2 1 4 6 5 3

Total Assets 2 1 4 6 5 3

SOURCES OF FUNDS

Paid-up Capital 2 2 5 0 0

Reserves & Surplus 1 9 1 9 9 6

Secured Loans NIL

Unsecured Loans NIL

APPLICATION OF FUNDS

Net Fixed Assets 1 0 3 9 4

Investments 2 0 1 5 9 6

Net Current Assets 2 6 6 2

Miscellaneous Expenditure NIL

Accumulated Losses NIL

IV PERFORMANCE OF THE COMPANY (Amount in Rs.Thousands)

Turnover 6 2 2 7 3

Total Expenditure 5 0 1 8

Profit before Tax 5 7 2 5 5

Profit after Tax 5 7 3 2 5

Earning per share (Rs.) 2 5 . 3 8

Dividend Rate (%) 3 5

V GENERIC NAMES OF THREE PRINCIPAL PRODUCTS/SERVICES OF COMPANY (As per monetary terms)

Table with 2 columns: Product Description, Item Code. Rows include LEASING, INVESTMENTS, INTERCORPORATED DEPOSITS.

R. SURENDER REDDY Director Place : Hyderabad Date : 27th July, 2007

K.HARISHCHANDRA PRASAD Manaing Director

# **L-PACK POLYMERS LIMITED**

(Subsidiary of Lakshmi Finance & Industrial Corporation Limited)

## ***11th Annual Report*** **2006-2007**

### **BOARD OF DIRECTORS**

Sri R. Surender Reddy

Sri Keshav Bhupal

Sri K. Harishchandra Prasad

### **AUDITORS**

M. Anandam & Co., Secunderabad

### **REGISTERED OFFICE**

1st Floor, 'Suryodaya',

1-10-60/3, Begumpet,

Hyderabad - 500 016.

### **BANKERS**

ANDHRA BANK

### **11th Annual General Meeting**

Day : Thursday

Date : 20-9-2007

Time : 9.00 a.m

### **Venue :**

Registered Office

**DIRECTORS' REPORT**

## TO THE MEMBERS

Your Directors have pleasure in presenting the 11<sup>th</sup> Annual Report of the Company together with the Audited Accounts for the year ended 31<sup>st</sup> March, 2007.

**SUMMARY OF FINANCIAL RESULTS:** ( In Rupees)

Particulars	2006-2007	2005-2006
Gross Income	-	-
Loss before Taxation	8,825	12,837
Net Loss	8,825	12,837
Balance of Loss Carried forward	19,88,924	19,80,099

**REVIEW OF OPERATIONS:**

As informed in the previous year's report, the Company's manufacturing operations were stopped with effect from 31.07.2001 and consequently, there were no operations during the year under review. The Company is making efforts to sell/transfer/dispose the shell Company.

**DIRECTORS:**

Sri. K. Harishchandra Prasad retires by rotation and being eligible, offer himself for reappointment.

**DIRECTORS' RESPONSIBILITY STATEMENT:**

In pursuance of the provisions of Section 217(2AA) of the Companies Act, 1956, the Directors of your Company hereby furnish the following responsibility statement with regard to annual accounts, accounting policies, maintenance of adequate accounting records etc.

- i) that in preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii) that the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year ended 31<sup>st</sup> March, 2007 and of the profit and loss of the Company for that period;
- iii) that the Directors have 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;

**AUDITORS:**

The Auditors, M/s.M.Anandam & Co., Chartered Accountants, Secudnerabad, retire at the conclusion of the forthcoming Annual General Meeting and are eligible for reappointment.

**PARTICULARS OF EMPLOYEES:**

None of the employees are covered U/s.217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975 as amended and forming part of the Directors Report for the year ended 31<sup>st</sup> March, 2007.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE:**

The information pursuant to Section 217(i)(e) of the Companies Act, 1956 read with Companies (Disclosure of particulars in the report of Directors) Rules, 1988 have not been given as the same is not applicable, as there are no manufacturing operations during the year. The particulars regarding income and expenditure in Foreign Currency is Nil.

For and on behalf of the Board

**KESHAV BHUPAL**

Director

Place: Hyderabad

**K. HARISHCHANDRA PRASAD**

Date: 27<sup>th</sup> July, 2007

Director

**AUDITORS' REPORT**

To

The Members of

M/s. L-PACK POLYMERS LIMITED

We have audited the attached Balance Sheet of M/s. L-Pack Polymers Limited, as at 31st March, 2007 and the Profit & 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 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 Manufacturing & Other Companies (Auditor's Report) Order, 1988 issued by the Company Law Board in terms of Section 227(4A) of the Companies Act, 1956, we annex hereto a statement on the matters specified in paragraphs 4 and 5 of the said order.
2. Further to our Comments in the annexure referred to in paragraph 1 above.
  - a) We have obtained all the information and explanations which to the best of our knowledge and belief are necessary for the purpose 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 such books.
  - c) The Balance Sheet and Profit and Loss account referred to in this report are in agreement with the books of account.
  - d) In our opinion the Profit and Loss account and Balance Sheet comply with the accounting standards referred to in Section 211 (3C) of the Companies Act, 1956.

- e) On the basis of our review of the representations received from the Directors of the Company and the information and explanations given to us, none of the directors of the Company have prima facie, as at 31<sup>st</sup> March 2007, any disqualification as referred to in clause (g) of sub-section (1) to Section 274 of the Act.
- f) In our opinion and to the best of our knowledge and according to the explanations given to us, the said Balance Sheet and Profit & Loss Account read together with the notes thereon give the information required by the Companies Act, 1956 in the manner so required and *subject to the Presentation of Financial Statements on principles applicable to a going concern as the Company suspended its operations during the year* (vide note No. 2 of Schedule g) Give a true and fair view in conformity with the accounting principles generally accepted in India:
- In so far as it relates to the Balance Sheet of the State of Affairs of the company as at 31<sup>st</sup> March, 2007, and
  - In so far as it relates to Profit & Loss account of the Loss of the Company for the year ending on 31<sup>st</sup> March, 2007.

**For M.ANANDAM & CO.,**  
Chartered Accountants

Place: Secunderabad  
Date : 27th July, 2007

**M.V.Ranganath**  
Partner  
M.No.28031

**ANNEXURE REFERRED TO IN PARAGRAPH 1 OF OUR REPORT OF EVEN DATE:**

- The company has not taken loan from/granted to the companies from or other parties listed in the register maintained under section 301 of the Act, The clause relating to the rate of interest and other terms and conditions of the loan given/taken by the company, secured or unsecured, which are prima-facie prejudicial to the interest of the company is not applicable.
- In our opinion and according to the information and explanation given to us, the company has not accepted any deposits from public.
- Since the company has discontinued its operations, it is not recommended to have the internal audit system.
- The Central Government has not prescribed rules for the maintenance of cost records under section 209(1) (d) of the Companies Act, 1956.
- According to the information and explanations received the company is not having any disputed amounts pending in respect of income-tax, sales-tax, wealth tax, service tax, customs duty, excise duty and cess.
- According to the books of accounts, there are accumulated losses of Rs. 19,88,924 covered by our audit.
- Based on our audit procedures and on the information and explanations given by the management, we are of the opinion

- that the Company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
- 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, debentures and other securities.
  - In our opinion, the company is not a chit fund or a nidhi/ mutual benefit fund/ society. Therefore, clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 is not applicable to the company.
  - In our opinion and according to the information given to us, the company is not dealing in shares, securities, debentures and other investments. Accordingly the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
  - In our opinion and according to the information and explanations given to us, the company has not given guarantee for loan taken by others from bank or financial institutions.
  - In our opinion and according to the information and explanations given to us, the company does not have any term loans during the year.
  - In our opinion and according to the information and explanations given to us, and on an overall examination of the Balance Sheet of the Company, we report that no short-term basis have been used for long-term investment.
  - The company has not made any preferential allotment of shares during the year to parties or companies covered in the register maintained under section 301 of the Companies Act, 1956.
  - The Company has not issued any Debentures during the year.
  - The company has not raised any funds on public issue and hence disclosure on the end use of money raised by the public issue is not applicable to the company.
  - Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud on or by the company has been noticed or reported during the course of our audit.
- Clauses i, ii, iv, v, ix(a) of Companies (Auditor's Report) Order, 2003 issued by the Central Government in terms of Section 227(4A) of the Companies Act, 1956 are not applicable for the year.

**for M.ANANDAM & CO.,**  
Chartered Accountants

Place: Secunderabad  
Date : 27th July, 2007

**M.V.Ranganath**  
Partner  
M.No.28031



# L-PACK POLYMERS LIMITED

11th ANNUAL REPORT 2006 -2007

<b>BALANCE SHEET AS AT 31.03.2007</b>				<b>PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2007</b>			
	SCHEDULE NO.	As at 31.03.2007 Rs.	As at 31.03.2006 Rs.		SCHEDULE NO.	CURRENT YEAR Rs.	PREVIOUS YEAR Rs.
<b>I. SOURCES OF FUNDS:</b>				<b>INCOME:</b>			
(1) Share Holders Funds				Credit Balances written back		0	0
(a) Share Capital	A	20,00,000	20,00,000	<b>TOTAL</b>		<u>0</u>	<u>0</u>
<b>TOTAL</b>		<u>20,00,000</u>	<u>20,00,000</u>	<b>EXPENDITURE:</b>			
<b>II. APPLICATION OF FUNDS:</b>				Manufacturing, Administration & Selling Expenses	F	8,825	9,591
<b>1 Current Assets, Loans &amp; Advances</b>				Preliminary & Preoperative expenses written off		0	3,246
(A) Current Assets:						<u>8,825</u>	<u>12,837</u>
Cash & Bank Balances	C	9,765	9,972	Loss Before Taxes		(8,825)	(12,837)
(B) Loans & Advances	D	12,541	15,541	Less: Provision for Taxation		0	0
		<u>22,306</u>	<u>25,513</u>	Net Loss after taxes		(8,825)	(12,837)
<b>Less: Current Liabilities &amp; Provisions</b>				Less: Income Tax of Earlier Years		0	0
(a) Current Liabilities	E	11,230	5,612	Add: Balance Brought Forward		(19,80,099)	(19,67,262)
		<u>11,230</u>	<u>5,612</u>	Balance carried to Balance Sheet		<u>(19,88,924)</u>	<u>(19,80,099)</u>
Net Current Assets		11,076	19,901	Notes on Accounts	G		
<b>2. Profit &amp; Loss Account</b>	B	19,88,924	19,80,099				
<b>TOTAL</b>		<u>20,00,000</u>	<u>20,00,000</u>				
Notes on Accounts	G						
Schedule referred to above form an integral part of the accounts		As per our report of even date		Schedule referred to above form an integral part of the accounts		As per our report of even date	
<b>KESHAV BHUPAL</b> Director		for M.Anandam & Co., Chartered Accountants		<b>KESHAV BHUPAL</b> Director		for M.Anandam & Co., Chartered Accountants	
<b>K.HARISHCHANDRA PRASAD</b> Director		M.V. Ranganath Partner		<b>K.HARISHCHANDRA PRASAD</b> Director		M.V. Ranganath Partner	
Place: Hyderabad				Place: Hyderabad			
Date : July 27, 2007.				Date : July 27, 2007.			
<b>SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2007</b>							
		As at 31.03.2007 Rs.	As at 31.03.2006 Rs.			As at 31.03.2007 Rs.	As at 31.03.2006 Rs.
<b>A SHARE CAPITAL</b>				TDS for the year 2003-2004		1,887	1,887
Authorised :				Sales Tax Refund Receivable		654	654
5,00,000 Equity Shares of Rs.10/- each		50,00,000	50,00,000	<b>TOTAL</b>		<u>12,541</u>	<u>15,541</u>
Issued, Subscribed & Paidup:				<b>E CURRENT LIABILITIES</b>			
2,00,000 Equity Shares of Rs.10/- each				Other Liabilities		11,230	5,612
(All the above Equity Shares are held by Lakshmi Finance & Industrial Corporation Ltd., the Holding Company)		20,00,000	20,00,000	<b>TOTAL</b>		<u>11,230</u>	<u>5,612</u>
<b>B RESERVES &amp; SURPLUS</b>				<b>F MANUFACTURING, ADMINISTRATION &amp; SELLING EXPENSES</b>			
Profit & Loss Account		(19,88,924)	(19,80,099)	Current Year Rs.			Previous Year Rs.
<b>C CASH &amp; BANK BALANCES</b>				Rates & Taxes		50	50
Cash in Hand		1,363	3,278	Legal & Professional Charges		1,000	2,000
Cash with Schedules Banks		8,402	6,694	Audit Fee		5,618	5,612
<b>TOTAL</b>		<u>9,765</u>	<u>9,972</u>	Miscellaneous Expenses		2,157	1,929
<b>D LOANS &amp; ADVANCES</b>				<b>TOTAL</b>		<u>8,825</u>	<u>9,591</u>
(Advance Recoverable in cash or in kind or for value to be received)							
Deposit Recoverable		10,000	13,000				





*Lakshmi*

FINANCE & INDUSTRIAL CORPORATION LTD.

ANNUAL REPORT 2006 -2007

**LAKSHMI FINANCE & INDUSTRIAL CORPORATION LTD**

**Registered Office: 1st Floor, Suryodaya,1-10-60/3, Begumpet, Hyderabad-500 016**

**Tel: 91-40-27760301/27767794 Fax: 91-40-27767793**

**Email: lakshmi\_lfic@yahoo.com**

Dear Shareholder,

Dt: 27.07.2007

**REF: PAYMENT OF DIVIDEND THROUGH ELECTRONIC CLEARING SERVICE (ECS)**

As a part of your Company's endeavour to improve the services to investors, we are introducing the Electronic Clearing Services (ECS) facility for payment of dividend, from the current financial year. With a view to safeguard our mutual interest, we would strongly recommend that you avail the ECS facility. You would be aware of Electronic Clearing Services (ECS) being offered by The Reserve Bank of India (RBI) in selected cities. ECS facilitates automatic credit of payments to one's Bank Account and eliminates the risk of fraudulent encashment and also the risk of loss in transit of instruments of payment.

Under this arrangement, the payment instructions would be issued electronically through our Bank to the Clearing Authority (RBI) and the Clearing Authority would give Credit reports to the Bank with whom you maintain the specified Bank Account. Your Bank inturn will credit to your account, on the due date and indicate the credit entry as "ECS" in your Bank Pass Book/Bank Statement. We will be issuing an advice to you directly about the payment to the credit of your account.

At present our Bank offers ECS facilities in the selected cities and it is likely that this facility will be extended to other cities/ towns in future. **If you hold the shares in dematerialized form, you may kindly inform your Depository Participant about your ECS particulars/ changes in the Bank Account who will be updating these details in NSDL/ CDSL system. The updated details in the Depository System will be used by us for remitting your dividend.**

**If you are holding shares in physical form fill up the mandate form attached and send it along with a cancelled cheque leaf or a photocopy of the same attached to it to our Company address as early as possible, but not later than 10<sup>th</sup> September 2007.**

Shareholders in places where ECS facility is not available may also send us their Bank Account details. These details will be printed on the face of the dividend warrants. The Dividend Warrant will be continued to be sent to your address and not to the Bank directly. In case ECS facility introduced in your place, in future we will use these details for remitting dividend by ECS.

Thanking you,

Yours faithfully,

For Lakshmi Finance & Industrial Corporation Ltd

**K Harishchandra Prasad**  
MANAGING DIRECTOR



*Lakshmi*

**FINANCE & INDUSTRIAL CORPORATION LTD.**

**ANNUAL REPORT 2006 -2007**

**LAKSHMI FINANCE & INDUSTRIAL CORPORATION LTD**  
**Registered Office: 1st Floor, Suryodaya,1-10-60/3, Begumpet, Hyderabad-500 016**  
**Tel: 91-40-27760301/27767794 Fax:91-40-27767793**  
**Email: lakshmi\_lfic@yahoo.com**

**Electronic Clearing Service (Credit Clearing) ECS Mandate form for Payment of dividend on equity Shares**

1. First Shareholder's Name : \_\_\_\_\_  
(In Block Letters)

2. Shareholders Folio/ Client.ID No. : \_\_\_\_\_

3. Particulars of Bank Account. : \_\_\_\_\_

A). Bank Name : \_\_\_\_\_

B). Branch Name, Address & Phone number : \_\_\_\_\_

C). Account No. : \_\_\_\_\_  
(as appearing on the Cheque Book)

D). Account Type :	S.B A/c.		Current. A/c.		Cash Credit.A/c.	
--------------------	----------	--	---------------	--	------------------	--

E). Ledger Folio No. : \_\_\_\_\_

F). 9 Digit Code No.Of the Bank & Branch : \_\_\_\_\_  
Appearing on the MICR Cheque Issued by the Bank

G). Permanent Account No. (PAN) : \_\_\_\_\_

**Important:**

1. Please attach the photocopy of a cheque or a blank cancelled cheque issued by your Bank relating to your above account for verifying the accuracy of the code numbers.
2. I, hereby declare that the particulars given above are correct and complete. If the transaction is delayed or not effected at all for reasons of incomplete information, I would not hold the Company responsible.

Signature of the first Shareholder \_\_\_\_\_

Name: \_\_\_\_\_

Date:

Address: \_\_\_\_\_

Place:

Pincode: \_\_\_\_\_ Tel. Ph.No \_\_\_\_\_

**For Office Use:**

**ECS No.**



**ATTENDANCE SLIP**  
**LAKSHMI FINANCE & INDUSTRIAL CORPORATION LTD.**

Registered Office : 1st Floor, 'Suryodaya', 1-10-60/3, Begumpet, Hyderabad - 500 016.

PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL. It help us to make proper arrangements. Failure to bring this Attendance Slip will create unnecessary inconvenience to you. Joint Shareholders may obtain additional Attendance Slips on request.

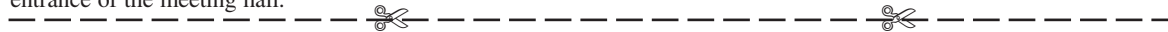
Member(s) Name	Client ID/Folio Number
----------------	------------------------

I hereby record my presence at the ANNUAL GENERAL MEETING of the Company to be held on Thursday, the 20th September, 2007 at 9.30 a.m.at Triveni Banquet Hall, Kamat Lingapur Hotel, 1-10-44/2, Chikoti Gardens, (Lane Opp. to Allauddin Building), Begumpet, Hyderabad- 500016.

Member's / Proxy's Signature

**NOTE:**

Please carry with you this Attendance Slip and hand over the same, duly signed at the space provided, at the entrance of the meeting hall.

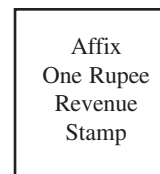


**PROXY FORM**  
**LAKSHMI FINANCE & INDUSTRIAL CORPORATION LTD.**

DP ID.
Client ID. /Folio No. / Shares held

I/We \_\_\_\_\_ of \_\_\_\_\_  
 being a Member / Members of LAKSHMI FINANCE & INDUSTRIAL CORPORATION LIMITED hereby  
 appoint \_\_\_\_\_ of \_\_\_\_\_ or failing  
 him \_\_\_\_\_ of \_\_\_\_\_ as my / our  
 proxy to vote for me / us on my / our behalf at the Annual General Meeting of the Company to be held on  
 Thursday, the 20th September, 2007 at 9.30 a.m. and any adjournment thereon.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2007.



**Note:**

1. The Proxy shall be signed by the appointer or his attorney duly authorised in writing or if the appointer is a body corporate, be under its seal or be signed by an officer or attorney duly authorised by it.
2. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and a proxy need not be a member of the Company.
3. The Proxy Form duly completed and signed should be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.

**FOR OFFICE USE ONLY**

**PROXY NO.** \_\_\_\_\_ **CLIENT ID/ FOLIO NO.** \_\_\_\_\_

No. of Shares \_\_\_\_\_



*Lakshmi*

FINANCE & INDUSTRIAL CORPORATION LTD.

ANNUAL REPORT 2006 -2007

**BOARD OF DIRECTORS**

Sri. R.Surender Reddy  
Sri. N.Tata Rao (Expired on 07.04.2007)  
Sri. Kapil Bhatia  
Sri. M. Ranganath Sai  
Sri. K. Harishchandra Prasad, Managing Director

**AUDITORS**

M.Anadam & Co., Secunderabad  
Brahmayya & Co., Hyderabad

**INTERNAL AUDITORS**

M. Bhaskara Rao & Co. Hyderabad

**BANKERS**

BANK OF BAHRAIN AND KUWAIT, B.S.C  
INDUSIND BANK  
ANDHRA BANK  
HDFC BANK

**REGISTRARS & SHARE TRANSFER AGENTS**

VENTURE CAPITAL &  
CORPORATE INVESTMENTS LIMITED  
3rd FLOOR, 6-2-913/914, PROGRESSIVE TOWERS,  
KHAIRATABAD, HYDERABAD-500 004.  
Phone No. : 040-23322264, Fax : 040-23324803

**REGISTERED OFFICE**

1st FLOOR, "SURYODAYA",  
1-10-60/3, BEGUMPET  
HYDERABAD-500 016. (A.P.)  
Phone No. : 040-27760301, Fax : 040-27767793

**EIGHTY THIRD ANNUAL REPORT**

**Day:** Thursday  
**Date:** 20th September 2007  
**Time:** 9.30 A.M

**VENUE**

**"Triveni Banquet Hall"**  
**Kamat Lingapur Hotel, 1-10-44/2, Chikoti Gardens,**  
**(Lane Opp. to Allauddin Building),**  
**Begumpet, Hyderabad- 500 016.**

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**EIGHTY THIRD ANNUAL REPORT**  
**2006-2007**

BOOK-POST  
PRINTED MATTER

To,

*If undelivered please return to:*



*Lakshmi*

**FINANCE & INDUSTRIAL CORPORATION LTD.**

*Registered Office :*

*1st Floor, 'Suryodaya', 1-10-60/3,*

*Begumpet, Hyderabad - 500 016.*

*Email : lakshmi\_lfic@yahoo.com*

*Phone : 040-27760301 Fax : 040-27767793*