

MODERN INDIA FREE TRADE WAREHOUSING PRIVATE LIMITED

Modern Centre, Sane Guruji Marg, Mahalaxmi, Mumbai 400 011

NOTICE


NOTICE is hereby given that the 2nd Annual General Meeting of the Members of Modern India Free Trade Warehousing Private Limited will be held at the Registered Office of the Company at Modern Centre, Sane Guruji Marg, Mahalaxmi, Mumbai 400 011, on Friday, the 16th July, 2010 at 12:30 p.m. to transact the following business:-

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Balance Sheet as at 31st March, 2010 and the Profit & Loss Account for the period ended on that date and the Reports of the Directors and the Auditors thereon.
2. To appoint a Director in place of Shri. Mudit Jatia who retires by rotation and, being eligible, offers himself for re-appointment.
3. To appoint Auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

By Order of the Board of Directors

Place: Mumbai
Date: 27th May, 2010


Vijay Kumar Jatia
Chairman

Registered Office:

Modern Centre,
Sane Guruji Marg,
Mahalaxmi,
Mumbai - 400 011.

NOTES:

A member entitled to attend and vote at the meeting is entitled to appoint a Proxy to attend and vote instead of himself and such proxy need not be a member of the Company.

Proxies, in order to be effective, must be received at the Registered Office of the Company not less than 48 hours before the time of holding the meeting.

MODERN INDIA FREE TRADEWAREHOUSING PRIVATE LIMITED
Modern Centre, Sane Guruji Marg, Mahalaxmi, Mumbai 400 011

DIRECTORS' REPORT

To,
The Members,

The Directors have pleasure in submitting the 2nd Annual Report on the working of the Company together with the audited accounts for the period ended on 31st March, 2010.

FINANCIAL RESULTS

Particulars	For the Year Ended 31.03.2010	For the Year Ended 31.03.2009
	(Rs.)	(Rs.)
Profit/(Loss) before tax	(6,530)	(6,500)
Provision for tax	-	-
Profit/(Loss) after tax	(6,530)	(6,500)
Add : Balance B/f from last year	(6,500)	-
Balance C/f to Balance Sheet	(13,030)	(6,500)
Basic/Diluted Earning per Share	(26.06)	(0.13)

DIVIDEND

In view of the losses incurred, the Board of Directors of the Company do not recommend any dividend for the year under review.

WORKING OF THE COMPANY

Though international trade is returning to normalcy but scenario is still full of uncertainties; therefore, at present, no further outlay is earmarked to the Warehousing Project. No further acquisition of land has been undertaken since the last year.

DIRECTORS

Shri. Mudit Jatia, Director of the Company, retires by rotation and, being eligible, offers himself for re-appointment.

AUDITORS' APPOINTMENT

The present Auditors, M/s. A.K. Purohit & Co., Chartered Accountants, hold office until the conclusion of the ensuing 2nd Annual General Meeting. They, being eligible, offer themselves for re-appointment. Members are requested to appoint Auditors and to fix their remuneration.



CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUTGO

The nature of the Company's activities is such that the provision of Section 217(1) (e) of the Companies Act, 1956 read with the provision of Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 do not apply to the Company.

There has been neither any earning nor outgoing of foreign exchange during the year under review.

PARTICULARS OF EMPLOYEES

There were no employees receiving remuneration as prescribed under Section 217(2A) of the Companies Act, 1956, during the period under review, hence the companies (Particulars of Employees) Rule, 1975 do not apply to the Company.

DIRECTORS' RESPONSIBILITY STATEMENT

The Directors confirm:

- i) that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departure;
- ii) that the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year 31st March, 2010 and of the Loss 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 Companies Act, 1956, 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.


For and on behalf of the Board of Directors

Place: Mumbai

Date: 27th May, 2010.

Registered Office:

Modern Centre,
Sane Guruji Marg,
Mahalaxmi,
Mumbai - 400011.

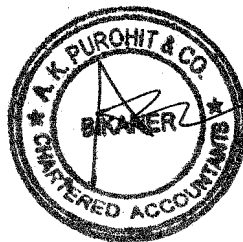

Vijay Kumar Jatia
Chairman



AUDIT REPORT

To
The Members of
Modern India Free Trade Warehousing Pvt Ltd.

1. We have audited the attached Balance Sheet of **Modern India Free Trade Warehousing Pvt. Ltd.**, as at 31st March, 2010, and also the Profit and Loss Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
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. Further to our comments in the Annexure referred to in paragraph 3 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 dealt with by this report are in agreement with the books of account;
 - (iv) In our opinion, the balance sheet, profit and loss account dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.;
 - (v) On the basis of written representations received from the directors, as on 31st March, 2010 and taken on record by the Board of Directors, we report that none of the directors of the Company is disqualified as on 31st March, 2010 from being appointed as a director, in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;



Date : 27th May 2010

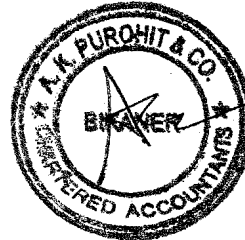
Mumbai, dated:



- (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts, read with Note No. 12 of Schedule 18 relating to investments in and loan given to subsidiary / joint venture, whose net worth has substantially eroded, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- (a) in the case of the Balance Sheet, of the state of affairs of the company as at 31st March, 2010;
- (b) in the case of the Profit and Loss account, of the profit for the year ended on that date.

Place: Mumbai

Date: 27 May 2010



For A.K. Purohit & Co.
Chartered Accountants

A.K. PUROHIT
(Proprietor)
M.No. 408812
FRN: 014404C

Date : 27th May 2010

Mumbai, dated:

MODERN INDIA FREE TRADE WAREHOUSING PRIVATE LIMITED

Balance Sheet as at 31st March, 2010.

PARTICULARS	SCH	As at 31st March, 2010. Amount(Rs.)	As at 31st March, 2009 Amount(Rs.)
<u>SOURCES OF FUNDS :</u>			
SHARE HOLDER'S FUNDS :			
Share capital	1	5,00,000	5,00,000
LOAN FUNDS :			
Secured Loan	2	4,56,419	7,67,995
Unsecured Loan	3	5,93,75,000	5,43,00,000
TOTAL		6,03,31,419	5,55,67,995
<u>APPLICATION OF FUNDS :</u>			
FIXED ASSETS :			
Gross Block	4	12,80,388	12,80,388
Less: Depreciation		4,82,933	2,04,345
Net Block		7,97,455	10,76,043
Pre-Operative Expenses Pending Allocation	5	1,39,06,043	56,49,092
CURRENT ASSETS AND LOANS & ADVANCES :			
Cash & bank balances	6	26,837	(4,93,490)
Loans & Advances	7	5,32,18,668	5,38,60,000
[A]		5,32,45,505	5,33,66,510
CURRENT LIABILITIES AND PROVISIONS :			
Current Liabilities & Provisions	8	76,85,442	45,91,831
[B]		76,85,442	45,91,831
NET CURRENT ASSETS	[A] - [B]	4,55,60,063	4,87,74,679
MISCELLANEOUS EXPENDITURE (To the extent not written off or adjusted)	9	54,828	61,681
PROFIT & LOSS A/C	10	13,030	6,500
TOTAL		6,03,31,419	5,55,67,995
Significant Accounting Policies & Notes to Accounts	11		

As per our report of even date.

For A K Purohit & Co.

Chartered Accountants

For Modern India Free Trade Warehousing Pvt Ltd

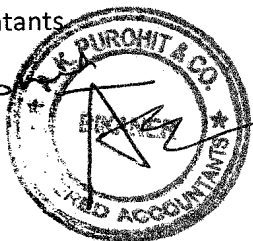
A.K. Purohit

Proprietor

M. No. : 408812

Place : Mumbai

Date : 27th May 2010



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U. J. Desai
Chairman

Pradeep Zale
Director

Director

Mumbai, dated:

MODERN INDIA FREE TRADE WAREHOUSING PRIVATE LIMITED

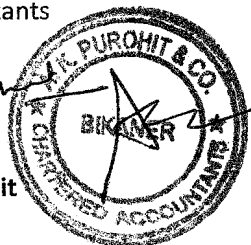
Profit & Loss Account for the Year ended 31st March, 2010

PARTICULARS	SCH	For the Year ended 31st March 2010 Amount(Rs.)	For the Year ended 31st March 2009 Amount(Rs.)
<u>INCOME</u>			
Turnover		-	-
TOTAL		-	-
<u>EXPENDITURE</u>			
Auditor's Remuneration		2,500	2,500
Profession Tax		2,500	2,500
Filing Fees		1,530	1,500
PROFIT / (LOSS) BEFORE TAX		(6,530)	(6,500)
Provision for Taxation		(6,530)	(6,500)
PROFIT / (LOSS) AFTER TAX		(6,530)	(6,500)
(+) / (-) B/f from last year		(6,500)	-
<u>SURPLUS / (DEFICIT) FOR APPROPRIATION</u>		(13,030)	(6,500)
<u>BALANCE C / F TO BALANCE SHEET</u>		(13,030)	(6,500)
Significant Accounting Policies & Notes to the Accounts	11		

For A K Purohit & Co.
Chartered Accountants

For Modern India Free Trade Warehousing Pvt Ltd

A.K. Purohit
Ajay Kumar purohit
Proprietor
Membership No.: 408812
Place : Mumbai
Date : 27th May 2010



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Chairman

Director

Place : Mumbai
Date :

Director

MODERN INDIA FREE TRADE WAREHOUSING PRIVATE LIMITED

Schedules Forming part of Balance Sheet as at 31st March 2010.

PARTICULARS	As at 31st March, 2010 Amount(Rs.)	As at 31st March, 2009 Amount(Rs.)
<u>SCHEDULE 1:</u>		
<u>SHARE CAPITAL</u>		
<u>Authorised Share Capital</u>		
2,50,000 Equity Shares of Rs. 10/- each	25,00,000	25,00,000
	25,00,000	25,00,000
 <u>Issued, Subscribed & Paid up Capital</u>		
50,000 Equity Shares of Rs. 10/- each fully paid up	5,00,000	5,00,000
(Previous Year 50,000 Equity Shares of Rs. 10/- each fully paid up)		
(25500 Equity Shares of Rs. 10/- each fully paid up are held by Modern India Ltd - Holding Company)		
	5,00,000	5,00,000
 <u>SCHEDULE 2:</u>		
<u>SECURED LOANS</u>		
From Bank - Car Loan		
(Secured by Hypothication of Car in favour of Bank)		
(Installments due within One Year Rs. 337684, Previous Year Rs. 311576)		
	4,56,419	7,67,995
	4,56,419	7,67,995
 <u>SCHEDULE 3:</u>		
<u>UNSECURED LOANS</u>		
Loan from - Holding Company		
	5,93,75,000	5,43,00,000
	5,93,75,000	5,43,00,000



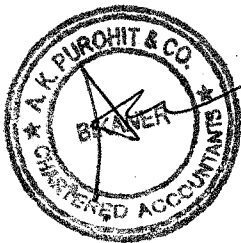
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MODERN INDIA FREE TRADE WAREHOUSING PRIVATE LIMITED

SCHEDULE 4 : FIXED ASSETS

sr	Particulars	Rates in %	Gross Block			Depreciation			Net Block		
			As on 01.04.2009	Addition / Deduction		As on 31.03.2010	upto 31.03.2009	for the year	upto 31.03.2010	As on 31.03.2010	As on 31.03.2009
1	MOTOR CAR	25.89	12,80,388	-	-	12,80,388	2,04,345	2,78,588	4,82,933	7,97,455	10,76,043
	TOTAL		12,80,388	-	-	12,80,388	2,04,345	2,78,588	4,82,933	7,97,455	10,76,043
	Previous Year		-	12,80,388	-	12,80,388	-	2,04,345	2,04,345	10,76,043	10,76,043

Note :- Depreciation of Rs. 2,78,588=00 provided during the year is debited to pre-operative expenses pending allocation.



MODERN INDIA FREE TRADE WAREHOUSING PRIVATE LIMITED

Schedules Forming part of Balance Sheet as at 31st March 2010.

PARTICULARS	As at 31st March, 2010 Amount(Rs.)	As at 31st March, 2009 Amount(Rs.)
<u>SCHEDULE 5:</u>		
<u>PRE-OPERATIVE EXPENSES PENDING ALLOCATION</u>		
Business Promotion Expenses	1,41,285	1,33,285
Conveyance Expenses	39,014	20,725
Depreciation	4,82,933	2,04,345
Foreign Travelling - Fare	3,54,985	3,54,985
Interest on Car Loan	85,119	34,475
Interest paid	1,22,74,506	45,77,559
Motor Car Exp.	3,41,257	1,45,427
Other Miscellaneous Expenses	39,338	37,538
Preliminary Expenses W/Off	13,706	6,853
Professional Fees	1,20,000	1,20,000
Travelling - Local Conveyance	13,900	13,900
	1,39,06,043	56,49,092
<u>SCHEDULE 6:</u>		
<u>CASH & BANK BALANCES</u>		
Cash on hand	14,355	1,46,609
Balances with Schedule Bank		
In Current Account	12,482	(6,40,099)
	26,837	(4,93,490)
<u>SCHEDULE 7:</u>		
<u>LOANS & ADVANCES</u>		
(Unsecured Considered Goods)		
Advances Recoverable in Cash or in kind for value to be received)		
	5,32,18,668	5,38,60,000
	5,32,18,668	5,38,60,000
<u>SCHEDULE 8:</u>		
<u>CURRENT LIABILITIES & PROVISIONS</u>		
Current Liabilities & Provisions		
Sundry Creditors	6,741	11,772
Other Liabilities	76,78,701	45,80,059
	76,85,442	45,91,831
<u>SCHEDULE 9:</u>		
<u>MISCELLANEOUS EXPENDITURE</u>		
(To the extent not written off or adjusted)		
<u>Preliminary Expenditure</u>		
Opening Balance		-
Add : Addition during the year	61,681	68,534
Less : Written off during the year	6,853	6,853
	54,828	61,681
<u>SCHEDULE 10 :</u>		
<u>PROFIT & LOSS ACCOUNT</u>		
Opening Balance	6,500	-
Current Period	6,530	6,500
	13,030	6,500



MODERN INDIA FREE TRADE WAREHOUSE PRIVATE LIMITED

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

SCHEDULE - 11

1 Significant Accounting Policies:

A Basis of Preparation of Financial Statements:

- (i) The financial statements have been prepared to comply in all material respects with the Mandatory Accounting Standards issued by The Institute of Chartered Accountants of India notified under Section 211 (3C) of the Companies Act, 1956.
- (ii) The financial statement are prepared under the Historical cost conversion on accrual basis.

B Fixed Assets:

Fixed Assets are stated at the cost of acquisition including expenses relating to acquisition, erection, constructions less accumulated depreciation.

C Depreciation:

Depreciation is provided at the rates and in the manner specified in Schedule XIV of the Companies Act, 1956.

D Preliminary Expenses:

Preliminary Expenses are amortized over a period of Ten years.

2 Loans & Advances, Sundry Creditors:

The balances of Loans & Advances and Sundry Creditors are subject to confirmation from parties.

- 3 There are no Micro and Small Enterprise to whom the Company owes dues, which are outstanding for more than 45 days as the Balance Sheet date. Further, the Company has not paid any interest to any Micro and Small Enterprises during the accounting year, nor is any interest payable to any Micro and Small Enterprise on the Balance Sheet Date. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

4 Provision for Taxation:

Provision for Taxation is not considered necessary as there is no taxable Income during the year and no business activities have been started yet.

- 5 Conveyance documents are yet to be executed in respect of purchase of land against which advances of Rs. 5,22,48,000=00 (Previous Year Rs. 5,35,48,000=00) paid to various parties

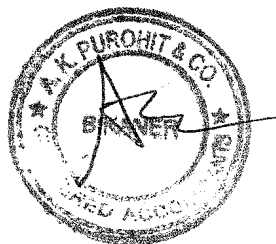
- 6 Disclosures are required by the Accounting Standard – 18 on "Related Party Disclosure" are given below. Related parties and relationship

- (a) Where control exists :

Modern India Limited – Holding Company.

- (b) Key Management Personnel & Relatives :

- (i.) Mr. V. K. Jatia - Director
- (ii.) Mr. Mudit Jatia - Director



- 7 Previous period's figures have been rearranged / regrouped wherever necessary.

I REGISTRATION DETAILS

Registration No.
State Code
Balance Sheet Date

U40109MH2008PTC183879

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31/03/2010

II CAPITAL RAISED DURING THE YEAR

Public Issue
Right Issue
Bonus Issue
Private Placement

III POSITION OF MOBILISATION & DEPLOYMENT OF FUNDS

Total Liabilities
Total Assets

Amount (Rs.)
6,80,16,861
6,80,16,861

SOURCES OF FUNDS

Paid Up Capital
Reserves & Surplus
Secured Loans
Unsecured Loans

5,00,000
-
4,56,419
5,93,75,000

APPLICATION OF FUNDS

Net Fixed Assets
Investments
Pre-Operative Expenses Pending Allocation
Net Current Assets
Miscellaneous Expenditure
Accumulated Losses

7,97,455
-
1,39,06,043
4,55,60,063
54,828
13,030

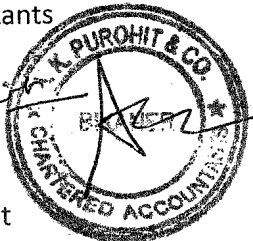
IV PERFORMANCE OF COMPANY

Turnover
Total expenditure
Profit Before Tax
Profit After Tax
Earnings per Share
Dividend in %

6,530
(6,530)
(6,530)

For A K Purohit & Co.
Chartered Accountants

For Modern India Free Trade Warehousing Pvt Ltd

A.K. Purohit


Ajay Kumar purohit
Proprietor

Membership No.: 408812

Place : Mumbai

Date : 27th May 2010

[Signature]
Chairman

[Signature]
Director

Director

Mumbai, dated: