

AUDITORS' REPORT

Audit Report to the members of **M/S Rajesh Solvex Limited.**

- 1 We have audited the attached balance sheet of M/s Rajesh Solvex Limited, as at **31 st March 2009**, and the related Profit and Loss Account and Cash Flow Statement for the year ended on that date annexed thereto, which we have signed under reference to this report. 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 Company (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956 of India (the ACT) and on the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanation given to us, we further report that:
 - (i) a. The company was maintaining proper records showing full particulars including quantitative details and situation of fixed assets which could not be produced before us.
 - b. As explained by management, the fixed assets are physically verified by the management at reasonable intervals, which in our opinion is reasonable having regard to the size of the company and the nature of its assets. The fixed assets were physically verified by the management during the year and no material discrepancies between the book records and the physical inventory were noticed.
 - c. In our opinion and according to the information and explanation given to us, no substantial part of the fixed assets has been disposed off by the company during the year.
 - (ii) a. The inventory has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable. However, there was no inventory as on **31.03.2009** except spare parts and packing materials.
 - b. In our opinion, the procedure of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
 - c. On the basis of our examination of the inventory records, in our opinion, the company is maintaining proper records of inventory. No material discrepancies were noticed on physical verification of inventory.
 - (iii) a. The company has taken unsecured loans from **3 Directors Rs. 36,86,618/-** and from **23** of their relative & their concerns **Rs. 1,09,01,988/-** listed in the register maintained under section 301 of the Companies act 1956,
 - b. Rate of interest and other terms & conditions of the unsecured loans are not prejudicial to the interest of company.
 - (iv) There is an adequate internal control procedures commensurate with the size of the company and the nature to its business for the purchase of inventory and fixed assets and for the sale of goods. However, during the year, company had no material purchase or sale. No continuing failure was noticed for correcting major weakness in the aforesaid internal control procedures.
 - (v) In our opinion and according to the information and explanation given, there was no transaction of purchases of goods and materials and sale of goods made in pursuance of the contracts or arrangements entered in the register maintained u/s 301 of the Companies Act 1956.
 - (vi) The company has not accepted any deposits from the public within the meaning of Section 58A and 58 AA of the Act and the rules framed thereunder.
 - (vii) The Company has no internal audit system during the year.
 - (viii) The Central Government has not prescribed maintenance of cost records
 - (ix) Generally company is regular in depositing undisputed statutory dues except Provident

Fund (Including Employer's Contribution) which was deposited late throughout the year. However, PF amount of Rs. 33971 /- was not paid for the month of May, June, July and March till the date of audit. and FBT of Rs. 14546/- was also remained unpaid till the date of audit.

- (x) The company has accumulated losses as at the year end, are 89% of its networth and it incurred cash losses during preceeding years except current year and last two years.
- (xi) The company has now no outstading secured loans.
- (xii) The company has not granted any loan or advances against pledge of shares and other securities.
- (xiii) The provisions of any special statute applicable to chit fund/nidhi/mutural benefitfund/societies are not applicable to the company.
- (xiv) The company has not entered in to any transaction of shares, debentures and other invesments during the year.
- (xv) The company has not given any type of guarantee for loan taken by others.
- (xvi) In our opinion and according to the information and explanation given to us, on an overall basis, the term loan has been applied for the purposes for which they were obtained. However during the year, not term loan was obtained.
- (xvii) On the basis of examination of the balance sheet of the company in our opinion short term raised funds have not been used for long term invesment in fixed assets & vice versa.
- (xviii) The company has not made any preferencial allotment of shares to parties.
- (xix) No securities have been created in respect of debentures as no debentures were issued.
- (xx) The company has not raised any money by public issues during the year.
- (xxi) To the best of our knowledge and belief and according to the information and explanations given to us. no fraud on or by the company was noticed or reported during the year.

- company so far as appears from our, examination of those books;
- C The Balance Sheet , Profit and Loss Account and Cash Flow Statement dealt with by the report are in agreement with the books of account.
- D In our opinion, the Balance Sheet, Profit & 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 Act;
- E On the basis of written representations received from the directors, and taken on record by the Board of Directors, none of the directors is disqualified as on **31st March 2009** from being appointed as director in terms of clause (g) of sub-section (i) of section 274 of the Act;
- F In our opinion and to the best of our information and according to the explanations given to us, the said financial statements together with the notes thereon and attached thereto give in the prescribed manner the information required by the Act and give a true and fair view in conformity with the accounting principles generally accepted in india
- i. In the case of the Balance Sheet, of the state of affairs of the Company as at **March 31st 2009**,
 - ii. In the case of the Profit and Loss Account, of the loss for the year ended on that date and
 - iii. In the case of the Cash Flow Statement, of the cash flows for the year ended on that that.

**FOR K. C. MOONDRA & CO.
CHARTERED ACCOUNTANTS**

**PLACE: SHEOGANJ
DATE: 17.07.2009**

4 Further to our comments in paragraph 3 above, we report that.

- A We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
- B In our opinion, proper books of account as required by law have been kept by the

**(K.C. MOONDRA)
PROPRIETOR
M.No.070789**

RAJESH SOLVEX LIMITED
BALANCE SHEET AS AT 31 ST MARCH 2009

	Schedule	As At 31.03.09	As At 31.03.08
SOURCES OF FUNDS			
1 Share holders Funds			
Share Capital	1	54999000	54999000
Reserves & Surplus	2	<u>1500000</u>	<u>1500000</u>
		<u>56499000</u>	<u>56499000</u>
2 Loans Funds			
Secured Loans	3	0	1283483
Unsecured Loans		<u>14588606</u>	<u>12597549</u>
		<u>14588606</u>	<u>13881032</u>
TOTAL (1 TO 2)		<u>71087606</u>	<u>70380032</u>
APPLICATION OF FUNDS			
1 Fixed Assets:			
Gross Block		57175830	57175830
Less: Depreciation/loss	4	<u>39060660</u>	<u>36368959</u>
Net Block		<u>18115170</u>	<u>20806871</u>
2 Investments at Cost			
	5	9000	8000
3 Current Assets, Loans & Advances:			
Inventories	6	19235911	80000
Sundry Debtors	7	14825941	13701
Cash & Bank Balances	8	2495871	153240
Loans & Advances	9	<u>1366283</u>	<u>1196709</u>
		37924006	1443650
Less: Current Liabilities & Provisions	10	<u>35250119</u>	<u>2511130</u>
		<u>2673886</u>	<u>-1067480</u>
4 Miscellaneous Expenditure			
	11	50289550	50632641
TOTAL (1 to 4)		<u>71087606</u>	<u>70380032</u>
Notes to Accounts	18		

As per our report of even date
For **K.C.MOONDRA & CO.**
CHARTERED ACCOUNTANTS

For & on behalf of the Board of Directors

(K.C.MOONDRA)
PROPRIETOR

(S.P.JAIN)
MANAGING DIRECTOR

(P.P.JAIN)
WHOLETIME DIRECTOR

RAJESH SOLVEX LIMITED
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH 2009

	Schedule	As At 31.03.09	As At 31.03.08
INCOME			
Sales		249474111	76682
Other Income		3924794	9560482
Increase / (Decrease) in Stock	12	19155911	0
TOTAL (A)		272554816	9637164
EXPENDITURE			
Rawmaterial Consumed/Loss	13	229607908	0
Packing Material Purchases		1346299	0
Consumable goods in process (Hexine)		4737194	0
Purchases for resales		3757541	0
Processing Direct Expnses	14	25474923	608166
Employees Cost	15	235464	280789
Other Expenditure	16	2801681	480183
Financial Expenses	17	1544468	1240174
TOTAL (B)		269505477	2609312
Profit Before Depreciation (A)-(B)		3049338	7027852
Depreciation		2691701	2691701
Profit Before Taxation		357637	4336151
Provision for Taxation (FBT)		14546	1480
Profit after Taxation		343091	4334671
Last Year's Balance Carried Forward		-50632641	-54967312
Profit Before Appropriation		-50289550	-50632641
Provision for Proposed Dividend		0	0
Transfer from General Reserves		0	0
Profit carried to Balance Sheet		-50289550	-50632641
Notes to Accounts	18		

As per our report of even date

For & on behalf of the Board of Directors

For K.C.MOONDRA & CO.
CHARTERED ACCOUNTANTS

(K.C.MOONDRA)
PROPRIETOR

(S.P.JAIN)
MANAGING DIRECTOR

(P.P.JAIN)
WHOLETIME DIRECTOR

PLACE: SHEOGANJ
DATE: 17.07.2009

RAJESH SOLVEX LIMITED

SCHEDULE 1	As At 31.03.09	As At 31.03.08
SHARE CAPITAL		
<u>Authorised Capital</u>		
6000000 Equity Shares of Rs 10/- each	<u>60000000</u>	<u>60000000</u>
<u>Issued, Subscribed and paid up</u>		
5499900 Equity Shares of Rs 10/- each fully paid up	<u>54999000</u>	<u>54999000</u>

SCHEDULE 2

RESERVES & SURPLUS

1 Rajasthan State Subsidy	1500000	1500000
2 General reserve	0	0
TOTAL	<u>1500000</u>	<u>1500000</u>

SCHEDULE 3

From Financial Institutions

1 LIC Loan	0	1283483
TOTAL	<u>0</u>	<u>1283483</u>

RAJESH SOLVEX LIMITED
FIXED ASSETS AS ON 31.03.2009

Sr No	Assets	Gross Block			Depreciation			
		As at as at 31.03.08	Addition	Deduction	as at 31.03.09	As at 38443 2008	For the Year	As at 31.03.09
1	Free hold land	456810	0	0	456810	0	0	0
2	Lease hold Land	655886	0	0	655886	0	0	0
3	Factory Building							
A	Solvent Plant	13166957	0	0	13166957	6439126	439776	6878902
B	Refinery Plant	831513	0	0	831513	342334	27773	370107
4	Plant & Machineries							
A	Solvent Plant	28328236	0	0	28328236	20965912	1495731	22461643
B	Refinery including Thermic Fluid	11820941	0	0	11820941	7719717	624146	8343863
C	Acid Oil Unit & Effluent Treatment Plant	733007	0	0	733007	447788	38703	486491
D	Chilling Unit Automatic Flowdown System	220475	0	0	220475	134681	11641	146322
E	QUALITY CONTROL EQUIPMENT	58240	0	0	58240	12300	3075	15375
F	R.O. Plant	604990			604990	127161	31944	159105
5	Furniture	298775	0	0	298775	179940	18912	198852
	TOTAL	57175830	0	0	57175830	36368959	2691701	39060660

SCHEDULE 5

	As At 31.03.09	As At 31.03.08
INVESTMENTS AT COST		
6 Years National Saving Certificates	4000	3000
Shares	0	0
Indira Vikas Patra	5000	5000
TOTAL	<u>9000</u>	<u>8000</u>

SCHEDULE 6

INVENTORIES (Taken, Valued and certified by the Management)		
Stores & Spares (at Cost)	75000	75000
Raw Materials (at Cost)	0	0
Finished Goods (Lower of Cost or Market value)	17721040	0
Consumable goods in process (Hexine)	675000	0
Packing Material (at market Value)	764871	5000
TOTAL	<u>19235911</u>	<u>80000</u>

SCHEDULE 7

SUNDRY DEBTORS (Unsecured & Considered Good)		
Exceeding six months	13701	13701
Others	14812240	0
TOTAL	<u>14825941</u>	<u>13701</u>

SCHEDULE 8

CASH & BANK BALANCES		
Cash in hand	262746	66498
In Current account with Scheduled Banks	2233125	86742
TOTAL	<u>2495871</u>	<u>153240</u>

SCHEDULE 9

LOANS & ADVANCES (UNSECURED & CONSIDERED GOOD)		
a. Advances (recoverable in cash or in kind or for value to be received)	767016	604765
b. Deposits (Income Tax Refundable)	599267	591944
TOTAL	<u>1366283</u>	<u>1196709</u>

SCHEDULE 10

CURRENT LIABILITIES & PROVISIONS

a. Current Liabilities

Sundry Creditors:

For Capital goods	0	0	
For Goods	40427531	435526	
For Expenses	736258	239512	
For Others	<u>696612</u>	<u>1655188</u>	
	41860400		2330226
b. Provision for FBT	14546		3361
c. Provision for Provident Fund	33971		69735
d. TDS	160516		104741
f. Vat (Refundable)	-7215402		3067
g. Electricity power bill Payable	377412		0
h. Entry Tax payable	<u>18676</u>		<u>0</u>
TOTAL	<u>35250119</u>		<u>2511130</u>

SCHEDULE 11**MISCELLANEOUS EXPENDITURE**

Preliminary Expenses (To the extent not written off)	0	0	
Profit & Loss Account	-50289550		-50632641
TOTAL	<u>-50289550</u>		<u>-50632641</u>

SCHEDULE 12

INCREASE / (DECREASE) IN STOCK

Stock as on 31.03.2009				
Stores & Spares (at Cost)	75000		75000	
Finished Goods	18396040		0	
Work In Progress			0	
Packing Materials	<u>764871</u>	19235911	<u>5000</u>	80000
Stock as on 31.03.2008				
Stores & Spares (at Cost)	75000		75000	
Finished Goods	0		0	
Work In Progress	0		0	
Packing Materials	<u>5000</u>	80000	<u>5000</u>	80000
Increase/ (Decrease) in stock		<u>19155911</u>	<u>0</u>	

SCHEDULE 13

RAWMATERIALS CONSUMED/ LOSS IN VALU

Opening Stock	0	0
Add: Purchases	<u>229607908</u>	<u>0</u>
	229607908	0
Less: Sales	0	0

Closing Stock		0	0
	TOTAL	<u>229607908</u>	<u>0</u>

SCHEDULE 14

PROCESSING & DIRECT EXPENSES

Wages, Salaries & Bonus	751305	608166
Labour Charges	1523165	0
Power & Fuel	9121927	0
Diesel Expnses	291762	0
Stores & Spares Consumed /loss	2035446	0
Freight & Cartage	11555730	0
Lab Testing expenses	91599	0
Refinery Operating expenses	54227	0
Boiler Operating expenses	44942	0
Water Charges	4820	0
	<u>25474923</u>	<u>608166</u>

SCHEDULE 15

EMPLOYEES COST

Directors' Remuneration & Allowances	0	168512
Provident Funds	102386	112277
Salaries	133078	0
	<u>235464</u>	<u>280789</u>
	TOTAL	

SCHEDULE 16

OTHER EXPENDITURE

Postage	6289	70
Rate difference and Rebat	803874	0
Bank Charges	135767	23187
Insurance	157428	68787
Legal & Professional Charges	151897	34505
Miscellaneous Expenses	295747	185993
Telephone	110961	10258
Printing & Stationery	22859	839
Repairs & Maintainenance	657705	0
Share Transfer Expenses	41766	90500
Travelling	85211	46038
Electricity expenses	61635	0
Entry Tax	147876	0
Convyanncce expenses	81726	0
Two Wheeler vehicle Expenses	19690	0
Advertisement Expenses	1250	0
Rounded off	0	6
<u>Payment to Auditors</u>		
For Audit	20000	20000
For Other Services	<u>0</u>	<u>0</u>
	20000	20000

TOTAL

2801681

480183

SCHEDULE 17

FINANCIAL CHARGES

a. Interest

On Term Loan

0

109025

On LIC Loan

0

121960

Other Interest

1544468

1544468

1009189

1240174

TOTAL

1544468

1240174

SCHEDULE 18

NOTES ON ACCOUNTS FORMING PART OF THE ACCOUNTS AS ON 31.03.2009

1 SIGNIFICANT ACCOUNTING POLICIES

(a) ACCOUNTING CONVENTION

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 and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared under the historical cost convention on accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year. However Company has not been provided deferred tax liability in the books of accounts as per A.S. 23

(b) FIXED ASSETS

Fixed Assets stated in their original cost of acquisition / installation and are shown net of depreciation.

(c) DEPRECIATION

Depreciation is provided as per Schedule- XIV of the Companies Act 1956 on Straight Line Method.

(d) INVESTMENTS

Investments are shown at cost.

(e) INVENTORIES

Inventories are valued at cost or market value whichever is lower.

(f) SALES

This year entire sales is its own and no job work was done this year..

(g) CHANGE IN NATURE OF BUSINESS

This year job work for M/S D.R.Exports international Delhi has been stopped.

(h) CONTINGENT LIABILITIES

Freight and cartage includes inward freight of Rs. 786250/-, outward freights Rs. 10726311/- and cartage Rs. 43169/-. but no provision was made for service tax payable on freight to the extent of Rs. 355738/-,

However, management explained that company has not paid and provided any service tax on freight claiming that freight was paid on production and supply of goods for Exports .

2 During the year, company has completely used plant & machinery for own processing of oil cakes & Refining of edible oil.

3 Balances in Sundry Debtors, Sundry Creditors and other balances with third parties are subject to confirmations.

4 MANAGERIAL REMUNERATION (Incl. Allowances)

As At	As At
31.03.09	31.03.08
0	<u>168512</u>
<u>0</u>	<u>168512</u>

P.P. Jain

5 Other Income includes following items:-

Weigh Bridge income	21012
Rebate and Cash discount	2125297
Keyman insurance policy maturity amount	1470167
Interest received	32318
Factory Cleaning and wastage receipts	<u>276000</u>
	<u>3924794</u>

6 Company has no Subsidiary Company.

7 Company did not deduct PF contribution of employees and employees contribution of Rs. 62162/- was also to be paid by the company. However PF amount of Rs. 33971 /- was not paid for the month of May, June, July and March till the date of audit. Whatever P.F. was deposited that was also deposited late.

8 Sundry Creditors includes an amount of Rs. 626973/- (named Riico Land A/c) received by the company under protest against the acquisition of company's land and the matter is disputed in the civil court.

9 Fringe Benefit Tax was not paid during the year. However, it has been provided for Rs. 14546/-, at the year end.

10 Neither bonus was paid nor it was provided for.

11 Additional Information pursuant to part II of Schedule IV of the Companies Act 1956.

A. PARTICULARS OF RAWMATERIAL CONSUMED

CLASS OF GOODS

	Year Ended on		Year Ended on	
	31.03.2009		31.03.2008	
	Quantity in M/T	Value in Rs	Quantity in M/T	Value in Rs
Mustard Oil Cakes	21102.073	229607908	0	0
Total		<u>229607908</u>	<u>0</u>	<u>0</u>

B SALES

I De-Oiled Cakes	19504.836	183880043.5	0	0
II S E Oil	168.055	7415851	0	0
III Refined Oil	1094.16	57172384	0	0
IV Non edible oil	46.560	973794	0	0
V Others		32039	0	0
Total		<u>249474111</u>	<u>0</u>	<u>0</u>

C STOCKS OF FINISHED GOODS

I De-Oiled Cakes	1062.179	9347175	0	0
II S E Oil	156.370	6489355	0	0

III Refined Oil	25.870	1164150	0	0
IV Non edible oil	40.020	720360	0	0
V By Product			0	0
Total		<u>17721040</u>	<u>0</u>	<u>0</u>

D CAPACITY & PRODUCTION (IN M/T)

a <u>CLASS OF GOODS</u>	LICENCED/ INSTALLED CAPACITY CURRENT YEAR	ACTUAL PRODUCTION CAPACITY PREVIOUS YEAR
I De- Oiled Cakes	90000 M/T Consumption of moc	90000 M/T Consumption of moc
II Refined Oil	7500 M/T Consumption of S.E.O	7500 M/T Consumption of S.E.O
b <u>Production (in MT.)</u>	CURRENT YEAR	PREVIOUS YEAR
I De- Oiled Cakes	20567.015	-
II S.E.Oil	251.425	-
III Refined Oil	#REF!	-
IV Recovered oil	86.580	-
V Production Shortage	-	-

E RAWMATERIAL & CONSUMABLES CONSUMED

<u>Particulars</u>	Year Ended on 31.03.09		Year Ended on 31.03.08	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
I RAW MATERIALS				
(a) Imported	0	0	0	0
(b) Indigenous	229607908	100	0	0
	<u>229607908</u>	<u>100</u>	<u>0</u>	<u>0</u>
II CONSUMABLES/LOSS				
(a) Imported	0	0	0	0
(b) Indigenous	4737194	100	0	0
	<u>4737194</u>	<u>100</u>	<u>0</u>	<u>0</u>

F EXPENDITURES / PAYMENTS IN FOREIGN CURRENCY

	31.3.2009	31.3.2008
(a) Expenditures	Nil	Nil
(b) Remittances in Foreign Currency	Nil	Nil
(c) C.I.F Value of Imports	Nil	Nil

G EARNINGS IN FOREIGN EXCHANGE

31.3.2009 31.3.2008

- (a) F.O.B Value of Exports (D.O.C)
- (b) Other Earnings

Nil	Nil
<u>Nil</u>	<u>Nil</u>
<u>Nil</u>	<u>Nil</u>

13 BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE: (In Lakhs)

1	Registration Details:	
	State Code	11-54734
	Balance Sheet Date	31.3.2009
2	Capital Raised During the Year	
	Public Issue	Nil
	Right Issue	Nil
	Bonus Issue	Nil
	Private Placement	Nil
3	Position of Mobilisation and Deployment of Funds	
	Total Liabilities	711
	Total Assets	711
	Source of Funds:	
	Paid up Capital	550
	Reserves & Surplus	15
	Secured Loans	0
	Unsecured Loans	<u>146</u>
		<u>711</u>
	Application of Funds	
	Net Fixed Assets	181
	Investments	0
	Net Current Assets	27
	Miscellaneous Expenditure	<u>503</u>
		<u>711</u>
4	Performance of Company	
	Turnover	2726
	Total Expenditure	2722
	Profit/(Loss)before tax	4
	Profit/(Loss)after tax	3
	Earnings Per Share (Rs.)	0
	Dividend Rate	--
	Note: Turnover includes other Income and total expenditure includes depreciatio	
5	Generic Names of Three Principal Products of the Company:	
	<u>Item Code No</u>	<u>Product Description</u>
	31515500	Solvent Extracted Mustard Oil (S.E.O)
	2110(DIC)	Mustard De-Oiled Cake (D.O.C)
	15162000	Rapseed Solvent Extracted Refined Oil (S.E.O Refined)

Signatures to Schedule "1" to "18"

As per our report of even date

For & on behalf of the Board of Directors

For K.C.MOONDRA & CO.
CHARTERED ACCOUNTANTS

(S.P.JAIN)
MANAGING DIRECTOR

(P.P.JAIN)
WHOLETIME DIRECTOR

(K.C.MOONDRA)

PLACE: SHEOGANJ
DATE: 17.07.2009

PROPRIETOR

CASH FLOW STATEMENT

Cash Flow Statement Annexed to the Balance Sheet of Rajesh Solvex Limited for the year ended 31/03/2009

Particulars	31st March 2009	31st March 2008
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit After Tax as per P & L A/c	3.43	43.35
Adjusted For:		
Net Prior Years Expenses (Preliminary Expenses written off)	0.00	0.00
Net Profit Before Tax & Extraordinary Items	3.43	43.35
Adjusted For:		
Depreciation/ Loss	26.92	26.92
Loss On Revaluation/sale of Assets	0.00	0.00
Interest / Other Income	-39.25	-95.60
Interest Expenses	15.44	12.40
Operating Profit Before Working Capital Changes	6.54	-12.94
Adjusted For:		
Trade & Other Receivables	-149.82	-3.19
Inventories	-191.56	0.00
Trade Payables	327.39	-44.04
Cash Generated From Operations	-7.44	-60.17
Interest Paid	-15.44	-12.40
Cash Flow Before Extraordinary items	-22.89	-72.57
Net Prior Years Expenses	0.00	0.00
Net Cash From Operating Activities	-22.89	-72.57
B Cash Flow From Investing Activities		
Purchase of Fixed Assets	0.00	0.00
Sale of Investments	0.00	0.00
Movement in Loans	19.91	24.73
Interest/Other Income	39.25	95.60
Dividend Income	0.00	0.00
Net Cash From Investing Activities	59.16	120.33
C Cash Flow From Financing Activities		
Proceeds from Issue of Share Capital(Net)	0.00	0.00
Increase in Cash and Bank Balance on Amalgamation	0.00	0.00
Increase in Secured Loans	-12.83	-47.78
Repayments of Secured Loans	0.00	0.00
Preliminary Expenses (Incl. Issue Expenses)	0.00	0.00
Net Cash Used in Financing Activities	-12.83	-47.78
Net Increase in Cash and cash Equivalents (A+B+C)	23.44	-0.02
Opening Balance of Cash and Cash Equivalents	1.53	1.55
Closing Balance of Cash and Cash Equivalents	24.97	1.53

For & on behalf of the Board of Directors

Chairman & Managing Director

Auditor's Certificate

We have verified the attached Cash Flow Statement of Rajesh Solvex Ltd, derived from audited financial statements and the books and records maintained by the company for the year ended 31st March 2008 and 31st March 2008 and found the same agreement therewith.

For K.C.MOONDRA & CO.

Place: Sheoganj

DATE: 17.07.2009

Chartered Accountant

	Travelling exp.	5% telephone exp.	0 total		
1/4/2008to 30/6/2008	11405	570.25	11887	2377	2948
1/7/2008 to 30/9/2008	11349	567.45	27569	5514	6081
1/10/2008 to 31/12/2008	25675	1283.75	33738	6748	8031
1/1/2009 to 31/3/2009	36782	1839.1	37767	7553	9393
CONYANCE	85211	4260.55	81726	16345	16345
			192687	38537	42798
			277898	0	14547

SCHEDULE - 4

Net Block	
As at 31.03.09	As at 31.03.08
456810	456810
655886	655886
6288055	6727831
461406	489179
5866593	7362324
3477078	4101224
246516	285219
74153	85794
42865	45940
445885	477829
99923	118835
18115170	20806871