

PARAAN LIMITED

**37th ANNUAL REPORT
2009-2010**

PARAAN LIMITED

DIRECTORS

Shri Vishvesh Bhatt
Shri Rahul K. Mohatta
Shri Girish R. Desai

BANKERS

ICICI Bank Limited

REGISTERED OFFICE

28, SHOBHANA NAGAR

VASANA ROAD

Vadodara - 390 015.

M/s. Link-Intime Private Limited

308, First Floor, Jaldhara Complex,

Opp. Manisha Society,

Off. Old Padra Road,

Vadodara - 390 015.

STOCK EXCHANGE

The Stock Exchange, Mumbai (BSE)

Phiroze Jeejeebhoy Towers,

Dalal Street,

Mumbai - 400 001.

PARAAN LIMITED

NOTICE

NOTICE is hereby given that the Thirty Seventh Annual General Meeting of the Members of **Paraan Limited**, will be held at Registered office of the Company at 28, SHOBHANA NAGAR, Vasana Road, Vadodara - 390 015 on Saturday the **25th September, 2010** at **02:00 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 Profit & Loss Account for the year ended on 31st March, 2010 and the Directors' Report and Auditors' Report thereon.
2. To appoint M/s. BRV & Associates, Chartered Accountants, retiring auditors to hold office from the conclusion of this Annual General Meeting till the conclusion of the next Annual General Meeting and to fix their remuneration.
3. To appoint a Director in the place of Shri Vishvesh Bhatt, who retires by rotation and being eligible, offers himself for re-appointment.

On behalf of the Board

Date : 29th May, 2010

Place : Vadodara

Regd. Office:

28, SHOBHANA NAGAR,

Vasana Road,

Vadodara-390 015.

RAHUL MOHATTA

Chairman

NOTES:

1. **ANY 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.**
2. The Proxy Form, duly completed, must reach the Registered Office of the Company not later than forty-eight hours before the time of holding the meeting.
3. The Register of Members and Share Transfer Book of the Company will remain closed from Thursday, the 23rd September, 2010 to Saturday, the 25th September, 2010 (both days inclusive).
4. All documents referred to in the Notice are open for inspection at the Registered Office of the Company between 10:30 a.m. and 12:30 p.m. on any working day.
5. The entire work related to share registry in terms of both, physical and electronic has been handed over to Company's R&T Agents, **M/s. Link-Intime Private Limited**, 308, First Floor, Jaldhara Complex, Opp. Manisha Society, Off. Old Padra Road, Vadodara - 390 015. [Tel: (0265) 2250241, 3249857 Fax: (0265) 2250246 Email: Vadodara@intimespectrum.com.] Shareholders are requested to send their communication to the aforesaid address in future.

On behalf of the Board

Date : 29th May, 2010

Place : Vadodara

Regd. Office:

28, SHOBHANA NAGAR,

Vasana Road,

Vadodara-390 015.

RAHUL MOHATTA

Chairman

DIRECTORS' REPORT

To,

The Members,

Your Directors submit their Thirty Seventh Report together with audited accounts for the year ended 31st March, 2010.

1. FINANCIAL RESULTS:

	2009-10	2008-09
Profit/(Loss) before Tax	(98,032)	2,348,341
Provision for Taxation		
- Current Tax	-	260,000
Profit/(Loss) After Tax	(98,032)	2,088,341
Short/(Excess) Provision for Tax	(100,110)	(131,992)
Profit/(Loss) for the year	2,078	2,220,333
Balance B/Fd. from Previous year	(6,877,868)	(9,098,201)
Balance Carried to Balance Sheet	(6,875,790)	(6,877,868)

In view of the current year's carried forward losses, your Directors do not recommend any dividend for the year.

BUSINESS ENVIRONMENT

The Indian economy exhibited momentum in recovery, and despite the impact of a deficient monsoon on agricultural production, GDP growth for FY 2009-10 has been estimated at 7.2%, up from 6.7% recorded in FY 2008-09. The recovery has also been broad based, excluding "agriculture" and "community, social and personal services". The deceleration in Agricultural & allied activities was due to adverse impact of deficient monsoon on the agricultural output. The Index of Industrial Production (IIP) has shown double digit growth and lead indicators for services activities have shown overall improvement. The Economic Survey data also suggests pick up in capacity utilisation levels, which however, remain below their previous peaks.

India's external sector also witnessed improvement as reflected in the turnaround in exports, buoyancy in capital inflows and further accretion to the country's foreign exchange reserves. India's balance of payments position during April-December 2009 remained comfortable with a modest increase in current account deficit, despite a lower trade deficit. There has been a turnaround in capital inflows, mainly led by portfolio inflows, reflecting the buoyant growth prospects of the Indian economy. India's foreign exchange reserves stood

at US\$ 279.1 billion as at end-March 2010 up by US\$ 27.1 billion during FY 2009-10. As a result, the Indian Rupee (INR) also appreciated against the major currencies during FY 2009-10.

The Wholesale Price Index (WPI) inflation, which moderated in the first half of FY 2009-10, firmed up in the second half of the year. It accelerated from 0.26% in March 2009 to 9.9% in March 2010. The deficient monsoon, combined with the firming up of global commodity prices and incipient demand side pressures led to acceleration in the overall inflation rate - both of the WPI and Consumer Price Index (CPI). This is evident from the acceleration of inflation in non-food manufactured products from (-)0.4% in November 2009 to 4.7% in March 2010. With the recovery in growth gaining momentum, the Reserve Bank of India's (RBI) policy emphasis has shifted to ensure price stability and anchoring inflation expectations

OPERATIONS

The Company has not yet started its full fledged business activities. Your Directors are confident of starting some business activities during the year under review. The operating results of the company during the year under review shows Net Loss of Rs.98,032/- as compared to the Profit of Rs.23,48,351/- in the previous year.

FIXED DEPOSITS

The Company has not accepted any fixed deposit from public and shareholders during the year under review. Moreover, no fixed deposit as per section 58A is outstanding as on 31st March, 2010.

LISTING DETAILS FOR EQUITY SHARES

The Company's Equity Shares are listed with Bombay Stock Exchange Limited. The Company is regular in paying listing fees to the Stock Exchange.

Trading in the Company's shares for all investors is permitted in dematerialized form only. The ISIN of the Securities is **INE 888E01012**.

PARTICULARS OF EMPLOYEES

The Company has no employee during the year under review, drawing remuneration in excess of the limit prescribed under Section 217 (2A) of the companies Act, 1956.

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

Your Company has not consumed energy of any significant level and accordingly, no additional investment was made for reduction of energy consumption during the year under review. Considering the nature of activities undertaken by your Company, no comment is made on technology absorption. There has been no foreign earnings or outgo during the year under review.

DIRECTORS

Mr. Vishvesh Bhatt Director is retiring by rotation at the ensuing Annual General Meeting of the Company and is eligible for re-appointment & he has offered himself for re-appointment

AUDITORS

M/s BRV & Associates, Chartered Accountant situated in Mumbai has given their consent to act as a Statutory Auditors as per the Companies Act, 1956. The board of Directors recommends their appointment.

SECRETARIAL COMPLIANCE CERTIFICATE

As per the Companies Act, 1956, the Company having paid up capital more than Rs.10 Lacs and less than Rs.5 Crores is required to obtain a Certificate from a Company Secretary in whole-time practice regarding compliance of various secretarial matters.

Accordingly, the Board of Directors had appointed M/s. D.G. Prajapati & Associates, Company Secretaries, as a Secretarial Auditor. The Secretarial Compliance Certificate issued by M/s. D.G. Prajapati & Associates is attached herewith which forms part of this report.

DIRECTORS' RESPONSIBILITY STATEMENT

In accordance with the provisions of the Companies Act, 1956 Directors state that:

- i) In the preparation of the Annual Accounts, the applicable Accounting Standards have been followed;
- ii) Accounting policies as listed in the Schedule J to the financial statements have been selected and consistently applied and reasonable and prudent judgments have been made so as to give true and fair view of the state of affairs of the Company as on March 31, 2010 and of the Loss of the Company for the accounting year ended on that date;
- iii) Proper and sufficient care for the maintenance of adequate accounting records has been taken in accordance with the provisions of the Act so as to safeguard the assets of the company and to prevent and detect fraud and other irregularities;
- iv) The annual accounts have been prepared on going concern basis.

Acknowledgement

Your Directors thank the clients for the confidence in the Company, which has enabled the Company to reach to a new level of customer satisfaction. The Board places acknowledgment to the employees for their teamwork and professional approach for the Company's image.

Your Directors would like to express their gratitude for the continuous support and guidance received from Company's lenders, bankers, the Government departments, SEBI and Stock Exchange officials.

On behalf of the Board of Directors

Place : Vadodara
Date : 29TH MAY 2010

RAHUL K. MOHATTA
Chairman

COMPLIANCE CERTIFICATE

To,

The Members of

M/s. Paraan Limited

Vadodara.

We have examined the registers, records, books and papers of **M/s. Paraan Limited** as required to be maintained under the Companies Act, 1956 (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2010. In our opinion and to the best of our information and according to the examinations carried out by us and explanation furnished to us by the Company, its officers and agents, we certify that in respect of the aforesaid financial year:

1. The Company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions and the rules made there under and all entries therein have been duly recorded;
2. The Company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with Registrar of Companies, Regional Director, Central Government, Company Law Board or other authorities within the time prescribed under the Act and the rules made there under;
3. The Company is a Public Limited Company;
4. The Board of Directors duly met 4 times on 30th June, 2009, 31st July 2009, 29th October, 2009 & 29th January 2010 in respect of which proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose;
5. The Company closed its Register of Members from 10th **September, 2009** to **12th September, 2009** and necessary compliance of Section 154 of the Act has been made;
6. The annual general meeting for the financial year ended on 31st March, 2009 was held on **12th September, 2009** after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in the Minutes Book maintained for the purpose;

7. No extra ordinary general meeting was held during the year;
8. The Company has not advanced loan to any of its directors and/or persons or firms or companies referred in Section 295 of the Act during the year;
9. The Company has not entered into any contracts/ arrangements with any party attracting the provisions of Section 297 of the Act during the year;
10. The Company has made necessary entries in the register maintained under Section 301 of the Act;
11. The Company had not made any appointment to which the provisions of Section" 314 of the Act are applicable;
12. The Company has not received any request for the issue of duplicate share certificates during the year;
13. The Company has:
 - (i) delivered all the certificates on lodgment thereof for transfer/ transmission or any other purpose in accordance with the provisions of the Act (There was no allotment of shares during the year);
 - (ii) & (iii) not declared any dividend for the year ended 31/03/2009;
 - (iv) No dividend, application money, matured deposits or interest thereon remain unclaimed/unpaid in respect of earlier years;
 - (v) Generally complied with the requirements of Section 217 of the Act;
14. The Board of Directors of the company is duly constituted. There was no appointment of Directors, Additional Directors, alternate Directors and directors to fill the casual vacancy during the financial year.
15. The Company is not required to have any Managing Directors/ Whole-time Director/ Manager and so the provisions of Section 269 read with Schedule XIII of the Act are not applicable;

16. The Company has not appointed any sole selling agents during the year under review;
17. The Company was not required to obtain any approvals of the Central Government, Company Law Board, Regional Director, Registrar or such other authorities as may be prescribed under the various provisions of the Act;
18. The Directors have disclosed their interest in other firms/Companies to the Board of Directors pursuant to provisions of the Act and the rules made there under;
19. The Company has not issued any shares/debentures/other securities during the financial year;
20. The Company has not bought back any shares during the financial year ended 31st March, 2010;
21. Company has not issued any preference share/debentures and no such securities are outstanding or issued during the year;
22. The Company wherever necessary has kept in abeyance rights to dividends, right shares and bonus shares pending registration of transfer of shares in compliance with the provisions of Act;
23. The Company has neither accepted/renewed any deposit during the year nor has any deposits outstanding as on 31st March, 2010;
24. The Company has not borrowed any amounts from, members, public, financial institutions during the financial year ended on 31st March, 2010.
25. The Company has made loans and investments or given guarantees or provided securities to other bodies corporate in compliance with the provisions of the Act and has made necessary entries in the register kept for the purpose.
26. The Company has not altered the provisions of the Memorandum with respect to situation of the Company's registered office from one state to another during the year under scrutiny.
27. The Company has not altered the provisions of the Memorandum with respect to objects of the company during the year under scrutiny.

28. The Company has not altered the provisions of the Memorandum with respect to name of the company during the year under scrutiny.
29. The Company has not altered the provisions of the Memorandum with respect to share capital of the company during the year under scrutiny.
30. The Company has not altered its Articles of Association during the year under scrutiny.
31. No prosecution was initiated against or shows cause notice was received by the Company under the Act and also no fines and penalties or any other punishment was imposed on the Company during the year.
32. The Company has not received any amount as security from its employees during the year under certification.
33. The company has deposited both employees' and employers' contribution to Provident Fund with prescribed authorities pursuant to Section 418 of the Act.

For D.G. Prajapati & Associates

D.G. Prajapati
Company Secretary
(Proprietor)

Place: Mumbai

(Membership No.11259)

Date : 29th May, 2010

(C.P.No.4209)

ANNEXURE 'A'

REGISTERS MAINTAINED BY THE COMPANY

1. Register of Investments or Loans made.
2. Register of charges under Section 143 and Copies of instruments creating charge under Section 136.
3. Register of members under Section 150 and index of Members under Section 151.
4. Register of Transfers.
5. Books of Accounts under Section 209.
6. Register of Contracts under Section 301.
7. Register of Directors, Managing director, Manager and Secretary under Section 303.
8. Register of Directors' Shareholding under Section 307.
9. Register of Renewed and Duplicate Share Certificates.
10. Register of Directors' Attendance.
11. Minutes Book of Board Meetings.
12. Minutes Book of General meetings
13. Attendance Register of General Meetings.
14. Register of Disclosure of Interest by Directors.
15. Register of Fixed Assets.
16. Register of Proxies.

ANNEXURE 'B'

FORMS AND RETURNS AS FILED BY THE COMPANY WITH REGISTRAR OF COMPANIES DURING THE FINANCIAL YEAR ENDED ON 31ST MARCH, 2010

Annexure B

Forms and Returns as filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ending on 31st March, 2010

Sr.No.	Forms / Document	Particulars	ROC Receipt Documents	Date of Filing	Whether Filed within time or not
1	Form 66	Compliance Certificate	P35580315	09/10/2009	No
2	Balance Sheet u/s 220 FORM 23AC	Balance Sheet for the year ended 31/03/2009	P35626456	09/10/2009	No
3	Annual Return u/s 159 FORM 20B	Annual Return made up to 30/09/2009	P40611394	12/11/2009	No

For D.G. Prajapati & Associates

D.G. Prajapati

**Company Secretary
(Proprietor)**

**Place: Mumbai
Date : 29th May, 2010**

**(M.No.11259)
(C.P. No. 2149)**

Auditors' Report

To the Members of Paraan Limited

Report on the Accounts for the year ended **31st March, 2010** in compliance with Section 227(2) of the Companies Act, 1956.

1. We have audited the attached Balance sheet of **Paraan Limited**, as at 31st March 2010 and also the annexed Profit & Loss Account of the company for the year ended on that date annexed thereto and The Cash Flow Statement for the year ended on that day. These financial statements are 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 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 (a) examining, on a test basis, evidence to support the financial statement amount and disclosures the financial statement (b) assessing the accounting principles used in the preparation of financial statements (c) assessing significant estimates made by the management in the preparation of the financial statement and (d) Evaluating overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 and **Companies (Auditors' Report) (Amendment) Order, 2004** issued by the Central Government in terms of section 227(4A) of the Companies Act, 1956, we give in the annexure a statement on the matters specified in paragraphs 4 & 5 of the said Order.
4. Further to our comments in the Annexure referred to 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, Company has kept proper books of accounts, as required by law, so far as appears from our examination of the books of the Company;
 - (c) The Balance sheet and the Profit and Loss Account and Cash-flow statement referred to this report are in agreement with the books of account of the Company;

- (d) In our opinion, the accounts comply with the accounting standards referred to in section 211(3C) of Companies Act;
- (e) On the basis of representation received from the directors, and taken on record by the Board of Directors, in our opinion, none of the directors is disqualified from being appointed as director U/s 274(1)(g) of Companies Act, 1956;
5. In our opinion and to the best of our information and according to the explanation given to us, the said balance Sheet and Profit & Loss Account, together read with Significant Accounting Policies and Notes to Accounts, 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:
- (i) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March' 2010,
- (ii) In the case of the Profit & Loss Account, the Loss of the company for the year ended on that date, and
- (iii) In the case of the Cash Flow Statement, of the Cash flows for the year ended on that date.

For BRV & Associates

**Firm Regn. No. 123423W
Chartered Accountants**

Place: Mumbai
Date: 30th May' 2010

Bhavesh Vora
Partner
M.No. 43908

ANNEXURE TO THE AUDITORS' REPORT

(Referred to in our Report of even date on Accounts for the year ended 31st March 2010 of **Paraan Limited**)

In our opinion, and on the basis of such checks of the books and records as we considered appropriate and according to the information and explanations given to us during the normal course of audit, which were necessary to the best of our knowledge and belief, we report that:

- (i) As there is no fixed asset as on date of balance sheet, clause (i) of the Order, relating to fixed assets is not applicable to the Company.
- (ii) Due to the nature of its business, clause (ii) of the Order relating to physical verification of inventory is not applicable to the Company.
- (iii) According to the information and explanation given to us, the company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. The company has taken interest free unsecured loans from Directors & shareholders covered in the register maintained U/s. 301 of the Companies Act, 1956. The Maximum amount involved for loan during the year was Rs. 2,26,986/- & the year end balance was Rs. 2,26,986/-.
- (iv) In our opinion and according to information and explanations given to us, the internal control system for purchase of fixed assets and for sanction, disbursements and recovery of loans given by the company are adequate and commensurate with the size of the company and present nature of its business. During the course of our audit no major weakness has been noticed in the internal control system.
- (v) In our opinion and according to the information and explanation given to us, we are of the opinion that transactions that need to be entered in the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- (vi) In our opinion and according to the information and explanations given to us, the company has not accepted any public deposits so far up to 31st March 2010. Hence provision of section 58A and 58AA or any relevant provisions of the Act and the rules framed there under are not applicable.
- (vii) In our opinion, the company has an adequate internal audit system commensurate with the size and the nature of the business.
- (viii) Due to nature of its business, clause (viii) of the Order, relating to maintenance of cost records is not applicable to the company.

- (ix) According to the records of the company and information and explanations given to us in respect of statutory and other dues, the company has been generally regular in depositing undisputed statutory dues including Income Tax and other statutory dues with the appropriate authorities during the year. According to the records of the company and information and explanations given to us, there are no disputed statutory dues.
- (x) In our opinion, the company has at the end of the financial year accumulated losses not less than fifty percent of its net-worth and the company have incurred cash losses in such financial year under report. However, there were no cash losses in the immediately preceding financial year.
- (xi) According to records of the company, the company has not borrowed funds from financial institutions or banks or issued debentures till 31st March 2010. Hence, in our opinion, the question of reporting on default in repayment of dues to financial institutions or banks or debenture holders does not arise.
- (xii) According to the information and explanations given to us, the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The provisions of any special statute applicable to Chit Fund, Nidhi or Mutual Benefit Fund / Societies are not applicable to the company.
- (xiv) On the basis of our examination of the company's records we are of the opinion that the company is maintaining adequate records regarding transactions and contracts regarding its investment activities in shares and securities and other investment and timely entries have been made in these records. All the investment at the close of the year is held in the name of the Company.
- (xv) According to the information and explanations given to us, the company has not given any guarantee for loans taken by other from banks or financial institutions.
- (xvi) To the best of our knowledge and belief and according to the information and explanations given to us, the company has not availed any term loan during the year.
- (xvii) According to the records examined by us and according to the information and explanations given to us, on overall basis, funds raised on short term basis have, prima facie, not been used during the year for long term investment.
- (xviii) The company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under section 301 of the Act during the year.

- (xix) The company has not issued any Debentures.
- (xx) During the year, the company has not raised any money by public issues.
- (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.

For BRV & Associates
Firm Regn. No. 123423W
Chartered Accountants

Place: Mumbai

Date: 30th May' 2010

Bhavesh Vora
Partner
M. No. 43908

BALANCE SHEET AS ON 31ST MARCH 2010

(Amount in Rs.)

Particulars	Sch. No.	As on 31.03.10 Amount	As on 31.03.09 Amount
SOURCES OF FUNDS:			
1 Shareholders' Funds:			
Share Capital	A	2,500,000	2,500,000
Reserves and Surplus			
2 Loans Funds:			
Secured Loans			
Unsecured Loans	B	226,986	149,607
TOTAL		2,726,986	2,649,607
APPLICATION OF FUNDS:			
1 Fixed Assets:			
2 Investments:			
	C	8,500	8,500
3 Current Assets, Loans and Advances:			
Stock in trade			
Sundry Debtors			
Cash & Bank Balances	D	24,047	94,912
Loans and Advances	E	69,605	69,605
Other Current Assets	F	256,557	1,254,109
		350,209	1,418,626
Less: Current Liabilities & Provisions:			
Sundry Creditors	G	4,228,899	4,335,543
Other Liabilities	H	18,614	9,844
Provisions	I	260,000	1,310,000
		4,507,513	5,655,387
Net Current assets		(4,157,304)	(4,236,761)
4 Miscellaneous Expenditure:			
(to the extent not written off or adjusted)			
5 Profit & Loss Account		6,875,790	6,877,868
		2,726,986	2,649,607

Accounting Policies & Notes to Accounts

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The Schedules referred to above form an integral part of accounts.

As per our report of even date attached

For BRV & ASSOCIATES

For PARAAN LIMITED

Chartered Accountants

BHAVESH R. VORA

Partner

M. No. 43908

Place: Mumbai

Date: 30th May, 2010

RAHUL MOHATTA

Chairman

Place: Vadodara

Date: 29th May, 2010

VISHVESH BHATT

Director

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2010

(Amount in Rs.)

Particulars	Sch. No.	For the Year Ended 31.03.10 Amount	For the Year ended 31.03.09 Amount
1 INCOME			
Other Income	J	73,427	2,660,123
		73,427	2,660,123
2 EXPENDITURE	K		
Payment to & For Employees		9,162	55,237
Administrative & Other Expenses		161,037	166,313
Interest & Financial Expenses		1,260	2,024
Loss from sale of Investment			88,208
		171,459	311,782
3 Profit/(Loss) before Tax		(98,032)	2,348,341
4 Provision for Taxation			
- Current Tax			260,000
5 Profit/(Loss) After Tax		(98,032)	2,088,341
6 Short/(Excess) Provision for Tax		(100,110)	(131,992)
7 Profit/(Loss) for the year		2,078	2,220,333
8 Balance B/Fd. from Previous year		(6,877,868)	(9,098,201)
9 Balance Carried to Balance Sheet		(6,875,790)	(6,877,868)
10 Earning Per Share - Basic & Diluted (in Rs.)		(3.92)	83.53
Accounting Policies & Notes to Accounts	L		

The Schedules referred to above form an integral part of accounts.

As per our report of even date attached

For BRV & ASSOCIATES
Chartered Accountants

BHAVESH R. VORA

Partner

M. No. 43908

Place: Mumbai

Date: 30th May, 2010

For PARAAAN LIMITED

RAHUL MOHATTA

Chairman

Place: Vadodara

Date: 29th May, 2010

VISHVESH BHATT

Director

SCHEDULES FORMING PART OF BALANCE SHEET AS ON 31.03.2010

(Amount in Rs.)

	As on 31.03.2010	As on 31.03.2009
Schedule 'A'		
SHARE CAPITAL		
AUTHORISED:		
25,000 Equity Shares of Rs. 100/- each	2,500,000	2,500,000
3,00,000 Preference Shares Of Rs. 100/- each	30,000,000	30,000,000
	32,500,000	32,500,000
ISSUED, SUBSCRIBED, AND PAID UP:		
25,000 Equity Shares Of Rs. 100/- each fully paid-up (Previous Year: 25000 equity shares of Rs. 100/- each)	2,500,000	2,500,000
	2,500,000	2,500,000
Schedule 'B'		
UNSECURED LOANS		
From Directors		
From Shareholders	226,986	149,607
	226,986	149,607
Schedule 'C'		
Investment		
In Government Securities		
6 Year National Savings Certificates	1,500	1,500
Trade (Unquoted)		
a) Purak Vinimay Limited		
700 equity shares of Rs. 10/- each (Previous Year 700 equity shares of Rs. 10/- each)	7,000	7,000
	8,500	8,500
Schedule 'D'		
CURRENT ASSETS, LOANS & ADVANCES		
CASH AND BANK BALANCES		
Cash on Hand	15,370	15,660
Balance with Scheduled Banks		
- in Current Accounts	8,677	79,252
	24,047	94,912

Schedule 'E'**LOANS AND ADVANCES**

Advance recoverable in cash or in kind or for value to be received	67,605	67,605
Deposits	2,000	2,000
	69,605	69,605

Schedule 'F'**OTHER CURRENT ASSETS**

Income Tax	256,557	1,254,109
	256,557	1,254,109

Schedule 'G'**CURRENT LIABILITIES, OTHER LIABILITIES AND PROVISIONS****SUNDRY CREDITORS**

Sundry Creditors		
a) Outstanding to Micro & Small Enterprises		
b) Outstanding to Other than Micro & Small Enterprises	4,228,899	4,335,543
	4,228,899	4,335,543

Schedule 'H'**OTHER LIABILITIES**

Outstanding Exp.	12,216	3,054
Duties & Taxes	6,398	6,790
	18,614	9,844

Schedule 'I'**PROVISIONS**

Provisions for Tax	260,000	1,310,000
	260,000	1,310,000

SCHEDULES FORMING PART OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2010

(Amount in Rs.)

	For the Year Ended 31.03.2010	For the Year Ended 31.03.2009
SCHEDULE 'J'		
INCOME		
Other Income		
Interest Income (Interest on IT Refund)	73,427	
Misc. Income		2,660,123
Sub Total	73,427	2,660,123
SCHEDULE 'K'		
EXPENDITURE		
Payment to & For Employees		
Salaries & Bonus	9,162	55,237
Contribution to Provident & Other Funds		
	9,162	55,237
Administrative & Other Expenses		
Advertisement Expenses	24,271	17,966
Misc. Expenses	16	65
Postage & Telegram	7,940	7,300
Printing & Stationery	19,450	18,392
Travelling Expenses	2,430	2,900
Professional Fees	72,701	74,616
Rent Rates & Taxes	154	5,999
ROC Fees	2,000	7,500
Director's Sitting Fees	4,500	4,000
Auditors Remuneration		
Audit Fees	27,575	27,575
In other capacity		
	161,037	166,313
Interest & Financial Expenses		
Bank Charges	220	1,825
Demat Charges	844	
Interest to others	196	199
	1,260	2,024

Schedule 'L': Accounting Policies & Notes to Accounts

SCHEDULE OF NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT 31st MARCH, 2010 AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE.

A. ACCOUNTING POLICIES:

1) **Basis of Preparation of Financial Statements:**

The accounts have been prepared on the historical cost basis and on the principles of a going concern and also in accordance with the standards on accounting issued by Institute of Chartered Accountants of India referred to in section 211 (3C) of the Companies Act , 1956, unless specifically stated to be otherwise.

Accounting policies, unless specifically stated to be other wise, are consistent and are in accordance with generally accepted accounting principles.

2) **Investments:**

Long Term Investments are stated at cost. However, when there is a decline other than temporary in the value of long term investment, the carrying amount is reduced to recognize the decline.

3) **Recognition of Income and Expenditure :**

Income and expenses is accounted on accrual basis. Dividend is accounted for in the year in which the same is received.

4) Taxes on Income :

a) **Current Tax:** Provision for Income Tax is determined in accordance with the provisions of Income Tax Act, 1961.

b) **Deferred Tax Provision:** Deferred Tax is recognized on timing differences being the differences between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent period(s). The deferred tax asset is recognized and carried forward only to the extent that there is a reasonable certainty that the asset will be realized in future.

5) **Miscellaneous Expenditure:**

Preliminary Expenses are amortized over period of five years.

6) **Borrowing Cost:**

Borrowing cost (if any) that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost of that asset. The amount of other borrowing cost (if any) is recognized as an expense in the period in which they are incurred.

7) Provisions, Contingent Liabilities and Contingent Assets
Provision are recognized for liabilities that can be measured only by using substantial degree of estimation, if

1. The company has a present obligation as a results of past event,
2. A probable outflow of resource is expected to settle the obligation and
3. The amount of the obligation can be reliably estimated

Reimbursement expected in respect of expenditure required to settle a provision is recognized only when it is virtually certain that the reimbursement will be received.

Contingent Liability is disclosed in the case of

- a. a present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation
- b. a possible obligation, unless the probability of outflow of resources is remote.

Contingent Assets are neither recognized, nor disclosed.

Provisions, Contingent Liabilities and Contingent Assets are reviewed at each Balance Sheet Date.

B. NOTES TO ACCOUNTS:

- 1) The company is exploring the possibility of trading business. In view of this, the accounts have been prepared on going concern basis.
- 2) Credit balances of creditors as also the Loans and Advances are shown as appearing in the accounts and are subject to confirmation.
- 3) Borrowing Cost:
"NIL" amount of borrowing cost is capitalized during the year.
- 4) In the opinion of the Board, all the Current Assets, Loans and Advances are approximately of the values stated, if realized in the ordinary course of business.
- 5) Related Party Transactions: The following related party transactions were carried out during the reporting period:

Name of Related Party	Nature of Relationship	Nature of Transaction	Amount (Rs.)
Shri Kailash Biyani	Shareholder (Promoter)	Loan	1,00,000/-
Shri Kishore Mohatta	Shareholder & Relative of Director	Loan	1,00,000/-
Shri Rahul Mohatta	Director	Loan	20,000/-

- 6) **Managerial Remuneration to Directors: For 2009-10 For 2008-09**
Rs. NIL NIL

- 7) **Expenditure in Foreign Currency - Nil**
Income in Foreign Currency - Nil

- 8) There are no Micro, Small and Medium Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at Balance sheet date. The Micro, Small and Medium Enterprises have been identified on the basis of information available of the Company. This has been relied up on by the auditors.
- 9) The company has discontinued the business of providing Marketing Services. In the absence of business activity, there is no reportable segment as per the guiding principles given in Accounting Standard on Segment Reporting (AS-17).

10) Impairment of Assets:

There is no Fixed Asset in the books of the company as on Balance sheet date.

The amount of impairment losses recognizes in the statement of profit and loss during the period and the line item(s) of the statement of profit and loss in which those impairment losses are included:	NIL
The amount of reversals of impairment losses recognizes in the statement of profit and loss during the period and the line item(s) of the statement of profit and loss in which those impairment losses are reversed:	NIL
The amount of impairment losses recognized directly against revaluation surplus during the period:	NIL
The amount of reversals of impairment losses recognized directly in revaluation surplus during the period:	NIL

11) Contingent Liabilities:

There is no contingent liability as on the date of balance sheet.

12) Earning Per Share:

Sr. No.	Particulars	Unit	2009-2010	2008-2009
1	Amount used as the numerator Profit after taxation	In Rs.	(98,032)	20,88,341
2	Weighted average number of equity shares used as the denominator	Nos.	25,000	25,000
3	Nominal Value of shares (average)	In Rs.	100	100
4	Earning per share	In Rs.	(3.92)	83.52

- 13) The Company, as on March 31, 2010, has deferred tax assets, primarily representing carry forward of losses and unabsorbed depreciation. In the absence of virtual certainty that sufficient future taxable income would be available against which deferred tax assets can be realized, the Company has not recognized the deferred tax asset as on March 31, 2010.
- 14) The Company has not appointed company secretary throughout the year under review, according to the provision of sec 383 A (1) of the Companies Act, 1956 due to the unavailability to Company Secretary. The Company has written a letter to the Institute of Company Secretaries of India for giving the names of suitable candidate for appointment of Company Secretary of India. However company has continued to avail services of practicing company secretary.
- 15) Previous year's figures have re-grouped and re-arranged wherever necessary.

As per our report of even date attached

For BRV & Associates

For PARAAAN LIMITED

Chartered Accountants

BHAVESH R. VORA

RAHUL MOHATTA

VISHVESH BHATT

Partner

Chairman

Director

M. No. 43908

Place: Mumbai,

Place: Vadodara

Date: 30th May' 2010

Date: 29th May' 2010

Additional Information Pursuant to the Provisions of Part IV of Schedule VI to the Companies Act, 1956
Balance Sheet Abstract and Company's General Business Profile

I Registration Details		
Registration No. :		36313
State Code :		4
Balance Sheet Date :		31.03.2010
II Capital Raised During the Year (amount in Rs. Thousand)		
Public Issue :		Nil
Right Issue :		Nil
Bonus Issue :		Nil
Private Placement :		Nil
III Position of Mobilisation and Deployment of Funds (Amountt in Rs.)		
Total Liabilities :		2,726,986
Total Assets :		2,726,986
Sources of Funds		
Paid up Capital :		2,500,000
Reserve & Surplus :		Nil
Secured Loans :		Nil
Unsecured Loans :		2,26,986
Application of Funds		
Net Fixed Assets :		Nil
Investments :		8,500
Net Current Assets :		-4,157,304
Misc. Expenditures :		Nil
Accumulated Losses :		6,875,790
Deferred Tax Assets :		Nil
IV Performance of Company (Amount in Rs.)		
Total Income :		73,427
Total Expenditure :		171459
Profit/(loss) before tax :		-98032
Profit/(loss) after tax :		-98032
Earning Per Share in Rs. :		-3.921269
Dividend Rate (%) :		Nil
V Generic Names of Three Principal Products/services of the Company (As per monetary terms)		
Item Code No. :		N.A.
Product Description :		Marketing Services

RAHUL MOHATTA
Chairman

VISHVESH BHATT
Director

Place : Vadodara
Date : 29.05.2010

Statement of Cash Flow prepared pursuant to the Listing Agreement with Stock Exchanges for the year ended on 31st
March' 2010

(Amount in Rupees)

Cash Flow Statement	Year Ended 31.03.2010		Year Ended 31.03.2009	
A. Cash Flow from Operating Activities				
Net Profit before Taxation and Extraordinary activities		(98,032)		2,348,341
Adjustments for :				
Loss/(Profit) on sale of Investments			88,208	
Dividend/Interest received				88,208
Operating Profit before Working Capital changes		(98,032)		2,436,549
Decrease/(Increase) in Trade & Other Receivables			(4,616,452)	
Increase/(Decrease) in Sundry Creditors	(106,644)		5,535	
(Decrease)/Increase in Other Liabilities	8,770			
		(97,874)		(4,610,917)
Cash Generated / (Utilised) in Operations		(195,906)		(2,174,368)
Income Tax Paid		47,662		2,010,473
Cashflow before extraordinary Items		(148,244)		(163,895)
Extraordinary Items				
Net Cash from Operating Activities A		(148,244)		(163,895)
B. Cash Flow from Investing Activities				
Sale of Investments			65,892	
Dividends/Interest Received				
Net Cash from Investing Activities B				65,892
C. Cash Flow From Financing activities				
Loan taken		77,379		149,607
Net Increase / (Decrease) in Cash and Cash Equivalents		(70,865)		51,604
Cash and Cash Equivalents as on at the beginning of the year		94,912		43,308
Cash and Cash Equivalents as on at the end of the year		24,047		94,912
Net Increase / (Decrease) in Cash and Cash Equivalents		(70,865)		51,604

As Per Our Report of even Date attached

For BRV & ASSOCIATES
Chartered Accountants

For PARAAAN LIMITED

BHAVESH R. VORA
Partner
Membership No. 43908

RAHUL MOHATTA
Chairman

VISHVESH BHATT
Director

Place : Mumbai
Date: 30.05.2010

Place : Vadodara
Date: 29.05.2010

PARAAN LIMITED

Regd. Office : 28, SHOBHANA NAGAR,VASNA ROAD, Vadodara – 390 015

ATTENDANCE SLIP

(To be handed over at the time of entry)

I/We hereby record my/our presence at the Annual General Meeting of the Equity Shareholders of Paraan Limited held on Saturday, the 25th day of September, 2010 at 02:00 pm. at 28, SHOBHANA NAGAR,VASNA ROAD, Vadodara – 390 015.

Name of the Equity Shareholder / Proxy :	
Registered Folio No. / DP ID - Client ID No. :	
No. of Shares held :	<hr/> Signature of Equity Shareholder / Proxy

PARAAN LIMITED

Regd. Office : 28, SHOBHANA NAGAR, VASNA ROAD, Vadodara - 390 015

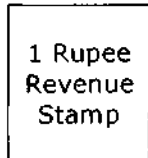
PROXY FORM

For Physical Holding	For Holding in Electronic Form	
LF. No.	DP ID	CLIENT ID

I/We of
..... being Member(s) of PARAAN LIMITED hereby
appoint of or failing him
..... of as my / our proxy to attend and vote
for me/us and on my/our behalf at the 37th Annual General Meeting of the Company to be
held on 25th September, 2010 and at any adjournment thereof.

Signed this day of, 2010

Signature



Notes:

1. Proxy form must reach the Company's registered office not less than 48 hours before the Meeting.
2. The form should be signed across the stamp as per specimen signature registered with the Company.
3. A Proxy need not be a member.